

# ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED AUGUST 31, 2023



[www.saisd.org](http://www.saisd.org)  
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Annual Comprehensive Financial Report of the  
**San Angelo Independent School District**  
San Angelo, Texas

For the Year Ended August 31, 2023

Prepared by the  
Finance Department of San Angelo Independent School District

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CERTIFICATE OF BOARD

San Angelo Independent School District  
Name of School District

Tom Green  
County

226-903  
Co.-Dist. Number

We, the undersigned, certify that the attached annual financial reports of the above-named school district were reviewed and approved ✓ disapproved        for the year ended August 31, 2023, at a meeting of the Board of Trustees of such school district on the 22<sup>nd</sup> day of January, 2024.

  
Signature of Board Secretary

  
Signature of Board President

## **INTRODUCTORY SECTION**



San Angelo Independent School District  
Business & Support Services  
1621 University Avenue  
San Angelo, Texas 76904  
(325) 947-3766 PHONE  
(325) 949-1415 FAX

January 17, 2024

Members of the Board of Trustees and Citizens of  
San Angelo Independent School District

State law requires that each school district have its fiscal accounts audited annually. A copy of the annual financial report, approved by the Board of Trustees, must be filed with the Texas Education Agency (TEA) by the 150<sup>th</sup> day after the end of the fiscal year. We are submitting this comprehensive annual financial report of the San Angelo Independent School District (SAISD or the District) for the fiscal year ended August 31, 2023 to fulfill that requirement.

This report is presented in four sections as described below.

1. **Introductory Section** – This section includes this transmittal letter, a list of principal District officials, the District’s organization chart, and the ASBO Certificate of Excellence in Financial Reporting for the prior fiscal year comprehensive annual financial report.
2. **Financial Section** – This section includes the independent auditor’s report on the audit of the financial statements, management’s discussion and analysis of the District’s financial performance for the year, the District’s financial statements, notes to the financial statements, and supplementary statements and schedules.
3. **Statistical Section** – This section is not audited. It includes selected financial and demographic information, primarily in table form for multiple years.
4. **Single Audit Section** – This section includes the independent auditor’s reports on internal control and compliance with laws, regulations, and grant provisions. Related schedules and documents required by laws and regulations are also included as listed in the table of contents.

The Annual Comprehensive Financial Report consists of management’s representations concerning the finances of the District. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation rests with the District’s administration. As a basis for making these representations, management of the District has established an internal control framework designed both to protect the District’s assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District’s financial statements in conformity with generally accepted accounting principles in the United States of America (GAAP). Because the cost of internal controls should not outweigh their benefits, the District’s internal control framework has been designed to provide reasonable rather than absolute assurance



that the financial statements will be free from material misstatements. In our capacity as management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Texas Education Code requires an annual audit of the District's financial statements. The Board of Trustees selected Eide Bailly, LLP, a firm of licensed certified public accountants to audit this year's financial statements. The goal of an independent audit is to provide reasonable assurance that the financial statements of the District for fiscal year ended August 31, 2023, are free of material misstatement. The audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based on the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended August 31, 2023, are fairly stated in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report. The independent audit of the District's financial statements was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on the administration of federal awards. These reports are found in the fourth section of the report, the single audit section.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This transmittal letter is designed to complement MD&A and should be read in conjunction with it. The District's MD&A may be found in the financial section immediately following the independent auditor's report.

## **PROFILE OF THE DISTRICT**

The San Angelo Independent School District is located 210 miles west northwest of Austin, Texas in Tom Green County, Texas. Established in 1903, San Angelo Independent School District is comprised of 17 elementary schools, 3 middle schools, 2 high schools and 3 special program facilities. Situated in San Angelo, Texas, a city of over 100,000 in population, the District had approximately 13,350 students for the 2022-23 school year. The District is not included in any other governmental reporting entity and there are no component units. The District is empowered to levy property taxes on all real and personal property within its boundaries.

The District is governed by a seven member Board of Trustees (the Board) elected by the registered voters of the District. The Board is responsible, among other things, for adopting and amending the annual budget, making policy, setting goals, approving contracts and personnel appointments, and hiring the superintendent. The superintendent is responsible for carrying out the policies of the Board and for overseeing the day-to-day operations of the District.

The mission of San Angelo Independent School District is to engage all students in a relevant and inspiring education that produces future-ready graduates. The District offers a state mandated, locally derived, standards-based curriculum to all of its students focused on high levels of student achievement. Through the District's pre-kindergarten through twelfth grade programs, students receive instruction in over seventy different areas; from reading and language arts in the lower grades to advanced calculus, physics, fine arts, and vocational programs in the District's secondary schools. In addition to regular education programs, the District offers additional services in programs such as Career and technical education, special education, emergent bilingual, gifted and talented, and academic alternative education. High school students may also take advantage of earning college credits through College Board Advanced Placement courses and dual credit programs with partnerships with Howard College and Angelo State University.

District enrollment had remained stable with slight increases and decreases prior to the global health crisis causing a drop in enrollment figures. The last couple of years has seen a small rebound of enrollment figures. In fiscal year 2023, District enrollment was approximately 13,350 students. Fall enrollment for fiscal year 2024 was 13,180.

The annual budget is the foundation of the District's financial planning and control. After public hearings, the budget is legally enacted by Board resolution each year prior to September 1. Once it is approved, the budget can only be changed at the function and fund level by amendments approved by a majority of the members of the Board. Budget-to-actual comparisons are provided in this report for the General Fund, the Food Service special revenue fund, and the Debt Service Fund. The comparison for the General Fund is presented in Exhibit G-1, and the Child Nutrition and Debt Service funds in Exhibits J-2 and J-3, respectively. Most of the other special revenue funds are controlled by project-length budgets approved by State and Federal grantor agencies, for which budget-to-actual comparisons are not included in this report. A project-length spending plan, as outlined in the ordinances, which authorized the bond issues, is used for the Capital Project Fund.

## **FACTORS AFFECTING FINANCIAL CONDITION**

The financial statement information can be better understood when it is considered from the broad perspective of the specific environment within which the District operates.

**Local economy** – West Texas cities tend to be widely dispersed. San Angelo is one of the largest cities in West Central Texas and serves as the center of commerce, government, medicine, and religion for an expansive area. Three U. S. highways and one State highway serve San Angelo. The San Angelo Regional Airport (Mathis Field) also provides flights that link up with national and international airlines.

San Angelo continues to have a well-diversified economic base with major sectors that include manufacturing, medical care, education, trade, business services, and military. San Angelo is a regional service center for business and agriculture over a fourteen county area. Walmart, Inc./Sam's, AEP Texas North, The Ethicon division of Johnson and Johnson, W&W | AFCO Steel (formerly Hirschfeld Steel), Shannon Medical Center, Goodfellow Air Force Base, and many

other local businesses provide the economic potential of San Angelo. The District benefits from increased tax values and enrollments despite uncertainties in the local and State economies.

There are two institutions of higher education in San Angelo. Angelo State University (ASU), a member of the Texas Tech University system, delivers undergraduate programs in the liberal arts, sciences and professional disciplines. ASU offers more than 100 majors and concentrations that lead to 50 undergraduate degrees, 32 master's degrees and 4 doctoral degrees. Howard College has an extension campus in San Angelo, which concentrates predominately in technical and occupational fields of study. The District offers dual credit courses for high school students with credit programs with both ASU and Howard College.

**Financial Policies** – The District follows school board policy in administration of the District educational and business transactions. Texas Association of School Boards assists in drafting legal policy and the District adopts local policy to augment those policies when necessary. District policy can be found on the District website at SAISD.org. Additional information regarding accounting policies and Governmental Accounting Standards Board pronouncements followed in preparation of these financial statements can be found in the Notes to the Financial Statements in the Financial Section of this Annual Comprehensive Financial Report.

**Long-term financial planning** – The District's school buildings range in age from 76 to 16 years old, but many campuses have received updates and renovations over the last several years. Additions of HVAC systems to Glenn and Lincoln Middle schools, a cafeteria remodel to Glenn and a District-wide LED lighting project have helped rejuvenate campuses in the District. With lower enrollment figures over the last few school years, the district identified excess capacity at a few elementary campuses through a facility assessment, conducted by an architectural firm. A sustainability plan that would repurpose several campuses was created, presented to and approved by the board of trustees. Construction on additions at two elementary schools totaling over 19 million dollars began in 2023. The district continues to put dollars into the budget to enhance instructional facilities, upgrade safety and security at all campuses, and provide technology to students and staff to make sure our campuses provide the best environment for learning that we can.

The combination of applying conservative financial principles and proactive staffing guidelines and practices, has enabled San Angelo ISD to maintain a strong financial position. By ensuring that the budget process is guided by District goals and driven by instructional focus, future budgets should be able to meet all of the Districts current needs.

**Major Initiatives** – The District continues to focus on innovative ways to provide a rigorous curriculum for our students in order to fulfill our mission of preparing students for postsecondary success. San Angelo ISD continued to support early literacy in our elementary students through the community-wide literacy initiative San Angelo READS!, which supports and encourages reading on grade level through various activities and community support.

The District's Career and Technical Education (CTE) program, through community partnerships, expanded opportunities for students by hosting inaugural symposiums series for students interested

Board of Trustees and Citizens  
January 17, 2024

in engineering and manufacturing in partnership with Ethicon (a Johnson and Johnson company), and healthcare in partnership with Shannon Health, a local hospital. Both symposium series offered four part sessions for students to see what a career in those fields would look like and the postsecondary educational opportunities available to them to follow those career paths.

San Angelo ISD also partnered with the National Math and Science Institute (NMSI), the Department of Defense (DoD), and Goodfellow Air Force Base to launch the NMSI College Readiness Program, which provides trainings, materials, and resources to our High School STEM Advanced Placement (AP) courses.

Safety and security continue to be at the forefront in schools across the state and nation. The district has committed to funding multiple construction projects to enhance security and mitigate potential events. Staff trainings and the relationship between local law enforcement and the district are added layers to a multi-prong approach to making our students and staff as safe as possible.

## **AWARDS AND ACKNOWLEDGMENTS**

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to San Angelo ISD for its annual comprehensive financial report for the fiscal year ended August 31, 2022. This award certifies that the Annual Comprehensive Financial Report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the ASBO. To be awarded a Certificate of Excellence, a school district must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Excellence is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Excellence Program's requirements and we are submitting it to the ASBO to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire finance and administrative department staff. We express our appreciation to all of the staff members who assisted and contributed to the preparation of this report. Special appreciation goes to the District's independent auditors' staff. Credit must also be given to the members of the Board of Trustees for their support and leadership.

Respectfully submitted,

*Merl Brandon*

Dr. Merl Brandon,

Assistant Superintendent of Business Services/Chief Financial Officer

Signed reports on file with the District

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
DISTRICT OFFICIALS, STAFF AND CONSULTANTS  
FOR THE YEAR ENDED AUGUST 31, 2023



Board members are elected at-large and from single member districts for four-year terms. They are volunteers who serve without pay. San Angelo ISD School Board elections are held the first Saturday in May of odd-numbered years. Board members serve staggered terms so that there are always experienced members on the board.

**Mr. Bill Dendle**



**Board Treasurer**  
Single Member District 1  
Term Expires: 2025

**Mrs. Lupita Arroyo**



**Board Trustee**  
Single Member District 2  
Term Expires: 2025

**Dr. Taylor Kingman**



**Board President**  
Single Member District 3  
Term Expires 2025

**Mrs. Ami Mizell-Flint**



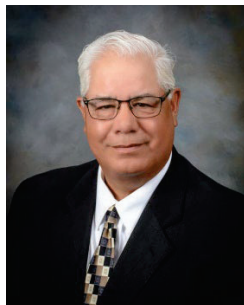
**Board Vice President**  
Single Member District 4  
Term Expires: 2025

**Dr. Kyle Mills**



**Board Trustee**  
Single Member District 5  
Term Expires: 2027

**Mr. Gerard Gallegos**



**Board Secretary**  
Single Member District 6  
Term Expires: 2027

**Mrs. Pam Duncan**



**Board Trustee**  
Member At-Large  
Term Expires: 2027



SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
DISTRICT OFFICIALS, STAFF AND CONSULTANTS  
FOR THE YEAR ENDED AUGUST 31, 2023

**Selected Administrative Staff**

<u>Name</u>	<u>Position</u>	<u>Length of Service</u>	<u>Total School District Service</u>
Dr. Carl Dethloff	Superintendent of Schools	14 Years	31 Years
Dr. Farrah Gomez	Deputy Superintendent & Chief Academic Officer	20 Years	28 Years
Dr. Merl Brandon	Assistant Superintendent of Business & Support Services/CFO	4 Years	31 Years
Shelly Huddleston	Chief of School Leadership	28 Years	28 Years
Dr. Jason Skelton	Executive Director of Human Resources	7 Years	16 Years
Dr. Raelye Self	Executive Director of Teaching & Learning	10 Years	16 Years
Michael Kalnbach	Director of Student & Data Services	15 Years	19 Years
Rodney Chant	Executive Director of Athletics	4 Years	30 Years
Molly Johnson Turk	Executive Director of Communications	1 Year	1 Year
Hope Flores	Director of Financial Services	25 Years	25 Years
Jaime Guerrero	Comptroller	5 Years	5 Years

**Consultants and Advisors**

Auditors	Eide Bailly, LLP	Abilene, Texas
Legal Counsel	Walsh Gallegos P.C.	Austin, Texas
Bond Counsel	Norton Rose Fulbright, LLP	Dallas, Texas
Financial Advisor	Hilltop Securities Inc.	Dallas, Texas

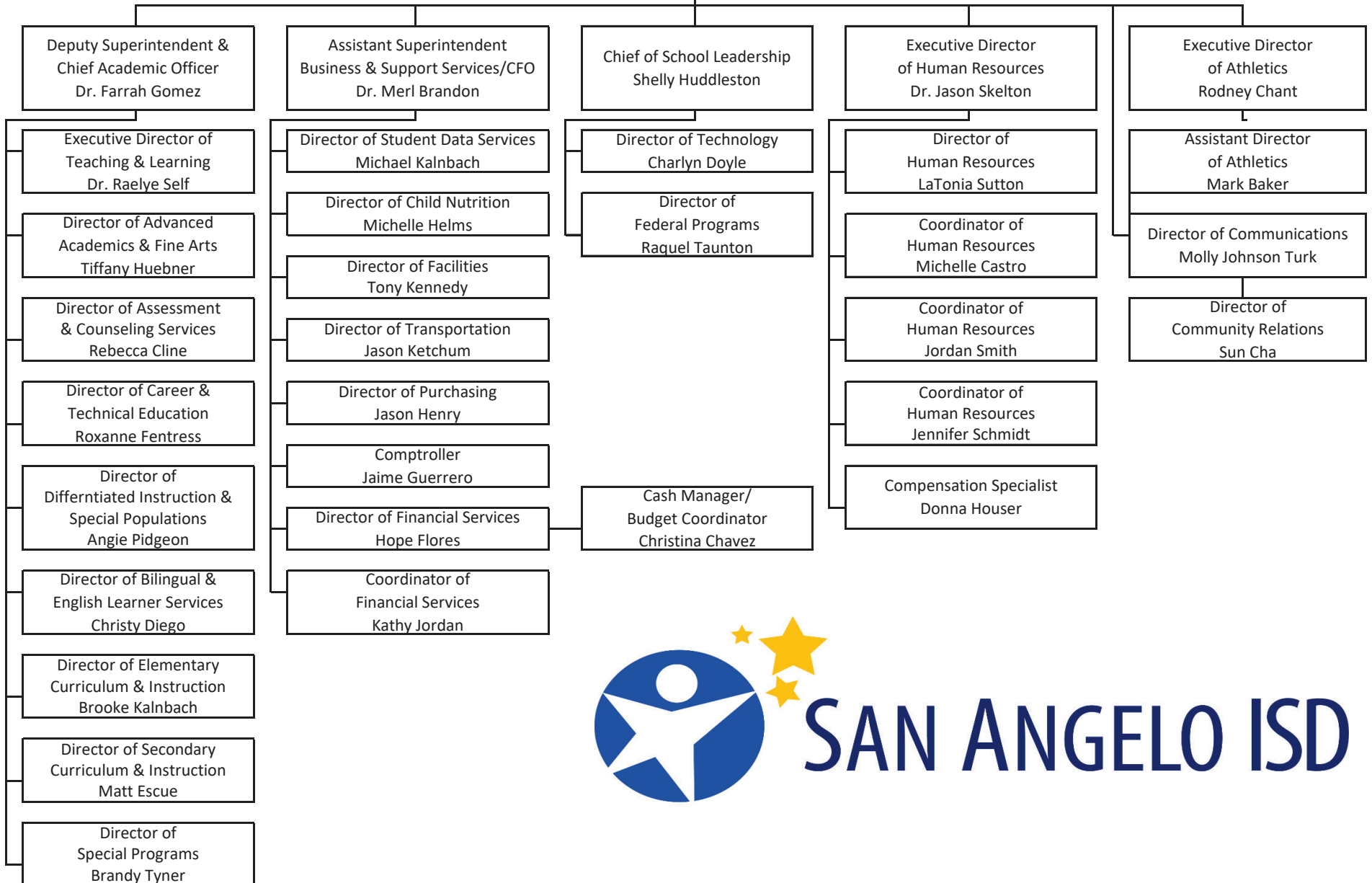
# BOARD OF TRUSTEES

## SAN ANGELO INDEPENDENT SCHOOL DISTRICT

*Administrative Organizational Chart*

School Year 2022-2023

Superintendent  
Dr. Carl Dethloff







ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

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

**San Angelo Independent School District**

**for its Annual Comprehensive Financial Report  
for the Fiscal Year Ended August 31, 2022.**

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



A handwritten signature in black ink, reading 'John W. Hutchison'. The signature is written in a cursive style with a large, flowing 'J' and 'H'.

**John W. Hutchison  
President**

A handwritten signature in black ink, reading 'Siobhán McMahon'. The signature is written in a cursive style with a large, flowing 'S' and 'M'.

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



## **FINANCIAL SECTION**



## Independent Auditor's Report

To the Board of Trustees of  
San Angelo Independent School District  
San Angelo, Texas

### Report on the Audit of the Financial Statements

#### ***Opinions***

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the San Angelo Independent School District (the District) as of and for the year ended August 31, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of August 31, 2023, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

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

#### ***Adoption of New Accounting Standard***

As discussed in Note A to the financial statements, the District has adopted the provisions of Government Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Arrangements* (SBITAs), for the year ended August 31, 2023. As a result of implementing the standard, there was no effect on governmental activities' beginning net position. Our opinions are not modified with respect to this matter.

### ***Responsibilities of Management for the Financial Statements***

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

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

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining nonmajor fund financial statements, TEA required schedules and the Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund financial statements, TEA required schedules and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

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

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

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we also have issued our report dated January 17, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

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

Abilene, Texas  
January 17, 2024

## **Management's Discussion and Analysis San Angelo Independent School District**

In this section of the Annual Financial and Compliance Report, we, the managers of San Angelo Independent School District, discuss and analyze the District's financial performance for the fiscal year ended August 31, 2023. Please read it in conjunction with, the independent auditors' report immediately preceding this report, and the District's Basic Financial Statements, which begin with Exhibit A-1.

### **USING THIS ANNUAL REPORT**

This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Position and the Statement of Activities (Exhibits A-1 and B-1). These provide information about the activities of the District as a whole and present a longer-term view of the District's property and debt obligations and other financial matters. They reflect the flow of total economic resources in a manner similar to the financial reports of a business enterprise.

Fund financial statements (starting with Exhibit C-1) report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. For governmental activities, these statements tell how services were financed in the short term as well as what resources remain for future spending. They reflect the flow of current financial resources, and supply the basis for tax levies and the appropriations budget. For proprietary activities, fund financial statements tell how goods or services of the District were sold to departments within the District or to external customers and how the sales revenues covered the expenses of the goods or services. The remaining statements, fiduciary statements, provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the district.

The notes to the financial statements (immediately after Exhibit E-2) provide narrative explanation or additional data needed for full disclosure in the government-wide statements or the fund financial statements.

The combining and other statements for non-major funds contain even more information about the District's individual funds. These are not required by TEA. The sections labeled Compliance Schedules (Required by Texas Education Agency) and Single Audit Section contain data used by monitoring or regulatory agencies for assurance that the District is using funds supplied in compliance with the terms of grants.

### **REPORTING THE DISTRICT AS A WHOLE**

#### ***The Statement of Net Position and the Statement of Activities***

The analysis of the District's overall financial condition and operations begins with Exhibit A-1, the Statement of Net Position. Its primary purpose is to show whether the District is better off or worse off as a result of the year's activities. The Statement of Net Position presents information on all of the District's assets, liabilities, and deferred inflows/outflows of resources, with the

difference reported as net position.

The Statement of Activities presents all of the revenues and expenses generated by the District's operations during the year. These apply the accrual basis of accounting which is the basis used by private sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. The District's revenues are divided into those provided by outside parties who share the costs of some programs, such as tuition received from students from outside the district, food service revenues, rents, and curriculum sales (program revenues), and revenues provided by the taxpayers or by TEA in equalization funding processes (general revenues). All the District's assets are reported whether they serve the current year or future years. Liabilities are considered regardless of whether they must be paid in the current or future years. Following GASB Statements 68 and 75, the District has recognized its proportionate share of Texas Teacher Retirement System's net pension and net OPEB liability as a participating employer.

These two statements report the District's net position and changes to it. The District's net position (the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources) provides one measure of the District's financial health, or financial position. Over time, increases or decreases in the District's net position is one indicator of whether its financial health is improving or deteriorating. To fully assess the overall health of the District, however, you should consider non-financial factors as well, such as changes in the District's average daily attendance or its property tax base and the condition of the District's facilities.

In the Statement of Net Position and the Statement of Activities, we divide the District into two kinds of activities:

- Governmental activities – Most of the District's basic services are reported here, including the instruction, counseling, co-curricular activities, food services, transportation, maintenance, community services, and general administration. Property taxes, tuition, fees, and state and federal grants finance most of these activities.
- Business-type activities – The District charges a fee to “customers” to help it cover all or most of the cost of services it provides in the concessions activity. The District has transferred the rights to sell advertising on a jumbo-tron scoreboard at the District's athletic stadium as payment for installation of the jumbo-tron.

## **REPORTING THE DISTRICT'S MOST SIGNIFICANT FUNDS**

### ***Fund Financial Statements***

The fund financial statements begin with Exhibit C-1 and provide detailed information about the most significant funds—not the District as a whole. Laws and contracts require the District to establish some funds, such as grants received under the Elementary and Secondary Education Act from the U.S. Department of Education. The District's administration establishes many other funds to help it control and manage money for particular purposes (like campus activities) The District's two kinds of funds, governmental and proprietary, use different accounting approaches.

- Governmental funds – Most of the District's basic services are reported in governmental

funds. These use modified accrual accounting (a method that measures the receipt and disbursement of cash and all other financial assets that can be readily converted to cash) and report balances that are available for future spending. The governmental fund statements provide a detailed short-term view of the District's general operations and the basic services it provides. We describe the differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation schedules following each of the fund financial statements.

- Proprietary funds – The District reports the activities for which it charges users (whether outside customers or other units of the District) in proprietary funds using the same accounting methods employed in the Statement of Net Position and the Statement of Activities. The District's enterprise funds, one category of proprietary funds, are the business-type activities reported in the government-wide statements but contain more detail and additional information, such as cash flows. The internal service fund (the other category of proprietary funds) reports activities that provide services for the District's other programs and activities through the District's risk management program for worker's compensation.

## **THE DISTRICT AS TRUSTEE**

### ***Reporting the District's Fiduciary Responsibilities***

The District is the trustee, or fiduciary, for money raised by student activities and alumnae scholarship programs. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position, Exhibits E-1 and E-2. We exclude these resources from the District's other financial statements because the District cannot use these assets to finance its operations. The District is only responsible for ensuring that the assets reported in these funds are used for their intended purposes.

As management of the San Angelo Independent School District, we offer readers of these financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended August 31, 2023.

## **Financial Highlights**

- Assets and deferred outflows of resources exceeded total liabilities and deferred inflows of resources of the most recent fiscal year by \$106,542,899 (*net position*).
- Unrestricted Net Position of (\$8,626,046) remains a deficit. The deficit is mostly a result of the implementation of GASB Statement No. 75 (fiscal year 2018) and GASB Statement No. 68 (fiscal year 2015).
- The District reported an ending fund balance of \$74,435,235 in the General Fund. This is an increase of \$11,869,154 compared to prior year. The increase is largely due to the use of Elementary and Secondary School Emergency Relief (ESSER) funds provided by the federal government.
- Net investment in capital assets increased by \$732,336 as projects resumed to address safety initiatives and maintenance of facilities.



## GOVERNMENT WIDE FINANCIAL ANALYSIS

Our analysis focuses on the net position (Table I) and changes in net position (Table II) of the District's governmental and business-type activities. A District's net position, over a specific period, can be a useful indicator of financial position.

**Table I**  
**San Angelo Independent School District's Net Position**

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	2023	2022	2023	2022	2023	2022
<b>Assets:</b>						
Current and Other Assets	\$ 99,056	\$ 85,928	\$ 197	\$ 122	\$ 99,253	\$ 86,050
Capital Assets	182,176	187,874	171	257	182,347	188,131
<b>Total Assets</b>	<b>281,232</b>	<b>273,802</b>	<b>368</b>	<b>379</b>	<b>281,600</b>	<b>274,181</b>
<b>Deferred Outflows:</b>	<b>30,825</b>	<b>25,677</b>	<b>-</b>	<b>-</b>	<b>30,825</b>	<b>25,677</b>
<b>Liabilities:</b>						
Current Liabilities	11,734	8,979	65	38	11,799	9,017
Long Term Liabilities	150,143	147,438	187	269	150,330	147,707
<b>Total Liabilities</b>	<b>161,877</b>	<b>156,417</b>	<b>252</b>	<b>307</b>	<b>162,129</b>	<b>156,724</b>
<b>Deferred Inflows:</b>	<b>43,754</b>	<b>50,233</b>	<b>-</b>	<b>-</b>	<b>43,754</b>	<b>50,233</b>
<b>Net Position:</b>						
Net investment in capital assets	106,642	105,910	-	-	106,642	105,910
Restricted	8,527	8,431	-	-	8,527	8,431
Unrestricted	(8,742)	(21,512)	116	73	(8,626)	(21,439)
<b>Total Net Position</b>	<b>\$ 106,427</b>	<b>\$ 92,829</b>	<b>\$ 116</b>	<b>\$ 73</b>	<b>\$ 106,543</b>	<b>\$ 92,902</b>

*\*in Thousands*

*Net Position and Changes in Net Position.* Unrestricted net position of (\$8,626,046) remains a deficit due to adjustments made in a prior fiscal year from the implementation of GASB Statement No. 75 for OPEB (other post-employment benefit) plans. The deficit is primarily due to reporting the District's proportionate share of the net OPEB liability. The total District liability for the plan is reported in the governmental activities; however, the actual liability does not require the use of current resources at the fund level. A combination of increased interest income received and funding from the Elementary and Secondary School Emergency Relief (ESSER) funds drove down the deficit balance in total net position.

GASB Statement No. 75 establishes financial reporting standards and accounting standards for state and local government defined other postemployment benefit (OPEB) plans and defined contribution OPEB plans. It requires that, at transition, a government recognize a beginning deferred outflow of resources for its OPEB contributions, if any, made subsequent to the measurement date of the beginning net OPEB liability. The effects of adoption of this statement has no impact on the District's governmental fund financial statements; however, adoption has resulted in certain changes to the presentation of the District's government wide financial statements. Although the District reports a deficit in the government-wide net position, the actual liability does not require the use of current resources and has sufficient fund balance to meet the District's ongoing obligations.

In the business-type activities, current operations of the Concession Fund decreased by \$20 thousand as extra-curricular activities have returned to normal schedules. As inflation worries affect the local business economy, advertising budgets have been less likely to find space on the District's Jumbotron. Charges for interest and depreciation in the Jumbotron Fund exceeded advertising revenue, resulting in a \$11 thousand shortfall. The results of the governmental and business-type activities compared to the results from the prior year are summarized in Table II.

