



CARROLL INDEPENDENT SCHOOL DISTRICT

SOUTHLAKE, TEXAS



ANNUAL COMPREHENSIVE FINANCIAL REPORT



AUGUST 31, 2023

CARROLL INDEPENDENT SCHOOL DISTRICT
SOUTHLAKE, TEXAS



ANNUAL COMPREHENSIVE
FINANCIAL REPORT

For the Fiscal Year Ended August 31, 2023

PREPARED BY:
Financial Services Department

David Johnson , CPA
Assistant Superintendent for Financial Services

Bryan Myres, RTSBA
Executive Director of Finance



Introduction

Board of Trustees



Cameron Bryan
President



Andrew Yeager
Vice President



Christy Stacy
Secretary



Dr. Lane Ledbetter
Superintendent



Eric Lannen
Place 2



Dudley Jordan
Place 3



Alex Sexton
Place 6

Carroll Independent School District
Annual Comprehensive Financial Report
For The Year Ended August 31, 2023

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INTRODUCTORY SECTION



January 16, 2024

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

The Texas Education Code requires that all school districts file financial statements with the Texas Education Agency (TEA) within 150 days of the close of the fiscal year. The financial statements must be presented in conformity with the generally accepted accounting principles (GAAP) and audited by a firm of licensed certified public accounts in accordance with generally accepted auditing standards. Pursuant to the requirement, we submit the Annual Comprehensive Financial Report (ACFR) of the Carroll Independent School District (the District) for the fiscal year ended August 31, 2023.

Responsibility for the accuracy, completeness, and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed information is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial operations have been included.

The ACFR is presented in four sections: (1) introductory, (2) financial, (3) statistical, and (4) federal awards. The introductory section includes this transmittal letter, the Certificate of Board, a listing of the District's principal officials and advisors, and an organizational chart of the District. The financial section includes the basic financial statements, the required supplementary information, combining statements and schedules, and other supplementary information. Also included in the financial section is the independent auditors' report on the financial statements and Management's Discussion and Analysis (MD&A). The statistical section consists of unaudited tables which reflect both financial and demographic data. This information is for the purpose of presenting social and economic information, financial trends and fiscal capacity of the District, and is generally presented on a multi-year basis. The federal awards section includes the Single Audit report which is in conformity with the provisions of the Single Audit Act of 1996 and the United States Office of Management and Budget Uniform Guidance.

This report includes all funds of the District. The District is a public-school system offering a full prekindergarten through twelfth grade education for all school age residents within its geographic boundaries. The ACFR also includes any activities over which the Board has oversight responsibilities and/or the authority to make decisions. The District is not a component unit nor does it have any component units. A component unit is a legally separate organization that a primary government must include as part of its financial reporting entity for fair presentation in conformity with GAAP.



Governing Body

The District is governed by a seven-member Board of Trustees (Board) serving staggered three-year terms with elections held in May of each year. All candidates must be qualified voters and residents within the boundaries of the District. Board officers are elected by the members of the Board.

The Board schedules Special Called meetings and Regular meetings for the first and third Monday of the month, respectively, and are held at the Carroll ISD Administration Center. Additional called meetings or workshops are scheduled as needed and announced to the public in compliance with public notice requirements.

The Board has final control over all school matters except as limited by state law, the courts, and the will of its citizens as expressed in elections. In general, the Board is responsible for adopting policy, employing and evaluating the Superintendent, adopting an annual budget and its supporting tax rate, and serving as a board of appeals in personnel and student matters.

General Information

In 1919 the Carroll Common School District was formed from independent schools near Lonesome Dove and White’s Church as well as Sam’s School. The District was named after B. E. Carroll, Tarrant County Superintendent of Public Instruction. The first school building was known as Carroll High School and was opened in 1919, being used continuously until the opening of the new Carroll High School in 1970-1971. In 1959, the Carroll Common School District officially became an Independent School District. Originally Carroll ISD only offered grades K-8th grade, with students having to attend Grapevine High School for grades 9-12. Then in 1961-1962, the grades were expanded to serve K-12th, with the first graduating class of Carroll High School being in 1965.

The District is located in northeast Tarrant County and encompasses approximately 21 square miles. The District serves students in Southlake, Colleyville, Grapevine, Keller, Trophy Club and Westlake. The District is one of the largest in the state of Texas to earn the top rating of “Exemplary” by the Texas Education Agency.

The District finished the year with an enrollment of 8,490 students. Enrollment has increased by less than 1% over the past ten years and marginal annual decreases are expected in the foreseeable future. Enrollment of 8,251 is projected for 2032-33.

	22-23	21-22	20-21	19-20	18-19
Enrollment	8,490	8,389	8,324	8,525	8,344

The District is comprised of the following eleven (11) campuses:

Carroll Senior High School	Grades 11-12
Carroll High School	Grades 9-10
Carroll Middle School	Grades 7-8
Dawson Middle School	Grades 7-8
Durham Intermediate School	Grades 5-6
Eubanks Intermediate School	Grades 5-6
Carroll Elementary School	Grades Pk-4
Johnson Elementary School	Grades K-4
Old Union Elementary School	Grades Pk-4
Rockenbaugh Elementary School	Grades Pk-4
Walnut Grove Elementary School	Grades K-4

Five schools have been named National Blue-Ribbon Schools by the U.S. Department of Education. The Blue Ribbon Schools include Rockenbaugh Elementary, Johnson Elementary, Carroll Elementary, Carroll Middle School and Carroll Senior High School.

Approximately 99 percent of Carroll's seniors go on to attend a college or university after graduation. More than 98 percent of Carroll students take a college entrance exam, with composite scores on the SAT and ACT that exceed state and national averages. Carroll offers a full array of Advanced Placement and Honors courses, a challenging curriculum for gifted and talented students and special programs for students with special needs. The District does not have a relationship with any charter schools.

Each campus shares the same district mascot the Dragon superimposed on an outline of the state of Texas, in the same colors, green, white and black. The current logo was developed in 1984 and has been in use since that time. The original inspiration of the mascot was derived by combining an outline of Texas with a United States Navy fighter squadron emblem.

Economic Condition and Outlook

The Southlake area was settled in the 1840s but was not incorporated as Southlake until 1956. The area remained rural until the completion of the nearby DFW International Airport in the 1970s. Due to the close proximity to the airport, Southlake became a boom-burb throughout the 1980s, 1990s and 2000s. The current population projection for Southlake is 31,975 with a projected build-out population of 34,188. Southlake has been recognized as one of the most desirable cities in which to live and work due to a highly successful combination of business, local government, school district, and the overall quality of life. The largest employers in the Southlake area include Sabre Holdings, TD Ameritrade, the District, Keller Williams, Verizon Wireless, Gateway Church, the City of Southlake, Central Market, Hilton Southlake, and the Methodist Hospital. Income levels and property wealth levels reflect the largely affluent population in the region. Median household and per capita effective buying incomes in the district are very strong. Net taxable assessed value (AV) grew 10.1% from the 2021 tax year to the 2022 tax year. The tax base is very diverse with the 10 largest taxpayers accounting for approximately 8.4% of net taxable AV, and officials expect strong AV growth for the next year. Carroll ISD serves an estimated population of 31,975 in northeast Tarrant County. It serves the majority of the city of Southlake; portions of the cities of Grapevine, Colleyville, Keller; Trophy Club, and Westlake. The tax base is largely residential, though there has been increased commercial development.

The District age of school district buildings as of August 2023:

<u>Capital Assets</u>	<u>Age of Asset</u>
Carroll Senior High	31
Carroll High	25
Carroll Middle	12
Dawson Middle	22
Eubanks Intermediate	22
Durham Intermediate	27
Carroll Elementary	35
Walnut Grove Elementary	12
Johnson Elementary	42
Old Union Elementary	22
Rockenbaugh Elementary	26
Administration Bldg.	54
Dragon Stadium	23
Transportation	23

The District's latest demographic study reports the following unemployment numbers as of October 2022:

United States	4.3%
Texas	4.8%
Dallas/Fort Worth	4.2%
Southlake	3.5%

Property values have increased an average of 8% over the past five years, and the District's tax base has been increasing due to new residential construction accompanied by growth in retail and commercial development. The District's total assessed property value for the year was \$12,503,724,049 with residential property accounting for almost 75% of the value. The net taxable value after exemptions was \$11,140,823,735 which was an increase of 10.1% from the prior year. The average taxable value of a home in the District was \$829,807 which was an increase of 9.0% from the prior year.

Long Range Planning

In 2021, the District began the planning phase a Strategic Planning Committee. The Strategic Planning Committee have made substantial progress during the current fiscal year, with noted actions taken in both the financial and academic divisions.

Financial Information

The District strives to provide support for all stakeholders, ensuring that all financial operations support the District's instructional goals and objectives thereby providing our students with the best education possible. The District is committed to providing fiscal management through prudent stewardship, integrity and financial transparency. In 2014, the District was awarded the Texas Comptroller Leadership Circle Platinum Award for Financial Transparency. Since that time, the Texas Comptroller has initiated a greater level of accountability and has recognized the District for going above and beyond in their transparency efforts in the areas of Traditional Finance and Debt Obligations.

In September 2016, Moody's upgraded the District's previous general obligation bond rating from Aa2 to Aa1. The rating upgrade primarily reflected the District's trend of tax base growth, affluent residential community, enrollment growth and healthy reserves. The stable outlook reflects the expectation of stable

credit fundamentals supported by the District's economy which will remain strong given its location in the Dallas-Fort Worth Metroplex and management's history of maintaining healthy reserves.

On November 5, 2019, S&P affirmed its AA+ underlying rating and long-term rating on the District's existing general obligation debt. The outlook on all the ratings is stable. The underlying rating reflects their assessment of the District's creditworthiness, specifically its expanding property tax base, coupled with access to and participation in the broad and diverse Dallas-Fort Worth Metroplex, very strong income and extremely strong wealth indicators, and historically strong financial position, supporting the maintenance of very strong reserves.