**Table II**  
**San Angelo Independent School District's Changes in Net Position**

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
<b>Revenues:</b>						
Program Revenues:						
Charges for Services	\$ 3,590	\$ 5,860	\$ 177	\$ 176	\$ 3,767	\$ 6,036
Operating Grants & Contributions	44,727	35,636	-	-	44,727	35,636
General Revenues						
Maint & Oper Taxes	57,259	56,743	-	-	57,259	56,743
Debt Service Taxes	7,865	8,165	-	-	7,865	8,165
State Aid Formula Grants	55,325	58,559	-	-	55,325	58,559
Investment Earnings	3,377	(216)	-	-	3,377	(216)
Miscellaneous	2,734	3,156	-	-	2,734	3,156
<b>Total Revenues</b>	<b>174,877</b>	<b>167,903</b>	<b>177</b>	<b>176</b>	<b>175,054</b>	<b>168,079</b>
<b>Expenses:</b>						
Instruction, Curriculum, Media Services	89,143	80,349	-	-	89,143	80,349
Instructional/School Leadership	11,050	9,579	-	-	11,050	9,579
Guidance, Social Work, Health & Transportation	13,789	11,902	-	-	13,789	11,902
Child Nutrition	9,165	8,351	-	-	9,165	8,351
Co-curricular Activities	7,150	6,332	-	-	7,150	6,332
General Administration	3,831	3,118	-	-	3,831	3,118
Plant Maint, Security, Data Processing	20,987	18,153	-	-	20,987	18,153
Community Services	413	166	-	-	413	166
Debt Service	2,106	2,265	-	-	2,106	2,265
Other Intergovernmental Charges	3,591	2,381	-	-	3,591	2,381
Other: Business-Type Activities	-	-	188	207	188	207
<b>Total Expenses</b>	<b>161,225</b>	<b>142,596</b>	<b>188</b>	<b>207</b>	<b>161,413</b>	<b>142,803</b>
Excess(Deficiency) before extraordinary items and transfers	13,652	25,307	(11)	(31)	13,641	25,276
Extraordinary Item(Use)	-	(3,417)	-	-	-	(3,417)
Transfer In (Out)	(54)	-	54	-	-	-
Change in Net Position	13,598	21,890	43	(31)	13,641	21,859
Net Position at September 1	92,829	70,939	73	104	92,902	71,043
<b>Ending Net Position at August 31</b>	<b>\$ 106,427</b>	<b>\$ 92,829</b>	<b>\$ 116</b>	<b>\$ 73</b>	<b>\$ 106,543</b>	<b>\$ 92,902</b>

\* in Thousands

## FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

*Governmental Funds.* The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of remaining resources. In particular, unassigned fund balance often serves as a useful measure of a governmental agency's net resources available for spending at the end of a fiscal year. The board maintains fund balances adequate for sound fiscal management to provide for the stewardship of public funds. Fund balances are primarily used for cash flow purposes, as financial strength indicators for debt rating agencies, in planned capital projects, one-time expenditures, and emergencies that may arise from internal and external factors. The district maintains policy related to target levels of fund balances.

The District's General Fund reported an increase in fund balance from \$62.6 million to \$74.4 million, as the District continued to utilize Elementary and Secondary School Emergency Relief (ESSER) funds to help supplant payroll expenditures. At the end of the fiscal year, the General Fund's unassigned fund balance stood at \$48.8 million. The remainder of the fund balance is non-spendable, restricted, committed, or assigned through board action as required by GASB 54.

The non-major governmental funds include special revenue funds and the Debt Service fund. Most special revenue funds are budgeted to fully expend current year grants awarded from federal or state initiatives. Several of the special revenue funds report the District school and preschool meal programs for the school year and a summer feeding program and hold a combined fund balance of \$677 thousand in non-spendable inventory and \$3.5 million in funds restricted for the meal programs. Other funds restricted for various grant programs total \$70 thousand, while \$390 thousand raised by the campuses is committed by the board of trustees for campus activities. Special revenue funds for employee health and maintaining district athletic facilities, holds \$130 thousand committed by the board. At year-end, the Debt Service Fund had a \$4.2 million fund balance, an increase of \$426 thousand from the prior year.

*Proprietary Funds - Internal Service Funds.* The District's risk management strategy used an internal service fund to report the accumulation of reserves for self-insurance of workers' compensation benefits. The reserves are accumulated through payroll charges to the governmental funds based on actuarial estimates of the relevant claims liabilities. The Worker's Compensation Fund reported net position increase of approximately \$218 thousand and remains stable at \$1 million available to meet the ongoing claims liabilities. The internal service funds are consolidated into the governmental activities in the government-wide financial statements. Additional information about the internal service funds is found in note K in this report.

*Proprietary Funds - Enterprise Funds.* The funds reported in the government wide financial statements as business-type activities are the District's enterprise funds. The business-type activities are relatively insignificant to the overall operations of the District and are operations that support co-curricular activities of the District. The Concession Fund reported a gain on concession services as extra-curricular activities have returned to normal schedules. The Jumbotron Fund reported operating revenues from Jumbotron advertising at the District's athletic stadium at a net loss after operating and depreciation costs. A difficult business environment has affected the marketing revenue produced by this fund, as vendors become more selective on where they spend their dollars.

## **CAPITAL ASSETS AND DEBT ADMINISTRATION**

### **Capital Assets**

At the end of fiscal 2023 the District had \$184 million (net of accumulated depreciation) invested in a broad range of capital assets, including land, construction in progress, buildings and improvements, and furniture and equipment. This amount represents a decrease of \$5.8 million from the prior year. Increases and decreases to investment in capital assets in governmental activities are shown below:

**San Angelo Independent School District  
Capital Assets Activity (Governmental Activities)**

**Increases:**

Land	\$ 122,543	
Buildings and Site Improvements	623,535	
Vehicles	691,272	
Furniture and Equipment	1,096,547	
Right to Use Assets	725,087	
		\$ 3,258,984

*Construction Work in Progress*

Controlled Lobbies (safety and security)	\$ 57,809	
Access Control (safety and security)	784,261	
Fannin Elementary Expansion	240,654	
Completed Projects moved to assets	(41,679)	
		\$ 1,041,045

**Decreases:**

Buildings and Site Improvements	\$ (6,904,910)	
Vehicles	(883,957)	
Furniture and Equipment	(1,484,194)	
Right to Use Assets	(799,357)	
		\$ (10,072,418)

<b>Net decrease to capital assets</b>	<b>\$ (5,772,389)</b>
---------------------------------------	-----------------------

The capital assets for business-type activities decreased by \$86 thousand, the amount of current year depreciation on the Jumbotron. Additional information regarding capital assets is presented in note E in this report.

**Debt**

At year-end, District bonds payable totaling \$75.4 million have maturities scheduled into 2034 with fixed interest rates ranging from 2.0% to 5.0%. The District's bonds are rated AA by Standard and Poor's and AA by Fitch. The ratings are unchanged from the prior year. Other obligations of the district include a retirement benefit for unused vested sick leave and a debt to be satisfied by granting future advertising rights in the proprietary Jumbo-tron Fund. More information about debt can be found at Note O in this report.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The District's Board of Trustees adopts the general fund, debt service, and food service fund budgets annually. Over the course of the year, the Board of Trustees revised the District's general fund 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 for items the board committed from prior year fund balance. The second

category includes changes that the Board made during the year. The third category involved amendments that moved funds from programs that did not need all the resources originally appropriated to programs with resource needs. Revenues were amended for changes in tax collections, to adjust state formula allotments as well as federal revenues. Amendments increased the revenue budget by 4.3% with expenditure amendments to the budget also increasing by 2.7%, providing the District with a net gain. In the general fund, actual revenues reported were 104.2% of the amended budget and expenditures were 97.7% of the amended budget. Actual revenues exceeded expenditures by \$5.2 million as the District was aided by continued and additional funding from the State.

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

In planning for the 2023-24 budget, attaining an accurate forecast for student enrollment continues to be a challenge. The District has dropped in enrollment from the previous year again. The District continues to use conservative student enrollment estimates, and a budget was adopted that was intended to use ESSER III funds to supplant general funds in order to create a surplus budget. The district's primary source for general fund revenues comes through the state's formula funding system. The system is a mix of local property taxes and state aid. Students, the programs they participate in, and average daily attendance drive the amount of money coming from the state. Due to increased appraisal values, the local property tax rate continues to be compressed by law, however, even with the lower rate, collections are increasing. This does not benefit the district as the state simply offsets the gain by reducing state aid.

Enrollment has decreased by over 300 students this past year. We will anticipate a decrease again in the 2023-24 budget cycle, but not as drastic of a drop. While the district continues to adopt balanced budgets (with the help of ESSER funds) we (as many across the state) will face a challenge to balance the 2024-25 budget as the funds are set to expire at that time.

The District's 2022-23 adopted tax rate of \$.97201 per \$100 of assessed value reflects a decrease from 2021-22. The 2023-24 tax rate of \$.81231 includes a maintenance and operations tax rate (M&O) of \$.6949 and an interest and sinking rate (I&S) of \$.11741.

## **CONTACTING THE DISTRICT'S MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District's business office at San Angelo Independent School District, 1621 University, San Angelo, Texas 76904.

# San Angelo Independent School District

## Statement of Net Position (Exhibit A-1)

August 31, 2023

Data Control Codes		1 Governmental Activities	2 Business-Type Activities	3 Total
<b>Assets</b>				
1110	Cash and cash equivalents	\$ 48,946,049	\$ 197,339	\$ 49,143,388
1120	Current investments	3,236,211	-	3,236,211
1220	Property taxes receivable (delinquent)	2,192,778	-	2,192,778
1230	Allowance for uncollectible taxes	(718,669)	-	(718,669)
1240	Due from other governments	18,445,061	-	18,445,061
1250	Accrued interest	240,558	-	240,558
1290	Other receivables, net	256,306	-	256,306
1300	Inventories	676,953	-	676,953
1410	Prepaid expenses	882,872	-	882,872
<b>Capital Assets</b>				
1510	Land	6,976,777	-	6,976,777
1520	Buildings and improvements, net	165,765,280	-	165,765,280
1530	Furniture and equipment, net	8,350,831	171,218	8,522,049
1580	Construction in progress	1,082,724	-	1,082,724
1550	Right-to-use assets, net of accumulated amortization	1,658,714	-	1,658,714
1800	Restricted assets	643,118	-	643,118
1910	Long-term investments	22,596,115	-	22,596,115
1000	Total assets	281,231,678	368,557	281,600,235
<b>Deferred outflows of resources</b>				
1705	Deferred outflows - pension	16,141,667	-	16,141,667
1706	Deferred outflows - OPEB	6,181,565	-	6,181,565
1710	Deferred charge for refunding	8,502,173	-	8,502,173
1700	Total deferred outflows of resources	30,825,405	-	30,825,405
<b>Liabilities</b>				
2110	Accounts payable	1,088,524	3,805	1,092,329
2140	Interest payable	100,607	-	100,607
2150	Payroll deductions & withholdings	947,302	-	947,302
2160	Accrued wages payable	5,115,732	-	5,115,732
2180	Due to other governments	187,651	-	187,651
2200	Accrued expenses	258,618	61,485	320,103
2300	Unearned revenues	4,035,141	-	4,035,141
<b>Noncurrent liabilities</b>				
2501	Due within one year	6,977,348	89,410	7,066,758
2502	Due in more than one year	83,859,435	97,457	83,956,892
2540	Net pension liability	37,586,196	-	37,586,196
2545	Net OPEB liability	21,720,153	-	21,720,153
2000	Total liabilities	161,876,707	252,157	162,128,864

# San Angelo Independent School District

## Statement of Net Position (Exhibit A-1)

August 31, 2023

Data Control Codes		1 Governmental Activities	2 Business Type Activities	3 Total
	Deferred Inflows of Resources			
2605	Deferred inflows - pension	5,714,302	-	5,714,302
2606	Deferred inflows - OPEB	38,039,575	-	38,039,575
2600	Total deferred inflows of resources	43,753,877	-	43,753,877
3200	Net investment in capital assets	106,642,254	-	106,642,254
3820	Restricted for federal and state programs	4,215,158	-	4,215,158
3850	Restricted for debt service	4,311,533	-	4,311,533
3900	Unrestricted	(8,742,446)	116,400	(8,626,046)
3000	Total net position	\$ 106,426,499	\$ 116,400	\$ 106,542,899

San Angelo Independent School District  
Statement of Activities (Exhibit B-1)  
Year Ended August 31, 2023

Data Control Codes	Functions/Programs	1  Expenses	Program Revenues	
			3  Charges for Services	4  Operating Grants and Contributions
	Governmental activities			
11	Instruction	\$ 84,491,480	\$ 477,259	\$ 26,727,128
12	Instructional resources and media services	1,704,024	-	326,062
13	Curriculum and staff development	2,946,997	-	1,903,697
21	Instructional leadership	2,448,119	-	523,827
23	School leadership	8,602,037	-	1,869,515
31	Guidance, counseling, and evaluation services	6,177,797	-	1,833,201
32	Social work services	561,803	-	142,483
33	Health services	1,897,576	-	328,239
34	Student (pupil) transportation	5,152,056	-	458,787
35	Food services	9,165,492	1,620,947	7,298,544
36	Extracurricular activities	7,150,381	1,100,184	276,998
41	General administration	3,831,311	-	324,210
51	Facilities maintenance and operations	15,672,946	391,694	923,681
52	Security and monitoring services	1,253,685	-	15,015
53	Data processing services	4,059,999	-	335,586
61	Community services	413,190	-	114,630
72	Interest on long term debt	2,105,933	-	676,055
81	Facilities acquisition and construction	2,444,252	-	649,087
99	Other intergovernmental charges	1,146,564	-	-
TG	Total governmental activities	<u>161,225,642</u>	<u>3,590,084</u>	<u>44,726,745</u>
	Business-type activities			
01	Concession Fund	68,188	85,643	-
02	JumboTron Fund	118,973	91,000	-
TB	Total business-type activities	<u>187,161</u>	<u>176,643</u>	<u>-</u>
TP	Total primary government	<u>\$ 161,412,803</u>	<u>\$ 3,766,727</u>	<u>\$ 44,726,745</u>
	General Revenues (Expenses)			
	Taxes			
MT	Property taxes, levied for general purposes			
DT	Property taxes, levied for debt service			
SF	State aid - formula grants			
GC	Grants and contributions not restricted			
IE	Investment earnings			
MI	Miscellaneous local and intermediate revenue			
FR	Transfers in (out)			
TR	Total general revenues and transfers			
CN	Change in net position			
NB	Net position, beginning of year			
NE	Net position, ending			



San Angelo Independent School District  
Statement of Activities (Exhibit B-1)  
Year Ended August 31, 2023

Net (Expense) Revenue and Changes in Net Position		
6	7	8
Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (57,287,093)	\$ -	\$ (57,287,093)
(1,377,962)	-	(1,377,962)
(1,043,300)	-	(1,043,300)
(1,924,292)	-	(1,924,292)
(6,732,522)	-	(6,732,522)
(4,344,596)	-	(4,344,596)
(419,320)	-	(419,320)
(1,569,337)	-	(1,569,337)
(4,693,269)	-	(4,693,269)
(246,001)	-	(246,001)
(5,773,199)	-	(5,773,199)
(3,507,101)	-	(3,507,101)
(14,357,571)	-	(14,357,571)
(1,238,670)	-	(1,238,670)
(3,724,413)	-	(3,724,413)
(298,560)	-	(298,560)
(1,429,878)	-	(1,429,878)
(1,795,165)	-	(1,795,165)
(1,146,564)	-	(1,146,564)
<u>(112,908,813)</u>	<u>-</u>	<u>(112,908,813)</u>
-	17,455	17,455
-	(27,973)	(27,973)
-	(10,518)	(10,518)
<u>(112,908,813)</u>	<u>(10,518)</u>	<u>(112,919,331)</u>
57,259,245	-	57,259,245
7,865,163	-	7,865,163
55,324,559	-	55,324,559
2,346,949	-	2,346,949
3,376,807	-	3,376,807
387,859	-	387,859
(54,204)	54,204	-
<u>126,506,378</u>	<u>54,204</u>	<u>126,560,582</u>
13,597,565	43,686	13,641,251
92,828,934	72,714	92,901,648
<u>\$ 106,426,499</u>	<u>\$ 116,400</u>	<u>\$ 106,542,899</u>

San Angelo Independent School District  
Balance Sheet – Governmental Funds (Exhibit C-1)  
August 31, 2023

Data Control Codes		10 General Fund	OMF Other Major Fund ESSER II	OMF Other Major Fund ESSER III
	Assets			
1110	Cash and cash equivalents	\$ 40,347,726	\$ -	\$ -
1120	Investments - current	3,000,000	-	-
1220	Property taxes receivable - delinquent	1,922,508	-	-
1230	Allowance for uncollectible taxes (credit)	(630,023)	-	-
1240	Due from other governments	5,680,473	2,711,833	5,092,099
1250	Accrued interest	236,155	-	-
1260	Due from other funds	12,363,391	-	-
1290	Other receivables	226,665	-	-
1300	Inventories	-	-	-
1410	Prepaid expenditures	876,590	-	-
1800	Restricted assets	6,483	-	-
1910	Long-term investments	22,363,701	-	-
1000	Total assets	<u>86,393,669</u>	<u>2,711,833</u>	<u>5,092,099</u>
1000a	Total assets and deferred outflows	<u>\$ 86,393,669</u>	<u>\$ 2,711,833</u>	<u>\$ 5,092,099</u>
	Liabilities			
2110	Accounts payable	\$ 857,727	\$ -	\$ -
2150	Payroll deductions and withholdings payable	947,302	-	-
2160	Accrued wages payable	5,115,732	-	-
2170	Due to other funds	-	2,711,833	5,092,099
2180	Due to other governments	29,157	-	-
2300	Unearned revenues	3,848,808	-	-
2000	Total liabilities	<u>10,798,726</u>	<u>2,711,833</u>	<u>5,092,099</u>
	Deferred Inflows of resources			
	Unavailable revenues - property taxes	1,159,708	-	-
2600	Total deferred inflows of resources	<u>1,159,708</u>	<u>-</u>	<u>-</u>
	Fund balance			
3410	Nonspendable - inventories	-	-	-
3430	Nonspendable - prepaid items	876,590	-	-
3450	Restricted - federal or state funds grant	-	-	-
3480	Restricted - debt service	-	-	-
3510	Committed - construction	22,990,000	-	-
3530	Committed - capital expenditures for equipment	500,000	-	-
3545	Committed - other	750,000	-	-
3590	Assigned - other	549,817	-	-
3600	Unassigned	48,768,828	-	-
3000	Total fund balances	<u>74,435,235</u>	<u>-</u>	<u>-</u>
4000	Total liabilities, deferred inflows, and fund balances	<u>\$ 86,393,669</u>	<u>\$ 2,711,833</u>	<u>\$ 5,092,099</u>

San Angelo Independent School District  
Balance Sheet – Governmental Funds (Exhibit C-1)  
August 31, 2023

ONMF Other Non-Major Governmental Funds	98 Total Governmental Funds
\$ 7,887,864	\$ 48,235,590
236,211	3,236,211
270,270	2,192,778
(88,646)	(718,669)
4,960,656	18,445,061
4,403	240,558
-	12,363,391
29,641	256,306
676,953	676,953
6,282	882,872
-	6,483
232,414	22,596,115
<u>14,216,048</u>	<u>108,413,649</u>
<u>\$ 14,216,048</u>	<u>\$ 108,413,649</u>
\$ 163,671	\$ 1,021,398
-	947,302
-	5,115,732
4,559,459	12,363,391
158,494	187,651
186,333	4,035,141
<u>5,067,957</u>	<u>23,670,615</u>
<u>172,034</u>	<u>1,331,742</u>
<u>172,034</u>	<u>1,331,742</u>
676,953	676,953
6,282	882,872
3,538,205	3,538,205
4,240,106	4,240,106
-	22,990,000
-	500,000
514,511	1,264,511
-	549,817
-	48,768,828
<u>8,976,057</u>	<u>83,411,292</u>
<u>\$ 14,216,048</u>	<u>\$ 108,413,649</u>

San Angelo Independent School District

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position (Exhibit C-1r)

August 31, 2023

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Total Fund Balances - Governmental Funds \$ 83,411,292

The District uses internal service funds to charge the costs of certain activities, such as workers compensation, to appropriate functions in other funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. The net effect of this consolidation is to increase net position. 1,021,350

Capital assets, net of accumulated depreciation/amortization, are not financial resources and therefore are not reported as assets in the governmental funds. 183,834,326

Some liabilities, including bonds payable and leases, are not due and payable in the current year and therefore are not reported in the funds:

Bonds payable	(75,419,994)	
Deferred charge on refunding	8,502,173	
Unamortized premiums on bonds payable	(8,667,387)	
Accumulated accretion on capital appreciation bonds	(4,592,721)	
Lease liability	(292,534)	
Subscription IT liability	(1,314,330)	
Compensated absences payable	(549,817)	(82,334,610)

Accrued interest is not due and payable in the current year and therefore is not reported as a liability in the governmental funds. (100,607)

Certain assets are not available to pay for current year expenditures and therefore are deferred in the funds. These are:

Deferred resource inflow for property taxes	1,331,742
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The government-wide statements include the District's proportionate share of the TRS net pension liabilities and TRS-Care net OPEB liabilities, as well as certain pension and OPEB related transactions accounted for as deferred inflows and outflows of resources:

Net pension liability	(37,586,196)	
Deferred outflows of resources - TRS pension	16,141,667	
Deferred inflows of resources - TRS pension	(5,714,302)	
Net OPEB liability	(21,720,153)	
Deferred outflows of resources - TRS-Care OPEB	6,181,565	
Deferred inflows of resources - TRS-Care OPEB	(38,039,575)	(80,736,994)

Net Position of Governmental Activities (See A-1) \$ 106,426,499

**San Angelo Independent School District**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds (Exhibit C-2)**  
**Year Ended August 31, 2023**

Data Control Codes	10 General Fund	OMF Other Major Fund ESSER II	OMF Other Major Fund ESSER III
Revenues			
5700 Local and intermediate sources	\$ 62,642,094	\$ -	\$ -
5800 State program revenues	61,570,136	-	-
5900 Federal program revenues	5,718,799	6,846,837	8,837,208
5020 Total revenues	<u>129,931,029</u>	<u>6,846,837</u>	<u>8,837,208</u>
Expenditures			
Current			
0011 Instruction	59,961,081	5,910,615	6,089,692
0012 Instructional resources and media services	1,367,463	172,034	51,236
0013 Curriculum and instructional staff development	1,087,026	-	1,018,438
0021 Instructional leadership	1,898,941	-	47,178
0023 School leadership	7,085,945	764,188	299,452
0031 Guidance, counseling and evaluation services	4,780,820	-	226,730
0032 Social work services	378,957	-	107,301
0033 Health services	1,737,238	-	85,187
0034 Student (pupil) transportation	4,710,105	-	133,470
0035 Food services	91,106	-	291,721
0036 Extracurricular activities	6,819,232	-	23,851
0041 General administration	3,684,402	-	67,488
0051 Facilities maintenance and operations	15,350,025	-	270,195
0052 Security and monitoring services	1,068,016	-	-
0053 Data processing services	3,852,331	-	115,632
0061 Community services	296,205	-	9,637
Debt service			
0071 Principal on long term debt	763,030	-	-
0072 Interest on long term debt	41,063	-	-
0073 Bond issuance cost and fees	-	-	-
Capital outlay			
0081 Facilities acquisition and construction	1,690,010	-	-
Intergovernmental			
0099 Other intergovernmental charges	1,146,564	-	-
6030 Total expenditures	<u>117,809,560</u>	<u>6,846,837</u>	<u>8,837,208</u>
1100 Excess (deficiency) of revenues over (under) expenditures	<u>12,121,469</u>	<u>-</u>	<u>-</u>
Other financing sources (uses)			
7912 Sale of real and personal property	9,152	-	-
7913 Proceeds from leases and SBITAs	725,087	-	-
7915 Transfers in	-	-	-
8911 Transfers out	-	-	-
7080 Total other financing sources (uses)	<u>734,239</u>	<u>-</u>	<u>-</u>
Extraordinary items			
8913 Extraordinary use	<u>(986,554)</u>	<u>-</u>	<u>-</u>
Total extraordinary items	<u>(986,554)</u>	<u>-</u>	<u>-</u>
1200 Net change in fund balances	11,869,154	-	-
0100 Fund balance, beginning of year	62,566,081	-	-
3000 Fund balance, end of year	<u>\$ 74,435,235</u>	<u>\$ -</u>	<u>\$ -</u>

# San Angelo Independent School District

## Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds (Exhibit C-2)

Year Ended August 31, 2023

ONMF Other Non-Major Governmental Funds	98 Total Governmental Funds
\$ 10,436,868	\$ 73,078,962
2,127,189	63,697,325
16,973,244	38,376,088
29,537,301	175,152,375
8,619,934	80,581,322
-	1,590,733
801,412	2,906,876
291,389	2,237,508
374,595	8,524,180
1,082,756	6,090,306
-	486,258
78,002	1,900,427
-	4,843,575
8,920,999	9,303,826
-	6,843,083
558	3,752,448
151,364	15,771,584
12,470	1,080,486
25,000	3,992,963
110,097	415,939
5,959,315	6,722,345
2,463,226	2,504,289
6,050	6,050
649,087	2,339,097
-	1,146,564
29,546,254	163,039,859
(8,953)	12,112,516
-	9,152
-	725,087
5,165	5,165
(59,369)	(59,369)
(54,204)	680,035
-	(986,554)
-	(986,554)
(63,157)	11,805,997
9,039,214	71,605,295
\$ 8,976,057	\$ 83,411,292

See Notes to Basic Financial Statements

San Angelo Independent School District  
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental  
Funds to the Statement of Activities (Exhibit C-2r)  
Year Ended August 31, 2023

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Total Net Change in Fund Balances - Governmental Funds	\$ 11,805,997
The District uses internal service funds to charge the costs of certain activities, such as self-insurance, to appropriate functions in other funds. The change in net position of internal funds is reported with governmental activities. The net effect of this consolidation is to increase net position.	217,669
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is capitalized and depreciated over their estimated useful lives. Total additions for the current year which were removed from fund expenditures amounted to \$4,300,029. Depreciation and amortization expense charged to the statement of activities totaled \$10,072,418. The net effect is a decrease in net position.	(5,772,389)
Amortization of the premiums on the bonds of \$1,782,514 was recorded, which increases net position.	1,782,514
Certain revenues are recorded in the fund financial statements when the revenue is received. In the statement of activities, revenues are recognized when earned regardless of when received. Recognizing deferred tax revenues of \$1,331,742 and removing the prior year's tax revenue of \$1,273,091, and removing prior year SHARS revenue of \$2,850,368 results in a net decrease in net position.	(2,791,717)
Repayment of bond principal of \$5,875,000 and repayment of lease principal of \$269,046 and SBITA principal of \$578,299 are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not an expense on the statement of activities. Lease issuance proceeds totaled \$35,574 and SBITA proceeds totaled \$689,513. This net effect increases net position. Accretion of interest on capital appreciation bonds of \$115,555 increases long-term liabilities. The decrease in accrued interest payable of \$12,494 increases net position in the government wide financial statements. Finally, amortization of deferred charge on bond refunding of \$1,275,047 decreases net position. The net result of all of the above adjustments is a net increase to the change in net position.	4,619,150
The decrease in compensated absences payable is an expenditure in the governmental funds when paid, but the payment for these is not an expense in the statement of activities. This represents the net decrease to the compensated absences payable.	62,991
Changes in the deferred outflows of resources, deferred inflows of resources and net pension liability must be recorded as expenses. Changes in contributions made after measurement date caused the change in net position to increase in the amount of \$200,375. The District's share of the unrecognized deferred inflows and outflows for TRS as of the measurement date must be amortized and the District's proportionate share of the pension expense must be recognized. These cause the change in net position to decrease in the amount of \$726,904. The net effect is a decrease in net position.	(526,529)
Changes in the deferred outflows of resources, deferred inflows of resources and net OPEB liability must be recorded as expenses. Changes in contributions made after measurement date caused the change in net position to increase in the amount of \$9,299. The District's share of the unrecognized deferred inflows and outflows for TRS as of the measurement date must be amortized and the District's proportionate share of the OPEB expense must be recognized. These cause the change in net position to increase in the amount of \$4,190,580. The net effect is an increase in net position.	4,199,879
Change in Net Position of Governmental Activities (See B-1)	<u>\$ 13,597,565</u>

San Angelo Independent School District  
Statement of Net Position – Proprietary Funds (Exhibit D-1)  
August 31, 2023

Data Control Codes		Business-Type Activities Enterprise Funds	Governmental Activities Internal Service Fund
	Assets		
	Current assets		
1110	Cash and cash equivalents	\$ 197,339	\$ 710,459
	Total current assets	197,339	710,459
	Noncurrent assets		
	Capital assets:		
1530	Furniture and equipment	856,089	-
1573	Accumulated depreciation on furniture and equipment	(684,871)	-
1800	Restricted assets	-	636,635
	Total noncurrent assets	171,218	636,635
1000	Total assets	368,557	1,347,094
	Liabilities		
	Current liabilities		
2110	Accounts payable	3,805	67,126
2200	Accrued expenses	61,485	258,618
2501	Note payable - due within one year	89,410	-
	Total current liabilities	154,700	325,744
	Noncurrent liabilities		
2502	Note payable - due in more than one year	97,457	-
	Total noncurrent liabilities	97,457	-
2000	Total liabilities	252,157	325,744
	Net Position		
3900	Unrestricted	116,400	1,021,350
3000	Total net position	\$ 116,400	\$ 1,021,350



San Angelo Independent School District

Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds (Exhibit D-2)

Year Ended August 31, 2023

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Data Control Codes		Business-Type Activities <u>Enterprise Funds</u>	Governmental Activities <u>Internal Service Fund</u>
	Operating revenues		
5700	Local and intermediate sources	\$ 176,643	\$ 603,150
5020	Total operating revenues	<u>176,643</u>	<u>603,150</u>
	Operating expenses		
6100	Payroll services	24,844	1,522
6200	Professional and contracted services	475	290,281
6300	Supplies and materials	42,869	10,348
6400	Other operating costs	15,936	83,330
6440	Depreciation expense	<u>85,609</u>	<u>-</u>
6030	Total operating expenses	<u>169,733</u>	<u>385,481</u>
	Operating income (loss)	6,910	217,669
	Nonoperating revenues (expenses)		
6523	Interest on notes payable	<u>(17,428)</u>	<u>-</u>
8030	Total nonoperating revenues (expenses)	<u>(17,428)</u>	<u>-</u>
	Other financing sources (uses)		
7915	Transfers in	59,369	-
8911	Transfers out	<u>(5,165)</u>	<u>-</u>
	Total other financing sources (uses)	<u>54,204</u>	<u>-</u>
1300	Change in net position	43,686	217,669
0100	Total net position, beginning	<u>72,714</u>	<u>803,681</u>
3300	Total net position, ending	<u><u>\$ 116,400</u></u>	<u><u>\$ 1,021,350</u></u>

San Angelo Independent School District  
Statement of Cash Flows – Proprietary Funds (Exhibit D-3)  
Year Ended August 31, 2023

	Business-Type Activities <u>Enterprise Funds</u>	Governmental Activities <u>Internal Service Fund</u>
Operating activities		
Cash received from user charges	\$ 176,643	\$ -
Cash received from assessments	-	569,920
Cash payments to employees for services	(24,844)	(1,522)
Cash payments for other operating costs	-	(191,067)
Cash payments for suppliers	(31,572)	(10,348)
Cash payments for claims and contracted services	-	(242,766)
Net cash from operating activities	<u>120,227</u>	<u>124,217</u>
Noncapital financing activities		
Operating transfer in	59,369	-
Operating transfer out	(5,165)	-
Net cash from noncapital financing activities	<u>54,204</u>	<u>-</u>
Capital and related financing activities		
Retirement of long-term debt	(82,027)	-
Interest paid on long-term debt	(17,428)	-
Net cash used for capital and related financing activities	<u>(99,455)</u>	<u>-</u>
Net change in cash and cash equivalents	74,976	124,217
Cash and cash equivalents - beginning of the year	122,363	586,242
Cash and cash equivalents - end of the year	<u>\$ 197,339</u>	<u>\$ 710,459</u>
Reconciliation of operating income to net cash from operating activities		
Operating income	\$ 6,910	\$ 217,669
Depreciation	85,609	-
Adjustments to reconcile operating income to net cash from operating activities		
Change in assets and liabilities		
Other receivables	-	1,604
Restricted assets	-	(34,834)
Accounts payable	3,317	47,515
Other liabilities	(6,121)	-
Accrued expenses	30,512	(107,737)
Net cash from operating activities	<u>\$ 120,227</u>	<u>\$ 124,217</u>

San Angelo Independent School District  
Statement of Fiduciary Net Position – Fiduciary Funds (Exhibit E-1)  
August 31, 2023

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	Private Purpose Trust Fund	Custodial Funds
Assets		
Cash and cash equivalents	\$ 57,314	\$ 613,516
Other receivables	-	3,661
	<u>57,314</u>	<u>617,177</u>
Total assets	<u>57,314</u>	<u>617,177</u>
Net Position		
Restricted for scholarships	57,314	-
Restricted for student activities	-	617,177
	<u>-</u>	<u>617,177</u>
Total net position	<u>\$ 57,314</u>	<u>\$ 617,177</u>

San Angelo Independent School District  
Statement of Change in Fiduciary Net Position – Fiduciary Funds (Exhibit E-2)  
Year Ended August 31, 2023

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	Private Purpose Trust Fund	Custodial Funds
Additions		
Contributions	\$ 2,303	\$ 1,483,698
Total additions	2,303	1,483,698
Deductions		
Extracurricular activities	-	1,472,497
Total deductions	-	1,472,497
Change in net position	2,303	11,201
Total net position, beginning	55,011	605,976
Total net position, ending	\$ 57,314	\$ 617,177

## **Note A - Summary of Significant Accounting Policies**

### **Reporting Entity**

The Board of Trustees, a seven-member group, has fiscal accountability over all activities related to public elementary and secondary education within the jurisdiction of the San Angelo Independent School District (the District). The public elects the members of the Board of Trustees. The Trustees as a body corporate have the exclusive power and duty to govern and oversee the management of the public schools of the District. All powers and duties not specifically delegated by statute to the Texas Education Agency (Agency) or to the State Board of Education are reserved for the Trustees, and the Agency may not substitute its judgment for the lawful exercise of those powers and duties by the Trustees. The District is not included in any other governmental "reporting entity" as defined in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards. There are no component units included within the reporting entity. The financial statements of the District include all activities for which the Board exercises these governance responsibilities.

The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

### **Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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

Interfund activities between governmental funds and proprietary funds appear as due to/due from other funds on the Governmental Fund Balance Sheet and Proprietary Fund Statement of Net Position and as other resources and other uses on the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balance and on the Proprietary Fund Statement of Revenues, Expenses and Changes in Fund Net Position. All interfund transactions between governmental funds and proprietary funds are eliminated on the government-wide statements. Interfund activities between governmental funds and fiduciary funds remain as due to/due from other funds on the government-wide statements.

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

**Measurement Focus, Basis of Accounting and Financial Statement Presentation**

The government-wide financial statements, as well as the proprietary and fiduciary fund financial statements, are reported using the *economic resources measurement focus* and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied.

Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due.

The Proprietary Fund Types and Fiduciary Funds are accounted for using the *economic resources measurement focus and the accrual basis of accounting*. Revenues are recognized in the accounting period in which they are earned and become measurable and expenses in the accounting period in which they are incurred and become measurable. With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the Statement of Net Position. The fund equity is segregated into net investment in capital assets, restricted net position, and unrestricted net position.

Property taxes and penalties and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when the government receives cash.

The government reports the following major governmental funds:

- The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The *ESSER II Grant* accounts for resources restricted by the grantor agency for this federal program.
- The *ESSER III Grant* accounts for resources restricted by the grantor agency for this federal program.

The government reports the following proprietary funds:

- The Enterprise Funds account for the District's activities for which outside users are charged a fee roughly equal to the cost of providing the goods or services of those activities. The non-major Jumbotron fund reports advertising revenues being collected by Daktronics, Inc. as payments on debt for a jumbotron electronic scoreboard installed at San Angelo Stadium. The non-major concessions fund reports sales of concessions at athletic events.
- Internal Service Funds account for revenues and expenses related to services provided to parties inside the District. These funds facilitate distribution of support costs (such as workers compensation insurance) to the users of the support services.

Additionally, the government reports the following nonmajor funds:

- The Special Revenue Funds, a governmental fund type, account for the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The District accounts for each federal and state grant in a separate special revenue fund.
- The Debt Service Fund, a governmental fund type, accounts for financial resources that are restricted, committed or assigned for principal and interest on long-term debt of governmental activities.
- Private Purpose Trust Funds, a fiduciary fund type, account for donations for which the donor has stipulated that both the principal and income may be used for purposes that benefit parties outside the District in a private purpose trust fund. The District's private purpose trust fund is the scholarship fund.
- Custodial funds, a fiduciary fund type, account for resources held for others in a custodial capacity. The District's custodial fund is the student activity fund.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from *nonoperating items*. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the worker's compensation insurance internal service fund are District contributions. Operating expenses include claims expense and administrative expense for administering the insurance fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

**Deposits and Investments**

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Investments of the District are reported at fair value or amortized cost. The local government investment pools are operated in accordance with appropriate state laws and regulations.

**Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans).

**Inventories**

The District reports inventories of cafeteria food products and supplies at weighted average cost. Food products and supplies are recorded as expenditures when they are consumed. Inventories of food commodities are recorded at market values supplied by the Texas Department of Agriculture. Although commodities are received at no cost, their fair market value is supplied by the Texas Department of Agriculture and recorded as inventory and revenue when received. When requisitioned, inventory is decreased and expenditures are charged for an equal amount.

**Prepaid Expenditures**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**Capital Assets**

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental activities and business-type activities column in the statement of net position. The District defines capital assets as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are reported at acquisition value. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

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

<u>Assets</u>	<u>Years</u>
Buildings and improvements	20-50
Furniture and equipment	3-10



Right-to-use lease assets are recognized at the lease commencement date and represent the District's right to use an underlying asset for the lease term. Right-to-use lease assets are measured at the initial value of the lease liability plus any payments made to the lessor before commencement of the lease term, less any lease incentives received from the lessor at or before the commencement of the lease term, plus any initial direct costs necessary to please the lease asset into service. Right-to-use lease assets are amortized over the shorter of the lease term or useful live of the underlying asset using the straight-line method. The amortization period varies from 3 to 5 years.

Right-to-use subscription IT assets are recognized at the subscription commencement date and represent the District's right to use the underlying IT asset for the subscription term. Right-to-use subscription IT assets are measured at the initial value of the subscription liability plus any payments made to the vendor at the commencement of the subscription term, less any subscription incentives received from the vendor at or before the commencement of the subscription term, plus any capitalizable initial implementation costs necessary to place the subscription asset into service. Right-to-use subscription IT assets are amortized over the shorter of the subscription term or useful live of the underlying asset using the straight-line method. The amortization period varies from 1 to 3 years.

### **Long-Term Obligations**

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premiums or discount.

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

Lease liabilities represent the District's obligation to make lease payments arising from the lease. Lease liabilities are recognized at the lease commencement date based on the present value of future lease payments expected to be made during the lease term. The present value of lease payments is discounted based on a borrowing rate determined by the District.

Subscription liabilities represent the District's obligation to make subscription payments arising from the subscription contract. Subscription liabilities are recognized at the subscription commencement date based on the present value of future subscription payments expected to be made during the subscription term. The present value of subscription payments is discounted based on a borrowing rate determined by the District.

### **Deferred Outflow of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until that time.

The District has two types of items that qualify for reporting in this category. The first item is deferred outflows related to pension and OPEB plans as a result of various estimate differences that will be recognized as expenses in future years, reported in the government-wide statement of net position. The second item is deferred outflows related to deferred charges on previous bond refundings and is reported in the government-wide statement of net position and will be recognized as expense in future years.

### **Deferred Inflows of Resources**

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

The District has two types of items that qualify for reporting in this category. The first item, unavailable revenue from property taxes, arises under a modified accrual basis of accounting and is reported only in the Governmental Funds Balance Sheet. Delinquent property taxes not collected within 60 days of year-end are deferred and recognized as an inflow of resources in the governmental funds in the period the amounts become available. The second item is deferred inflows related to pension and OPEB plans as a result of various estimate differences that will be recognized as expenses in future years, reported in the government-wide statement of net position.

### **Property Tax**

In the fund financial statements, property tax revenues are considered available when collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The District levies its taxes on October 1 in conformity with Subtitle E, Texas Property Tax Code. Taxes are due upon receipt of the tax bill and are past due and subject to interest if not paid by January 31 of the year following the October 1 levy date. The assessed value of the property tax roll (net of exemptions) on January 1, 2022, upon which the levy for the August 31, 2023 fiscal year was based, was \$6,745,404,903. Taxes are delinquent if not paid by February 1.

Delinquent taxes are subject to both penalty and interest charges plus delinquent collection fees for attorney costs.

Current tax collections for the year ended August 31, 2023 were 98.28% of the year-end adjusted tax levy. Allowances for uncollectible taxes within the General and Debt Service Funds are based on historical experience in collecting taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. As of August 31, 2023, property taxes receivable, net of estimated uncollectible taxes, totaled \$1,474,109. The tax rate to finance general governmental services was \$0.8546 per \$100 and the tax rate to finance the payment of principal and interest on long-term obligations was \$0.117410 per \$100 for the year ended August 31, 2023.

**Pensions**

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

**OPEB**

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

**Net Position**

Net position represents the difference between the sum of assets and deferred outflows of resources and the sum of liabilities and deferred inflows of resources. The District's net position is composed of the following:

Net Investment in Capital Assets is the component of net position that reports capital assets less both the accumulated depreciation and the outstanding balance of debt that is directly attributable to the acquisition, construction, or improvements of these capital assets. The net investment in capital assets is made up of the following:

Net carrying value of capital assets	\$ 183,834,326
Less:	
Outstanding principal of capital debt and other capital borrowings	(77,026,858)
Unamortized balance of original issue premiums	(8,667,387)
Plus:	
Unamortized balance of capital related deferred outflows	<u>8,502,173</u>
Net investment in capital assets	<u><u>\$ 106,642,254</u></u>

Restricted for federal and state programs is the component of net position that reports the difference between assets and liabilities of the Federal and State special revenue programs that consists of assets with constraints placed on their use by the Department of Education, Health and Human Services, Defense, Agriculture or TEA.

Restricted for Debt Service is the component of net position that reports the difference between assets and liabilities of the Debt Service Fund, net of accrued interest, at August 31, 2023, that consists of assets with constraints placed on their use by the bond covenants.

Unrestricted is the difference between the assets and liabilities that are not reported in net position invested in capital assets, net position restricted for debt service, net position restricted for federal and state programs, net position restricted for capital projects, and net position restricted for other purposes.

### **Fund Balance**

The District classifies governmental fund balance in accordance with Government Accounting Standards Board (GASB) Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions:

- *Nonspendable* fund balance includes fund balance that cannot be spent either because it is not in spendable form or because of legal or contractual constraints. At August 31, 2023, the District had \$676,953 and \$882,872 in nonspendable fund balance for inventory and prepaid items, respectively.
- *Restricted* fund balance includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. As of August 31, 2023, \$3,538,205 was restricted for other federal and state grants. Fund balance restricted for the retirement of funded indebtedness totaled \$4,240,106 as of August 31, 2023.
- *Committed* fund balance is established and modified by a resolution from the District's Board, the District's highest level of decision-making authority, and can be used only for the specific purposes determined by the Board's resolution. At August 31, 2023, the District had \$22,990,000 for construction projects, \$500,000 committed for capital equipment expenditures and \$750,000 committed for property insurance deductibles. In addition, the District had \$383,645 committed for campus activity funds and \$130,866 committed for other special revenue funds.
- *Assigned* fund balance is intended to be used by the District for specific purposes but does not meet the criteria to be classified as restricted or committed. The Board has delegated the authority to assign fund balance to the Superintendent. At August 31, 2023, the District had \$549,817 assigned for vested leave benefits.
- *Unassigned* fund balance is the residual classification for the District's general fund and includes all spendable amounts not contained in the other classifications.

The District uses restricted amounts first when both restricted and unrestricted fund balance are available. Additionally, the District would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made. Per the District adopted board policy, the minimum fund level for unassigned fund balance shall be 20% to a maximum of 25% of the current budget of the general and debt service funds.

### **Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

**Implementation of GASB Statement No. 96**

As of September 1, 2022, the District adopted GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITAs)*. The implementation of this standard establishes that a SBITA results in a right to use subscription IT asset -an intangible asset - and a corresponding liability. The standard provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA. The Statement requires recognition of certain SBITA assets and liabilities for SBITAs that previously were recognized as outflows of resources based on the payment provisions of the contract. As a result of implementing this standard the District recognized a right to use subscription asset and subscription liability of \$1,203,116 and \$1,203,116 as of September 1, 2022, respectively. There was no effect on beginning net position. The additional disclosures required by this standard are included in Note Q.

**New Accounting Pronouncements**

**GASB Statement No. 91: *Conduit Debt Obligations*.** Statement 91 was issued in May 2019. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The District has adopted this standard.

**GASB Statement No. 99: *Omnibus 2022*.** Statement 99 was issued in April 2022. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees.

The practice issues addressed by this Statement include the classification and reporting of derivative instruments within the scope of *Statement No. 53, Accounting and Financial Reporting for Derivative Instruments*, that do not meet the definition of either an investment derivative instrument or a hedging derivative instrument. Clarification of provisions in *Statement No. 87, Leases*, as amended, related to the determination of the lease term, classification of a lease as a short-term lease, recognition and measurement of a lease liability and a lease asset, and identification of lease incentives. Clarification of provisions in *Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, related to (a) the determination of the public-private and public partnership (PPP) term and (b) recognition and measurement of installment payments and the transfer of the underlying PPP asset. Clarification of provisions in *Statement No. 96, Subscription-Based Information Technology Arrangements*, related to the subscription-based information technology arrangement (SBITA) term, classification of a SBITA as a short-term SBITA, and recognition and measurement of a subscription liability. Extension of the period during which the London Interbank Offered Rate (LIBOR) is considered an appropriate benchmark interest rate for the qualitative evaluation of the effectiveness of an interest rate swap that hedges the interest rate risk of taxable debt. Accounting for the distribution of benefits as part of the Supplemental Nutrition Assistance Program (SNAP).

Disclosures related to nonmonetary transactions. Pledges of future revenues when resources are not received by the pledging government. Clarification of provisions in *Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*, as amended, related to the focus of the government-wide financial statements. Terminology updates related to certain provisions of *Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. Terminology used in Statement 53 to refer to resource flows statements. The requirements of Statement 99 that are related to extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions in Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63 are effective upon issuance. The requirements related to leases, PPPs, and SBITAs are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter. The District has not yet determined the impact of this statement.

**GASB issued Statement No. 100, *Accounting Changes and Error Corrections***- Statement 100 was issued in June 2022 and is an amendment of GASB Statement No. 62. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter. Earlier application is encouraged. The District has implemented this statement.

**GASB issued Statement No. 101, *Compensated Absences***. Statement 101 was issued in June 2022. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged. The effects of this change on the District's financial statements have not yet been determined.

## **Note B - Stewardship, Compliance and Accountability**

### **Budgetary Information**

Formal budgetary accounting is employed for all required Governmental Fund Types, as outlined in TEA's Financial Accounting Resource module, and is presented on the modified accrual basis of accounting consistent with generally accepted accounting principles. The budget is prepared and controlled at the function level within each organization to which responsibility for controlling operations is assigned.

The official school budget is prepared for adoption for required Governmental Fund Types prior to August 20 of the preceding fiscal year for the subsequent fiscal year beginning September 1. The budget is formally adopted by the Board of Trustees at a public meeting held at least ten days after public notice has been given.

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund, Debt Service Fund and the National Breakfast and Lunch Program Special Revenue Fund. The remaining special revenue funds adopt project-length budgets that do not correspond to the District's fiscal year.

#### **Note C - Fair Value Measurements**

GASB Statement No. 72, *Fair Value Measurement and Application* defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction. Fair value accounting requires characterization of the inputs used to measure fair value into three-level fair value hierarchy as follows:

Level 1 inputs are based on unadjusted quoted market prices for identical assets or liabilities in an active market the entity has the ability to access.

Level 2 inputs are observable inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent from the entity.

Level 3 inputs are observable inputs that reflect the entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available.

There are three general valuation techniques that may be used to measure fair value:

Market approach – uses prices generated by market transactions involving identical or comparable assets or liabilities.

Cost approach – uses the amount that currently would be required to replace the service capacity of an asset (replacement cost).

Income approach – uses valuation techniques to convert future amounts to present amounts based on current market expectations.

U.S. government-backed (federal agency) securities are valued using Level 2 inputs that are based on market data obtained from independent sources.

#### **Note D - Detailed Notes on All Funds**

##### **Deposits**

The District's funds are required to be deposited and invested under the terms of a depository contract pursuant to the School Depository Act. The depository bank deposits for safekeeping and trust with the District's agent, bank approved pledged securities in an amount sufficient to protect District funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation (FDIC) coverage.

In order to maximize return on cash balances, the District uses consolidated bank accounts from which all disbursements are made, with cash in excess of the District's total daily requirement being invested for future needs.

At August 31, 2023, the bank balance of \$2,769,696 was on deposit with the contracted depository bank. District funds are insured up to \$250,000 for the combined amount of all time and savings accounts, and up to an additional \$250,000 for the combined total of all Demand Deposit Accounts (DDA's). Interest-bearing accounts were collateralized by pledged United States government securities with a fair value of \$7,705,897 at August 31, 2023, held by First Financial Bank, N.A. Because First Financial Bank, N.A. holds the pledged securities in trust on behalf of the District, the deposits were deemed collateralized under Texas law. All campus activity funds were centralized and were on deposit with the contracted depository.

### **Investments**

The Texas legislature passed the Public Funds Investment Act of 1995 ("Public Funds Investment Act") which authorizes the District to invest its excess funds in the following:

- Obligations of the United States or its agencies and instrumentalities,
- Obligations of the State of Texas or its agencies, and instrumentalities,
- Other obligations guaranteed by the United States or the State of Texas or their agencies and instrumentalities,
- Public funds investment pools,
- No load money market funds with a weighted average maturity of 90 days or less,
- Fully collateralized repurchase agreements,
- Obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality not less than an "A", or its equivalent, by a nationally recognized investment rating firm,
- Commercial paper having a stated maturity of 365 days or fewer from the date of issuance and is not rated less than A-1 or P-1 by two nationally recognized credit rating agencies or one nationally recognized credit agency and is fully secured by an irrevocable letter of credit,
- Guaranteed investment contracts for bond proceeds investment only, with a defined termination date and secured by U.S. Government direct or agency obligations approved by the Texas Public Funds Investment Act in an amount equal to the bond proceeds,
- Guaranteed or secured certificates of deposit, issued by state and national banks domiciled in Texas, and insured by federal depository insurance or secured by the obligations mentioned above,
- Bonds issued, assumed or guaranteed by the State of Israel, and Secured corporate bonds rated not lower than "AA—" or the equivalent.

The Public Funds Investment Act requires an annual review and approval of investment policies and practices. The review disclosed that in this area of investment practices, management reports and establishment of appropriate policies, the District materially adhered to the requirements of the Public Funds Investment Act. Additionally, investment practices of the District were in accordance with local policies, which are more restrictive than state statutes.



# San Angelo Independent School District

## Notes to Basic Financial Statements

August 31, 2023

At August 31, 2023, the following are the District's cash equivalents and investments held by the District, with respective maturities and credit rating:

Type of Investment	Book Value	Percent	Fair Value	Percent	Maturity in Less Than One year	Maturity in 1 to 10 Years	Credit Rating
Cash	\$ 1,265,663	1.6%	\$ 1,265,663	1.7%	\$ 1,265,663	\$ -	NA
Certificates of Deposit	945,726	1.2%	945,726	1.2%	236,211	709,515	NA
Total cash and cash equivalents	2,211,389	2.8%	2,211,389	2.9%	1,501,874	709,515	
Investments:							
Lonestar Investment Pool	24,345,806	31.6%	24,345,806	31.9%	24,345,806	-	AAA
Texas Class Investment Pool	15,248,208	19.8%	15,248,208	20.0%	15,248,208	-	AAAm
Texas Range Investment Pool	2,036,386	2.6%	2,036,386	2.7%	2,036,386	-	AAAf
TexPool Investment Pool	5,904,206	7.7%	5,904,206	7.7%	5,904,206	-	AAAm
Texas Term Investment Pool	3,000,000	3.9%	3,000,000	3.9%	3,000,000	-	AAAf
Federal Home Loan Banks	12,500,000	16.3%	11,987,150	15.7%	7,208,750	4,778,400	Aaa
Federal Home Loan Mtg Corp	7,500,000	9.8%	7,419,250	9.7%	-	7,419,250	Aaa
Financial Square Government Fund	1,657,067	2.2%	1,657,067	2.2%	947,552	709,515	AAAm
Federal Agricultural Mtg Corp	2,500,000	3.3%	2,480,200	3.3%	-	2,480,200	AA+
Total investments	74,691,673	97.2%	74,078,273	97.1%	58,690,908	15,387,365	
Total cash, cash equivalents and investments	\$ 76,903,062	100.0%	\$ 76,289,662	100.0%	\$ 60,192,782	\$ 16,096,880	

Investments are presented on the respective statements of net position in the following data control codes:

	Exhibit A-1		Exhibit E-1	
	Governmental Activities	Business-Type Activities	Private Purpose Trust Fund	Custodial Fund
Included in cash and cash equivalents	\$ 48,946,049	\$ 197,339	\$ 57,314	\$ 613,516
Current investments	3,236,211	-	-	-
Restricted assets	643,118	-	-	-
Long-term investments	22,596,115	-	-	-
	<u>\$ 75,421,493</u>	<u>\$ 197,339</u>	<u>\$ 57,314</u>	<u>\$ 613,516</u>

Investment Pools are measured at amortized cost or net asset value, i.e., fair value. As such, these investments are not required to be reported in the fair value hierarchy. The Federal Home Loan Bank Agencies, the Federal Agricultural Mortgage Corporation and Financial Square Government Fund are classified as Level 2 of the fair value hierarchy.

In accordance with the provisions of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, the District's investments with a maturity date of greater than one year have been recorded at fair value based upon quoted market prices as of August 31, 2023, with increase or decrease in fair value being recorded as a component of earnings on investments.

The State Comptroller of Public Accounts exercises responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both Participants in TexPool and other persons who do not have a business relationship with TexPool. TexPool operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. TexPool uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in TexPool is the same as the value of TexPool Shares. Audited financial statements of the pool are available at First Public, 12008 Research Blvd., Austin, Texas 78759. In addition, TexPool is subject to review by the State Auditor's Office and by the Internal Auditor of the Comptroller's Office.

Lone Star Investment Pool is governed by an 11-member board and an investment program tailored to the investment needs of local governments within the state of Texas. Lone Star Investment Pool assists governments across Texas make the most of taxpayer dollars. Local officials can improve the return on their invested balances by pooling their money with other entities to achieve economies of scale in a conservative fund in full compliance with the Texas Public Funds Investment Act. Lone Star Investment Pool is a local government investment pool organized under the authority of the Interlocal Cooperation Act, Chapter 791, Texas Government Code, and the Public Funds Investment Act, Chapter 2256, Texas Government Code. Lone Star uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in Lone Star is the same as the value of Lone Star Shares. Lone Star is administered by First Public LLC, who also serves as the investment advisor. The reported value of the pool is the same as the fair value of the pool shares.

Texas CLASS is a local government investment pool emphasizing safety, liquidity, convenience and competitive yield. Since 1996, Texas CLASS has provided Texas public entities a safe and competitive investment alternative. Texas CLASS invests only in securities allowed by the Texas Public Funds Investment Act. Texas CLASS carries a letter of credit that ensures the integrity of the fund, making it the only investment pool in Texas backed by a letter of credit. The pool is governed by a board of trustees, elected annually by its participants. Texas CLASS uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in Texas CLASS is the same as the value of Texas CLASS Shares.

The Texas Range Local Government Investment Pool was created by and for Texas local governments to provide investment programs tailored to the needs of Texas cities, counties, school districts and other public investors. Texas Range portfolios seek to provide these investors with safety, flexibility and competitive yields. Shares are distributed by PFM Fund Distributors, Inc., member Financial Industry Regulatory Authority (FINRA) and Securities Investor Protection Corporation (SIPC). PFM Fund Distributors, Inc. is a wholly owned subsidiary of PFM Asset Management LLC. The District currently utilizes Texas TERM, a fixed-rate, fixed-term investment option. Texas Range uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in Texas Range is the same as the value of Texas Range Shares.