Internal Control

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

Budgetary Control

State law requires that every local education agency prepare and file an annual budget of anticipated revenues and estimated expenditures with the Texas Education Agency. The objective of budgetary controls is to ensure compliance with the legal provisions in the annual budget approved by the Board. Activities in the General Fund and Debt Service Fund are included in the official budget. Budgetary control, the level at which expenditures cannot legally exceed appropriations, is maintained at the functional category level within each fund. These functional categories are defined by the Texas Education Agency and identify the purpose of the transaction. The budget may be amended during the year to address unanticipated or changing needs of the District. A change to functional expenditure categories, revenue objects, or other sources and uses accounts requires the approval of the Board.

The annual budget is the foundation for the District's financial planning and control. The budget process begins in January of each year. All budget managers of the District are required to submit their requests to the Financial Services Department. The requests are compiled and summarized into a preliminary budget which is presented and discussed with the Board at one or more public budget workshops. Prior to the end of August, a board meeting is called for the purpose of discussing and adopting the budget and the proposed tax rate. The budget must be adopted prior to the beginning of the fiscal year on September 1st.

It is the intent of the District that the budgetary process provides the financial resources that are needed to meet the educational goals and objectives of the District. The ultimate decision of the level of funding and the programs to be funded rests with the Board. After considering all factors, the Board sets an ad valorem tax rate that will generate sufficient revenues to support the expenditure budget of the District. The tax rates per \$100 of assessed value for the past five years are shown on the following table.

	22-23	21-22	20-21	19-20	18-19
M&O	\$0.8888	\$0.9386	\$0.9564	\$0.9700	\$1.0400
I&S	\$0.3300	\$0.3300	\$0.3300	\$0.3300	\$0.3400
	\$1.2188	\$1.2686	\$1.2864	\$1.3000	\$1.3800

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

The cost of operating schools and the revenues to cover these costs are accounted for through the General Fund. Special programs, primarily funded by the state or federal government and designed to accomplish a defined objective, are accounted for in the Special Revenue Funds. The District allocates a portion of its tax rate for the payment of bond principal and interest and accounts for these transactions in the Debt Service Fund. The District accounts for school construction that is financed through the sale of bonds in the Capital Projects Fund. The District also maintains Custodial Funds for student activity funds and other resources held in a purely custodial capacity.

Fund Balance

The total General Fund balance is an integral part of the subsequent year's budget adoption and tax rate setting process. The Board has been proactive in building the District's fund balances over time striving to maintain at least three months operating expenditures in the unassigned General Fund balance. The anticipated General Fund balance at the end of August 31, 2023 is \$44,991,429 which is a \$6,019,496 increase from the prior year.

Cash Management

In accordance with the District's investment strategy, it is the District's practice to maintain a cash management program that invests financial resources in a manner that provides primarily for the safety of principal and secondarily to achieve favorable rates of return. The program is sustained by providing a sufficient level of liquidity to support the daily cash flow needs of the District without subjecting the District to material, unfavorable market conditions and interest rate risk.

The District invests in U.S. Treasury and Agency securities as well as Certificates of Deposit and Municipal Bonds. The District also participates in local government investment pools including Lone Star, Texas Class, and Texas Term. Government pools provide for safety, liquidity, competitive markets return, and additional diversification of the investment portfolio.

Independent Audit

State law and District policy requires an annual audit of the District's financial statements by independent certified public accountants. The annual audit was performed by Snow Garrett Williams for the year ended August 31, 2023. In addition to meeting the requirements set forth in state statutes, the audit is designed to also meet the requirements of the Government Auditing Standards issued by the Comptroller General of the United States and the Uniform Guidance. The independent auditors' report on the basic financial statements and the combining fund statements and other supplemental schedules are included in the financial section of this report.

2022 - 2023 Achievements

As reflected in the District's mission statement, activities of the District focus on a creative learning environment that inspires students to realize their full potential as they positively impact the world around them. The following reflects the degree of success that both the District and its students have accomplished in academics, extra and co-curricular activities for the 2022-2023 fiscal year:

- Carroll ISD earned an overall A+ grade and named the 3rd best school district in Texas and the #1 school district in the Dallas-Fort Worth area by Niche.com.
- Carroll ISD had 38 Dragons named National Merit Finalists.
- Carroll ISD once again exceeds performance metrics in the Districtwide report card (98 out of 100).
- Carroll ISD students scored an average of 27.2 on the ACT exam. The national average is 20.3. Students also scored an average of 1265 on the SAT. The national average is 1060.
- Carroll ISD students booked more than 58,730 hours of community service.
- Carroll ISD student athletes won the State Championship in Boys' cross country with the girls' cross country team earning state runner-up.
- Carroll ISD student athlete State Qualifiers: Boys' and girls' Swim/Dive Teams, Boys' and Girls' Water Polo, boys' and girls' wrestling, girls' golf team, team tennis
- 2022-23 National Gatorade Player of the Year, girls' soccer.
- 99% of Carroll ISD's students have advanced to either 2- or 4-year colleges/universities.
- Carroll ISD students received more than \$34,744,300 in scholarships.
- More than 6,724 college hours were earned by AP and/or Dual Credit courses.
- National Speech & Debate Champion Team in Public Forum Debate
- National Speech & Debate Association Academic All-American award

Awards

Carroll Independent School District received a Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association (GFOA) for its ACFR for the fiscal year ended August 31, 2022. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. A Certificate of Achievement is valid for a period of one year only. We believe that this current report will conform to the Certificate of Achievement Program requirements and is being submitted to the GFOA for review.

The District also received the Association of School Business Officials' (ASBO) Certificate of Excellence in Financial Reporting for the fiscal year ended August 31, 2022. This award certifies that the ACFR substantially confirms to the principles and standards of reporting as recommended and adopted by ASBO. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials. We believe that our current report will also meet the Certificate of Excellence Program requirements and will be submitted to ASBO for review.

The District scored the highest possible rating of "Superior" for the School FIRST (Financial Integrity Rating System of Texas), a financial accountability system for Texas school districts. The primary goal of the FIRST rating is to ensure quality performance in the management of a school district's financial resources, a goal made more significant due to the complexity of accounting associated with the Texas school finance system. Since the inception of the rating system in 2002-2003, the District has maintained the highest level of rating.

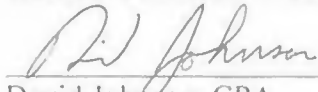
Acknowledgments

The preparation of this report could not have been accomplished without the dedication of the Financial Services Department staff and the staff of Snow Garrett Williams. We would like to extend sincere appreciation for their time and efforts. We would also like to thank the Board of Trustees for their support in ensuring fiscal transparency to the citizens of the District and for its leadership of one of the highest ranked school districts in Texas. We also want to thank the teachers, principals, administrators, and support staff who have worked so hard to foster a safe, caring, and creative learning environment that inspires students to realize their full potential as they positively impact the world around them.

Respectfully submitted,



Bryan Myres, RTSBA
Executive Director of Finance



David Johnson, CPA
Assistant Superintendent for Financial Services



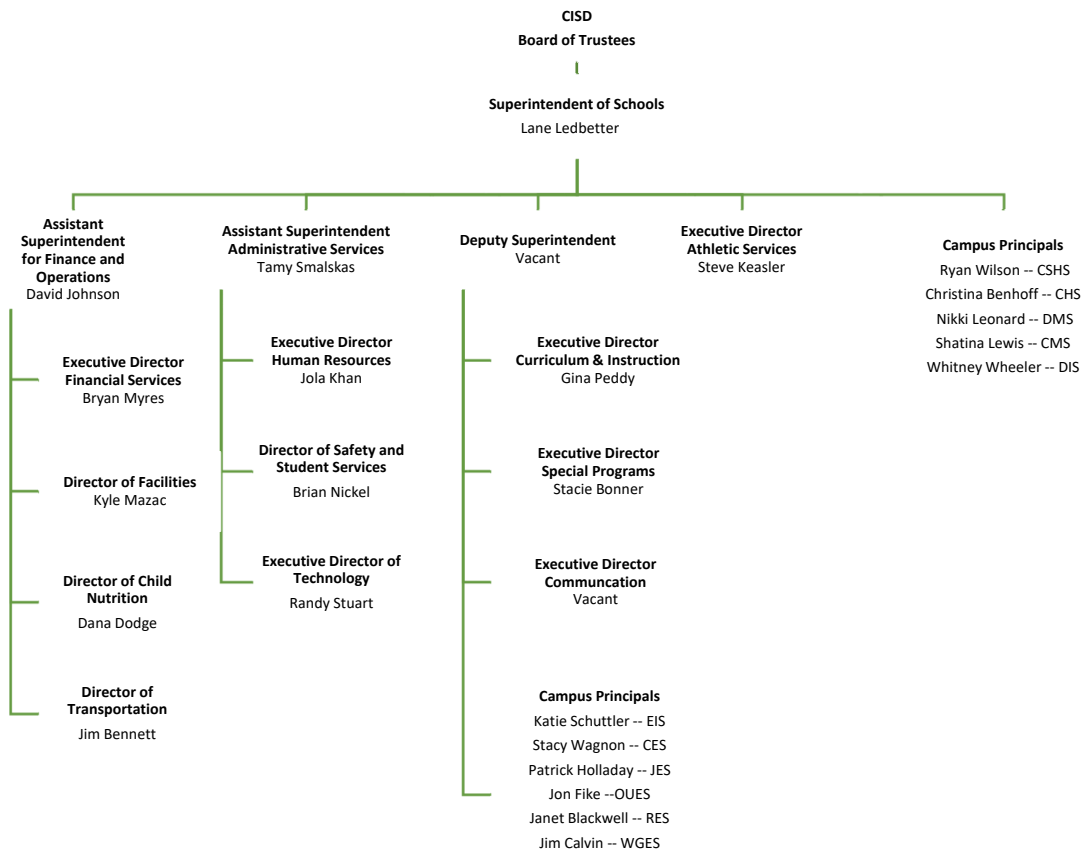
Lane Ledbetter, Ed.D.
Superintendent



The District's organizational hierarchy begins with the seven Board of Trustee members and Superintendent. The Superintendent is responsible for the day to day operations of the District. The Superintendent's Cabinet consists of one Deputy Superintendent two Assistant Superintendents, Executive Directors of Curriculum and Instruction, Technology, Student Services, Special Programs, Athletics and Human Resources.