### **Credit Risk**

The District's investments in Local Government Investment Pools (LGIP's) include: TexPool, Texas Range, Texas CLASS and Lone Star. These are public fund investment pools operating in full compliance with the Public Funds Investment Act.

### **Interest Rate Risk**

The District's investment policy states that any internally created pool fund group of the District shall have a maximum dollar weighted maturity of 180 days. The maximum allowable stated maturity of any other individual investment owned by the District shall not exceed three years from the time of purchase. The Board may specifically authorize a longer maturity for a given investment, within legal limits.

### **Concentration of Credit Risk**

The District's investment policy does not limit investments in any one issuer except that the investment portfolio shall be diversified in terms of investment instruments, maturing scheduling, and financial institutions to reduce risk of loss resulting from over concentration of assets in a specific class of investments, specific maturity, or specific user.

### **Custodial Credit Risk**

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the District's name. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the District, and are held by either the counterparty or the counterparty's trust department or agent but not in the District's name.

### **Foreign Currency Risk**

As of August 31, 2023, there are no foreign currency investments in the District's portfolio.

**Due from Other Governments**

The District participates in a variety of federal and state programs from which it receives grants to partially or fully finance certain activities. In addition, the District receives entitlements from the State through the School Foundation and Per Capita Programs. In the fund financial statements, amounts due from federal and state governments as of August 31, 2023 are summarized below.

Fund	State Grants/ Entitlements	Federal Grants	Total
General Fund	\$ 4,512,433	\$ 1,168,040	\$ 5,680,473
ESSER II	-	2,711,833	2,711,833
ESSER III	-	5,092,099	5,092,099
Nonmajor Governmental Funds	1,399,324	3,561,332	4,960,656
	<u>\$ 5,911,757</u>	<u>\$ 12,533,304</u>	<u>\$ 18,445,061</u>

**Interfund Receivables and Payables**

The composition of interfund balances as of August 31, 2023 is as follows:

	Due From Other Funds	Due To Other Funds
General Fund		
Nonmajor Governmental Funds	\$ 12,363,391	\$ -
Nonmajor Governmental Funds		
General Fund	-	4,559,459
ESSER II		
General Fund	-	2,711,833
ESSER III		
General Fund	-	5,092,099
Totals	<u>\$ 12,363,391</u>	<u>\$ 12,363,391</u>

These interfund receivables and payables were recorded to eliminate cash deficit balances.

Interfund transfers during the year ended August 31, 2023, consisted of the following individual balances:

	Transfer In	Transfer Out
Nonmajor Governmental Funds		
Nonmajor Governmental Funds	\$ 5,165	\$ 59,369
Enterprise Funds		
Nonmajor Governmental Funds	59,369	5,165
Totals	<u>\$ 64,534</u>	<u>\$ 64,534</u>

The interfund transfers between the Enterprise Fund and nonmajor governmental funds were used to cover program cost of special revenue funds.

# San Angelo Independent School District

## Notes to Basic Financial Statements

August 31, 2023

### Related Party Transactions

For the year ended August 31, 2023, the District paid \$123,901 to a vendor that employs a member of the Board.

### Note E - Capital Assets

Capital asset activity for governmental activities for the year ended August 31, 2023 follows:

	Beginning Balance (as restated)	Additions	Reductions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 6,854,234	\$ 122,543	\$ -	\$ 6,976,777
Construction in progress	41,679	1,082,724	(41,679)	1,082,724
Total capital assets, not being depreciated	6,895,913	1,205,267	(41,679)	8,059,501
Capital assets, being depreciated:				
Buildings and improvements	276,882,209	623,535	-	277,505,744
Furniture and equipment	40,773,158	1,787,819	(37,770)	42,523,207
Total capital assets being depreciated	317,655,367	2,411,354	(37,770)	320,028,951
Less accumulated depreciation for				
Buildings and improvements	(104,835,554)	(6,904,910)	-	(111,740,464)
Furniture and equipment	(31,841,995)	(2,368,151)	37,770	(34,172,376)
Total accumulated depreciation	(136,677,549)	(9,273,061)	37,770	(145,912,840)
Total capital assets being depreciated, net	180,977,818	(6,861,707)	-	174,116,111
Right-to-use lease assets being amortized				
Equipment	788,831	35,574	-	824,405
Total right-to-use lease assets being amortized	788,831	35,574	-	824,405
Less accumulated amortization for				
Equipment	(258,963)	(262,367)	-	(521,330)
Total accumulated amortization, lease asset	(258,963)	(262,367)	-	(521,330)
Net right-to-use lease assets	529,868	(226,793)	-	303,075
Right-to-use subscription IT assets being amortized	1,203,116	689,513	-	1,892,629
Less accumulated amortization, IT assets	-	(536,990)	-	(536,990)
Net right-to-use subscription IT assets	1,203,116	152,523	-	1,355,639
Total right-to-use assets, net	1,732,984	(74,270)	-	1,658,714
Governmental activities capital assets, net	\$ 189,606,715	\$ (5,730,710)	\$ (41,679)	\$ 183,834,326

# San Angelo Independent School District

## Notes to Basic Financial Statements

August 31, 2023

Capital asset activity for business-type activities for the year ended August 31, 2023 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance
Capital assets, being depreciated:				
Furniture and equipment	\$ 856,089	\$ -	\$ -	\$ 856,089
Total capital assets being depreciated	856,089	-	-	856,089
Less accumulated depreciation for				
Furniture and equipment	(599,262)	(85,609)	-	(684,871)
Total accumulated depreciation	(599,262)	(85,609)	-	(684,871)
Total capital assets being depreciated, net	256,827	(85,609)	-	171,218
Business-type activities capital assets, net	\$ 256,827	\$ (85,609)	\$ -	\$ 171,218

Depreciation expense was charged to the District's functions as follows:

Instruction	\$ 4,403,252
Instructional resources and media	131,746
Curriculum and staff development	37,186
Institutional leadership	209,806
School leadership	145,686
Guidance, counseling and evaluation services	82,434
Social work services	80,701
Health services	7,332
Student transportation	696,543
Food service	234,351
Extracurricular activities	642,953
General administration	44,631
Facilities maintenance and operations	968,339
Security and monitoring services	198,079
Data processing services	81,600
Facilities acquisition and construction	1,308,422
Total depreciation expense - governmental activities	\$ 9,273,061

Depreciation expense for business-type activities of \$85,609 was charged to JumboTron activities.

Amortization expense was charged to the District's functions as follows:

Governmental Activities		
11	Instruction	\$ 456,472
41	General administration	46,843
52	Security and monitoring services	16,733
53	Data processing services	<u>279,309</u>
Total amortization expense - governmental activities		<u>\$ 799,357</u>

### Construction Commitments

Estimated costs to complete construction in progress as of August 31, 2023, are \$5,192,125.

### Note F - Risk Management

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2023, the District purchased commercial insurance to cover general liabilities. There were no significant reductions in coverage in the past fiscal year and there were no settlements exceeding insurance coverage for each of the past three fiscal years.

### Note G - Contingencies

The District is not a party to any legal actions that are believed by administration to have a material effect on the financial condition of the District. Accordingly, no provision for losses has been recorded in the accompanying basic financial statements for such contingencies.

The District participates in numerous state and federal grant programs that are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, if any, refunds of any money received may be required and the collectability of any related receivable at August 31, 2023, may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying basic financial statements for such contingencies.

**Note H - Defined Benefit Pension Plan****Plan Description**

The District participates in a cost-sharing multiple-employer defined benefit pension that has a special funding situation. The plan is administered by the Teacher Retirement System of Texas (TRS). TRS's defined benefit pension plan is established and administered in accordance with the Texas Constitution, Article XVI, Sec. 67, and Texas Government Code, Title 8, Subtitle C. The pension trust fund is a qualified pension trust under Section 401(a) as of the Internal Revenue Code. The Texas Legislature establishes benefits and contribution rates within the guidelines of the Texas Constitution. The pension's Board of Trustees does not have the authority to establish or amend benefit terms.

All employees of public state-supported education institutions in Texas who are employed for one-half or more of the standard workload and who are not exempt from membership under Texas Government Code, Title 8, Section 822.02 are covered by the system.

**Pension Plan Fiduciary Net Position**

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

**Benefits Provided**

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

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



## Contributions

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

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

	Contribution Rates	
	2022	2023
Member	8.00%	8.00%
Non-Employer Contributing Entity (State)	7.75%	8.00%
Employers	7.75%	8.00%

	2022	2023
Member Contributions	\$ 6,684,986	\$ 6,817,391
NECE On-Behalf Contributions	4,734,329	4,947,144
Employer Contributions	2,939,214	3,139,589

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

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

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

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

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

### Actuarial Assumptions

The total pension liability in the August 31, 2021 actuarial valuation rolled forward to August 31, 2022 was determined using the following actuarial assumptions:

Valuation Date	August 31, 2021 rolled forward to August 31, 2022
Actuarial Cost Method	Individual entry age normal
Asset Valuation Method	Fair value
Single Discount Rate	7.00%
Long-term expected Investment Rate of Return	7.00%
Municipal Bond Rate as of August 2021	3.91%
Inflation	2.30%
Salary Increases including inflation	2.95% to 8.95%
Ad hoc post-employment benefit changes	None

The actuarial methods and assumptions used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2021. For a full description of these assumptions, please see the actuarial valuation report dated November 12, 2021.

### Discount Rate

A single discount rate of 7.00% was used to measure the total pension liability. The single discount rate was based on the expected rate of return on plan investments of 7.00%. The projection of cash flows used to determine this single discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the Legislature during the 2019 session. It is assumed that future employer and State contributions will be 8.5% of payroll in fiscal year 2020 gradually increasing to 9.55% of payroll over the next several years. This includes all employer and State contributions for active and rehired retirees.

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

The long-term expected rate of return on pension plan investments is 7.00%. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of August 31, 2022, (see page 54 of the TRS ACFR) are summarized below:

**Teacher Retirement System of Texas****Asset Allocation and long-Term Expected Real Rate of Return as of August 31, 2022**

Asset Class	Target Allocation <sup>1</sup>	Long-Term Expected Geometric Real Rate of Return <sup>2</sup>	Expected Contribution to Long-Term Portfolio Returns
Global Equity			
U.S.	18.0%	4.6%	1.12%
Non-U.S. Developed	13.0%	4.9%	0.90%
Emerging Markets	9.0%	5.4%	0.75%
Private Equity	14.0%	7.7%	1.55%
Stable Value			
Government Bonds	16.0%	1.0%	0.22%
Absolute Return <sup>4</sup>	0.0%	3.7%	0.00%
Stable Value Hedge Funds	5.0%	3.4%	0.18%
Real Return			
Real Estate	15.0%	4.1%	0.94%
Energy and Natural Resources and Infrastructure	6.0%	5.1%	0.37%
Commodities	0.0%	3.6%	0.00%
Risk Parity			
Risk Parity	8.0%	4.6%	0.43%
Leverage			
Cash	2.0%	3.0%	0.01%
Asset Allocation Leverage	-6.0%	3.6%	-0.05%
Inflation Expectation			2.70%
Volatility Drag <sup>3</sup>			-0.91%
Total	100.0%		8.21%

<sup>1</sup> Target Allocation based on the FY 2022 policy manual.

<sup>2</sup> Capital Market Assumptions come from Aon Hewitt (as of 8/31/2022).

<sup>3</sup> The volatility drag results from the conversion between arithmetic and geometric mean returns.

<sup>4</sup> Absolute Return includes Credit Sensitive instruments.

**Discount Rate Sensitivity Analysis**

The following schedule shows the impact of the Net Pension Liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (7.00%) in measuring the Net Pension Liability.

	1% Decrease in Discount Rate (6.00%)	Discount Rate (7.00%)	1% Increase in Discount Rate (8.00%)
Total TRS net pension liability	\$92,353,208,735	\$59,367,428,259	\$ 32,630,904,839
District's proportionate share of the net pension liability	\$ 58,470,115	\$ 37,586,196	\$ 20,659,085

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

At August 31, 2023, the District reported a liability of \$37,586,196 for its proportionate share of the TRS's net pension liability. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the collective net pension liability	\$ 37,586,196
State's proportionate share that is associated with the District	58,984,381
Total	<u>\$ 96,570,577</u>

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

At August 31, 2022, the employer's proportion of the collective net pension liability was 0.0633114% which was an increase of 0.0036468767% from its proportion measured as of August 31, 2021.

**Changes since the Prior Actuarial Valuation**

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

# San Angelo Independent School District

## Notes to Basic Financial Statements

August 31, 2023

For the year ended August 31, 2023, the District recognized pension expense of \$5,638,238 and revenue of \$4,636,188 for support provided by the State.

At August 31, 2023, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 544,997	\$ 819,450
Changes in actuarial assumptions	7,003,532	1,745,476
Difference between projected and actual investment earnings	3,713,396	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	1,740,153	3,149,376
Contributions paid to TRS subsequent to the measurement date	3,139,589	-
Total	\$ 16,141,667	\$ 5,714,302

\$3,139,589 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending August 31, 2024.

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

Year Ended August 31,	Pension Expense Amount
2024	\$ 1,732,368
2025	636,953
2026	(242,687)
2027	4,366,038
2028	795,104
Thereafter	-
Total	\$ 7,287,776

**Note I - Postemployment Health Benefits****Plan Description**

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

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

**OPEB Plan Fiduciary Net Position**

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

**Benefits Provided**

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

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

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

TRS-Care Monthly Premium Rates

	Medicare	Non-Medicare
Retiree or Surviving Spouse	\$ 135	\$ 200
Retiree and Spouse	529	689
Retiree or Surviving Spouse and Children	468	408
Retiree and Family	1,020	999

## Contributions

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

Texas Insurance Code, section 1575.202 establishes the State's contribution rate which is 1.25% of the employee's salary. Section 1575.203 establishes the active employee's rate which is .65% of pay. Section 1575.204 establishes an employer contribution rate of not less than 0.25% or not more than 0.75% of the salary of each active employee of the public. The actual employee contribution rate is prescribed by the Legislature in the General Appropriations Act.

The following table shows contributions to the TRS-Care plan by type of contributor:

Contribution Rates			
	2022	2023	
Active Employee	0.65%	0.65%	
Non-Employer Contributing Entity (State)	1.25%	1.25%	
Employers	0.75%	0.75%	
Federal/private Funding remitted by Employers	1.25%	1.25%	
	2022	2023	
Employer Contributions	\$ 738,234	\$ 747,533	
Member Contributions	543,159	553,913	
NECE On-Behalf Contributions	932,767	956,817	

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

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

**Actuarial Assumptions**

The total OPEB liability in the August 31, 2021 was rolled forward to August 31, 2022. The actuarial valuation was determined using the following actuarial assumptions:

The actuarial valuation of the OPEB plan offered through TRS-Care is similar to the actuarial valuation performed for the pension plan, except that the OPEB valuation is more complex. The demographic assumptions were developed in the experience study performed for the TRS for the period ending August 31, 2017.

The following assumptions and other inputs used for members of TRS-Care are based on an established pattern of practice and are identical to the assumptions used in the August 31, 2021 TRS pension plan actuarial valuation that was rolled forward to August 31, 2022:

Rates of Mortality	General Inflation
Rates of Retirement	Wage Inflation
Rates of Termination	Rates of Disability

The active mortality rates were based on 90% of the RP-2014 Employee Mortality Tables for males and females. The post-retirement mortality rates for healthy lives were based on the 2018 TRS of Texas Healthy Pensioner Mortality Rates. The rates were projected on a fully generational basis using the ultimate improvement rates from mortality projection scale MP-2018.



**Additional Actuarial Methods and Assumptions**

Valuation Date	August 31, 2021 rolled forward to August 31, 2022
Actuarial Cost Method	Individual Entry Age Normal
Inflation	2.30%
Discount Rate	3.91% as of August 31, 2022
Aging Factors	Based on plan specific experience
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claim costs.
Projected Salary Increases	3.05% to 9.05%
Healthcare Trend Rates	4.25% to 8.5%  The initial medical trend rates were 8.5% for Medicare retirees and 7.25% for non-Medicare retirees. There was an initial prescription drug trend rate of 8.25% for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.25% over a period of 13 years.
Election Rates	Normal Retirement: 62% participation prior to age 65 and 25% participation after age 65; 30% of pre-65 retirees are assumed to discontinue coverage at age 65.
Ad hoc post-employment benefit changes	None

**Discount Rate**

A single discount rate of 3.91% was used to measure the total OPEB liability. There was an increase of 1.96% in the discount rate since the previous year. Because the plan is essentially a “pay-as-you-go” plan, the single discount rate is equal to the prevailing municipal bond rate. The projection of cash flows used to determine the discount rate assumed that contributions from active members and those of the contributing employers and the non-employer contributing entity are made at the statutorily required rates. Based on those assumptions, the OPEB plan’s fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, the municipal bond rate was used for the long-term rate of return and was applied to all periods of projected benefit payments to determine the total OPEB liability.

The source of the municipal bond rate is the Fidelity “20-year Municipal GO AA Index” as of August 31, 2021 using the Fixed Income Market Data/Yield Curve/ Data Municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds.

**Discount Rate Sensitivity Analysis**

The following schedule shows the impact of the Net OPEB Liability if the discount rate used was 1% lower than and 1% higher than the discount rate that was used (3.91%) in measuring the Net OPEB Liability.

	1% Decrease in Discount Rate (2.91%)	Discount Rate (3.91%)	1% Increase in Discount Rate (4.91%)
Total TRS net OPEB liability	\$ 28,231,881,036	\$ 23,944,005,302	\$ 20,470,275,606
District's proportionate share of the net OPEB liability	\$ 25,609,783	\$ 21,720,153	\$ 18,569,054

**Healthcare Cost Trend Rate Sensitivity Analysis**

The following schedule shows the impact of the Net OPEB Liability if a healthcare trend rate that is 1% less than and 1% greater than the assumed rate assumed:

	1% Decrease in Healthcare Trend Rate	Current Single Healthcare Trend Rate	1% Increase in Healthcare Trend Rate
Total TRS net OPEB liability	\$ 19,729,968,204	\$ 23,944,005,302	\$ 29,406,962,102
District's proportionate share of the net OPEB liability	\$ 17,897,504	\$ 21,720,153	\$ 26,675,726

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs**

At August 31, 2023, the District reported a liability of \$21,720,153 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	\$ 21,720,153
State's proportionate share that is associated with the District	26,495,175
Total	<u>\$ 48,215,328</u>

The Net OPEB Liability was measured as of August 31, 2021 and rolled forward to August 31, 2022 and the Total OPEB Liability used to calculate the Net OPEB Liability was determined by an actuarial valuation as of that date. The District's proportion of the Net OPEB Liability was based on the employer's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2021 through August 31, 2022.

At August 31, 2023, the District's proportion of the collective Net OPEB Liability was 0.090712281% compared to 0.090429727% as of August 31, 2022.

### 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% as of August 31, 2021 to 3.91% as of August 31, 2022. This change increased the Total OPEB liability.

Change of Benefit Terms Since the Prior Measurement Date – There were no changes in benefit terms since the prior measurement date.

For the year ended August 31, 2023, the District recognized OPEB benefit of \$3,759,879 and revenue of \$908,852 for support provided by the State.

At August 31, 2023, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to other post-employment benefits from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 1,207,564	\$ 18,094,837
Changes in actuarial assumptions	3,308,410	15,089,870
Difference between projected and actual investment earnings	64,698	-
Changes in proportion and difference between District contributions and the proportionate share of contributions	853,360	4,854,868
Contributions paid to TRS subsequent to the measurement date	747,533	-
Total	<u>\$ 6,181,565</u>	<u>\$ 38,039,575</u>

\$747,533 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability for the year ended August 31, 2024.

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

<u>Year Ended August 31</u>	<u>OPEB Expense Amount</u>
2024	\$ (5,919,894)
2025	(5,919,660)
2026	(4,998,587)
2027	(3,751,609)
2028	(4,306,304)
Thereafter	(7,709,489)
Total	<u>\$ (32,605,543)</u>

#### **Medicare Part D**

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, which was effective January 1, 2006 established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare Part D allows for the TRS-Care to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. These on-behalf payments have been recognized as equal revenues and expenditures by the District in the amount of \$457,752, \$356,472, and \$379,613 for the years ended August 31, 2023, 2022 and 2021, respectively.

#### **Note J - Workers Compensation and Health Insurance**

**Workers Compensation Coverage.** Beginning with fiscal year 2004, the District's statutory workers compensation obligation was met with participation through inter-local agreement in the Texas Workers Compensation Solutions Program (TWCS or the Program). Transactions of this plan are accounted for in the Workers Compensation Fund, an internal service fund of the District. TWCS provides a non-profit contractual mechanism by which each Program member provides self-insurance to extend workers compensation benefits to its employees through an inter-local agreement with other Districts. The District must contribute to the Program its share of fixed program costs based on a pro-rata share of its covered payroll costs. The District's contractual maximum loss and expected costs for claims incurred are actuarially determined for each program year by TWCS. The District places on deposit with TWCS an amount equal to 10% of the District's maximum loss for each claim's year. The District must maintain on deposit at least 5% of the maximum loss at all times. Additionally, member districts would share proportionately in excess claims should any member exceed its maximum loss fund of the Program. The TWCS program purchases specific and aggregate re-insurance to protect the program if claims exceed the member districts' maximum loss funds. The District has contributed to its internal service fund annually to reserve funds for its actuarially determined expected losses as well as a portion of the contractual maximum loss. TWCS contracts annually for an independent audit of its financial statements and an actuarial study to provide estimates necessary for its financial statements and program operations. Then reports are presented and approved by the TWCS Board in January after its fiscal year end of August 31 and are available at the TWCS office located at 1004 Marble Heights Drive, Marble Falls, Texas.

# San Angelo Independent School District

Notes to Basic Financial Statements

August 31, 2023

Estimates of workers compensation claims payable and of claims incurred, but not reported at August 31, 2023 were actuarially determined and provided by TWCS and are reflected as claims payable in the Workers Compensation Fund. The plan is funded to discharge liabilities of the funds as they become due.

The following is a reconciliation of workers' compensation claims during the previous two years:

	2023	2022
Claims payable beginning of year	\$ 366,355	\$ 490,526
Claims incurred	135,029	103,728
Claims paid	(242,766)	(227,899)
Claims payable end of year	<u>\$ 258,618</u>	<u>\$ 366,355</u>

## Note K - Unavailable and Unearned Revenue

Unavailable revenue at year-end in the fund financial statements consisted of the following:

	General Fund	Nonmajor Governmental Funds	Total
Unavailable tax collections	\$ 1,159,708	\$ 172,034	\$ 1,331,742
Total	<u>\$ 1,159,708</u>	<u>\$ 172,034</u>	<u>\$ 1,331,742</u>

Unearned revenue at year-end in the fund financial statements consisted of the following:

	General Fund	Nonmajor Governmental Funds	Total
August athletic ticket sales, lost textbooks, and parking receipts	\$ 31,564	\$ -	\$ 31,564
Headstart building rent	111,458	-	111,458
SHARS	1,168,040	-	1,168,040
State and local grant revenue	2,537,746	15,175	2,552,921
Federal grant revenue	-	171,158	171,158
Total	<u>\$ 3,848,808</u>	<u>\$ 186,333</u>	<u>\$ 4,035,141</u>

**Note L - Revenues from Local and Intermediate Sources**

For the year ended August 31, 2023, revenues from local and intermediate sources reported in the fund financial statements for governmental fund types consisted of the following:

	General Fund	Nonmajor Governmental Funds	Total
Property taxes	\$ 57,209,838	\$ 7,855,919	\$ 65,065,757
Food sales	-	1,620,160	1,620,160
Investment income	3,085,919	290,888	3,376,807
Penalties, interest & other tax related income	529,060	85,210	614,270
Co-curricular student activities	516,280	-	516,280
Tuition and fees	106,376	-	106,376
Gifts and bequests	18,383	2,053	20,436
Other	1,176,238	582,638	1,758,876
Total	<u>\$ 62,642,094</u>	<u>\$ 10,436,868</u>	<u>\$ 73,078,962</u>

**Note M - Accumulated Unpaid Sick Leave Benefits**

Upon retirement or death of certain employees, the District pays for a portion of accrued sick leave earned while employed by the District in a lump sum cash payment to such employee or his/her estate. Payments for and usage of vested sick leave has been typically accounted for in the General Fund. This obligation was estimated to be \$549,817 at August 31, 2023 for eligible employees and is recorded as other long-term liabilities in the government wide statement of net position.

**Note N – Extraordinary Item**

During the year ended August 31, 2023, the District recorded extraordinary expenditures of \$986,554. The expenditures are related to the repair of District assets that had incurred significant storm damage.

**Note O - Debt**

The long-term indebtedness of the District pertains to the Governmental Activities and Business-Type Activities of the District. Expenditures for the debt service requirements of the long-term debt are accounted for in the General Fund, Debt Service Fund and Enterprise Fund.

In previous years, the District deposited with a paying agent amounts that were sufficient to provide the final payment and redemption of defeased bonds. The defeased bonds are no longer regarded as being outstanding, except for the purpose of being paid from funds on deposit in the escrow fund. As of August 31, 2023, the remaining principal of the defeased bonds was \$66,685,000.

A summary of bond issuances and other general long-term debt original amounts issues, interest rates and maturity dates as of August 31, 2023 are as follows:

	Original Amounts Issued	Interest Rate Payable	Maturity Date
<b>Bond Issuances</b>			
2015-A Refunding Bonds	\$ 96,589,982	2.0%-5.0%	February 15, 2025
2020 Refunding Bonds	66,684,994	4.0%-5.0%	February 15, 2034
2020 Refunding Bonds CAB	1,844,994	0.0%	February 15, 2026
<b>Leases</b>			
Kirbo's Office Systems	1,266,557	2.39%	August 31, 2024
Pitney Bowes	35,574	4.88%	November 28, 2026
<b>Note Payable</b>			
2015 Jumbotron	743,089	9.0%	August 31, 2025
<b>Subscription IT</b>			
Eduspire Solutions, Inc.	19,639	5.71%	November 2024
Enome, Inc.	115,914	4.98%	June 2026
Active Internet Technologies, LLC	42,407	2.69%	July 2024
Severin	830,424	2.69%	September 2025

# San Angelo Independent School District

## Notes to Basic Financial Statements

August 31, 2023

A summary of changes in general long-term debt for governmental activities as of August 31, 2023 follows:

	Beginning Balance (as restated)	Additions	Reductions	Ending Balance	Due Within One Year
<b>General Obligation Bonds</b>					
2015-A Refunding Bonds	\$ 16,515,000	\$ -	\$ (5,235,000)	\$ 11,280,000	\$ 5,500,000
2020 Refunding Bonds	62,935,000	-	(640,000)	62,295,000	665,000
2020 Refunding Bonds CAB	1,844,994	-	-	1,844,994	-
Total bonds	81,294,994	-	(5,875,000)	75,419,994	6,165,000
Accreted interest on capital appreciation	4,477,166	115,555	-	4,592,721	-
Unamortized bond premium	10,449,901	-	(1,782,514)	8,667,387	-
Subtotal	96,222,061	115,555	(7,657,514)	88,680,102	6,165,000
<b>Compensated Absences</b>					
Vested sick leave	612,808	8,976	(71,967)	549,817	-
Leases payable	526,006	35,574	(269,046)	292,534	274,107
Subscription IT liabilities	1,203,116	689,513	(578,299)	1,314,330	538,241
Total general long-term debt - governmental activities	<u>\$ 98,563,991</u>	<u>\$ 849,618</u>	<u>\$ (8,576,826)</u>	<u>\$ 90,836,783</u>	<u>\$ 6,977,348</u>

A summary of changes in general long-term debt for the business-type activities as of August 31, 2023 are as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Note Payable</b>					
2015 Jumbotron	\$ 268,894	\$ -	\$ (82,027)	\$ 186,867	\$ 89,410
Total long-term debt - business-type activities	<u>\$ 268,894</u>	<u>\$ -</u>	<u>\$ (82,027)</u>	<u>\$ 186,867</u>	<u>\$ 89,410</u>



# San Angelo Independent School District

## Notes to Basic Financial Statements

August 31, 2023

Debt service requirements on bonds payable for governmental activities are as follows:

Year Ending August 31,	Principal	Interest	Total Requirements
2024	\$ 6,165,000	\$ 2,163,172	\$ 8,328,172
2025	6,470,000	1,854,072	8,324,072
2026	1,844,994	6,485,778	8,330,772
2027	6,765,000	1,560,472	8,325,472
2028	7,045,000	1,284,272	8,329,272
2029-2033	38,880,000	2,757,845	41,637,845
2034	8,250,000	74,869	8,324,869
Total	<u>\$ 75,419,994</u>	<u>\$ 16,180,480</u>	<u>\$ 91,600,474</u>

Debt service requirements on long-term debt for business-type activities are as follows:

Year Ending August 31,	Principal	Interest	Total Requirements
2024	\$ 89,410	\$ 16,818	\$ 106,228
2025	97,457	8,771	106,228
Total	<u>\$ 186,867</u>	<u>\$ 25,589</u>	<u>\$ 212,456</u>

Payment requirements for the District's lease is as follows:

Year Ending August 31,	Principal	Interest	Total Requirements
2024	\$ 274,107	\$ 4,619	\$ 278,726
2025	8,989	736	9,725
2026	9,438	288	9,726
Total	<u>\$ 292,534</u>	<u>\$ 5,643</u>	<u>\$ 298,177</u>

Payment requirements for the District's SBITAs is as follows:

Year Ending August 31,	Principal	Interest	Total Requirements
2024	\$ 538,241	\$ 23,460	\$ 561,701
2025	494,334	7,947	502,281
2026	281,755	14	281,769
Total	<u>\$ 1,314,330</u>	<u>\$ 31,421</u>	<u>\$ 1,345,751</u>

**Note P - Leases**

The District entered an agreement to lease copiers for District-wide use beginning September 2019. Under the terms of the lease, the District pays a monthly fee of \$22,417. The lease terminates on September 1, 2024. The District entered an agreement to lease a postage machine for District-wide use beginning November 2012. Under the terms of the lease, the District pays a quarterly fee of \$2,432. The lease terminates on November 28, 2026.

At August 31, 2023, the District has recognized a right to use asset, net of accumulated amortization, of \$303,075 and a lease liability of \$292,534 related to this agreement. During the fiscal year, the District recorded \$262,367 in amortization expense and \$10,863 in interest expense for the right to use the copiers and the postage machine. The District used a discount rate of 2.39% on the copier lease and 4.88% on the postage machine. The discount rate was based on the estimated incremental borrowing rate of the District.

Remaining obligations associated with this lease is as follows:

Year Ending August 31,	Principal	Interest	Total Requirements
2024	\$ 274,107	\$ 4,619	\$ 278,726
2025	8,989	736	9,725
2026	9,438	288	9,726
Total	<u>\$ 292,534</u>	<u>\$ 5,643</u>	<u>\$ 298,177</u>

**Note Q - Subscription-Based Information Technology Arrangement (SBITAs)**

The District has entered into multiple SBITA contracts for educational and productivity software. The District is required to make principal and interest payments through June 2026. The subscription liability was valued using discount rates between 2.69% and 5.71%. The discount rates were based on the estimated incremental borrowing rate of the District.

Remaining obligations associated with the SBITA arrangements are as follows:

Year Ending August 31,	Principal	Interest	Total Requirements
2024	\$ 538,241	\$ 23,460	\$ 561,701
2025	494,334	7,947	502,281
2026	281,755	14	281,769
Total	<u>\$ 1,314,330</u>	<u>\$ 31,421</u>	<u>\$ 1,345,751</u>

**Note R - General Fund Federal Source Revenues**

Revenues from federal sources, which are reported in the General Fund, consist of:

Program or Service	Financial Assistance Listing Number	Amount
ROTC	12.000	\$ 114,413
School Health and Related Services	n/a	3,169,316
Oasis Grant	n/a	30,000
Impact Aid, Public Law 81-874	84.041	88,121
Indirect costs		
Title I - Part A	84.010	192,318
IDEA B Formula	84.027	146,201
IDEA B Preschool	84.173	3,693
Carl D Perkins Basic Grant Formula	84.048	8,373
Title II, Part A - Teacher, Principal, Training & Recruitment	84.367	13,902
Title III - Part A	84.365	3,163
Title IV - Part A	84.424	8,710
ESSER II	84.425	837,779
ESSER III	84.425	1,088,298
ARP Homeless II	84.425	1,183
National Cyber Security Awareness	97.128	1,441
IDEA-B Formula ARP	84.027	11,888
Total		<u>\$ 5,718,799</u>

**Note S - Subsequent Events**

On September 25, 2023, the District established a defeasance escrow to defease a portion of the District's outstanding Unlimited Tax School Refunding Bonds, Series 2020, for a total of \$1,070,000, prior to its scheduled maturity in fiscal year 2034.



Required Supplementary Information  
August 31, 2023

**San Angelo Independent School District**

San Angelo Independent School District  
Budgetary Comparison Schedule – General Fund (Exhibit G-1)  
Year Ended August 31, 2023

Data Control Codes		Budgeted Amounts		Actual Amounts (GAAP) Basis	Variance With Final Budget
		Original	Final		
	Revenues				
5700	Local and intermediate sources	\$ 61,981,479	\$ 64,051,479	\$ 62,642,094	\$ (1,409,385)
5800	State program revenues	56,424,395	59,149,479	61,570,136	2,420,657
5900	Federal program revenues	1,255,000	1,555,000	5,718,799	4,163,799
5020	Total revenues	119,660,874	124,755,958	129,931,029	5,175,071
	Expenditures				
	Current				
0011	Instruction	63,597,598	61,007,447	59,961,081	1,046,366
0012	Instructional resources and media services	1,598,670	1,428,754	1,367,463	61,291
0013	Curriculum and instructional staff development	1,233,634	1,198,568	1,087,026	111,542
0021	Instructional leadership	1,832,988	1,927,501	1,898,941	28,560
0023	School leadership	8,029,185	7,204,075	7,085,945	118,130
0031	Guidance, counseling and evaluation services	4,795,101	4,811,588	4,780,820	30,768
0032	Social work services	498,988	443,988	378,957	65,031
0033	Health services	1,828,679	1,793,679	1,737,238	56,441
0034	Student (pupil) transportation	3,730,994	4,942,937	4,710,105	232,832
0035	Food services	68,457	98,457	91,106	7,351
0036	Extracurricular activities	6,204,546	6,835,426	6,819,232	16,194
0041	General administration	3,570,760	3,777,460	3,684,402	93,058
0051	Facilities maintenance and operations	14,902,398	15,535,341	15,350,025	185,316
0052	Security and monitoring services	552,316	1,130,717	1,068,016	62,701
0053	Data processing services	3,763,773	4,258,773	3,852,331	406,442
0061	Community services	106,504	335,504	296,205	39,299
0071	Debt service	-	280,000	804,093	(524,093)
	Capital outlay				
0081	Facilities acquisition and construction	-	2,375,000	1,690,010	684,990
	Intergovernmental				
0099	Other intergovernmental charges	1,064,000	1,149,000	1,146,564	2,436
6030	Total expenditures	117,378,591	120,534,215	117,809,560	2,724,655
1100	Excess (deficiency) of revenues over (under) expenditures	2,282,283	4,221,743	12,121,469	7,899,726
	Other financing sources (uses)				
7912	Sale of real and personal property	-	-	9,152	9,152
7913	Proceeds from leases and SBITAs	-	-	725,087	725,087
7080	Total other financing sources (uses)	-	-	734,239	734,239
	Extraordinary items				
8913	Extraordinary use	-	(1,000,000)	(986,554)	13,446
	Total special items	-	(1,000,000)	(986,554)	13,446
1200	Net change in fund balances	2,282,283	3,221,743	11,869,154	8,647,411
0100	Fund balance - September 1 (beginning)	62,566,081	62,566,081	62,566,081	-
3000	Fund balance - August 31 (ending)	\$ 64,848,364	\$ 65,787,824	\$ 74,435,235	\$ 8,647,411

San Angelo Independent School District

Schedule of District's Proportionate Share of the Net Pension Liability – Teacher Retirement System of Texas (Exhibit G-2)

Year Ended August 31, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability	0.06331%	0.05966%	0.05847%	0.07181%	0.07222%	0.07165%	0.07286%	0.07665%	0.04874%
District's proportionate share of net pension liability	\$ 37,586,196	\$ 15,194,444	\$ 31,317,777	37,329,639	\$ 39,753,257	\$ 22,909,050	\$ 27,533,250	\$ 27,094,755	\$ 13,017,820
State's proportionate share of the net pension liability associated with the District	58,984,381	29,062,098	62,800,381	57,977,643	63,388,503	38,885,427	48,542,407	46,073,448	40,432,025
Totals	<u>\$ 96,570,577</u>	<u>\$ 44,256,542</u>	<u>\$ 94,118,158</u>	<u>\$ 95,307,282</u>	<u>\$ 103,141,760</u>	<u>\$ 61,794,477</u>	<u>\$ 76,075,657</u>	<u>\$ 73,168,203</u>	<u>\$ 53,449,845</u>
District's covered payroll	\$ 83,542,715	\$ 83,558,934	\$ 82,559,521	\$ 80,967,583	\$ 79,008,268	\$ 78,186,792	\$ 78,244,552	\$ 75,523,372	\$ 73,897,210
District's proportionate share of the net pension liability percentage of its covered payroll	44.99%	18.18%	37.93%	46.10%	50.32%	29.30%	35.19%	35.88%	17.62%
Plan fiduciary net position as a percentage of the total pension liability	75.62%	88.79%	75.54%	75.24%	73.74%	82.17%	78.00%	78.43%	83.25%

Note: The information disclosed for each fiscal year is reported as of the measurement date of the net pension liability with is August 31 of the preceding fiscal year.

Note: Plan information was unavailable prior to 2015.

San Angelo Independent School District  
Schedule of District's Contributions – Teacher Retirement System of Texas (Exhibit G-3)  
Year Ended August 31, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contributions	\$ 3,139,589	\$ 2,939,214	\$ 2,545,923	\$ 2,412,676	\$ 2,513,474	\$ 2,432,983	\$ 2,348,191	\$ 2,314,992	\$ 2,269,639
Contribution in relation to the contractually required contributions	<u>(3,139,589)</u>	<u>(2,939,214)</u>	<u>(2,545,923)</u>	<u>(2,412,676)</u>	<u>(2,513,474)</u>	<u>(2,432,983)</u>	<u>(2,348,191)</u>	<u>(2,314,992)</u>	<u>(2,269,639)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 85,217,421	\$ 83,542,715	\$ 83,558,934	\$ 82,559,521	\$ 80,967,583	\$ 79,008,268	\$ 78,186,792	\$ 78,244,552	\$ 75,523,372
Contributions as a percentage of covered payroll	3.68%	3.52%	3.05%	2.92%	3.10%	3.08%	3.00%	2.96%	3.01%

Note: The information disclosed for each fiscal year is reported as of the District's fiscal year-end date.

Note: Plan information was unavailable prior to 2015.

San Angelo Independent School District  
Schedule of District's Proportionate Share of the Net OPEB Liability (Exhibit G-4)  
Year Ended August 31, 2023

	2023	2022	2021	2020	2019	2018
District's proportion of the net OPEB liability	0.090712281%	0.090429727%	0.091812086%	0.100464098%	0.102037369%	0.099479686%
District's proportionate share of net OPEB liability	\$ 21,720,153	\$ 34,882,612	\$ 34,901,920	\$ 47,510,702	\$ 50,948,192	\$ 43,259,984
State's proportionate share of the net OPEB liability associated with the District	26,495,175	46,734,926	46,899,814	63,131,096	63,840,103	57,836,255
Totals	<u>\$ 48,215,328</u>	<u>\$ 81,617,538</u>	<u>\$ 81,801,734</u>	<u>\$110,641,798</u>	<u>\$114,788,295</u>	<u>\$101,096,239</u>
District's covered payroll	\$ 83,542,715	\$ 83,558,934	\$ 82,559,521	\$ 80,967,583	\$ 79,008,268	\$ 78,186,792
District's proportionate share of net OPEB liability as a percentage of its covered payroll	26.00%	41.75%	42.27%	58.68%	64.48%	55.33%
Plan fiduciary net position as a percentage of the total OPEB liability	11.52%	6.18%	4.99%	2.66%	1.57%	0.91%

Note: The information disclosed for each fiscal year is reported as of the measurement date of the net OPEB liability which is August 31 of the preceding fiscal year.

Note: Plan information was unavailable prior to 2018.



San Angelo Independent School District  
Schedule of District's Contributions to the OPEB Plan (Exhibit G-5)  
Year Ended August 31, 2023

	2023	2022	2021	2020	2019	2018
Contractually required contributions	\$ 747,533	\$ 738,234	\$ 706,436	\$ 697,836	\$ 713,017	\$ 703,899
Contribution in relation to the contractually required contributions	(747,533)	(738,234)	(706,436)	(697,836)	(713,017)	(703,899)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 85,217,421	\$ 83,542,715	\$ 83,558,934	\$ 82,559,521	\$ 80,967,583	\$ 79,008,268
Contributions as a percentage of covered payroll	0.88%	0.88%	0.85%	0.85%	0.88%	0.89%

Note: The information disclosed for each fiscal year is reported as of the District's fiscal year-end date.

Note: Plan information was unavailable prior to 2018.

## **Note A - Budget**

### **Budgetary Information**

Each school district in Texas is required by law to prepare annually a budget of anticipated revenues and expenditures for the general fund, debt service fund, and the National School Breakfast and Lunch Program special revenue fund. The Texas Education Code requires the budget to be prepared not later than August 20 and adopted by August 31 of each year. The budgets are prepared on a basis of accounting that is used for reporting in accordance with generally accepted accounting principles.

The following procedures are followed in establishing the budgetary data reflected in the fund financial schedules:

1. Prior to August 20 of the preceding fiscal year, the District prepares a budget for the next succeeding fiscal year beginning September 1. The operating budget includes proposed expenditures and the means of financing them.
2. A meeting of the Board is then called for the purpose of adopting the proposed budget after ten days' public notice of the meeting has been given.
3. Prior to September 1, the budget is formally approved and adopted by the Board.

Once a budget is approved, it can be amended by function and fund level only by approval of a majority of the members of the Board. Amendments are presented to the Board at its regular meetings. Each amendment must have Board approval. Such amendments are made before the fact, are reflected in the official minutes of the Board and are not made after fiscal year end as required by law. Each amendment is controlled by the Director of Financial Services. Budget amounts are as amended by the Board. All budget appropriations lapse at year end.

The following expenditures exceeded appropriations in the final general fund budget:

		Budgeted	Actual	Variance
0023	School leadership	\$ 7,204,075	\$ 7,085,945	\$ 118,130
0071	Debt service	280,000	804,093	(524,093)

## **Note B - Pension**

### **Changes of Benefit Terms**

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

### **Changes in the Size or Composition of the Population Covered by the Benefit Terms**

There are no changes in the size or composition of the population covered by the benefit terms during the measurement period.

### **Changes of Assumptions**

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

### **Note C - OPEB**

#### **Changes of Benefit Terms**

There were minor benefit revisions that have been adopted since the prior measurement date. These changes are not expected to have a significant impact on plan costs.

#### **Changes in the Size or Composition of the Population Covered by the Benefit Terms**

There were no changes in the size or composition of the population covered by the benefit terms during the measurement period.

#### **Changes of Assumptions**

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 single discount rate changed from 1.95 percent as of August 31, 2021 to 3.91 percent, as of August 31, 2022. Lower participation rates and updates to the health care trend rate assumptions were also factors that decreased the Total OPEB Liability.



Other Supplementary Information  
August 31, 2023

**San Angelo Independent School District**

## COMBINING AND OTHER STATEMENTS

Included in this section are combining nonmajor funds financial statements.

## GOVERNMENTAL FUNDS

Following is a description of the purposes of governmental funds.

### REPORTED AS MAJOR FUNDS IN THE BASIC FINANCIAL STATEMENTS

- General Fund is the District's primary operating fund. It is used to account for all financial resources not required to be reported in another fund. It is always a major fund.
- ESSER II Fund is the fund to account for the receipt and expenditure of the federally funded program. Revenues are generally recognized to the extent of eligible expenditures.
- ESSER III Fund is the fund to account for the receipt and expenditure of the federally funded program. Revenues are generally recognized to the extent of eligible expenditures.

### NONMAJOR GOVERNMENTAL FUNDS

#### Special Revenue Funds

- Funds 200 through 289 are used to account for the receipt and expenditure of federally funded programs. Revenues are generally recognized to the extent of eligible expenditures.
- Funds 380 through 429 are used to account for the State of Texas funded programs. Revenues are generally recognized to the extent of eligible expenditures.
- Funds 460 through 499 are used to account for the receipt and expenditure of local and intermediate source funded programs.

Debt Service Fund - to account for the accumulation of resources and payment of principal and interest on general obligation bonds. Resources are provided by an annual ad valorem tax levy and State of Texas Foundation Program revenues. Proceeds of refunding bond issues are also accounted for in this fund.

## ENTERPRISE FUNDS

A brief description of the purpose of each enterprise fund follows.

Concession Fund – to account for the concession operations at athletic events.

JumboTron Fund – to account for advertising revenues and operating costs of an electronic scoreboard installed at San Angelo Stadium.

## CUSTODIAL FUND

Student Activity Accounts - to account for funds which belong to student groups.

San Angelo Independent School District  
Combining Balance Sheet – Nonmajor Governmental Funds (Exhibit H-1)  
August 31, 2023

Data Control Codes		211 ESEA I, A Improving Basic Program	224 IDEA Part B Formula	225 IDEA Part B Preschool
	Assets			
1110	Cash and cash equivalents	\$ -	\$ -	\$ -
1120	Investments - current	-	-	-
1220	Property taxes - delinquent	-	-	-
1230	Allowance for uncollectible taxes (credit)	-	-	-
1240	Due from other governments	662,983	484,075	10,501
1250	Accrued interest	-	-	-
1290	Other receivables	645	-	-
1300	Inventories	-	-	-
1410	Prepaid expenditures	-	-	-
1910	Long-term investments	-	-	-
1000	Total assets	<u>663,628</u>	<u>484,075</u>	<u>10,501</u>
1000a	Total assets and deferred outflows	<u>\$ 663,628</u>	<u>\$ 484,075</u>	<u>\$ 10,501</u>
	Liabilities			
2110	Accounts payable	\$ 6,447	\$ 8,548	\$ -
2170	Due to other funds	657,181	475,527	10,501
2180	Due to other governments	-	-	-
2300	Unearned revenues	-	-	-
2000	Total liabilities	<u>663,628</u>	<u>484,075</u>	<u>10,501</u>
	Deferred Inflows of Resources			
2601	Unavailable revenue - property taxes	-	-	-
2600	Total inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
	Fund Balances			
3410	Nonspendable - inventories	-	-	-
3430	Nonspendable - prepaid items	-	-	-
3450	Restricted - federal or state funds grant	-	-	-
3480	Restricted - retirement of long-term debt	-	-	-
3545	Committed - other	-	-	-
3000	Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>
4000	Total liabilities, deferred inflows and fund balances	<u>\$ 663,628</u>	<u>\$ 484,075</u>	<u>\$ 10,501</u>

San Angelo Independent School District  
Combining Balance Sheet – Nonmajor Governmental Funds (Exhibit H-1)  
August 31, 2023

240	242	244	255	263
National Breakfast and Lunch Program	Summer Feeding Program	Career and Technical - Basic Grant	ESEA II, A Training and Recruiting	Title III, A English Lang. Acquisition
\$ 1,785,917	\$ 1,586,396	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
340,962	-	53,382	129,188	48,739
-	-	-	-	-
172	-	67	93	87
676,953	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>2,804,004</u>	<u>1,586,396</u>	<u>53,449</u>	<u>129,281</u>	<u>48,826</u>
<u>\$ 2,804,004</u>	<u>\$ 1,586,396</u>	<u>\$ 53,449</u>	<u>\$ 129,281</u>	<u>\$ 48,826</u>
\$ 74,563	\$ -	\$ -	\$ 3,500	\$ 1,229
-	-	53,449	125,781	47,597
-	-	-	-	-
171,158	-	-	-	-
<u>245,721</u>	<u>-</u>	<u>53,449</u>	<u>129,281</u>	<u>48,826</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
676,953	-	-	-	-
-	-	-	-	-
1,881,330	1,586,396	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>2,558,283</u>	<u>1,586,396</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 2,804,004</u>	<u>\$ 1,586,396</u>	<u>\$ 53,449</u>	<u>\$ 129,281</u>	<u>\$ 48,826</u>

San Angelo Independent School District  
Combining Balance Sheet – Nonmajor Governmental Funds (Exhibit H-1)  
August 31, 2023

Data Control Codes		280 ARP Act Homeless II Education for Homeless	284 IDEA Part B Formula ARP Act	289 Other Federal Special Revenue Funds
	Assets			
1110	Cash and cash equivalents	\$ -	\$ -	\$ -
1120	Investments - current	-	-	-
1220	Property taxes - delinquent	-	-	-
1230	Allowance for uncollectible taxes (credit)	-	-	-
1240	Due from other governments	6,529	122,225	1,702,748
1250	Accrued interest	-	-	-
1290	Other receivables	-	317	56
1300	Inventories	-	-	-
1410	Prepaid expenditures	-	-	-
1910	Long-term investments	-	-	-
1000	Total assets	<u>6,529</u>	<u>122,542</u>	<u>1,702,804</u>
1000a	Total assets and deferred outflows	<u>\$ 6,529</u>	<u>\$ 122,542</u>	<u>\$ 1,702,804</u>
	Liabilities			
2110	Accounts payable	\$ 2,500	\$ 21,190	\$ 42,325
2170	Due to other funds	4,029	101,352	1,652,523
2180	Due to other governments	-	-	-
2300	Unearned revenues	-	-	-
2000	Total liabilities	<u>6,529</u>	<u>122,542</u>	<u>1,694,848</u>
	Deferred Inflows of Resources			
2601	Unavailable revenue - property taxes	-	-	-
2600	Total inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
	Fund Balances			
3410	Nonspendable - inventories	-	-	-
3430	Nonspendable - prepaid items	-	-	-
3450	Restricted - federal or state funds grant	-	-	7,956
3480	Restricted - retirement of long-term debt	-	-	-
3545	Committed - other	-	-	-
3000	Total fund balances	<u>-</u>	<u>-</u>	<u>7,956</u>
4000	Total liabilities, deferred inflows and fund balances	<u>\$ 6,529</u>	<u>\$ 122,542</u>	<u>\$ 1,702,804</u>



San Angelo Independent School District  
Combining Balance Sheet – Nonmajor Governmental Funds (Exhibit H-1)  
August 31, 2023

397	410	429	461	499
Advanced Placement Incentives	Instructional Materials Allotment	Other State Special Revenue Funds	Campus Activity Fund	Other Local Special Revenue Funds
\$ 60,372	\$ -	\$ -	\$ 436,377	130,866
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	750,237	649,087	-	-
-	-	-	-	-
-	-	-	158	-
-	-	-	-	-
-	-	-	6,282	-
-	-	-	-	-
60,372	750,237	649,087	442,817	130,866
<u>\$ 60,372</u>	<u>\$ 750,237</u>	<u>\$ 649,087</u>	<u>\$ 442,817</u>	<u>\$ 130,866</u>
\$ -	\$ -	\$ -	\$ 3,369	\$ -
-	750,237	646,936	34,346	-
-	-	-	-	-
-	-	-	15,175	-
-	750,237	646,936	52,890	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	6,282	-
60,372	-	2,151	-	-
-	-	-	-	-
-	-	-	383,645	130,866
60,372	-	2,151	389,927	130,866
<u>\$ 60,372</u>	<u>\$ 750,237</u>	<u>\$ 649,087</u>	<u>\$ 442,817</u>	<u>\$ 130,866</u>

San Angelo Independent School District  
Combining Balance Sheet – Nonmajor Governmental Funds (Exhibit H-1)  
August 31, 2023

Data Control Codes		Total Nonmajor Special Revenue Funds	599 Debt Service Fund	Total Nonmajor Governmental Funds
	Assets			
1110	Cash and cash equivalents	\$ 3,999,928	\$ 3,887,936	\$ 7,887,864
1120	Investments - current	-	236,211	236,211
1220	Property taxes - delinquent	-	270,270	270,270
1230	Allowance for uncollectible taxes (credit)	-	(88,646)	(88,646)
1240	Due from other governments	4,960,656	-	4,960,656
1250	Accrued interest	-	4,403	4,403
1290	Other receivables	1,595	28,046	29,641
1300	Inventories	676,953	-	676,953
1410	Prepaid expenditures	6,282	-	6,282
1910	Long-term investments	-	232,414	232,414
1000	Total assets	<u>9,645,414</u>	<u>4,570,634</u>	<u>14,216,048</u>
1000a	Total assets and deferred outflows	<u>\$ 9,645,414</u>	<u>\$ 4,570,634</u>	<u>\$ 14,216,048</u>
	Liabilities			
2110	Accounts payable	\$ 163,671	\$ -	\$ 163,671
2170	Due to other funds	4,559,459	-	4,559,459
2180	Due to other governments	-	158,494	158,494
2300	Unearned revenues	186,333	-	186,333
2000	Total liabilities	<u>4,909,463</u>	<u>158,494</u>	<u>5,067,957</u>
	Deferred Inflows of Resources			
2601	Unavailable revenue - property taxes	-	172,034	172,034
2600	Total inflows of resources	<u>-</u>	<u>172,034</u>	<u>172,034</u>
	Fund Balances			
3410	Nonspendable - inventories	676,953	-	676,953
3430	Nonspendable - prepaid items	6,282	-	6,282
3450	Restricted - federal or state funds grant	3,538,205	-	3,538,205
3480	Restricted - retirement of long-term debt	-	4,240,106	4,240,106
3545	Committed - other	514,511	-	514,511
3000	Total fund balances	<u>4,735,951</u>	<u>4,240,106</u>	<u>8,976,057</u>
4000	Total liabilities, deferred inflows and fund balances	<u>\$ 9,645,414</u>	<u>\$ 4,570,634</u>	<u>\$ 14,216,048</u>

**San Angelo Independent School District**  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental  
Funds (Exhibit H-2)  
Year Ended August 31, 2023

Data Control Codes		211 ESEA I, A Improving Basic Program	224 IDEA Part B Formula	225 IDEA Part B Preschool
	Revenues			
5700	Local and intermediate sources	\$ -	\$ -	\$ -
5800	State program revenues	-	-	-
5900	Federal program revenues	4,386,372	3,334,368	84,234
5020	Total revenues	4,386,372	3,334,368	84,234
	Expenditures			
	Current			
0011	Instruction	3,749,535	2,142,843	84,234
0013	Curriculum and instructional staff development	313,521	23,400	-
0021	Instructional leadership	193,530	2,966	-
0023	School leadership	72,723	-	-
0031	Guidance, counseling, and evaluation services	-	1,037,608	-
0033	Health services	-	59,392	-
0035	Food services	-	-	-
0041	General administration	-	-	-
0051	Facilities maintenance and operations	-	-	-
0052	Security and monitoring services	-	-	-
0053	Data processing services	-	-	-
0061	Community services	57,063	-	-
	Debt service			
0071	Principal on long term debt	-	63,525	-
0072	Interest on long term debt	-	4,634	-
0073	Bond issuance cost and fees	-	-	-
	Capital outlay			
0081	Facilities acquisition and construction	-	-	-
6030	Total expenditures	4,386,372	3,334,368	84,234
1100	Excess (deficiency) of revenues over (under) expenditures	-	-	-
	Other financing sources (Uses)			
7915	Transfers in	-	-	-
8911	Transfers out	-	-	-
7080	Total other financing sources (uses)	-	-	-
1200	Net change in fund balance	-	-	-
0100	Fund balances, beginning	-	-	-
3000	Fund balance, August 31 (Ending)	\$ -	\$ -	\$ -

**San Angelo Independent School District**  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental  
Funds (Exhibit H-2)  
Year Ended August 31, 2023