The purpose of this structure is to support student instruction as it occurs on each campus.

CARROLL ISD ORGANIZATIONAL STRUCTURE





CARROLL INDEPENDENT SCHOOL DISTRICT

2022-2023 PRINCIPAL OFFICIALS

Elected Officials:

Cameron Bryan	Board President
Hannah Smith	Board Vice President
Andrew Yeager	Board Secretary
Michelle Moore	Board Member
Eric Lannen	Board Member
Sheri Mills	Board Member
Alex Sexton	Board Member

Appointed Officials:

Lane Ledbetter, Ed.D	Superintendent
David Johnson, CPA	Assistant Superintendent for Financial Services
Dr. Tamy Smalkas	Assistant Superintendent for Administration
Bryan Myres	Executive Director of Financial Services
Steve Keasler	Executive Director of Athletics
Dr. Stacie Bonner	Executive Director for Special Programs
Gina Peddy	Executive Director for Curriculum & Instruction
Randy Stuart	Executive Director of Technology
Jola Khan	Executive Director of Human Resources
Brian Nickel	Director of Safety & Student Services
Leslie Russell	Director of Accountability, Assessment & PEIMS
Dana Dodge	Director of Child Nutrition
Kyle Mazac	Director of Facilities
James Bennett	Director of Transportation
Ryan Wilson	Carroll Senior High School Principal
Christina Benhoff	Carroll High School Principal
Shatina Lewis	Carroll Middle School Principal
Nikki Leonard	Dawson Middle School Principal
Whitney Wheeler	Durham Intermediate School Principal
Katie Schuttler	Eubanks Intermediate School Principal
Stacy Wagon	Carroll Elementary School Principal
Patrick Holladay	Johnson Elementary School Principal
Jon Fike	Old Union Elementary School Principal
Janet Blackwell	Rockenbaugh Elementary School Principal
Dr. Meredith Davis	Walnut Grove Elementary School Principal



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Carroll Independent School District
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

August 31, 2022

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

Carroll 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'.

**John W. Hutchison
President**

A handwritten signature in black ink, reading 'Siobhán McMahon'.

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

CERTIFICATE OF BOARD

Carroll Independent School District
Name of School District

Tarrant
County

220-919
Co.-Dist. Number

We, the undersigned, certify that the attached annual financial reports of the above named school district were reviewed and (check one) ☒ approved ☐ disapproved for the year ended August 31, 2023, at a meeting of the board of trustees of such school district on the 22nd day of JANUARY, 2024.


Signature of Board Secretary


Signature of Board President

If the board of trustees disapproved of the auditor's report, the reason(s) for disapproving it is (are):
(attach list as necessary)



Financial Section





SNOW GARRETT WILLIAMS

CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report

To the Board of Trustees
Carroll Independent School District
2400 North Carroll Avenue
Southlake, Texas 76092

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Carroll 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 Carroll Independent School District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Carroll Independent School District as of August 31, 2023, and the respective changes in financial position, 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Carroll Independent School 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.

Emphasis of Matter

Change in Accounting Principle

As described in Note A to the financial statements, in Fiscal Year 2023, Carroll Independent School District adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 96, *Subscription-Based Information Technology Arrangements*. Our opinion is 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 Carroll Independent School 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 generally accepted auditing standards and *Governmental 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 generally accepted auditing standards 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 the management's discussion and analysis, budgetary comparison information, schedule of the District's proportionate share of the net pension liability, schedule of the District's pension contributions, schedule of the District's proportionate share of the net OPEB liability, and schedule of the District's OPEB contributions identified as Required Supplementary Information in the table of contents be presented to supplement the basic financial statements. Such information, 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 Carroll Independent School District's basic financial statements. The accompanying combining financial statements, and financial information listed as supplementary information in the table of contents, are presented for purposes of additional analysis and are not required parts of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also 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 financial statements, other supplementary information, 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 section, Exhibit J-3, 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 financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 22, 2024 on our consideration of Carroll Independent School 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 Carroll Independent School 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 Carroll Independent School District's internal control over financial reporting and compliance.



Snow Garrett Williams
January 22, 2024

Management's Discussion and Analysis (Unaudited)

As management of the District, we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the year ended August 31, 2023. We encourage readers to consider the information presented here in conjunction with the District's financial statements, which follow this section.

Financial Highlights

- The assets and deferred outflows of the District exceeded its liabilities and deferred inflows at the close of the most recent period by \$29,050,994 (*net position*). Of this amount, negative \$3,993,185 is *unrestricted net position*.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$72,050,173. Approximately 48% of this total amount, \$34,775,212, is *available for spending* at the government's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$34,775,212, or 26% of the total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the District's assets, liabilities, and deferred outflows and inflows of resources. *Net position* is equal to assets plus deferred outflows of resources less liabilities and deferred inflows of resources. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *statement of activities* presents information for all of the current year's revenues and expenses regardless of when cash is received or paid. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the District's government-wide financial statements distinguish the functions of the District as being principally supported by taxes and intergovernmental revenues (*governmental activities*) as opposed to *business-type activities* that are intended to recover all or a significant portion of their costs through user fees and charges. The District has no component units for which it is financially accountable. The government-wide financial statements can be found on pages 12-13 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related requirements. The fund financial statements provide more detailed information about the District's most significant funds-not the District as a whole.

- Some funds are required by State law and/or bond covenants.
- Other funds may be established by the Board to control and manage money for particular purposes or to show that it is properly using certain taxes or grants.

All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds.

- **Governmental funds.** *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*. The District adopts an annual appropriated budget for its general fund and debt service fund. A budgetary comparison schedule has been provided to demonstrate compliance with these budgets. The basic governmental fund financial statements can be found on pages 14-17 of this report.
- **Fiduciary funds.** *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the District's own programs. The District is the trustee, or *fiduciary*, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and statement of changes in fiduciary net position that can be found on pages 18-19.

Notes to the financial statements. The notes provide additional information that is essential to a complete understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 20-45 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* that further explains and supports the information in the financial statements. Required supplementary information can be found on pages 46-52 of this report.

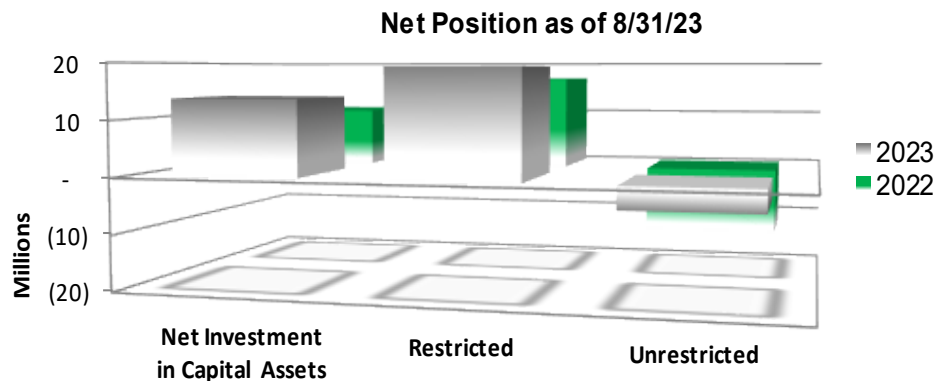


Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, governmental type assets and deferred outflows of resources exceeded liabilities deferred inflows of resources by \$29,050,994 as of August 31, 2023.

The District's Net Position-Governmental Activities

	<u>August 31, 2023</u>	<u>August 31, 2022</u>
Current assets	\$ 73,771,968	\$ 72,205,211
Capital assets	307,707,877	324,518,596
Restricted assets	2,417	-
Long-term investments	7,510,000	6,965,000
Total assets	<u>388,992,262</u>	<u>403,688,807</u>
Deferred outflows of resources:		
Deferred outflows related to pensions	10,665,787	6,850,545
Deferred outflows related to OPEB	4,729,246	5,718,265
Total deferred outflows	<u>15,395,033</u>	<u>12,568,810</u>
Current liabilities	9,212,053	12,985,151
Long-term liabilities outstanding	339,371,802	356,242,134
Total liabilities	<u>348,583,855</u>	<u>369,227,285</u>
Deferred inflows of resources:		
Deferred gain on refunding	557,549	637,199
Deferred inflows related to pensions	3,023,620	13,433,288
Deferred inflows related to OPEB	23,171,327	17,076,585
Total deferred inflows	<u>26,752,496</u>	<u>31,147,072</u>
Net position		
Net Investment in capital assets	13,720,173	10,524,360
Restricted	19,323,956	16,916,715
Unrestricted	(3,993,185)	(11,557,815)
Total net position	<u>\$ 29,050,944</u>	<u>\$ 15,883,260</u>