240	242	244	255	263
National Breakfast and Lunch Program	Summer Feeding Program	Career and Technical - Basic Grant	ESEA II, A Training and Recruiting	Title III, A English Lang. Acquisition
\$ 1,663,613	\$ 1,347	\$ -	\$ -	\$ -
239,978	-	-	-	-
6,761,927	49,843	191,150	317,651	72,406
8,665,518	51,190	191,150	317,651	72,406
-	-	111,558	8,299	43,655
-	-	31,944	207,629	28,751
-	-	2,500	86,863	-
-	-	-	-	-
-	-	45,148	-	-
-	-	-	-	-
8,876,892	44,107	-	-	-
-	-	-	-	-
158,791	723	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	14,860	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
9,035,683	44,830	191,150	317,651	72,406
(370,165)	6,360	-	-	-
5,165	-	-	-	-
-	-	-	-	-
5,165	-	-	-	-
(365,000)	6,360	-	-	-
2,923,283	1,580,036	-	-	-
\$ 2,558,283	\$ 1,586,396	\$ -	\$ -	\$ -

**San Angelo Independent School District**  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental  
Funds (Exhibit H-2)  
Year Ended August 31, 2023

Data Control Codes	280 ARP Act Homeless II Education for Homeless	284 IDEA Part B Formula ARP Act	289 Other Federal Special Revenue Funds
<b>Revenues</b>			
5700 Local and intermediate sources	\$ -	\$ -	\$ -
5800 State program revenues	-	-	-
5900 Federal program revenues	9,601	271,695	1,493,997
5020 Total revenues	<u>9,601</u>	<u>271,695</u>	<u>1,493,997</u>
<b>Expenditures</b>			
<b>Current</b>			
0011 Instruction	-	271,695	1,362,969
0013 Curriculum and instructional staff development	-	-	82,817
0021 Instructional leadership	-	-	-
0023 School leadership	-	-	-
0031 Guidance, counseling, and evaluation services	-	-	-
0033 Health services	-	-	18,610
0035 Food services	-	-	-
0041 General administration	-	-	-
0051 Facilities maintenance and operations	-	-	(11,794)
0052 Security and monitoring services	-	-	7,044
0053 Data processing services	-	-	-
0061 Community services	9,601	-	8,226
<b>Debt service</b>			
0071 Principal on long term debt	-	-	20,790
0072 Interest on long term debt	-	-	945
0073 Bond issuance cost and fees	-	-	-
<b>Capital outlay</b>			
0081 Facilities acquisition and construction	-	-	-
6030 Total expenditures	<u>9,601</u>	<u>271,695</u>	<u>1,489,607</u>
1100 Excess (deficiency) of revenues over (under) expenditures	-	-	4,390
<b>Other financing sources (Uses)</b>			
7915 Transfers in	-	-	-
8911 Transfers out	-	-	-
7080 Total other financing sources (uses)	-	-	-
1200 Net change in fund balance	-	-	4,390
0100 Fund balances, beginning	-	-	3,566
3000 Fund balance, August 31 (Ending)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,956</u>

**San Angelo Independent School District**  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental  
Funds (Exhibit H-2)  
Year Ended August 31, 2023

397	410	429	461	499
Advanced Placement Incentives	Instructional Materials Allotment	Other State Funded Special Revenue Funds	Campus Activity Fund	Other Local Special Revenue Funds
\$ -	\$ -	\$ -	\$ 593,409	\$ -
-	612,824	651,887	-	36,339
-	-	-	-	-
-	612,824	651,887	593,409	36,339
-	475,205	-	369,941	-
-	112,619	731	-	-
-	-	-	5,530	-
-	-	-	301,872	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	558	-
-	-	-	3,644	-
-	-	-	-	5,426
-	25,000	-	-	-
-	-	-	-	20,347
-	-	-	-	-
-	-	-	-	-
-	-	649,087	-	-
-	612,824	649,818	681,545	25,773
-	-	2,069	(88,136)	10,566
-	-	-	-	-
-	-	-	-	(59,369)
-	-	-	-	(59,369)
-	-	2,069	(88,136)	(48,803)
60,372	-	82	478,063	179,669
\$ 60,372	\$ -	\$ 2,151	\$ 389,927	\$ 130,866

**San Angelo Independent School District**  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental  
Funds (Exhibit H-2)  
Year Ended August 31, 2023

Data Control Codes		Total Nonmajor Special Revenue Funds	599 Debt Service Fund	Total Nonmajor Governmental Funds
	Revenues			
5700	Local and intermediate sources	\$ 2,258,369	\$ 8,178,499	\$ 10,436,868
5800	State program revenues	1,541,028	586,161	2,127,189
5900	Federal program revenues	16,973,244	-	16,973,244
5020	Total revenues	<u>20,772,641</u>	<u>8,764,660</u>	<u>29,537,301</u>
	Expenditures			
	Current			
0011	Instruction	8,619,934	-	8,619,934
0013	Curriculum and instructional staff development	801,412	-	801,412
0021	Instructional leadership	291,389	-	291,389
0023	School leadership	374,595	-	374,595
0031	Guidance, counseling, and evaluation services	1,082,756	-	1,082,756
0033	Health services	78,002	-	78,002
0035	Food services	8,920,999	-	8,920,999
0041	General administration	558	-	558
0051	Facilities maintenance and operations	151,364	-	151,364
0052	Security and monitoring services	12,470	-	12,470
0053	Data processing services	25,000	-	25,000
0061	Community services	110,097	-	110,097
	Debt service			
0071	Principal on long term debt	84,315	5,875,000	5,959,315
0072	Interest on long term debt	5,579	2,457,647	2,463,226
0073	Bond issuance cost and fees	-	6,050	6,050
	Capital outlay			
0081	Facilities acquisition and construction	649,087	-	649,087
6030	Total expenditures	<u>21,207,557</u>	<u>8,338,697</u>	<u>29,546,254</u>
1100	Excess (deficiency) of revenues over (under) expenditures	<u>(434,916)</u>	<u>425,963</u>	<u>(8,953)</u>
	Other financing sources (Uses)			
7915	Transfers in	5,165	-	5,165
8911	Transfers out	(59,369)	-	(59,369)
7080	Total other financing sources (uses)	<u>(54,204)</u>	<u>-</u>	<u>(54,204)</u>
1200	Net change in fund balance	(489,120)	425,963	(63,157)
0100	Fund balances, beginning	5,225,071	3,814,143	9,039,214
3000	Fund balance, August 31 (Ending)	<u>\$ 4,735,951</u>	<u>\$ 4,240,106</u>	<u>\$ 8,976,057</u>

San Angelo Independent School District  
Combining Statement of Net Position – Enterprise Funds (Exhibit H-6)  
August 31, 2023

Data Control Codes		711 Concession Fund	712 JumboTron Fund	Total Nonmajor Enterprise Funds
	Assets			
	Current assets			
1110	Cash and cash equivalents	\$ 120,205	\$ 77,134	\$ 197,339
	Total current assets	120,205	77,134	197,339
	Noncurrent assets			
	Capital assets:			
1530	Furniture and equipment	-	856,089	856,089
1573	Depreciation on furniture and equipment	-	(684,871)	(684,871)
	Total noncurrent assets	-	171,218	171,218
1000	Total assets	120,205	248,352	368,557
	Liabilities			
	Current liabilities			
2110	Accounts payable	3,805	-	3,805
2200	Accrued expenses	-	61,485	61,485
2122	Note payable - due within one year	-	89,410	89,410
	Total current liabilities	3,805	150,895	154,700
	Noncurrent liabilities			
2520	Note payable - due in more than one year	-	97,457	97,457
	Total noncurrent liabilities	-	97,457	97,457
2000	Total liabilities	3,805	248,352	252,157
	Net Position			
3900	Unrestricted	116,400	-	116,400
3000	Total net position	\$ 116,400	\$ -	\$ 116,400



**San Angelo Independent School District**  
Combining Statement of Revenues, Expenses, and Changes in Net Position – Enterprise Funds (Exhibit H-7)  
Year Ended August 31, 2023

Data Control Codes	711 Concession Fund	712 JumboTron Fund	Total Nonmajor Enterprise Funds
Operating revenues			
5700 Local and intermediate sources	\$ 85,643	\$ 91,000	\$ 176,643
5020 Total operating revenues	85,643	91,000	176,643
Operating expenses			
6100 Payroll services	24,844	-	24,844
6200 Professional and contracted services	475	-	475
6300 Supplies and materials	42,869	-	42,869
6400 Other operating costs	-	15,936	15,936
6440 Depreciation expense	-	85,609	85,609
6030 Total operating expenses	68,188	101,545	169,733
Operating income	17,455	(10,545)	6,910
Nonoperating revenues (expenses)			
6523 Interest on notes payable	-	(17,428)	(17,428)
8030 Total nonoperating expenses	-	(17,428)	(17,428)
Other financing sources (uses)			
7915 Transfers in	-	59,369	59,369
8911 Transfers out	(5,165)	-	(5,165)
Total other financing sources (uses)	(5,165)	59,369	54,204
1300 Change in net position	12,290	31,396	43,686
0100 Total net position, beginning	104,110	(31,396)	72,714
3300 Total net position, ending	\$ 116,400	\$ -	\$ 116,400

San Angelo Independent School District  
Combining Statement of Cash Flows – Enterprise Funds (Exhibit H-8)  
Year Ended August 31, 2023

	711 Concession Fund	712 JumboTron Fund	Total Nonmajor Enterprise Funds
Operating activities			
Cash received from user charges	\$ 85,643	\$ 91,000	\$ 176,643
Cash payments to employees for services	(24,844)	-	(24,844)
Cash payments for suppliers	(40,027)	8,455	(31,572)
Net cash from operating activities	<u>20,772</u>	<u>99,455</u>	<u>120,227</u>
Noncapital financing activities			
Operating transfer in	-	59,369	59,369
Operating transfer out	(5,165)	-	(5,165)
Net cash (used for) or from noncapital financing activities	<u>(5,165)</u>	<u>59,369</u>	<u>54,204</u>
Capital and related financing activities			
Retirement of long-term debt	-	(82,027)	(82,027)
Interest paid on long-term debt	-	(17,428)	(17,428)
Net cash used for capital and related financial activities	<u>-</u>	<u>(99,455)</u>	<u>(99,455)</u>
Net change in cash and cash equivalents	15,607	59,369	74,976
Cash and cash equivalents - beginning of the year	<u>104,598</u>	<u>17,765</u>	<u>122,363</u>
Cash and cash equivalents - end of the year	<u><u>\$ 120,205</u></u>	<u><u>\$ 77,134</u></u>	<u><u>\$ 197,339</u></u>
Reconciliation of operating income (loss) to net cash from operating activities			
Operating income (loss)	\$ 17,455	\$ (10,545)	\$ 6,910
Depreciation	-	85,609	85,609
Adjustments to reconcile operating income (loss) to net cash from operating activities			
Change in assets and liabilities			
Accounts payable	3,317	-	3,317
Other liabilities	-	(6,121)	(6,121)
Accrued expenses	-	30,512	30,512
Net cash from operating activities	<u><u>\$ 20,772</u></u>	<u><u>\$ 99,455</u></u>	<u><u>\$ 120,227</u></u>



Required TEA Schedules  
August 31, 2023

**San Angelo Independent School District**

San Angelo Independent School District  
Schedule of Delinquent Taxes Receivable (Exhibit J-1)  
Year Ended August 31, 2023

<u>Last Ten Years Ended August 31,</u>	1	2	3
	Tax Rates		Assessed/ Appraised Value for School Tax Purposes
	<u>Maintenance</u>	<u>Debt Service</u>	
2014 (and prior years)	\$ Various	\$ Various	\$ Various
2015	1.040000	0.200000	4,295,874,565
2016	1.040000	0.195000	4,542,852,960
2017	1.040000	0.180000	4,702,034,461
2018	1.040000	0.170000	4,970,459,071
2019	1.040000	0.170000	5,077,423,013
2020	0.970000	0.160000	5,326,658,942
2021	0.962900	0.157480	5,721,176,796
2022	0.961400	0.138210	5,873,842,517
2023 (school year under audit)	0.854600	0.117410	6,745,404,903
1000 Totals			
8000 Taxes Refunded			

San Angelo Independent School District  
Schedule of Delinquent Taxes Receivable (Exhibit J-1)  
Year Ended August 31, 2023

10	20	31	32	40	50
Beginning Balance September 1, 2022	Current Year's Total Levy	Maintenance Total Collections	Debt Service Total Collections	Entire Year's Adjustments	Ending Balance August 31, 2023
\$ 300,228	\$ -	\$ 4,681	\$ 880	\$ (213)	\$ 294,454
25,611	-	1,176	226	(23)	24,186
28,522	-	1,477	277	(23)	26,745
47,788	-	8,183	1,416	(19)	38,170
62,845	-	12,160	1,988	(466)	48,231
95,336	-	18,638	3,047	(4,103)	69,548
154,272	-	40,920	6,750	(4,021)	102,581
309,987	-	118,527	19,385	(16,005)	156,070
870,046	-	433,420	62,308	(66,084)	308,234
-	65,566,010	56,657,510	7,783,941	-	1,124,559
<u>\$ 1,894,635</u>	<u>\$ 65,566,010</u>	<u>\$ 57,296,692</u>	<u>\$ 7,880,218</u>	<u>\$ (90,957)</u>	<u>\$ 2,192,778</u>
		<u>\$ 539,054</u>			

San Angelo Independent School District  
 Budgetary Comparison Schedule – Child Nutrition Program (Exhibit J-2)  
 Year Ended August 31, 2023

Data Control Codes		Budgeted Amounts		Actual Amounts (GAAP Basis)	Variance with Final Budget
		Original	Final		
Revenues					
5700	Local and intermediate sources	\$3,350,141	\$2,550,141	\$ 1,663,613	\$ (886,528)
5800	State program revenues	33,000	33,000	239,978	206,978
5900	Federal program revenues	6,550,825	7,017,564	6,761,927	(255,637)
5020	Total revenues	9,933,966	9,600,705	8,665,518	(935,187)
Expenditures					
Current					
0035	Food services	9,811,615	10,253,354	8,876,892	1,376,462
0051	Facilities maintenance and operations	120,000	145,000	158,791	(13,791)
6030	Total expenditures	9,931,615	10,398,354	9,035,683	1,362,671
1100	Excess (deficiency) of revenues over (under) expenditures	2,351	(797,649)	(370,165)	427,484
Other financing sources (uses)					
7915	Transfers in	-	-	5,165	5,165
7080	Total other financing sources (uses)	-	-	5,165	5,165
1200	Net change in fund balances	2,351	(797,649)	(365,000)	432,649
0100	Fund balance, September 1 (Beginning)	2,923,283	2,923,283	2,923,283	-
3000	Fund balance, August 31 (Ending)	\$2,925,634	\$2,125,634	\$ 2,558,283	\$ 432,649

San Angelo Independent School District  
 Budgetary Comparison Schedule – Debt Service Fund (Exhibit J-3)  
 Year Ended August 31, 2023

Data Control Codes		Budgeted Amounts		Actual Amounts (GAAP Basis)	Variance with Final Budget
		Original	Final		
Revenues					
5700	Local and intermediate sources	\$8,430,565	\$ 8,430,565	\$ 8,178,499	\$ (252,066)
5800	State program revenues	-	734,362	586,161	(148,201)
5020	Total revenues	8,430,565	9,164,927	8,764,660	(400,267)
Expenditures					
Debt service					
0071	Principal on long term debt	5,875,000	5,875,000	5,875,000	-
0072	Interest on long term debt	2,541,815	2,535,765	2,457,647	78,118
0073	Bond issuance costs and fees	-	6,050	6,050	-
6030	Total expenditures	8,416,815	8,416,815	8,338,697	78,118
1100	Excess (deficiency) of revenues over (under) expenditures	13,750	748,112	425,963	(322,149)
1200	Net change in fund balances	13,750	748,112	425,963	(322,149)
0100	Fund balance, September 1 (Beginning)	3,814,143	3,814,143	3,814,143	-
3000	Fund balance, August 31 (Ending)	\$3,827,893	\$ 4,562,255	\$ 4,240,106	\$ (322,149)

San Angelo Independent School District

Use of Funds (Exhibit J-4)

Year Ended August 31, 2023

<u>Data Control Codes</u>		<u>Responses</u>
<u>Section A: Compensatory Education Programs</u>		
AP1	Did your LEA expend any state compensatory education program state allotment funds during the district's fiscal year?	Yes
AP2	Does the LEA have written policies and procedures for its state compensatory education program?	Yes
AP3	List the total state allotment funds received for state compensatory education programs during the district's fiscal year.	\$ 12,900,752
AP4	List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year. (PICs 24, 26, 28, 29, 30, 34)	\$ 7,489,058
<u>Section B: Bilingual Education Programs</u>		
AP5	Did your LEA expend any bilingual education program state allotment funds during the LEA's fiscal year?	Yes
AP6	Does the LEA have written policies and procedures for its bilingual education program?	Yes
AP7	List the total state allotment funds received for bilingual education programs during the LEA's fiscal year.	\$ 456,102
AP8	List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year. (PICs 25, 35)	\$ 731,612



## **STATISTICAL SECTION**

## STATISTICAL SECTION

### (UNAUDITED - for Analytical Purposes Only)

The statistical section of San Angelo Independent School District's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

<b>TABLE</b>	<b>CONTENTS</b>
	<b>Financial Trends</b>
	<i>These schedules contain trend information to assist in understanding how the District's financial performance and position have changed over time.</i>
	Entity-wide information:
1	Net Position by Component - Last Ten Fiscal Years
2	Changes in Net Position - Last Ten Fiscal Years
	Governmental Funds Information:
3	Fund Balances - Last Ten Fiscal Years
4	Changes in Fund Balances - Last Ten Fiscal Years
	<b>Revenue Capacity</b>
	<i>These schedules contain information to help assess the factors affecting the District's most significant local revenue source, the property tax.</i>
5	Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years
6	Allocation of Property Tax Rates and Tax Levies - Last Ten Fiscal Years
7	Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years
8	Property Use Categories at Gross Appraised Market Value - Tax Year 2022
9	Principal Property Taxpayers - Current Year and Nine Years Ago
10	Property Tax Levies and Collections - Last Ten Fiscal Years
	<b>Debt Capacity</b>
	<i>These schedules present information to assist in assessing the affordability of the District's current levels of outstanding debt and ability to issue additional debt in the future.</i>
11	Outstanding Debt by Type - Last Ten Fiscal Years
12	Ratios of net general bonded debt outstanding, last ten fiscal years and Statement of Legal Debt Margin
13	Direct and Overlapping Governmental Activities Debt
14	Pledged Revenue Coverage - Last Five Fiscal Years
	<b>Demographic and Economic Information</b>
	<i>These schedules offer demographic and economic indicators to help in understanding the environment in which the District's financial activities operate and to facilitate comparisons over time.</i>
15	Demographic and Economic Statistics - Last Ten Calendar Years
16	Principal Employers - Current Year and Nine Years Ago
	<b>Operating Information</b>
	<i>These schedules contain information about the District's operations and resources to help understand how the District's financial information relates to the services the District provides and activities it performs.</i>
17	Staff Information - Last Ten Fiscal Years
18	Student Information - Last Ten Fiscal Years
19	Operating Statistics - Last Ten Fiscal Years
20	Capital Assets Information - Last Ten Fiscal Years

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

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
*(UNAUDITED - accrual basis of accounting)*

	<u>2022-23</u>	<u>2021-22</u>	<u>2020-21</u>	<u>2019-20</u>
Governmental Activities:				
Net Investment in Capital Assets	\$ 106,642,254	\$ 105,909,918	\$ 108,206,952	\$ 108,936,803
Restricted	8,526,691	8,431,171	7,127,665	5,143,110
Unrestricted	(8,742,446)	(21,512,155)	(44,393,114)	(54,084,501)
Total Governmental Activities Net Position	<u>\$ 106,426,499</u>	<u>\$ 92,828,934</u>	<u>\$ 70,941,503</u>	<u>\$ 59,995,412</u>
Business-Type Activities:				
Net Investment in Capital Assets	\$ -	\$ -	\$ -	\$ 15,326
Unrestricted	116,400	72,714	103,923	104,569
Total Business-Type Activities Net Position	<u>\$ 116,400</u>	<u>\$ 72,714</u>	<u>\$ 103,923</u>	<u>\$ 119,895</u>
Primary Government:				
Net Investment in Capital Assets	\$ 106,642,254	\$ 105,909,918	\$ 108,206,952	\$ 108,952,129
Restricted	8,526,691	8,431,171	7,127,665	5,143,110
Unrestricted	(8,626,046)	(21,439,441)	(44,289,191)	(53,979,932)
Total Primary Government Net position	<u>\$ 106,542,899</u>	<u>\$ 92,901,648</u>	<u>\$ 71,045,426</u>	<u>\$ 60,115,307</u>

Net Position includes prior period adjustments in fiscal year 2015

Net Position at 2013 has been restated to reflect the expense of bond issuance costs in 2006 & 2009 in compliance with GASB 65

Net Position at 2018 reflects a prior period adjustment due to the implementation of GASB 75.

TABLE 1

Fiscal Year					
2018-19	2017-18	2016-17	2015-16	2014-15	2013-14
\$ 101,247,577	\$ 100,353,298	\$ 97,955,870	\$ 90,140,840	\$ 86,764,060	\$ 81,778,241
6,399,823	6,089,743	6,863,019	6,861,596	6,283,407	5,350,037
(45,336,461)	(37,933,567)	21,555,112	28,242,791	25,114,945	33,870,166
<u>\$ 62,310,939</u>	<u>\$ 68,509,474</u>	<u>\$ 126,374,001</u>	<u>\$ 125,245,227</u>	<u>\$ 118,162,412</u>	<u>\$ 120,998,444</u>
\$ 37,124	\$ 61,311	\$ 66,107	\$ 109,382	\$ 113,000	\$ (13,743)
87,401	103,727	66,676	62,690	71,368	22,067
<u>\$ 124,525</u>	<u>\$ 165,038</u>	<u>\$ 132,783</u>	<u>\$ 172,072</u>	<u>\$ 184,368</u>	<u>\$ 8,324</u>
\$ 101,284,701	\$ 100,414,609	\$ 98,021,977	\$ 90,250,222	\$ 86,877,060	\$ 81,764,498
6,399,823	6,089,743	6,863,019	6,861,596	6,283,407	5,350,037
(45,249,060)	(37,829,840)	21,621,788	28,305,481	25,186,313	33,892,233
<u>\$ 62,435,464</u>	<u>\$ 68,674,512</u>	<u>\$ 126,506,784</u>	<u>\$ 125,417,299</u>	<u>\$ 118,346,780</u>	<u>\$ 121,006,768</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
*(UNAUDITED - accrual basis of accounting)*

<b>Expenses</b>	<b>2022-23</b>	<b>2021-22</b>	<b>2020-21</b>	<b>2019-20</b>
<b>Governmental Activities:</b>				
Instruction	\$ 84,491,480	\$ 75,719,701	\$ 82,965,952	\$ 86,853,916
Instructional resources and media services	1,704,024	1,573,572	1,677,402	1,774,739
Curriculum and instructional staff development	2,946,997	3,055,976	2,571,843	2,132,162
Instructional leadership	2,448,119	1,988,650	2,132,056	2,329,207
School leadership	8,602,037	7,589,923	7,923,389	8,283,136
Guidance, counseling and evaluation services	6,177,797	5,529,695	5,895,841	5,959,387
Social work services	561,803	689,244	610,283	711,783
Health services	1,897,576	1,611,800	1,507,445	1,532,218
Student (pupil) transportation	5,152,056	4,071,151	4,140,404	4,097,618
Food Services	9,165,492	8,350,812	7,404,649	7,728,560
Cocurricular / extracurricular activities	7,150,381	6,332,231	5,704,004	6,141,030
General Administration	3,831,311	3,117,534	3,241,926	3,349,615
Facilities maintenance and operation	15,672,946	14,207,224	15,294,751	15,840,350
Security and monitoring services	1,253,685	729,485	760,706	900,968
Data processing services	4,059,999	3,216,035	3,511,338	3,563,043
Community services	413,190	166,438	246,216	236,514
Debt Service - Interest on ong term debt	2,105,933	2,265,405	2,432,130	9,466,000
Bond Issuance cost and fees	-	-	-	-
Facilities acquisition and construction	2,444,252	1,308,422	1,180,392	67,564
Other Governmental Charges (Appraisal District)	1,146,564	1,072,257	1,063,339	1,070,036
<b>Total Governmental Activities Expenses</b>	<b>161,225,642</b>	<b>142,595,555</b>	<b>150,264,066</b>	<b>162,037,846</b>
<b>Business-Type Activities:</b>				
Concessions	68,188	53,978	40,270	50,558
Jumbo-tron (FY 2005-06 first year of operations)	118,973	153,344	138,900	153,469
<b>Total Business-Type Activities Expenses</b>	<b>187,161</b>	<b>207,322</b>	<b>179,170</b>	<b>204,027</b>
<b>Total Primary Government Expenses</b>	<b>\$ 161,412,803</b>	<b>\$ 142,802,877</b>	<b>\$ 150,443,236</b>	<b>\$ 162,241,873</b>
<b>Program Revenues</b>				
<b>Governmental Activities:</b>				
Charges for services:				
Instruction	\$ 477,259	\$ 3,724,798	\$ 2,478,040	\$ 3,187,381
Instructional leadership	-	-	-	-
School leadership	-	-	-	-
Health services	-	-	-	-
Food services	1,620,947	826,921	685,365	1,210,456
Cocurricular / extracurricular activities	1,100,184	1,040,653	408,590	319,618
General administration	-	-	-	-
Facilities maintenance and operations	391,694	267,785	227,308	238,105
Security and monitoring & data processing	-	-	-	-
Operating grants and contributions	44,726,745	35,636,110	30,115,820	25,918,571
<b>Total Governmental Activities Program Revenues</b>	<b>48,316,829</b>	<b>41,496,267</b>	<b>33,915,123</b>	<b>30,874,131</b>
<b>Business-Type Activities:</b>				
Concessions	85,643	60,119	37,116	74,120
Jumbo-tron (FY 2005-06 first year of operations)	91,000	116,041	132,500	159,004
<b>Total Business-Type Activities Program Revenues</b>	<b>176,643</b>	<b>176,160</b>	<b>169,616</b>	<b>233,124</b>
<b>Total Primary Government Program Revenues</b>	<b>\$ 48,493,472</b>	<b>\$ 41,672,427</b>	<b>\$ 34,084,739</b>	<b>\$ 31,107,255</b>

TABLE 2

Fiscal Year						
2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	
\$ 82,687,563	\$ 51,556,903	\$ 77,999,154	\$ 79,329,970	\$ 74,059,072	\$ 71,629,182	
1,612,730	1,264,120	1,647,322	1,632,171	1,577,545	1,509,404	
1,961,160	1,435,773	1,716,081	1,309,828	1,106,285	1,104,738	
2,200,484	1,506,818	2,213,468	2,304,859	2,123,211	1,941,920	
8,605,223	5,202,016	8,114,827	7,922,842	7,191,122	6,808,788	
5,469,420	3,319,490	5,045,874	5,124,249	4,623,658	4,652,230	
783,298	476,751	850,650	831,773	690,344	685,493	
1,072,014	659,390	842,485	820,322	703,002	695,736	
4,202,486	2,525,348	3,365,482	3,436,964	3,141,761	3,026,966	
8,159,075	6,291,319	8,170,182	8,320,309	7,664,481	7,808,904	
6,209,293	4,920,402	5,919,093	6,050,147	5,621,490	5,241,302	
3,117,518	2,217,761	2,951,580	2,865,429	3,522,185	2,749,765	
15,364,938	11,899,225	13,489,583	13,853,266	12,917,386	12,830,874	
890,969	887,986	533,421	537,672	580,352	535,578	
3,559,359	2,274,922	3,053,492	2,768,960	2,946,972	2,455,921	
381,899	241,135	321,991	292,545	286,510	260,514	
5,296,911	4,856,957	5,190,095	5,236,192	3,480,046	5,887,537	
7,500	-	-	-	-	-	
144,290	-	-	-	-	-	
1,031,123	1,007,138	984,554	979,498	954,466	826,793	
152,757,253	102,543,454	142,409,334	143,616,996	133,189,888	130,651,645	
65,608	65,857	93,902	105,647	74,871	49,420	
164,399	149,660	170,999	158,860	51,423	115,663	
230,007	215,517	264,901	264,507	126,294	165,083	
\$ 152,987,260	\$ 102,758,971	\$ 142,674,235	\$ 143,881,503	\$ 133,316,182	\$ 130,816,728	
\$ 1,267,634	\$ 616,375	\$ 635,127	\$ 615,065	\$ 553,237	\$ 486,921	
-	13,899	12,457	6,097	5,846	5,264	
-	284,925	255,372	280,450	303,999	273,724	
-	36,446	-	-	-	-	
1,764,661	1,600,561	1,659,254	1,640,888	1,969,013	1,905,270	
375,278	452,762	430,594	401,525	296,563	329,071	
-	-	-	-	-	-	
145,737	155,591	490,177	613,012	691,442	477,168	
-	14,579	9,660	6,062	6,792	4,316	
28,081,346	3,516,901	23,892,431	23,562,972	23,709,543	23,897,070	
31,634,656	6,692,039	27,385,072	27,126,071	27,536,435	27,378,804	
57,168	108,240	102,177	102,737	79,420	109,156	
159,004	144,864	144,265	144,265	115,663	81,788	
216,172	253,104	246,442	247,002	195,083	190,944	
\$ 31,850,828	\$ 6,945,143	\$ 27,631,514	\$ 27,373,073	\$ 27,731,518	\$ 27,569,748	