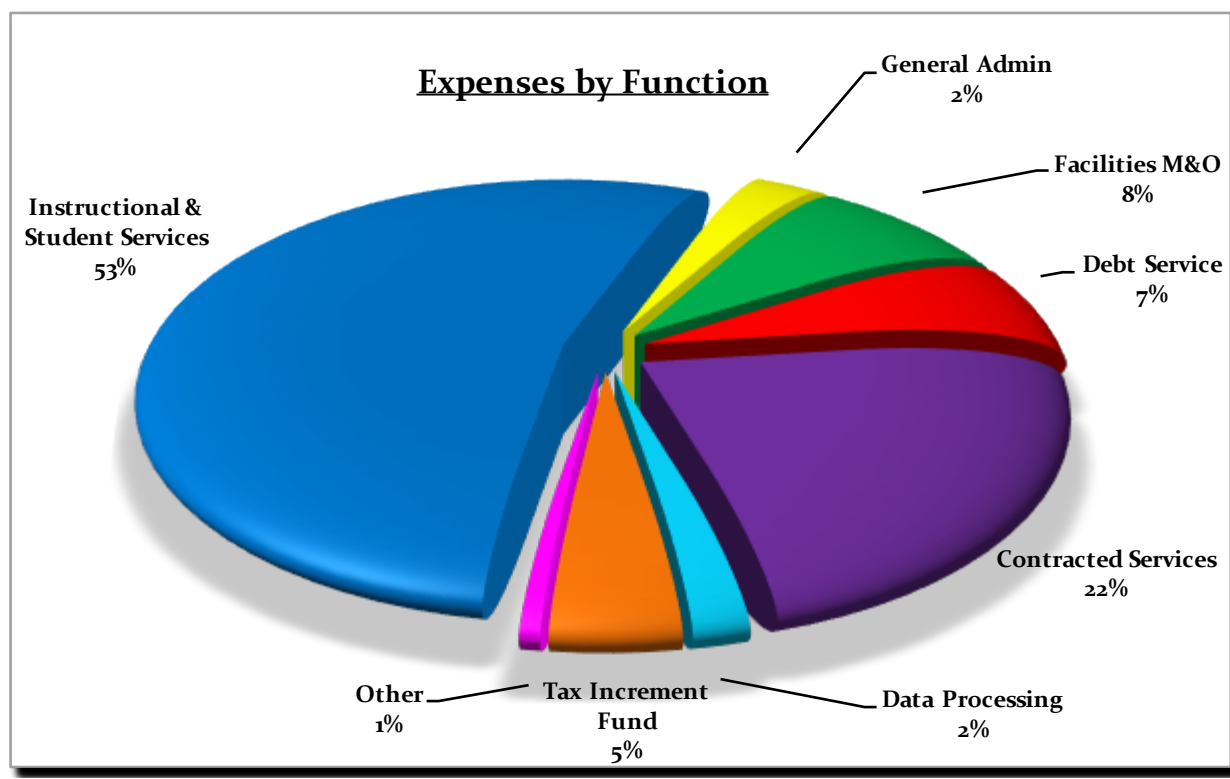
Net investment in capital assets (e.g., land, buildings, furniture and equipment, and construction in progress) is \$13,720,173. The District uses these capital assets to provide services to students; consequently, these assets are *not* available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. An additional portion of the District's net position, \$19,323,956, represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* is negative \$3,993,185.



Governmental activities. The District's total net position increased \$13,167,684 primarily due to increased operating grants and property tax revenue. The total cost of all *governmental activities* this year was \$168,107,132. The amount that our taxpayers paid for these activities through property taxes was \$135,343,022, or 81%. The increase in other general revenues is driven primarily by an increase in interest earned.

Changes in the District's Net Position

	<u>Fiscal Year August 31, 2023</u>	<u>Fiscal Year August 31, 2022</u>
Revenues:		
Program revenues		
Charges for services	\$ 8,868,754	\$ 7,536,454
Operating grants and contributions	10,761,360	4,980,722
General revenues		
Property taxes	135,343,022	128,643,369
State grants	8,601,756	7,345,036
Other	17,699,924	8,711,195
Special and extraordinary items		
Special item outflow	-	(1,199,321)
Total revenues	<u>181,274,816</u>	<u>156,017,455</u>
Expenses:		
Instruction	61,523,263	56,193,921
Instruction resources and media services	1,300,152	1,271,442
Curriculum and staff development	1,809,461	1,230,483
Instructional leadership	1,073,354	1,016,782
School leadership	5,213,024	4,897,135
Guidance, counseling & evaluation services	5,030,745	4,761,591
Health services	1,086,264	1,048,788
Student transportation	2,935,492	2,859,418
Food service	4,141,839	3,707,233
Cocurricular/extracurricular activities	4,962,712	4,566,247
General administration	4,582,251	4,580,253
Facilities maintenance and operations	13,232,280	10,914,357
Security and monitoring services	515,740	387,293
Data processing services	3,508,858	7,061,800
Community services	58,027	50,709
Interest on long-term debt	11,348,663	12,866,703
Bond issuance costs and fees	23,480	14,600
Facilities repairs	-	376,763
Contracted instructional services	37,069,275	34,456,686
Payments related to shared service arrangements	98,509	87,335
Payments to tax increment fund	7,971,515	7,361,858
Other intergovernmental charges	622,228	610,793
Total expenses	<u>168,107,132</u>	<u>160,322,190</u>
Increase (decrease) in net position	13,167,684	(4,304,735)
Beginning net position	15,883,260	20,187,995
Ending net position	<u>\$ 29,050,944</u>	<u>\$ 15,883,260</u>



Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements, bond covenants, and segregation for particular purposes.

Governmental funds. The focus of the District's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the District's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of the District's net resources available for spending at the end of a fiscal year. As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$72,050,173, an increase of \$5,751,549. Approximately 48% of this total amount, \$34,775,212, constitutes *unassigned fund balance*. The remainder of fund balance is *restricted*, *committed*, or *assigned* to indicate that it is not available for new spending because it is (1) considered non-spendable for inventory (\$164,371) and prepaid items (\$3,281) and has already been restricted to pay (2) debt service (\$11,626,315), (3) capital acquisitions (\$6,146,026), (4) other restrictions for sinking fund deposits (\$7,512,417); and committed for (5) other committed balances (\$11,818,451).

The general fund is the primary operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the general fund was \$34,775,212, out of a total fund balance of \$44,991,429. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to the total fund expenditures. Unassigned fund balance represents 26% of the total general fund expenditures. Total fund balance represents 34% of the total general fund expenditures.

The fund balance of the District's general fund increased \$6,019,496 during the current fiscal year. Key factors in this increase include:

- Interest Revenue of approximately \$3.4m, approx. \$2.7m above original estimate;
- The sale of the previous administration building for \$4m;
- A property insurance settlement arising from a prior year event of \$827k; and
- Underspending expenditure variances from original budget by approximately \$3.3m;

The debt service fund has a total fund balance of \$19,136,315, of which \$11,626,315 is restricted for the payment of debt service and \$7,510,000 is restricted for sinking fund deposits. The net increase in fund balance during the period in the debt service was \$2,394,007.

The District's bonds are rated "AAA" by virtue of the guarantee of the Permanent School Fund of the State of Texas. The district's underlying rating on outstanding bonds is "AA+" by Standard and Poor's and "Aa1" by Moody's.

The key factor in the increase was:

- District maintained I&S tax rate at \$.033 and taxable values increased

General Fund Budgetary Highlights

Over the course of the year, the District recommended and the Board approved several revisions to budgeted revenue and appropriations. These amendments were to allow for unexpected occurrences and to better reflect the activities of the District. The revised budget was primarily due to:

- An increase in revenue due to higher interest revenue and tax collections;
- An increased recapture payment due to higher tax collections

The following are significant variations between the final budget and actual amounts for the general fund:

- Actual revenues were higher than budgeted by \$2,681,265, primarily related to increases in property tax revenues, and
- Actual expenditures were lower than budgeted by \$3,348,883, primarily due to budgeting variances within instruction, general administration, and contracted instructional services.

Capital Asset and Debt Administration

Capital assets. The District's investment in capital assets for its governmental activities as of August 31, 2023, amounts to \$307,707,877 (net of accumulated depreciation/amortization). This investment in capital assets includes land, buildings and improvements, furniture and equipment, vehicles, right to use assets, and construction in progress.

Major capital asset acquisitions during the year included the stadium scoreboard, emergency radio communication equipment, a vehicle, and technology equipment.

Districts Capital Assets (net of depreciation/amortization)

	August 31, 2023	August 31, 2022
Land	\$ 14,327,507	\$ 14,487,894
Buildings and improvements	281,448,321	258,669,863
Furniture and equipment	6,051,560	6,097,346
Vehicles	4,290,212	5,033,196
Right to use assets	1,590,277	104,401
Construction in progress	-	40,122,253
Total at historical cost	<u>\$ 307,707,877</u>	<u>\$ 324,514,953</u>

Additional information on the District's capital assets can be found in Note D on page 29 of this report.

Long-term debt. As of August 31, 2023, the District had total general obligation bonded debt outstanding of \$288,580,002, a decrease of \$22,815,000 over the prior year.

The unamortized premium balance at August 31, 2023 was \$9,386,444, a decrease from the prior year of \$1,166,560. The net pension liability for fiscal year 2023 had an ending balance of \$26,065,453, an increase of

\$14,947,467 from the prior year. The net OPEB liability for fiscal year 2023 had an ending balance of \$13,730,168, a decrease of \$9,340,534 from the prior year. The lease liability for fiscal year 2023 had an ending balance of \$328,987, an increase of \$223,547 from the prior year. Finally, the SBITA liability had an ending balance of \$1,280,748 due to the implementation of *GASB 96, Subscription-Based Information Technology Arrangements*.

The “AAA” long-term rating on the District’s Texas’ bonds reflects the Texas Permanent School Fund guarantee. The “AA+” Standard & Poor’s underlying rating on the District’s unenhanced debt reflects the District’s: (1) participation in the strong and growing Dallas/Fort Worth area economy, (2) strong administrative management, and (3) continued satisfactory financial performance.