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
*(UNAUDITED - accrual basis of accounting)*

<b>Expenses</b>	<b>2022-23</b>	<b>2021-22</b>	<b>2020-21</b>	<b>2019-20</b>
<b>Net (Expense) / Revenue</b>				
Governmental Activities	\$ (112,908,813)	\$ (101,099,288)	\$ (116,348,943)	\$ (131,163,715)
Business-Type Activities	(10,518)	(31,162)	(9,554)	29,097
Total Primary Government Net Expense	<u>\$ (112,919,331)</u>	<u>\$ (101,130,450)</u>	<u>\$ (116,358,497)</u>	<u>\$ (131,134,618)</u>
<b>General Revenues and Other Changes in Net Position</b>				
Governmental Activities:				
Property taxes	\$ 65,124,408	\$ 64,908,787	\$ 64,488,060	\$ 62,279,325
State aid - formula grants not restricted	55,324,559	58,559,070	56,582,774	62,902,647
Grants and contributions not restricted	2,346,949	2,154,876	1,198,629	979,040
Investment earnings	3,376,807	(216,476)	86,597	817,118
Miscellaneous	387,859	999,519	1,510,391	2,212,319
Special items	-	(3,416,630)	3,345,065	-
Transfers in (out)	(54,204)	47	6,418	33,727
Total Governmental Activities	<u>126,506,378</u>	<u>122,989,193</u>	<u>127,217,934</u>	<u>129,224,176</u>
Business-Type Activities:				
Transfers	54,204	(47)	(6,418)	(33,727)
Total Primary Government	<u>\$ 126,560,582</u>	<u>\$ 122,989,146</u>	<u>\$ 127,211,516</u>	<u>\$ 129,190,449</u>
Extraordinary Item / Prior Period Adjustment	\$ -	\$ -	\$ 77,100	\$ (371,648)
<b>Change in Net Position Current Year Transactions</b>				
Governmental Activities	\$ 13,597,565	\$ 21,889,905	\$ 10,946,091	\$ (2,311,187)
Business-Type Activities	43,686	(31,209)	(15,972)	(4,630)
Total Primary Government	<u>\$ 13,641,251</u>	<u>\$ 21,858,696</u>	<u>\$ 10,930,119</u>	<u>\$ (2,315,817)</u>

1) Changes reflect the implementation of GASB 75

TABLE 2

Fiscal Year					
2018-19	2017-18	2016-17	2015-16	2014-15	2013-14
\$ (121,122,597)	\$ (95,850,200)	\$ (115,024,262)	\$ (115,024,262)	\$ (116,490,925)	\$ (105,653,453)
(13,835)	37,587	(18,459)	(18,459)	(17,505)	68,789
<u>\$ (121,136,432)</u>	<u>\$ (95,812,613)</u>	<u>\$ (115,042,721)</u>	<u>\$ (115,042,721)</u>	<u>\$ (116,508,430)</u>	<u>\$ (105,584,664)</u>
\$ 60,440,001	\$ 59,730,056	\$ 57,105,830	\$ 55,799,787	\$ 53,143,786	\$ 48,741,279
50,299,398	52,577,418	57,564,524	65,582,875	63,735,611	63,225,151
587,685	-	-	-	-	-
1,409,116	782,475	539,120	356,437	198,903	219,106
2,207,779	781,210	922,732	1,839,850	745,617	894,303
(46,595)	(34,698)	-	-	(150,000)	-
26,678	5,332	20,830	(5,209)	(107,255)	4,735
<u>114,924,062</u>	<u>113,841,793</u>	<u>116,153,036</u>	<u>123,573,740</u>	<u>117,566,662</u>	<u>113,084,574</u>
(26,678)	(5,332)	(20,830)	5,209	107,255	(4,735)
<u>\$ 114,897,384</u>	<u>\$ 113,836,461</u>	<u>\$ 116,132,206</u>	<u>\$ 123,578,949</u>	<u>\$ 117,673,917</u>	<u>\$ 113,079,839</u>
\$ (6,198,535)	\$ 17,991,593	\$ 1,128,774	\$ 8,549,478	\$ 1,075,737	\$ 7,431,121
(40,513)	32,255	(39,289)	(13,250)	89,750	64,054
<u>\$ (6,239,048)</u>	<u>\$ 18,023,848</u>	<u>\$ 1,089,485</u>	<u>\$ 8,536,228</u>	<u>\$ 1,165,487</u>	<u>\$ 7,495,175</u>



SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
***(UNAUDITED - modified accrual basis of accounting)***

	2022-23	2021-22	2020-21	2019-20
General Fund:				
Non Spendable Fund Balance				
Inventory	\$ -	\$ -	\$ 33,545	\$ 83,555
Prepaid Expenditures	876,590	679,955	646,054	1,536,543
Total Non Spendable Fund Balance	876,590	679,955	679,599	1,620,098
Restricted Fund Balance				
Retirement of LT Debt	-	-	634,105	666,544
Other Restricted	-	-	-	-
Total Restricted Fund Balance	-	-	634,105	666,544
Committed Fund Balance				
Construction	22,990,000	5,650,000	5,600,000	-
Capital Expenditures for Equipment	500,000	455,000	365,000	-
Other Committed	750,000	1,514,544	500,000	250,000
Total Committed Fund Balance	24,240,000	7,619,544	6,465,000	250,000
Assigned Fund Balance				
Other Assigned	549,817	612,808	-	-
Total Assigned Fund Balance	549,817	612,808	-	-
Unassigned Fund Balance	48,768,828	53,653,774	40,213,061	35,440,752
Total General Fund	<u>\$ 74,435,235</u>	<u>\$ 62,566,081</u>	<u>\$ 47,991,765</u>	<u>\$ 37,977,394</u>
All Other Governmental Funds:				
Non Spendable Fund Balance				
Inventory	\$ 676,953	\$ 853,279	\$ 356,259	\$ 576,398
Prepaid Expenditures	6,282	-	25,000	-
Total Non Spendable Fund Balance	683,235	853,279	381,259	576,398
Restricted Fund Balance				
Retirement of Long Term Debt	4,240,106	3,814,143	3,578,201	3,273,167
Federal or State Funds and Grant Restrictions	3,538,205	3,714,060	2,467,061	1,199,636
Capital Acquisition and Contractual Obligations	-	-	-	-
Total Restricted Fund Balance	7,778,311	7,528,203	6,045,262	4,472,803
Committed Fund Balance				
Campus Activity Funds	-	-	-	-
Committed Other	514,511	657,732	607,309	522,175
Assigned Other	-	-	-	-
Unassigned Fund Balance	-	-	-	-
Total Other Governmental Funds:	<u>\$ 8,976,057</u>	<u>\$ 9,039,214</u>	<u>\$ 7,033,830</u>	<u>\$ 5,571,376</u>
All Governmental Funds:				
Non Spendable	1,559,825	1,533,234	1,060,858	2,196,496
Restricted	7,778,311	7,528,203	6,679,367	5,139,347
Committed	24,754,511	8,277,276	7,072,309	772,175
Assigned	549,817	612,808	-	-
Unassigned	48,768,828	53,653,774	40,215,535	35,445,092
Total All Governmental Funds	<u>\$ 83,411,292</u>	<u>\$ 71,605,295</u>	<u>\$ 55,028,069</u>	<u>\$ 43,553,110</u>

TABLE 3

Fiscal Year					
2018-19	2017-18	2016-17	2015-16	2014-15	2013-14
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
375,664	350,605	511,256	577,644	539,955	804,326
375,664	350,605	511,256	577,644	539,955	804,326
689,724	999,713	952,593	1,020,034	1,052,186	1,017,649
-	-	-	9,000	70,869	114,756
689,724	999,713	952,593	1,029,034	1,123,055	1,132,405
3,150,000	2,050,000	1,175,000	3,979,500	7,000,000	1,800,000
6,250,000	1,900,000	9,000,000	7,500,000	4,700,000	2,000,000
250,000	1,550,000	500,000	500,000	500,000	1,155,051
9,650,000	5,500,000	10,675,000	11,979,500	12,200,000	4,955,051
-	-	-	-	-	-
-	-	-	-	-	-
26,515,728	32,513,383	25,080,869	28,345,279	22,792,153	24,977,806
\$ 37,231,116	\$ 39,363,701	\$ 37,219,718	\$ 41,931,457	\$ 36,655,163	\$ 31,869,588
\$ 645,705	\$ 768,136	\$ 794,840	\$ 724,064	\$ 743,492	\$ 867,340
473,899	-	-	-	-	-
1,119,604	768,136	794,840	724,064	743,492	867,340
3,137,150	3,509,900	3,844,236	4,143,962	3,683,852	3,322,654
2,646,388	2,579,843	3,018,783	2,708,634	2,528,686	1,912,627
-	-	-	-	1,765	1,765
5,783,538	6,089,743	6,863,019	6,852,596	6,214,303	5,237,046
-	-	-	-	-	296,761
423,157	395,167	349,942	447,182	417,745	138,517
275,468	-	-	-	-	-
-	-	-	-	-	-
\$ 7,601,767	\$ 7,253,046	\$ 8,007,801	\$ 8,023,842	\$ 7,375,540	\$ 6,539,664
1,495,268	1,118,741	1,306,096	1,301,708	1,283,447	1,671,666
6,473,262	7,089,456	7,815,612	7,881,630	7,337,358	6,369,451
10,348,625	5,895,167	11,024,942	12,426,682	12,617,745	5,390,329
-	-	-	-	-	-
26,515,728	32,513,383	25,080,869	28,345,279	22,792,153	24,977,806
\$ 44,832,883	\$ 46,616,747	\$ 45,227,519	\$ 49,955,299	\$ 44,030,703	\$ 38,409,252

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(UNAUDITED - modified accrual basis of accounting)

	2022-23	2021-22	2020-21	2019-20
<b>Revenues</b>				
Local and intermediate sources:				
Property taxes, penalty and interest	\$ 65,680,027	\$ 65,654,409	\$ 64,747,030	\$ 62,720,203
Tuition and fees	106,376	165,736	118,352	106,750
Food services	1,620,160	826,921	685,365	1,210,456
Co-curricular and enterprising activities	516,280	411,808	265,055	319,618
Investment earnings	3,376,807	(216,476)	86,325	808,573
Gifts and bequests	20,436	25,962	20,998	174
Other revenues	1,758,876	1,329,346	1,165,415	1,903,287
Total local and intermediate sources	73,078,962	68,197,706	67,088,540	67,069,061
State program revenues	63,697,325	65,448,298	64,738,251	71,652,261
Federal program revenues	38,376,088	35,408,697	23,465,820	16,502,954
Total revenues	175,152,375	169,054,701	155,292,611	155,224,276
<b>Expenditures</b>				
Current:				
Instruction	80,581,322	76,610,667	77,353,995	75,014,878
Instructional resources and media services	1,590,733	1,530,290	1,521,505	1,528,741
Curriculum and instructional staff development	2,906,876	3,103,101	2,509,666	1,990,069
Instructional leadership	2,237,508	1,931,069	1,882,649	1,929,632
School leadership	8,524,180	8,082,303	7,618,052	7,355,605
Guidance, counseling and evaluation services	6,090,306	5,932,005	5,691,910	5,387,919
Social work services	486,258	655,536	518,161	571,154
Health services	1,900,427	1,738,165	1,468,762	1,380,562
Student (pupil) transportation	4,843,575	3,525,093	3,613,076	3,576,980
Food Services	9,303,826	8,555,863	7,195,537	7,683,912
Cocurricular / extracurricular activities	6,843,083	6,015,672	5,017,914	6,236,121
General Administration	3,752,448	3,288,491	3,155,614	3,053,576
Facilities maintenance and operation	15,771,584	14,457,963	14,873,244	14,964,090
Security and monitoring services	1,080,486	528,856	556,668	686,813
Data processing services	3,992,963	3,258,593	3,237,335	3,340,923
Community services	415,939	172,971	243,376	222,936
Debt service:				
Principal	6,722,345	5,843,175	6,230,000	3,579,982
Interest and fees	2,510,339	2,756,348	2,904,188	6,205,642
Capital outlay	2,339,097	-	586,904	11,027,236
Intergovernmental: tax appraisal and collection	1,146,564	1,072,257	1,063,339	1,070,036
Total expenditures	163,039,859	149,058,418	147,241,895	156,806,807
Excess revenues over (under) expenditures	12,112,516	19,996,283	8,050,716	(1,582,531)
<b>Other financing sources (uses)</b>				
Debt issued	-	-	-	66,684,994
Sale of real and personal property	9,152	-	-	-
Proceeds from leases and SBITAs	725,087	-	-	-
Premium or (discount) on issuance of bonds	-	-	-	10,483,071
Transfers in	5,165	25,047	361,477	726,523
Special Item	-	69,989	7,315,005	-
Transfers out	(59,369)	(25,000)	(355,059)	(692,796)
Other Uses	-	(3,486,619)	(3,969,940)	(14,000)
Payment to bond refunding escrow agent	-	-	-	(76,517,726)
Total other financing sources (uses)	680,035	(3,416,583)	3,351,483	670,066
Extraordinary Item (use)	(986,554)	-	-	(371,648)
Restatement of beginning fund balance			77,100	-
Net change in fund balances	\$ 11,805,997	\$ 16,579,700	\$ 11,479,299	\$ (1,284,113)
Debt service as a percentage of noncapital expenditures	5.7%	5.8%	6.2%	6.7%

TABLE 4

Fiscal Year					
2018-19	2017-18	2016-17	2015-16	2014-15	2013-14
\$ 61,468,121	\$ 60,370,767	\$ 57,831,827	\$ 56,283,800	\$ 53,552,652	\$ 49,537,938
171,600	194,748	231,798	225,355	224,136	213,619
1,764,661	1,600,561	1,659,690	1,640,888	1,969,013	1,905,903
375,278	1,131,570	1,044,900	1,005,138	895,712	901,948
1,400,649	815,066	552,440	359,460	199,106	218,948
14,337	28,840	113,544	134,995	57,625	42,820
1,782,770	455,796	667,064	734,156	792,365	527,580
66,977,416	64,597,348	62,101,263	60,383,792	57,690,609	53,348,756
57,174,061	58,586,747	61,407,774	67,268,946	68,580,461	67,728,981
19,196,518	18,804,054	18,969,884	19,331,793	18,864,239	19,392,931
143,347,995	141,988,149	142,478,921	146,984,531	145,135,309	140,470,668
73,202,381	69,386,687	71,092,471	71,380,540	70,073,414	67,378,105
1,404,283	1,474,314	1,479,302	1,447,992	1,455,745	1,411,714
1,860,197	1,642,696	1,656,211	1,255,589	1,075,202	1,067,412
1,854,211	1,992,070	1,940,582	2,035,845	1,945,918	1,829,588
7,861,753	7,692,242	7,723,820	7,401,004	7,101,710	6,655,089
5,032,980	4,895,235	4,800,938	4,812,066	4,603,429	4,636,835
663,488	660,177	735,417	720,293	662,779	627,879
995,949	960,327	809,041	775,995	703,989	688,197
3,999,687	3,339,107	3,233,055	3,252,201	3,132,733	3,058,749
8,230,240	8,047,245	7,825,896	7,963,012	7,626,807	7,743,714
5,523,563	5,122,385	5,328,089	5,710,564	5,759,136	5,549,188
2,890,004	2,873,253	2,876,563	2,794,252	2,609,530	2,697,994
14,468,181	14,206,772	13,307,696	13,610,153	12,854,485	15,695,471
2,192,253	1,440,935	515,486	492,515	529,843	476,085
3,220,123	2,932,466	2,666,125	2,528,416	2,753,712	3,220,412
367,781	344,411	314,627	281,010	287,370	258,475
4,675,000	4,761,271	4,475,000	4,825,000	4,910,000	4,320,000
4,464,375	4,677,950	4,883,800	5,087,395	6,325,787	6,035,326
1,174,370	3,174,590	10,618,289	4,760,726	4,898,029	5,773,255
1,031,123	1,007,138	984,554	979,498	954,466	826,793
145,111,942	140,631,271	147,266,962	142,114,066	140,264,084	139,950,281
(1,763,947)	1,356,878	(4,788,041)	4,870,465	4,871,225	520,387
-	-	-	-	99,939,982	-
-	61,716	39,431	1,059,340	92,276	73,315
-	-	-	-	-	-
-	-	-	-	14,770,863	-
792,564	33,473	45,428	5,768	5,745	35,321
150,000	-	-	-	-	-
(765,886)	(28,141)	(24,598)	(10,977)	(113,000)	(11,225)
(196,595)	-	-	-	-	-
-	-	-	-	(113,795,640)	-
(19,917)	67,048	60,261	1,054,131	900,226	97,411
-	(34,698)	-	-	(150,000)	-
-	-	-	-	-	-
\$ (1,783,864)	\$ 1,389,228	\$ (4,727,780)	\$ 5,924,596	\$ 5,621,451	\$ 617,798
6.3%	6.9%	6.8%	7.2%	8.3%	7.7%

TABLE 5

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN FISCAL YEARS  
*(UNAUDITED)*

Fiscal Year	Tax Year	Actual Value				Less: Exemptions	Net Assessed Taxable Value
		Real Property	Personal Property	Minerals	Total		
2013-14	2013	\$4,033,087,635	\$776,290,319	\$1,025,980	\$4,810,403,934	\$929,368,240	\$3,881,035,694
2014-15	2014	4,540,479,994	846,992,690	828,400	5,388,301,084	1,092,426,519	4,295,874,565
2015-16	2015	4,898,701,375	1,000,476,170	376,080	5,899,553,625	1,356,700,665	4,542,852,960
2016-17	2016	5,190,440,400	924,336,790	326,370	6,115,103,560	1,413,069,099	4,702,034,461
2017-18	2017	5,449,465,714	959,433,783	724,990	6,409,624,487	1,439,165,416	4,970,459,071
2018-19	2018	5,519,560,076	977,440,660	1,860,620	6,498,861,356	1,421,438,343	5,077,423,013
2019-20	2019	5,684,850,162	1,208,658,040	1,250,350	6,894,758,552	1,372,520,326	5,522,238,226
2020-21	2020	5,880,727,416	1,224,436,690	327,020	7,105,491,126	1,384,314,330	5,721,176,796
2021-22	2021	6,075,626,859	1,187,729,260	221,040	7,263,577,159	1,389,734,642	5,873,842,517
2022-23	2022	7,078,669,972	1,326,749,182	1,313,660	8,406,732,814	1,661,327,911	6,745,404,903

**Sources:** Tom Green County (Texas) Appraisal District provides the District with appraised values for properties within the District's taxing authority. Actual value equals appraised value. Actual value less exemptions equals taxable assessed value.

**Notes:** Property is assessed at full market value.

TABLE 6

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
ALLOCATION OF PROPERTY TAX RATES AND TAX LEVIES  
LAST TEN FISCAL YEARS  
(UNAUDITED)

Fiscal Year	District's Direct Tax Rates (Per \$100 of Assessed Value)			District's Tax Levies		
	Maintenance and Operations	Debt Service Fund	Total	General Fund	Debt Service Fund	Original Levy Total
2013-14	\$ 1.04000	\$ 0.22000	\$ 1.26000	\$ 40,362,770	\$ 8,538,280	\$ 48,901,050
2014-15	1.04000	0.20000	1.24000	44,677,097	8,591,748	53,268,845
2015-16	1.04000	0.19500	1.23500	47,245,656	8,858,578	56,104,234
2016-17	1.04000	0.18000	1.22000	48,901,157	8,463,663	57,364,820
2017-18	1.04000	0.17000	1.21000	51,692,773	8,449,782	60,142,555
2018-19	1.04000	0.17000	1.21000	52,805,197	8,631,621	61,436,818
2019-20	0.97000	0.16000	1.13000	53,565,712	8,835,580	62,401,292
2020-21	0.96290	0.15748	1.12038	55,495,415	9,153,883	64,649,298
2021-22	0.96140	0.13821	1.09961	56,559,230	9,250,127	65,809,357
2022-23	0.85460	0.11741	0.97201	57,646,230	7,919,780	65,566,010

**Source:** Tom Green County (Texas) Appraisal District.

TABLE 7

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS  
(UNAUDITED)

Fiscal Year	Tax Year	District's Total Direct Rates	Overlapping Rates*	
			Tom Green County	City of San Angelo
2013-14	2013	\$ 1.26000	\$ 0.52500	\$ 0.77600
2014-15	2014	1.26000	0.51500	0.77600
2015-16	2015	1.24000	0.51250	0.77600
2016-17	2016	1.23500	0.51250	0.77600
2017-18	2017	1.22000	0.53500	0.77600
2018-19	2018	1.21000	0.54500	0.77600
2019-20	2019	1.13000	0.55117	0.77600
2020-21	2020	1.12038	0.54980	0.77600
2021-22	2021	1.09961	0.54880	0.77600
2022-23	2022	0.97201	0.50579	0.73790

\* Includes rates for maintenance & operations and debt service.

**Tax Due Dates and Penalties:**

Tax statements are mailed in October and are considered delinquent on February 1. Penalties and interest begin to accrue on that date.

**Source:** Tom Green County (Texas) Appraisal District.

TABLE 8

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
PROPERTY USE CATEGORIES AT GROSS APPRAISED MARKET VALUE  
TAX YEAR 2022  
(UNAUDITED)

Property Code	Property Use Category	Items		Gross Appraised Market Value
		Description	Number	
A	Single family residence	No. of properties	32,140	\$ 5,189,851,859
B	Multifamily residence	No. of properties	457	473,183,480
C	Vacant lots/tracts	No. of properties	3,606	94,408,402
D-1	Qualified ag land	No. of properties	766	128,986,880
D-2	Non-qualified land	No. of properties	99	3,823,480
E	Farm & ranch improvements	No. of parcels	501	42,680,430
F-1	Real: commercial	No. of properties	2,723	1,055,986,770
F-2	Real: industrial	No. of properties	54	45,922,250
G-1	Minerals: oil & gas	No. of leases	38	1,465,680
J	Real & personal: utilities	No. of companies	31	226,279,880
L-1	Personal: commercial	No. of properties	3,219	531,755,512
L-2	Personal: industrial	No. of properties	97	466,816,690
M-1	Mobile homes	No. of homes	818	14,552,600
M-2	Aircraft	No. of planes	2	37,300
O	Real property: inventory	No. of properties	643	12,949,514
S	Special Inventory	No. of properties	52	59,804,557
X	Exempt properties	No. of accounts	944	58,227,530
Totals				<u>\$ 8,406,732,814</u>

**Source:** Tom Green County (Texas) Appraisal District.



TABLE 9

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO  
(UNAUDITED)

Taxpayer	Type of Business	Fiscal Year 2022-23			Fiscal Year 2013-14		
		Assessed Value	Rank	Percent of Total Assessed Value	Assessed Value	Rank	Percent of Total Assessed Value
Ethicon	Manufacturing	\$ 108,419,050	1	1.60%	\$ 46,730,133	1	1.20%
AEP Texas Inc.	Utility	95,616,140	2	1.41%	38,521,540	5	0.99%
Wal-Mart & Sam's	Retail	78,226,464	3	1.15%	39,356,840	4	1.01%
CN SA Boulevard	Housing	43,000,000	4	0.63%			
Atmos Energy	Utility	42,905,520	5	0.63%			
Tigris	Housing	38,847,440	6	0.57%			
Shannon Medical Center	Health Care	35,178,210	7	0.52%			
Lithia Motors Inc	Automobile	32,731,910	8	0.48%			
Hirschfeld, Inc	Manufacturing	32,552,190	9	0.48%	25,467,780	7	
Suddenlink Communications	Communications	27,623,470	10	0.41%			
Pumpco Energy Services Inc	Petroleum Industry				46,155,820	2	1.19%
Nabors Completion & Production	Petroleum Industry				46,068,540	3	1.19%
San Angelo Community Medical Center	Health Care				31,113,990	6	0.80%
Verizon Southwest	Communications				20,973,870	8	0.54%
LCRA Transmisson Services Corp	Utility				19,879,850	9	0.51%
Sunset Mall SPE LP	Retail				19,611,180	10	0.51%
							0.00%
	Total	<u>\$ 535,100,394</u>		<u>7.88%</u>	<u>\$ 333,879,543</u>		<u>7.94%</u>
	Total Assessed Value	<u>\$ 6,795,224,160</u>			<u>\$3,881,035,694</u>		

Source: Tom Green County Appraisal District.

TABLE 10

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
(UNAUDITED)

Fiscal Year	Taxes Levied for the Fiscal Year (Original Levy)	Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of Levy		Collections in Subsequent Years	Total Collections to Date	
				Amount	Percent of Original Levy		Amount	Percent of Adjusted Levy
2013-14	\$ 48,901,050	\$ (176,741)	\$ 48,724,309	\$ 48,093,415	98.35%	\$ 612,052	\$ 48,705,467	99.96%
2014-15	53,268,845	(155,289)	53,113,556	52,410,963	98.39%	571,658	52,982,621	99.75%
2015-16	56,104,234	(336,588)	55,767,646	54,855,433	97.77%	664,852	55,520,285	99.56%
2016-17	57,364,820	(282,179)	57,082,641	56,278,844	98.11%	584,619	56,863,463	99.62%
2017-18	60,142,555	(320,176)	59,822,379	58,887,087	97.91%	674,995	59,562,082	99.56%
2018-19	61,436,818	(224,228)	61,212,590	60,280,514	98.12%	639,634	60,920,148	99.52%
2019-20	62,401,292	(38,099)	62,363,193	61,345,246	98.31%	759,543	62,104,789	99.59%
2020-21	64,034,842	71,307	64,106,149	63,113,533	98.56%	740,329	63,853,862	99.61%
2021-22	64,974,374	(98,685)	64,875,689	64,064,710	98.60%	419,755	64,484,465	99.40%
2022-23	66,014,130	(448,120)	65,566,010	64,441,451	97.62%	-	64,441,451	98.28%

**Source:** Tom Green County (Texas) Appraisal District.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
(UNAUDITED)

Fiscal Year	Governmental Activities				Business- Type Activities	Total Primary Government	Percent of Personal Income	Per Capita
	General Obligation Bonds	Contractual Obligations	Leases Payable	SBITAs Payable	Cap. Lease or Debt			
2013-14	\$ 120,190,000	-	-	-	\$ 62,785	\$ 120,252,785	2.39%	\$ 1,023
2014-15	115,129,981	-	-	-	743,089	115,873,070	2.13%	970.90
2015-16	110,304,982	-	-	-	636,861	110,941,843	2.12%	920.47
2016-17	105,829,982	-	-	-	587,951	106,417,933	2.11%	881.43
2017-18	101,369,982	-	-	-	534,639	101,904,621	1.90%	844.69
2018-19	96,694,982	-	-	-	476,529	97,171,511	1.65%	801.45
2019-20	93,114,994	-	-	-	412,718	93,527,712	1.47%	764.15
2020-21	86,884,994	-	-	-	344,148	87,229,142	1.26%	708.68
2021-22	81,294,994	-	526,006	1,203,116	268,894	83,293,010	1.12%	681.82
2022-23	75,419,994	-	292,534	1,314,330	186,866	77,213,724	1.00%	633.74

**Notes:** Details of the District's outstanding debt are in the notes to the financial statements.

**a** See Table 15 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
AND STATEMENT OF LEGAL DEBT MARGIN  
(UNAUDITED)

Fiscal Year	Net General Bonded Debt Outstanding				Net General Bonded Debt	Percent of Actual Value of Taxable Property	Per Capita
	General Obligation Bonds	Contractual Obligations	Total General Bonded Debt	Less: Amount in Debt Service Fund			
2013-14	\$120,190,000	\$ -	\$120,190,000	\$ 2,611,930	\$117,578,070	2.44%	\$ 999.82
2014-15	115,129,981	-	115,129,981	3,322,653	111,807,328	2.08%	936.83
2015-16	110,304,982	-	110,304,982	3,683,882	106,621,100	1.81%	884.62
2016-17	105,829,982	-	105,829,982	4,143,962	101,686,020	1.66%	842.24
2017-18	101,369,982	-	101,369,982	3,844,236	97,525,746	1.52%	808.40
2018-19	96,694,982	-	96,694,982	3,503,107	93,191,875	1.43%	768.62
2019-20	93,114,994	-	93,114,994	3,137,150	89,977,844	1.31%	735.14
2020-21	86,884,994	-	86,884,994	3,578,201	83,306,793	1.17%	676.82
2021-22	81,294,994	-	81,294,994	3,814,350	77,480,644	1.07%	634.24
2022-23	75,419,994	-	75,419,994	4,240,106	71,179,888	0.85%	584.21

Notes: Details of the District's outstanding debt can be found in the notes to the financial statements.

**a** See Table 5 for property value data.

**b** See Table 15 for population data.

**STATEMENT OF LEGAL DEBT MARGIN**

The laws of the State of Texas do not prescribe any specific tax-supported debt limit for Texas school districts, therefore a statement of legal debt margin is not presented in this report. However, the Texas Education Code, Sec 45.0031, prescribes a limitation on issuance of such debt, as follows:

Before issuing bonds, the District must demonstrate to the Texas Attorney General that, with respect to the proposed issuance, the District has a projected ability to pay the principal of and interest on the proposed bonds and all previously issued bonds, other than bonds authorized to be issued at an election held on or before April 1, 1991, and issued before September 1, 1992, from a tax at a rate not to exceed \$0.50 per \$100 of valuation.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
(UNAUDITED)

Governmental Unit	Debt Outstanding	As of	Estimated Percentage Applicable a	Estimated Share of Overlapping Debt
<b>Debt Repaid With Property Taxes</b>				
City of San Angelo	\$ 73,815,268	9/30/2022	100.00%	\$ 73,815,268
Tom Green County	57,080,000	9/30/2022	73.88%	42,170,704
<b>Other Debt</b>				
City of San Angelo: COs Serviced by 1/2 Cent Sales Tax	24,250,998	9/30/2022	100.00%	24,250,998
Subtotal overlapping debt				<u>140,236,970</u>
<b>District direct debt</b>				<b>b</b> <u>83,293,010</u>
<b>Total Direct &amp; Overlapping Debt</b>				<u><u>\$ 223,529,980</u></u>

**Sources:** Taxable value used to estimate applicable percentages provided by Tom Green County Appraisal District.  
Outstanding debt data provided by each governmental unit.

**Notes:** Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This table estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the District. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

**a** 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 taxable value.

**b** See Table 11 for details of the District's direct governmental activities debt.

This table reports values at year end 2022 because audited information for the City and County for year end 2023 is not available .

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 PLEDGED REVENUE COVERAGE  
 LAST TEN FISCAL YEARS  
*(UNAUDITED)*

Fiscal Year	Jumbotron Capital Lease Payable or Debt Payable						Coverage
	Advertising Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service			
				Principal	Interest	Total	
2013-14	\$ 81,788	\$ -	\$ 81,788	\$ 67,657	\$ 7,693	\$ 75,350	109%
2014-15	115,663	-	115,663	62,784	2,382	65,166	177%
2015-16	144,265	-	144,265	106,228	57,317	163,545	88%
2016-17	144,265	32,474	111,791	48,910	52,916	101,826	110%
2017-18	144,865	15,934	128,931	53,312	48,117	101,429	127%
2018-19	159,004	30,673	128,331	58,110	42,888	100,998	127%
2019-20	159,004	30,671	128,333	63,340	37,187	100,527	128%
2020-21	132,500	21,334	111,166	69,041	30,973	100,014	111%
2021-22	116,041	42,975	73,066	75,254	24,200	99,454	73%
2022-23	91,000	15,937	75,063	82,027	17,428	99,455	75%

**Notes:** The Jumbo-tron scoreboard was acquired at the end of fiscal year 2004-05. Fiscal year 2005-06 was the first year of operations.

Revenues from advertising on the scoreboard are pledged for debt service payments on the capital lease.

Operating expenses do not include interest, depreciation, or amortization expenses.

The jumbotron was replaced with a new jumbotron at the end of fiscal 2015 under a similar agreement for the rights to advertising revenues being reported as debt.

Details of the District's outstanding debt are in the notes to the financial statements.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN CALENDAR YEARS  
(UNAUDITED)

<u>Calendar Year</u>	<u>Population</u> <b>a</b>	<u>Personal Income</u> [Calculated]	<u>Per Capita Income</u> <b>b</b>	<u>Unemployment Rate</u> <b>c</b>
2013	117,599	\$ 5,031,826,012	\$ 42,788	5.3%
2014	119,346	5,449,099,668	45,658	4.1%
2015	120,527	5,223,881,234	43,342	4.1%
2016	120,733	5,051,951,652	41,844	4.5%
2017	120,641	5,357,304,887	44,407	3.8%
2018	121,245	5,887,414,710	48,558	3.2%
2019	122,395	6,348,383,860	51,868	3.1%
2020	123,086	6,917,187,028	56,198	6.5%
2021	122,163	7,458,417,639	61,053	5.0%
2022	121,839	7,710,459,276	63,284	3.5%

**Note:** Information is for the City of San Angelo, Texas Metropolitan Statistical area, since the geographic area is approximately the same.

Calendar Year 2022 is the most recent available information.

**Sources:** **a** U.S. Bureau of Economic Analysis for  
the San Angelo Metropolitan Statistical Area.  
**b** U.S. Bureau of Economic Analysis for  
the San Angelo Metropolitan Statistical Area.  
**c** Bureau of Labor Statistics

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO  
(UNAUDITED)

Employer	Fiscal Year 2021-22			Fiscal Year 2013-14		
	Number of Employees	Rank	Percent of Total Employment	Number of Employees	Rank	Percent of Total Employment
Goodfellow Air Force Base	5,333	1	11.55%	5,473	1	11.41%
Shannon Health System	4,149	2	8.98%	2,691	2	5.61%
San Angelo Independent School District	1,934	3	4.19%	1,951	3	4.07%
Angelo State University	1,558	4	3.37%	1,625	4	3.39%
City of San Angelo	977	5	2.12%	967	5	2.02%
San Angelo State Supported Living Center	950	6	2.06%	921	6	1.92%
Tom Green County	670	7	1.45%	514	9	1.07%
Ethicon (Johnson & Johnson)	655	8	1.42%	510	10	1.06%
TimeClock Plus	637	9	1.38%			0.00%
Blue Cross Blue Shield of Texas	406	10	0.88%			0.00%
San Angelo Community Medical Center				859	7	1.79%
Sitel, Inc				602	8	1.25%
Totals	17,269		37.40%	16,113		33.59%
Total City of San Angelo Employment	46,190			47,970		

**Sources:** San Angelo Chamber of Commerce.  
U.S. Bureau of Labor Statistics

**Note:** Information is for the most recent available year



SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
STAFF INFORMATION  
LAST TEN FISCAL YEARS  
(UNAUDITED)

	Fiscal Year									
	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14
<u>Full-time-Equivalent Employees</u>										
Professional Staff:										
Teachers	880.6	913.5	941.8	939.4	934.3	936.1	943.6	954.8	943.1	931.3
Professional Support	194.1	197.9	196.9	196.3	184.8	173.9	187.1	181.5	176.5	173.6
Campus Administrators	61.1	60.0	60.0	55.5	55.5	55.1	54.5	52.6	51.0	48.4
Central Administrators	25.4	26.5	28.0	28.0	26.0	25.1	27.0	24.0	25.0	23.0
Educational Aides	206.0	181.0	185.6	187.0	256.1	251.8	243.9	233.1	238.1	227.6
Auxiliary Staff	421.8	433.5	455.6	463.7	495.8	504.5	498.5	472.9	486.6	491.8
Total Full-time-Equivalents	1,789.0	1,812.4	1,867.9	1,869.9	1,952.5	1,946.5	1,954.6	1,918.9	1,920.3	1,895.7
<u>Students per Teacher</u>	15.4	15.1	14.9	15.4	15.5	15.6	15.4	15.3	15.5	15.6
<u>Teachers by Years of Experience</u>										
Beginning Teachers	59.2	47.1	71.8	83.7	82.1	76.3	113.6	73.6	75.9	59.8
1-5 Years Experience	273.0	289.9	287.9	291.3	283.0	282.9	238.4	251.7	226.0	225.1
6-10 Years Experience	170.3	189.4	180.7	169.4	163.1	168.3	178.2	184.8	202.0	179.3
11-20 Years Experience	221.6	229.8	239.8	235.5	239.6	240.5	243.9	267.1	254.7	276.5
Over 20 Years Experience	156.5	157.3	161.6	159.6	166.4	168.2	169.5	177.6	184.4	190.7
<u>Average Teacher Salary by Years of Experience</u>										
Beginning Teachers	\$ 44,203	\$ 42,671	\$ 41,570	\$ 39,121	\$ 39,451	\$ 37,486	\$ 38,873	\$ 37,981	\$ 35,507	\$ 36,220
1-5 Years Experience	48,685	45,885	43,830	43,631	42,680	41,910	41,063	40,270	39,423	39,155
6-10 Years Experience	50,725	48,688	47,446	47,672	45,493	45,032	44,134	43,589	42,618	42,143
11-20 Years Experience	57,181	55,911	54,774	54,473	49,723	48,980	48,234	47,610	46,827	45,934
21-30 Years Experience	62,389	61,479	60,338	61,128 *	57,304	56,584	56,138	55,749	54,749	53,945
Over 30 Years Experience	67,761	68,836	68,567							
<u>Turnover Rate for Teachers</u>	18.7%	18.4%	15.0%	19.0%	17.7%	18.1%	16.5%	15.1%	15.4%	13.6%
<u>Class Size Average:</u>										
Elementary:										
Kindergarten	18.6	17.6	15.6	18.9	18.5	17.5	17.9	17.8	18.3	18.6
Grade 1	19.0	18.3	16.0	19.5	18.6	18.4	17.5	18.1	19.1	19.0
Grade 2	19.0	18.7	16.6	18.3	19.4	18.5	18.2	18.3	18.6	18.3
Grade 3	19.5	18.5	16.2	18.5	19.0	18.8	18.9	19.0	18.4	18.5
Grade 4	18.8	19.1	15.9	18.7	18.7	18.6	17.3	17.5	17.5	18.3
Grade 5	20.0	20.6	17.2	20.6	20.0	19.9	19.5	19.1	19.6	20.2
Grade 6	19.8	21.9	19.9	20.4	21.1	21.0	21.2	20.6	20.2	18.6
Secondary:										
English	19.2	20.3	16.8	17.2	19.0	19.7	19.7	18.2	18.8	17.5
Foreign Language	22.8	21.2	20.7	21.4	21.1	20.2	19.5	18.9	21.9	21.8
Mathematics	22.1	22.5	17.9	17.2	20.9	20.8	20.4	18.3	18.8	18.7
Science	21.3	21.5	19.1	18.1	21.4	20.9	20.8	19.3	19.5	18.7
Social Studies	20.1	22.5	19.2	17.8	20.3	20.9	21.1	19.1	20.4	20.0

**Source:** TEA Academic Excellence Indicator System-PEIMS Data

TEA- Texas Academic Performance Report

N/A: Information not available

\*Prior to 20-21 the category was Over 20 Years Experience

TABLE 18

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
STUDENT INFORMATION  
LAST TEN FISCAL YEARS  
(UNAUDITED)

Student Ethnic Distribution	Fiscal Year									
	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14
African American	441	484	504	554	545	574	614	600	614	639
Hispanic	8,382	8,400	8,527	8,726	8,649	8,687	8,585	8,623	8,598	8,515
White	4,110	4,325	4,423	4,672	4,762	4,777	4,903	4,982	4,990	4,984
Asian/Pacific Islander	160	169	190	202	204	192	183	149	141	159
Native American	27	34	38	40	52	51	43	43	44	39
Two or more races	409	386	361	320	308	286	244	232	239	214
Total	13,529	13,798	14,043	14,514	14,520	14,567	14,572	14,629	14,626	14,550
Economically Disadvantaged	8,329	8,701	7,775	8,328	8,094	8,452	8,762	8,785	8,483	8,716
English Language Learners (ELL)	826	750	690	719	713	684	694	764	748	699
Students w/ disciplinary Placements	316	167	N/A	271	261	272	191	234	212	205
Percent of Students Eligible for Free or Reduced Meals	36.2%	39.8%	47.1%	55.0%	59.2%	57.9%	60.1%	60.1%	58.0%	59.9%
Retention Rates by Grade (Non-Special Educ. Rates)										
Kindergarten	1.1%	1.2%	1.1%	0.7%	1.1%	1.9%	2.9%	3.5%	2.3%	3.0%
Grade 1	1.0%	0.9%	0.2%	0.8%	1.0%	2.2%	3.4%	3.8%	3.6%	2.6%
Grade 2	70.0%	0.5%	0.3%	0.1%	0.0%	0.8%	2.5%	2.1%	1.4%	1.8%
Grade 3	0.0%	0.2%	0.2%	0.3%	0.1%	0.1%	0.2%	0.8%	1.2%	0.5%
Grade 4	0.0%	0.1%	0.0%	0.0%	0.0%	0.0%	0.2%	0.1%	0.3%	0.4%
Grade 5	10.0%	0.1%	0.0%	0.1%	0.2%	0.0%	0.1%	0.4%	0.5%	0.5%
Grade 6	10.0%	0.3%	0.0%	0.0%	0.1%	0.0%	0.0%	0.2%	0.4%	0.1%
Grade 7	30.0%	0.1%	0.2%	0.1%	0.1%	0.2%	0.4%	0.3%	0.2%	0.4%
Grade 8	10.0%	0.2%	0.1%	0.1%	0.2%	0.1%	0.0%	0.4%	0.4%	0.6%
Attendance Rate	92.6%	91.4%	N/A	98.4%	94.9%	94.8%	95.6%	95.9%	96.0%	96.2%
Annual Dropout Rate Grades 7-8 - Method 1										
	0.4%	0.4%	N/A	0.5%	0.2%	0.5%	0.4%	0.3%	0.8%	0.2%
% Students Passing All Sections										
All Grades STAAR percent at Phase-in Satisfactory Standard or above, beginning 2016-17 at approaches Grade Level or Above										
Reading	68%	64%	57%	N/A	65%	65%	65%	70%	74%	74%
Mathematics	63%	58%	55%	N/A	71%	71%	74%	72%	71%	75%
Science	69%	65%	61%	N/A	73%	73%	74%	76%	76%	77%
Social Studies	72%	65%	64%	N/A	71%	68%	68%	75%	73%	71%
SAT/ACT % Tested	84.3%	65.8%	N/A	81.0%	63.1%	60.8%	61.7%	54.6%	59.6%	57.3%
Mean SAT Score	932	964	N/A	965	1080	1069	1065	1454	1430	1476
Mean ACT Score	21.7	22.4	N/A	20	20	20.0	20.7	20.4	20.5	21.1

**Source:** Texas Academic Performance Report

**N/A:** Information not available

\* Due to COVID-19, the STARR test was cancelled for the Spring of 2020

TABLE 19

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS  
(UNAUDITED)

Fiscal Year	Modified Accrual Basis			Accrual Basis			Pupil- Teacher Ratio
	Operating Expenditures	Cost per Pupil a	Percent Change	Expenses	Cost per Pupil a	Percent Change	
2013-14	\$ 117,864,334	\$ 8,101	2.65%	\$ 130,651,645	\$ 8,979	3.33%	15.6
2014-15	125,020,531	8,548	5.52%	133,189,888	9,106	1.41%	15.5
2015-16	125,137,262	8,554	0.07%	143,616,996	9,817	7.81%	15.3
2016-17	125,837,728	8,636	0.95%	142,409,334	9,773	-0.45%	15.4
2017-18	125,451,013	8,612	-0.27%	102,543,454	7,039	-27.97%	15.6
2018-19	131,928,266	9,086	5.50%	152,757,253	10,520	49.45%	15.5
2019-20	134,271,825	9,251	1.82%	162,037,846	11,164	6.12%	15.4
2020-21	137,520,803	9,793	5.85%	150,264,066	10,700	-4.16%	14.9
2021-22	140,458,895	10,180	3.95%	142,595,555	10,335	-3.42%	15.1
2022-23	153,807,175	11,369	11.68%	161,225,642	11,917	15.31%	15.4

**Notes:** Operating expenditures are total expenditures less debt service

**a** See Table 18 for enrollment information.

**b** See Table 17 for teaching staff information.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
CAPITAL ASSET INFORMATION  
LAST TEN FISCAL YEARS  
(UNAUDITED)

	Fiscal Year									
	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14
<b>Schools</b>										
Elementary:										
Campuses	17	17	17	17	17	17	17	17	17	17
Square feet	986,234	986,234	986,234	986,234	986,234	986,234	933,461	924,378	924,378	924,378
Capacity	8,801	8,801	8,801	8,801	8,801	8,801	8,801	8,801	8,801	8,801
Enrollment	6,205	6,378	6,372	7,025	7,026	7,104	7,158	7,415	7,416	7,570
Middle:										
Campuses	3	3	3	3	3	3	3	3	3	3
Square feet	466,155	466,155	466,155	466,155	460,347	460,347	460,356	452,347	452,347	452,347
Capacity	3,169	3,169	3,169	3,169	3,115	3,115	3,115	3,115	3,115	3,115
Enrollment	2,838	3,146	3,188	3,389	3,331	3,251	3,190	3,148	3,204	3,095
High:										
Campuses	3	3	3	3	3	3	3	3	3	3
Square feet	803,265	803,265	803,265	803,265	803,265	803,265	793,022	785,672	785,672	785,789
Capacity	4,420	4,420	4,420	4,420	4,420	4,420	4,420	4,420	4,420	4,420
Enrollment	4,128	3,919	4,195	4,117	4,065	4,078	4,087	4,063	3,930	3,762
Head Start:										
Campuses	2	3	3	3	3	3	3	3	3	3
Square feet	80,287	106,114	106,114	106,114	106,114	106,114	98,901	98,901	98,901	98,901
Capacity	632	837	837	837	837	837	837	837	837	837
Enrollment	-	-	-	-	611	573	588	559	532	572
Alternative Learning:										
Campuses	3	2	2	2	2	2	2	2	2	2
Square feet	50,405	24,463	24,463	24,463	24,463	24,463	24,855	24,855	24,855	24,855
Capacity	473	230	230	230	230	230	230	230	230	230
Enrollment	81	89	129	64	47	46	48	54	52	53
Idle Facilities:										
Campuses	-	-	-	-	-	1	1	1	1	1
Square feet	-	-	-	-	-	26,405	26,405	26,405	26,405	50,575
Capacity	-	-	-	-	-	-	-	-	-	1,124
<b>Administrative</b>										
Buildings	1	1	1	1	1	1	1	1	1	1
Square feet	42,295	42,295	42,295	42,295	42,295	42,295	42,295	42,295	42,295	42,295
<b>Transportation</b>										
Garages / buildings	1	1	1	1	1	1	1	1	1	1
Buses	108	96	91	93	93	95	85	85	85	84
<b>Warehouses, Storage, Etc:</b>										
Buildings	13	13	13	13	13	13	8	8	8	8
Square feet	89,992	89,992	89,992	89,992	89,992	89,992	38,279	38,279	38,279	38,279
<b>Athletics</b>										
Stadium Field House	3	3	3	3	3	3	1	1	1	1
Football/Soccer fields	15	15	15	15	15	15	15	15	15	15
Running tracks	4	4	4	4	3	3	2	2	2	2
Baseball / softball	7	7	7	7	5	5	5	5	5	5
Swimming pools	1	1	1	1	1	1	1	1	1	1
Playgrounds	31	30	30	30	30	30	31	31	31	31

**Source:** District records.

**Notes:**

- Pays campus (alternative learning) was opened in fy 2009. Student enrollment is still counted in the high schools.
- 2013-Bond project added square footage to Elementary and Middle Schools. Buildings demolished in bond renovations slightly reduced High Schools.
- In 2014 high schools added Lake View science wing and demolished Handel Hall. Demol some builds at Old Lincoln Idle campus, but science wing is storage
- 2017- added classrooms at Ft.Concho Elem, Glenn MS, and Tennis Dressing at CHS, and LVHS



Single Audit Section  
August 31, 2023

**San Angelo Independent School District**



**Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards***

To the Board of Trustees of  
San Angelo Independent School District  
San Angelo, Texas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of San Angelo Independent School District (the District) as of and for the year ended August 31, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated January 17, 2024.

**Report on Internal Control over Financial Reporting**

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

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

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

## **Report on Compliance and Other Matters**

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

### **Purpose of this Report**

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

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

Abilene, Texas  
January 17, 2024



**Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control over Compliance Required by the Uniform Guidance**

To the Board of Trustees of  
San Angelo Independent School District  
San Angelo, Texas

**Report on Compliance for Each Major Federal Program**

**Opinion on Each Major Federal Program**

We have audited San Angelo Independent School District's (the District) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended August 31, 2023. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2023.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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



### ***Responsibilities of Management for Compliance***

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

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

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

### ***Report on Internal Control over Compliance***

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

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

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

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



Abilene, Texas  
January 17, 2024

San Angelo Independent School District  
Schedule of Expenditures of Federal Awards (Exhibit K-1)  
Year Ended August 31, 2023

Federal Grantor/Pass-Through Grantor/Program Title	Federal Financial Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Education			
Direct Program			
Impact Aid - P.L. 874 Title I	84.041	Not available	\$ 88,121
Passed Through Texas Education Agency			
ESEA Title I, Part A - Improving Basic Programs	84.010	23610101226903	3,989,712
ESEA Title I, Part A - School Improvement	84.010	23610141226903	88,723
ESEA Title I, Part A - ESF Focus Support Grant	84.010	236101577110019	500,255
Total ALN 84.010			<u>4,578,690</u>
Special Education Cluster			
IDEA-B Formula*	84.027	226600012269036000	3,480,569
COVID- 19 IDEA-B Formula - American Rescue Plan*	84.027X	225350012269035000	283,583
Total ALN 84.027			<u>3,764,152</u>
IDEA-B Preschool*	84.173	236610012269036000	87,927
Career and Technical Education - Basic Grants to States	84.048	23420006226903	199,523
Title III, Part A - English Language Acquisition	84.365	22671001226903	75,569
Title II, Part A - Teacher, Principal, Training & Recruitment	84.367	23694501226903	331,553
Title IV, Part A - Subpart I	84.424	23680101226903	244,422
LEP Summer School	84.369A	69552102	2,878
LEP Summer School	84.369A	69552202	2,958
Total ALN 84.369A			<u>5,836</u>
COVID-19 Elementary and Secondary School Emergency Relief Fund	84.425D	21521001226903	7,684,616
COVID-19 Elementary and Secondary School Emergency Relief Fund	84.425U	21528001226903	9,925,506
COVID-19 American Rescue Plan (ARP) Act -Homeless II Education for Homeless Children and Youth Program	84.425W	21533002226903	10,784
Total ALN 84.425			<u>17,620,906</u>
Total Passed Through Texas Education Agency			<u>26,908,578</u>
Total U. S. Department of Education			<u>26,996,699</u>

San Angelo Independent School District  
Schedule of Expenditures of Federal Awards (Exhibit K-1)  
Year Ended August 31, 2023

Federal Grantor/Pass-Through Grantor/Program Title	Federal Financial Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Agriculture			
Direct Program			
Summer Feeding Program - Cash Assistance**	10.559	Not available	49,843
Equipment Assistance SubGrant	10.579	Not available	47,761
Passed Through Texas Education Agency:			
School Breakfast Program**	10.553	71402201	1,830,009
National School Lunch Program - cash assistance**	10.555***	71302201	3,953,729
Total Passed Through Texas Education Agency			<u>5,783,738</u>
Passed Through the Texas Department of Agriculture:			
National School Lunch Program			
-non cash assistance **	10.555***	Not available	463,689
Supply Chain Assistance Grant**	10.555***	6TX300400	466,739
Total U. S. Department of Agriculture			<u>6,811,770</u>
U.S. Department of Defense			
Direct Program			
ROTC	12.000	Not available	114,413
Total U. S. Department of Defense			<u>114,413</u>
Federal Communications Commission			
Direct Program			
COVID-19 Emergency Connectivity Fund Program	32.009	Not available	1,240,706
Total Federal Communications Commission			<u>1,240,706</u>
U.S. National Security Agency			
Passed Through Angelo State University			
National Cyber Security Awareness	97.128	H98230-21-1-0153	13,184
Total U.S. National Security Agency			<u>13,184</u>
Total Federal Financial Assistance			<u>\$ 35,176,772</u>
*Total Special Education Cluster			3,852,079
** Total Child Nutrition Cluster			6,764,009
***Total CFDA Number 10.555			4,884,157

**Note A - Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the District under programs of the federal government for the year ended August 31, 2023. The information is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

**Note B - Summary of Significant Accounting Policies**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund types are accounted for using a current financial resources measurement focus. All federal expenditures were accounted for in the General Fund and Special Revenue Funds, components of the Governmental Fund type. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. No federal financial assistance has been provided to a subrecipient.

Federal grants are considered to be earned to the extent of expenditures made under the provisions of the grant.

School health and related services revenues are considered earned income at the local government level and thus are not included in the Schedule of Expenditures of Federal Awards. The following is a reconciliation of Federal Revenues on Exhibit C-2 to the Schedule of Expenditures of Federal Awards:

Federal Awards per Schedule of Expenditures of Federal Awards	\$ 35,176,772
School Health Related Services (SHARS)	3,169,316
Oasis Grant	<u>30,000</u>
Total federal program revenues - Exhibit C-2	<u><u>\$ 38,376,088</u></u>

**Note C - Indirect Cost Rate**

The District is not eligible to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance because the District has previously received a negotiated indirect cost rate for its federal awards.

**Note D - Food Donation**

Nonmonetary assistance is reported in this schedule at the fair market value of the commodities received and disbursed. At August 31, 2023, the District had food commodities totaling \$676,953 in inventory.

**Section I – Summary of Auditor’s Results**

**FINANCIAL STATEMENTS**

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Noncompliance material to financial statements noted?	No

**FEDERAL AWARDS**

Internal control over major programs:	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR 200.516:	No

**Identification of major programs:**

<u>Name of Federal Program</u>	<u>Federal Financial Assistance Listing</u>
Title I, Part A	84.010
COVID-19 Education Stabilization Fund	84.425D; 84.425U; 84.425W
COVID-19 Emergency Connectivity Fund Program	32.009
Dollar threshold used to distinguish between Type A and Type B programs	\$1,055,303
Auditee qualified as low-risk auditee?	Yes

**Section II – Financial Statement Findings**

The audit disclosed no findings required to be reported.

**Section III – Federal Award Findings and Questioned Costs**

The audit disclosed no findings and questioned costs required to be reported.

San Angelo Independent School District  
Schedule of Required Responses to Selected School First Indicators (Exhibit L-1)  
August 31, 2023

Data Control Codes		Responses
SF1	Was there an unmodified opinion in the Annual Financial Report on the financial statements as a whole?	Yes
SF2	Were there any disclosures in the Annual Financial Report and/or other sources of information concerning nonpayment of any terms of any debt agreement at fiscal year-end?	No
SF3	Did the school district make timely payments to the Teacher Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other government agencies?	Yes
SF4	Was the school district issued a warrant hold? Even if the issue surrounding the initial warrant hold was resolved and cleared within 30 days, the school district is considered to have been issued a warrant hold.	No
SF5	Did the Annual Financial Report disclose any instances of material weaknesses in internal controls over financial reporting and compliance for local, state, or federal funds?	No
SF6	Was there any disclosure in the Annual Financial Report of material noncompliance for grants, contracts, and laws related to local, state, or federal funds?	No
SF7	Did the school district post the required financial information on its website in accordance with Government Code, Local Government Code, Texas Education Code, Texas Administrative Code and other statutes, laws and rules that were in effect at the school district's fiscal year end?	Yes
SF8	Did the school board members discuss the school district's property values at a board meeting within 120 days before the school district adopted its budget?	Yes
SF9	Total accumulated accretion on CABs included in government-wide financial statements at fiscal year-end	\$ 4,592,721