State statutes limit the amount of general obligation debt a government entity may issue up to 10% of its total assessed valuation. The current debt limitation for the District is \$1,104,774,251, which is significantly in excess of the District’s outstanding general obligation debt of \$288,580,002.

Additional information on the District’s long-term debt can be found in Note G on pages 30-32 of this report.

Economic Factors and Next Year’s Budgets and Rates

- The student attendance rate remains relatively stable at the 95 percent level.
- The District’s projected enrollment did not increase.
- The District’s taxable valuation has increased by 10.1%.
- The District has appropriated revenues and expenditures in the 2023-2024 budget of \$118,012,542 and \$118,012,542 respectively in its general fund.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District’s finances as well as demonstrate accountability for funds the District receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Carroll ISD Business Office, 2400 North Carroll Avenue, Southlake, TX 76092.



Basic Financial Statements

CARROLL INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
AUGUST 31, 2023

1

Data Control Codes		Governmental Activities
ASSETS:		
1110	Cash and Cash Equivalents	\$ 3,526,068
1120	Current Investments	66,255,604
1225	Property Taxes Receivable (Net)	690,769
1240	Due from Other Governments	3,131,875
1300	Inventories	164,371
1410	Unrealized Expenses	3,281
	Capital Assets:	
1510	Land	14,327,507
1520	Buildings and Improvements (Net)	281,448,321
1530	Furniture and Equipment (Net)	10,341,772
1550	Right to Use Assets (Net)	1,590,277
1800	Restricted Assets	2,417
1910	Long-Term Investments	7,510,000
1000	Total Assets	<u>388,992,262</u>
DEFERRED OUTFLOWS OF RESOURCES:		
	Deferred Outflow Related to Pensions	10,665,787
	Deferred Outflow Related to OPEB	4,729,246
1700	Total Deferred Outflows of Resources	<u>15,395,033</u>
LIABILITIES:		
2110	Accounts Payable	994,062
2140	Interest Payable	668,610
2165	Accrued Liabilities	3,807,044
2300	Unearned Revenue	3,742,337
	Noncurrent Liabilities:	
2501	Due Within One Year	14,995,004
2502	Due in More Than One Year	284,581,177
2540	Net Pension Liability	26,065,453
2545	Net OPEB Liability	13,730,168
2000	Total Liabilities	<u>348,583,855</u>
DEFERRED INFLOWS OF RESOURCES:		
	Deferred Gain on Refunding	557,549
	Deferred Inflow Related to Pensions	3,023,620
	Deferred Inflow Related to OPEB	23,171,327
2600	Total Deferred Inflows of Resources	<u>26,752,496</u>
NET POSITION:		
3200	Net Investment in Capital Assets	13,720,173
	Restricted For:	
3820	Federal and State Programs	4,100
3850	Debt Service	11,807,439
3880	Scholarships	2,417
3890	Other Purposes - Sinking Fund	7,510,000
3900	Unrestricted	(3,993,185)
3000	Total Net Position	<u>\$ 29,050,944</u>

The accompanying notes are an integral part of this statement.

CARROLL INDEPENDENT SCHOOL DISTRICT

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED AUGUST 31, 2023

Data Control Codes	Functions/Programs	1	3	4	Net (Expense) Revenue and Changes in Net Position
		Expenses	Charges for Services	Program Revenues Operating Grants and Contributions	Governmental Activities
	Governmental Activities:				
11	Instruction	\$ 61,523,263	\$ 1,618,764	\$ 5,340,223	\$ (54,564,276)
12	Instructional Resources and Media Services	1,300,152	62,922	48,284	(1,188,946)
13	Curriculum and Staff Development	1,809,461	40,518	466,865	(1,302,078)
21	Instructional Leadership	1,073,354	13,946	251,273	(808,135)
23	School Leadership	5,213,024	243,892	180,237	(4,788,895)
31	Guidance, Counseling, and Evaluation Services	5,030,745	393,457	320,700	(4,316,588)
33	Health Services	1,086,264	18,966	48,657	(1,018,641)
34	Student Transportation	2,935,492	50,582	119,134	(2,765,776)
35	Food Service	4,141,839	3,873,297	80,325	(188,217)
36	Cocurricular/Extracurricular Activities	4,962,712	1,400,896	122,515	(3,439,301)
41	General Administration	4,582,251	78,473	183,977	(4,319,801)
51	Facilities Maintenance and Operations	13,232,280	231,563	565,027	(12,435,690)
52	Security and Monitoring Services	515,740	57,519	192,769	(265,452)
53	Data Processing Services	3,508,858	32,855	133,212	(3,342,791)
61	Community Services	58,027	1,825	2,273	(53,929)
72	Interest on Long-term Debt	11,348,663	--	445,662	(10,903,001)
73	Bond Issuance Costs and Fees	23,480	--	--	(23,480)
91	Contracted Instructional Services between Schools	37,069,275	749,279	2,161,741	(34,158,255)
93	Payments Related to Shared Services Arrangements	98,509	--	98,486	(23)
97	Payments to Tax Increment Fund	7,971,515	--	--	(7,971,515)
99	Other Intergovernmental Charges	622,228	--	--	(622,228)
TG	Total Governmental Activities	168,107,132	8,868,754	10,761,360	(148,477,018)
TP	Total Primary Government	\$ 168,107,132	\$ 8,868,754	\$ 10,761,360	(148,477,018)
	General Revenues:				
MT	Property Taxes, Levied for General Purposes				98,709,171
DT	Property Taxes, Levied for Debt Service				36,633,851
IE	Investment Earnings				4,615,438
GC	Grants and Contributions Not Restricted to Specific Programs				8,601,756
MI	Miscellaneous				13,084,486
TR	Total General Revenues				161,644,702
CN	Change in Net Position				13,167,684
NB	Net Position - Beginning				15,883,260
NE	Net Position - Ending				\$ 29,050,944

The accompanying notes are an integral part of this statement.

CARROLL INDEPENDENT SCHOOL DISTRICT

BALANCE SHEET - GOVERNMENTAL FUNDS

AUGUST 31, 2023

Data Control Codes	10 General Fund	50 Debt Service Fund	Other Governmental Funds	98 Total Governmental Funds
ASSETS:				
1110 Cash and Cash Equivalents	\$ 193,888	\$ --	\$ 3,332,180	\$ 3,526,068
1120 Current Investments	48,454,184	11,595,479	6,205,941	66,255,604
1225 Taxes Receivable	950,129	333,733	--	1,283,862
1230 Allowance for Uncollectible Taxes (Credit)	(440,484)	(152,609)	--	(593,093)
1240 Due from Other Governments	2,043,093	--	1,088,782	3,131,875
1260 Due from Other Funds	1,079,956	75,036	--	1,154,992
1300 Inventories	164,371	--	--	164,371
1410 Unrealized Expenditures	3,281	--	--	3,281
1800 Restricted Assets	--	--	2,417	2,417
1900 Long-Term Investments - Sinking Fund	--	7,510,000	--	7,510,000
1000 Total Assets	<u>\$ 52,448,418</u>	<u>\$ 19,361,639</u>	<u>\$ 10,629,320</u>	<u>\$ 82,439,377</u>
LIABILITIES:				
Current Liabilities:				
2110 Accounts Payable	\$ 777,246	\$ --	\$ 216,816	\$ 994,062
2120 Short-Term Debt Payable	644	--	--	644
2150 Payroll Deductions and Withholdings	169,090	--	--	169,090
2160 Accrued Wages Payable	3,627,168	--	10,142	3,637,310
2170 Due to Other Funds	75,036	--	1,079,956	1,154,992
2300 Unearned Revenue	2,298,160	44,200	1,399,977	3,742,337
2000 Total Liabilities	<u>6,947,344</u>	<u>44,200</u>	<u>2,706,891</u>	<u>9,698,435</u>
DEFERRED INFLOWS OF RESOURCES:				
Property Taxes	509,645	181,124	--	690,769
2600 Total Deferred Inflows of Resources	<u>509,645</u>	<u>181,124</u>	<u>--</u>	<u>690,769</u>
FUND BALANCES:				
Nonspendable Fund Balances:				
3410 Inventories	164,371	--	--	164,371
3430 Prepaid Items	3,281	--	--	3,281
Restricted Fund Balances:				
3450 Federal/State Funds Grant Restrictions	--	--	4,100	4,100
3470 Capital Acquisitions and Contractual Obligations	--	--	6,146,026	6,146,026
3480 Retirement of Long-Term Debt	--	11,626,315	--	11,626,315
3490 Other Restrictions of Fund Balance	--	7,510,000	2,417	7,512,417
Committed Fund Balances:				
3545 Other Committed Fund Balance	10,048,565	--	1,769,886	11,818,451
3600 Unassigned	34,775,212	--	--	34,775,212
3000 Total Fund Balances	<u>44,991,429</u>	<u>19,136,315</u>	<u>7,922,429</u>	<u>72,050,173</u>
Total Liabilities, Deferred Inflow of Resources and Fund Balances	<u>\$ 52,448,418</u>	<u>\$ 19,361,639</u>	<u>\$ 10,629,320</u>	<u>\$ 82,439,377</u>

The accompanying notes are an integral part of this statement.

CARROLL INDEPENDENT SCHOOL DISTRICT
 RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
 TO THE STATEMENT OF NET POSITION
 AUGUST 31, 2023

Total fund balances - governmental funds balance sheet	\$ 72,050,173
Amounts reported for governmental activities in the Statement of Net Position ("SNP") are different because:	
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.	690,769
Capital assets used in governmental activities are not reported in the funds.	307,707,877
Deferred Resource Outflows related to the pension plan are not reported in the funds.	10,665,787
Deferred Resource Outflows related to the OPEB plan are not reported in the funds.	4,729,246
Recognition of the District's proportionate share of the net pension liability is not reported in the funds.	(26,065,453)
Recognition of the District's proportionate share of the net OPEB liability is not reported in the funds.	(13,730,168)
Deferred Resource Inflows related to the pension plan are not reported in the funds.	(3,023,620)
Deferred Resource Inflows related to the OPEB plan are not reported in the funds.	(23,171,327)
Payables for bond principal which are not due in the current period are not reported in the funds.	(288,580,002)
Payables for right-to-use leases which are not due in the current period are not reported in the funds.	(328,987)
Payables for bond interest which are not due in the current period are not reported in the funds.	(668,610)
Premiums on bonds which are not due and payable in the current period are not reported in the funds.	(9,386,444)
Deferred gain on refunding bonds is not reported in the funds.	(557,549)
Payables for right-to-use SBITAs which are not due in the current period are not reported in the funds.	(1,280,748)
Net position of governmental activities - Statement of Net Position	\$ <u>29,050,944</u>

The accompanying notes are an integral part of this statement.

CARROLL INDEPENDENT SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED AUGUST 31, 2023

Data Control Codes	10 General Fund	50 Debt Service Fund	Other Governmental Funds	98 Total Governmental Funds
REVENUES:				
5700 Local and Intermediate Sources	\$ 118,712,110	\$ 37,432,701	\$ 2,643,077	\$ 158,787,888
5800 State Program Revenues	13,301,426	445,662	278,297	14,025,385
5900 Federal Program Revenues	2,307,995	--	4,170,208	6,478,203
5020 Total Revenues	<u>134,321,531</u>	<u>37,878,363</u>	<u>7,091,582</u>	<u>179,291,476</u>
EXPENDITURES:				
Current:				
0011 Instruction	48,900,331	--	4,138,193	53,038,524
0012 Instructional Resources and Media Services	1,052,130	--	56,984	1,109,114
0013 Curriculum and Staff Development	1,078,328	--	444,077	1,522,405
0021 Instructional Leadership	694,217	--	229,020	923,237
0023 School Leadership	4,241,567	--	216,620	4,458,187
0031 Guidance, Counseling, and Evaluation Services	3,709,717	--	601,098	4,310,815
0033 Health Services	924,287	--	10,026	934,313
0034 Student Transportation	2,504,093	--	381	2,504,474
0035 Food Service	3,485,447	--	--	3,485,447
0036 Cocurricular/Extracurricular Activities	3,448,591	--	1,485,138	4,933,729
0041 General Administration	3,886,866	--	18,936	3,905,802
0051 Facilities Maintenance and Operations	10,971,993	--	612,810	11,584,803
0052 Security and Monitoring Services	274,155	--	213,868	488,023
0053 Data Processing Services	1,621,025	--	2,624,178	4,245,203
0061 Community Services	48,194	--	1,128	49,322
Debt Service:				
0071 Principal on Long-term Debt	128,636	22,815,000	373,702	23,317,338
0072 Interest on Long-term Debt	8,788	12,645,876	45,856	12,700,520
0073 Bond Issuance Costs and Fees	--	23,480	--	23,480
Capital Outlay:				
0081 Facilities Acquisition and Construction	--	--	237,462	237,462
Intergovernmental:				
0091 Contracted Instructional Services				
0091 Between Public Schools	37,069,275	--	--	37,069,275
0093 Payments to Shared Service Arrangements	--	--	98,509	98,509
0097 Payments to Tax Increment Fund	7,971,515	--	--	7,971,515
0099 Other Intergovernmental Charges	622,228	--	--	622,228
6030 Total Expenditures	<u>132,641,383</u>	<u>35,484,356</u>	<u>11,407,986</u>	<u>179,533,725</u>
1100 Excess (Deficiency) of Revenues Over (Under)				
1100 Expenditures	<u>1,680,148</u>	<u>2,394,007</u>	<u>(4,316,404)</u>	<u>(242,249)</u>
Other Financing Sources and (Uses):				
7912 Sale of Real or Personal Property	3,987,165	--	--	3,987,165
7913 Issuance of Right to Use Leases	352,183	--	--	352,183
7949 Issuance of Right to Use SBITAs	--	--	1,654,450	1,654,450
7080 Total Other Financing Sources and (Uses)	<u>4,339,348</u>	<u>--</u>	<u>1,654,450</u>	<u>5,993,798</u>
1200 Net Change in Fund Balances	<u>6,019,496</u>	<u>2,394,007</u>	<u>(2,661,954)</u>	<u>5,751,549</u>
0100 Fund Balances - Beginning	38,971,933	16,742,308	10,584,383	66,298,624
3000 Fund Balances - Ending	<u>\$ 44,991,429</u>	<u>\$ 19,136,315</u>	<u>\$ 7,922,429</u>	<u>\$ 72,050,173</u>

The accompanying notes are an integral part of this statement.

CARROLL INDEPENDENT SCHOOL DISTRICT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED AUGUST 31, 2023

Net change in fund balances - total governmental funds	\$ 5,751,549
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:	
Certain property tax revenues are deferred in the funds. This is the change in these amounts this year.	26,433
Capital outlays are not reported as expenses in the SOA.	3,833,401
The depreciation / amortization of capital assets used in governmental activities is not reported in the funds.	(19,750,690)
The gain or loss on the sale of capital assets is not reported in the funds.	3,097,378
All proceeds from the sale of capital assets are reported in the funds but not in the SOA.	(3,987,165)
GASB 68 required that certain plan expenditures be de-expended and recorded as deferred resource outflows.	
These pension contributions made after the measurement date of the plan increased ending net position.	2,261,502
Pension contributions made before the measurement date and during the previous fiscal year were expended and recorded as a reduction to net pension liability.	(2,033,701)
Changes in the net pension liability and related deferred inflows and outflows are recognized in the government wide financials but are not reported in the fund financial statements. The net effect of the change is a decrease in net position.	(950,358)
GASB 75 required that certain plan expenditures be de-expended and recorded as deferred resource outflows.	
These OPEB contributions made after the measurement date of the plan increased net position.	475,910
OPEB contributions made before the measurement date and during the previous fiscal year were expended and recorded as a reduction in the net OPEB liability.	(468,161)
Changes in the net OPEB liability and related deferred inflows and outflows are recognized in the government wide financials but are not reported in the fund financial statements. The net effect of the change is an increase in net position.	2,249,024
Issuance of right-to-use leases do not provide revenue in the SOA but are reported as other financing sources in the funds.	(352,183)
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	22,815,000
Repayment of right-to-use lease principal is an expenditure in the funds but is not an expense in the SOA.	128,636
Decrease in accrued interest on bonds from beginning of period to end of period.	105,647
Deferred loss on refunding bonds is amortized in the SOA but not in the funds.	79,650
Premiums on bonds are amortized in the SOA but not in the funds.	1,166,560
Repayment of SBITA principal is an expenditure in the funds but is not an expense in the SOA.	373,702
Issuance of right-to-use SBITAs do not provide revenue in the SOA but are reported as other financing sources in the funds.	(1,654,450)
Change in net position of governmental activities - Statement of Activities	\$ <u>13,167,684</u>

The accompanying notes are an integral part of this statement.

CARROLL INDEPENDENT SCHOOL DISTRICT

STATEMENT OF FIDUCIARY NET POSITION

FIDUCIARY FUNDS

AUGUST 31, 2023

Data Control Codes		Custodial Funds
ASSETS:		
1110	Cash and Cash Equivalents	\$ 160,175
1800	Restricted Assets	37,226
1000	Total Assets	<u>197,401</u>
LIABILITIES:		
Current Liabilities:		
2110	Accounts Payable	20,692
2400	Payable from Restricted Assets	37,226
2000	Total Liabilities	<u>57,918</u>
NET POSITION:		
3800	Restricted for Student Activities	139,483
3000	Total Net Position	<u>\$ 139,483</u>

The accompanying notes are an integral part of this statement.

CARROLL INDEPENDENT SCHOOL DISTRICT

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

FIDUCIARY FUNDS

FOR THE YEAR ENDED AUGUST 31, 2023

	Custodial Funds
ADDITIONS:	
Revenues from Student Activities	\$ 299,979
Total Additions	<u>299,979</u>
DEDUCTIONS:	
Payments for Student Activities	<u>300,626</u>
Total Deductions	<u>300,626</u>
Change in Net Position	(647)
Net Position-Beginning of the Year	140,130
Net Position-End of the Year	<u><u>\$ 139,483</u></u>

The accompanying notes are an integral part of this statement.

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

A. Summary of Significant Accounting Policies

The basic financial statements of Carroll Independent School District (the "District") have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP") applicable to governmental units in conjunction with the Texas Education Agency's Financial Accountability System Resource Guide ("Resource Guide"). The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

1. Reporting Entity

The Board of School Trustees ("Board"), a seven-member group, has governance responsibilities over all activities related to public elementary and secondary education within the jurisdiction of the District. The Board is elected by the public and has 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 ("TEA") or to the State Board of Education are reserved for the Board, and the TEA may not substitute its judgment for the lawful exercise of those powers and duties by the Board. The District receives funding from local, state and federal government sources and must comply with the requirements of those funding entities. However, the District is not included in any other governmental reporting entity and there are no component units included within the District's reporting entity.

2. Basis of Presentation, Basis of Accounting

a. Basis of Presentation

Government-wide Financial Statements: The statement of net position and the statement of activities include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. The District does not allocate indirect expenses in the statement of activities. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the District's funds, with separate statements presented for each fund category. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The District reports the following major governmental funds:

General Fund: This is the District's primary operating fund. It accounts for all financial resources of the District except those required to be accounted for in another fund.

Debt Service Fund: This fund is used to account for all financial resources restricted, committed or assigned to expenditure for principal and interest.

In addition, the District reports the following fund types:

Custodial Funds: These funds are used to report student activity funds and other resources held in a purely custodial capacity. Custodial funds typically involve only the receipt, temporary investment, and remittance of the fiduciary resources to individuals, private organizations, or other governments.

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

Fiduciary funds are reported in the fiduciary fund financial statements. However, because their assets are held in a trustee capacity, and are therefore not available to support District programs, these funds are not included in the government-wide statements.

b. Measurement Focus, Basis of Accounting

Government-wide and Fiduciary Fund Financial Statements: These financial statements are reported using the economic resources measurement focus. They are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State are recognized under the susceptible-to-accrual concept. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

When the District incurs an expenditure or expense for which both restricted and unrestricted resources may be used, it is the District's policy to use restricted resources first, then unrestricted resources.

3. Financial Statement Amounts

a. Property Taxes

Property taxes are levied by October 1 on the assessed value listed as of the prior January 1 for all real and business personal property in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. On January 1 of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest ultimately imposed. Property tax revenues are considered available (1) when they become due or past due and receivable within the current period and (2) when they are expected to be collected during a 60-day period after the close of the fiscal year.

Allowances for uncollectible tax receivables within the General and Debt Service Funds are based upon historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature.

b. Inventories and Prepaid Items

Supplies and materials are recorded as expenditures when requisitioned. Inventories of supplies on the balance sheet are stated at weighted average cost.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

The consumption method is used to account for prepayments. Under this method, items are carried in a prepaid account at the respective fund at cost and are subsequently charged to expenditures when used. Prepaid balances are for payments made by the District in the current year to provide services occurring in the subsequent fiscal year. Prepaid items have been recognized as non-spendable to signify that a portion of fund balance is not available for other subsequent expenditures.

c. Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets or donated works of art and similar items are recorded at their acquisition value at the date of the donation. The cost of maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. A capitalization threshold of \$5,000 is used. Significant accounting policies for right to use assets are located at Note H for leases and Note I for Subscription-Based IT Arrangements (SBITAs).

Capital assets are being depreciated / amortized using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Buildings & Improvements	10-50 years
Vehicles	7-10 year
Equipment	3-15 years
Right to Use Assets - Leases	13-51 months
Right to Use Assets - SBITAs	2-5 years

d. Deferred Outflows and Inflows of Resources

In addition to assets, the statements of financial position (the government-wide Statement of Net Position and governmental funds balance sheet) 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 and/or fund balance that applies to one or more future periods and so will not be recognized as an outflow of resources (expense / expenditure) until then.

In addition to liabilities, the statements 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 one or more future periods and so will not be recognized as an inflow of resources (revenue) until that time.

e. Receivable and Payable Balances

The District believes that sufficient detail of receivable and payable balances is provided in the financial statements to avoid the obscuring of significant components by aggregation. Therefore, no disclosure is provided which disaggregates those balances.

There are no significant receivables which are not scheduled for collection within one year of year end.

f. Interfund Activity

Interfund activity results from loans, services provided, reimbursements or transfers between funds. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers In and Transfers Out are netted and presented as a single "Transfers" line on the government-wide statement of activities. Similarly, interfund receivables and payables are netted and presented as a single "Internal Balances" line of the government-wide statement of net position.

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

g. Use of Estimates

The preparation of financial statements in conformity with GAAP requires the use of management's estimates.

h. Data Control Codes

Data Control Codes appear in the rows and above the columns of certain financial statements. The TEA requires the display of these codes in the financial statements filed with TEA in order to ensure accuracy in building a statewide database for policy development and funding plans.

j. Fund Balances - Governmental Funds

Fund balances of the governmental funds are classified as follows:

Nonspendable Fund Balance - represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaid insurance) or legally required to remain intact (such as notes receivable or principal of a permanent fund).

Restricted Fund Balance - represents amounts that are constrained by external parties, constitutional provisions or enabling legislation.

Committed Fund Balance - represents amounts that can only be used for a specific purpose because of a formal action by the District's Board of Trustees, which is a Board resolution. Committed amounts cannot be used for any other purpose unless the Board of Trustees removes those constraints by taking the same type of formal action. Committed fund balance is reported pursuant to a resolution by the Board of Trustees.

Assigned Fund Balance - represents amounts which the District intends to use for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. Intent may be stipulated by the Board of Trustees or by an official or body to which the Board of Trustees delegates the authority. Specific amounts that are not restricted or committed in a special revenue, capital projects, debt service or permanent fund are assigned for purposes in accordance with the nature of their fund type or the fund's primary purpose. Assignments within the general fund convey that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the District itself. The Board shall designate to the Superintendent or designee the authority to assign fund balance.

Unassigned Fund Balance - represents amounts which are unconstrained in that they may be spent for any purpose. Only the general fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification because of overspending for specific purposes for which amounts had been restricted, committed or assigned.

The District established a minimum fund balance policy requiring at least 45 days of operating expenditures in fund balance at all times. In the event the fund balance should fall below an amount equal to 45 days of operating expenses in any year, the Board shall determine and implement measures that will increase the fund balance, if appropriate, to ensure the standard of 45 days of operating expenditures for the next school year. The District was in compliance with this policy at August 31, 2023.

k. Net Position Flow Assumption

Sometimes the District will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

I. Fund Balance Flow Assumptions

Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

4. Pensions

The fiduciary net position of the Teacher Retirement System of Texas (TRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, 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 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.

5. Other Post-Employment Benefits

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

6. Implementation of New Standards

In the current fiscal year, the district implemented the following new standard. The applicable provisions of the new standards are summarized below. Implementation is reflected in the financial statements and the notes to the financial statements. There was no effect on beginning net position or fund balances due to the implementation of this standard.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*

This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset - an intangible asset - and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended.

A SBITA is defined as a contract that conveys control of the right to use another party's (a SBITA vendor's) information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a period of time in an exchange or exchange-like transaction.

The requirements of this Statement are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. The District implemented this Statement during the current year.

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

B. Compliance and Accountability

1. Finance-Related Legal and Contractual Provisions

In accordance with GASB Statement No. 38, *Certain Financial Statement Note Disclosures*, violations of finance related legal and contractual provisions, if any, are reported below, along with actions taken to address such violations:

<u>Violation</u>	<u>Action Taken</u>
Debt Service Fund total actual expenditures exceeded final budgeted amounts.	The District budgeted for the early defeasance from existing resources in Other Uses (8949) rather than Function 71, as required by Government Accounting Standards. Going forward, the District will budget early defeasance of debt paid from existing resources to Function 71.

C. Deposits and Investments

The District's funds are required to be deposited and invested under the terms of a depository contract. 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") insurance.

1. Cash Deposits:

At August 31, 2023, the carrying amount of the District's deposits (cash, certificates of deposit, and interest-bearing savings accounts included in temporary investments) was \$28,315,429 and the bank balance was \$29,036,440. The District's cash deposits at August 31, 2023 were entirely covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name.

2. Investments:

The District is required by Government Code Chapter 2256, The Public Funds Investment Act, to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit.

The Public Funds Investment Act ("Act") requires an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the basic financial statements disclosed that in the areas of investment practices, management reports and establishment of appropriate policies, the District adhered to the requirements of the Act. Additionally, investment practices of the District were in accordance with local policies.

The Act determines the types of investments which are allowable for the District. These include, with certain restrictions, (1) obligations of the U.S. Treasury, U.S. agencies, and the State of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) securities lending program, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, and (10) commercial paper.

The District's investments at August 31, 2023 consisted of long-term certificates of deposit, money market savings, ICS savings, local government investment pools (LGIP), municipal bonds, U.S. Treasury Notes, and cash equivalents. Certificates of deposits, money market savings, ICS savings, and cash equivalents are covered by FDIC and pledged collateral by the bank and are included in the balance in Note C-1.

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

The District's investments at August 31, 2023 are shown below.

<u>Investment or Investment Type</u>	<u>Maturity</u>	<u>Value</u>
Texas CLASS - LGIP	Wtd Avg Maturity 54 days	\$ 33,025,620
Texas Term (Texas DAILY) - LGIP	Daily	830,380
NexBank - ICS Savings	N/A	5,283,667
LoneStar - LGIP	Wtd Avg Maturity 45 days	1,415,133
Origin Bank		
Money Market Savings Account	N/A	15,679,045
First Financial Equity		
Certificates of Deposit	<2 years	2,370,615
Cash Equivalent (FFE)	N/A	276,517
TD Ameritrade		
Municipal Bonds	<1 year	3,962,424
US Treasury Notes	<2 years	2,392,861
Cash Equivalent	N/A	1,019,342
Total Investments		\$ <u>66,255,604</u>

3. Analysis of Specific Deposit and Investment Risks

GASB Statement No. 40 requires a determination as to whether the District was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures:

a. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. At year end, the District was not significantly exposed to credit risk.

At August 31, 2023, the District's investments, other than those which are obligations of or guaranteed by the U. S. Government, are rated as to credit quality as follows:

Lonestar – LGIP	AAAm
Texas CLASS – LGIP	AAAm
Texas Term (Texas Daily) – LGIP	AAAm
TD Ameritrade	
Standard and Poor's – Municipal Bonds	AA-
Moody – Municipal Bonds	Aa2

b. 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.

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent but not in the District's name.

At year end, the District was not exposed to custodial credit risk.

c. Concentration of Credit Risk

This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. At year end, the District was not exposed to concentration of credit risk.

d. Interest Rate Risk

This is the risk that changes in interest rates will adversely affect the fair value of an investment. At year end, the District was exposed to interest rate risk for the investments in municipal bonds and U.S. Treasury Notes described in Note C-2. The District's investment advisors used the simulation model to calculate the interest rate risk for the bonds and notes noting that due to the short maturity (less than 2 years) the interest rate risk would be minimal and the effect on the investment values would be insignificant.

e. Foreign Currency Risk

This is the risk that exchange rates will adversely affect the fair value of an investment. At year end, the District was not exposed to foreign currency risk.

Investment Accounting Policy

The District's general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term "short-term" refers to investments which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investment's value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

The District reports its local government investment pools (Pools) at amortized cost as permitted by GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*. In addition, the Pools do not have any limitations or restrictions on withdrawals such as notice periods or maximum transaction amounts. The Pools do not impose any liquidity fees or redemption gates.

Public Funds Investment Pools

Public funds investment pools in Texas ("Pools") are established under the authority of the Interlocal Cooperation Act, Chapter 79 of the Texas Government Code, and are subject to the provisions of the Public Funds Investment Act (the "Act"), Chapter 2256 of the Texas Government Code. In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires Pools to: (1) have an advisory board composed of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool; (2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service; and (3) maintain the market value of its underlying investment portfolio within one half of one % of the value of its shares.

TexasTerm - LGIP

The Texas Term Local Government Investment Pool (TexasTERM) 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. TexasTERM is administered by PFM Asset Management LLC, which also serves as the investment advisor. The reported value of the pool is the same as the fair value of the pool shares. Investment options include TexasDAILY, a money market portfolio, is rated AAAM by Standard & Poor's, and TexasTERM CD Purchase Program, a fixed rate, fixed-term investment option enabling investors to invest in FDIC insured CD's from banks throughout the United States.

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

Texas CLASS – LGIP

Texas CLASS is administered by a board of pool members. The fair value of the District's position in Texas Class is the same as the value of the pool shares. Texas CLASS is operated in a manner consistent with the SEC's Rule 2A Texas 7 of the Investment Company Act of 1970.

Lonestar – LGIP

The Lone Star Investment Pool (Lone Star) is a public funds investment pool created pursuant to the Interlocal Cooperation Act, Texas Government Code, Chapter 791, and the Public Funds Investment Act, Texas Government Code, Chapter 2256. Lone Star is administered by First Public, a subsidiary of the Texas Association of School Boards (TASS), with Standish and American Beacon Advisors managing the investment and reinvestment of Lone Star's assets. State Street Bank provides custody and valuation services to Lone Star. All of the board of trustees' eleven members are Lone Star participants by either being employees or elected officials of a participant. Lone Star has established an advisory board composed of both pool members and non-members. Lone Star has 3 different funds: Government Overnight, Corporate Overnight, and Corporate Overnight Plus. Lone Star is rated AAAM by Standard and Poor's. The District is invested in the Government Overnight Fund, Corporate Overnight Fund, and Corporate Overnight Plus Fund of Lone Star. Government and Corporate Overnight maintain a net asset value of one dollar and the Corporate Overnight Plus maintains a net asset value of 50 cents. Lonestar is marked to market daily to maintain an accurate net asset value. The District's fair value in Lonestar is the same as the value of the pool shares.

TD Ameritrade

The District's investments with TD Ameritrade consists of municipal bonds, cash equivalents, and U.S Treasury notes. The municipal bonds and U.S. Treasury notes are categorized as Level 2 for the fair value hierarchy. The fair value of bonds is obtained via a pricing method used by Bloomberg Professional Services whereby bonds with similar credit qualities, coupons, maturities, state locations, etc are used to obtain a value for the portfolio bonds, as many of the bonds do not trade on a regular basis. The fair value is obtained via a quoted market price based on Treasury notes with similar coupons, maturities, etc are used to obtain a value for the notes, as they do not trade on a regular basis.

Fair Value Measurements

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. GASB Statement No. 72, *Fair Value Measurement and Application*, provides a framework for measuring fair value which establishes a three-level fair value hierarchy that describes the inputs that are used to measure the assets and liabilities.

- Level 1 inputs are quoted prices (unadjusted) for identical assets or liabilities in active markets that a government can access at the measurement date.
- Level 2 inputs are inputs- other than quoted prices included within Level 1- that are observable for an asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for an assets or liability

The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs. If a price for an identical asset or liability is not observable, a government should measure fair value using another valuation technique that maximizes the use of relevant observable inputs and minimizes the use of unobservable inputs. If the fair value of an asset or a liability is measured using inputs from more than one level of the fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

Investments' fair value measurements are as follows at August 31, 2023:

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

Investments	Fair Value	Fair Value Measure Using		
		Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
TD Ameritrade				
Municipal Bonds	\$ 3,962,424	\$ --	\$ 3,962,424	\$ --
U.S. Treasury Notes	2,392,861	--	2,392,861	--
Total Investments	\$ 6,355,285	\$ --	\$ 6,355,285	\$ --

D. Capital Assets

Capital asset activity for the year ended August 31, 2023, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<u>Governmental activities:</u>				
Capital assets not being depreciated / amortized:				
Land	\$ 14,487,894	\$ -	\$ 160,387	\$ 14,327,507
Construction in progress	40,122,253	-	40,122,253	-
Total capital assets not being depreciated / amortized	54,610,147	-	40,282,640	14,327,507
Capital assets being depreciated / amortized:				
Buildings and improvements	421,548,975	40,477,622	1,426,263	460,600,334
Equipment	41,151,600	1,417,662	-	42,569,262
Vehicles	9,852,996	53,737	-	9,906,733
Right-to-use assets - Leases	237,836	352,183	-	590,019
Right-to-use assets - SBITAs	-	1,654,450	-	1,654,450
Total capital assets being depreciated / amortized	472,791,407	43,955,654	1,426,263	515,320,798
Less accumulated depreciation / amortization for:				
Buildings and improvements	(162,879,112)	(16,969,764)	(696,863)	(179,152,013)
Equipment	(35,054,254)	(1,463,448)	-	(36,517,702)
Vehicles	(4,819,800)	(796,721)	-	(5,616,521)
Right-to-use assets - leases	(133,435)	(129,781)	-	(263,216)
Right-to-use assets - SBITAs	-	(390,976)	-	(390,976)
Total accumulated depreciation / amortization	(202,886,601)	(19,750,690)	(696,863)	(221,940,428)
Total capital assets being depreciated / amortized, net	269,904,806	24,204,964	729,400	293,380,370
Governmental activities capital assets, net	\$ 324,514,953	\$ 24,204,964	\$ 41,012,040	\$ 307,707,877

Depreciation / amortization was charged to functions as follows:

Instruction	\$ 10,608,123
Instructional resources and media services	221,732
Curriculum and staff development	317,310
Instructional Leadership	208,731
School leadership	889,056
Guidance, counseling, and evaluation service	861,701
Health services	186,763
Student transportation	500,627
Food services	696,716
Extracurricular activities	986,217
General administration	818,463
Plant maintenance and operations	2,329,407
Security and monitoring services	105,210
Data processing services	1,010,775
Community services	9,859
	\$ 19,750,690

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

E. Interfund Balances and Activities

1. Due To and From Other Funds

Balances due to and due from other funds at August 31, 2023, consisted of the following:

Due To Fund	Due From Fund	Amount
General Fund	Nonmajor Governmental Funds	\$ 1,079,956
General Fund	Debt Service Fund	75,036
	Total	\$ 1,154,992

The outstanding balances between funds result mainly from the time lag between the dates that reimbursable expenditures occur or deposits of revenue are received, the dates the transactions are recorded in the accounting system, and the date the interfund payments are actually settled. All interfund receivables will be liquidated within the next fiscal year. In the government-wide financial statements, all interfund transactions for receivables and payables have been eliminated.

F. Other Restricted and Committed Fund Balances

The District's Other Restricted and Committed Fund Balance at August 31, 2023 consists of the following:

Other Committed Fund Balances:

Fund

General	\$ 10,048,565	State Funding Decreases
Special Revenue	1,467,325	Campus Activity
Special Revenue	302,561	Summer School, Scholarships,
	<u>\$ 11,818,451</u>	

Other Restricted Fund Balances

Fund

Debt Service	\$ 7,510,000	Sinking Fund
Special Revenue	2,417	Scholarships
	<u>\$ 7,512,417</u>	

G. Long-Term Obligations

The District has entered into a continuing disclosure undertaking to provide Annual Reports and Material Event Notices to the State Information Depository of Texas, which is the Municipal Advisory Council. This information is required under SEC Rule 15c2-12 to enable investors to analyze the financial condition and operations of the District.

1. Long-Term Obligation Activity

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended August 31, 2023, are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
<u>Governmental activities:</u>					
General Obligation Bonds	\$ 311,395,002	\$ -	\$ 22,815,000	\$ 288,580,002	\$ 14,495,000
Premium on Bond Issuance	10,553,004	-	1,166,560	9,386,444	-
Net Pension Liability*	11,117,986	16,996,218	2,048,751	26,065,453	-
Net OPEB Liability*	23,070,702	-	9,340,534	13,730,168	-
Lease Liability*	105,440	352,183	128,636	328,987	116,495
SBITA Liability*	-	1,654,450	373,702	1,280,748	383,509
Total governmental activities	<u>\$ 356,242,134</u>	<u>\$ 19,002,851</u>	<u>\$ 35,873,183</u>	<u>\$ 339,371,802</u>	<u>\$ 14,995,004</u>

** Other long-term liabilities

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

The funds typically used to liquidate other long-term liabilities in the past are as follows:

Liability	Activity Type	Fund
Net Pension Liability *	Governmental	General
Net OPEB Liability *	Governmental	General
Lease Liability*	Governmental	General
SBITA Liability*	Governmental	Capital Projects

General Obligation Bonds	Beginning Balance	Issued	Retired	Ending Balance
Tax School Building Bonds, Series 2009A (BAB)	\$ 41,845,002	--	2,355,000	\$ 39,490,002
Tax School Building Bonds, Series 2009 QSCB	9,155,000	--	-	9,155,000
Tax School Building Bonds, Series 2010A (BAB)	37,100,000	--	2,350,000	34,750,000
Tax School Building Bonds, Series 2010C (BAB)	13,830,000	--	-	13,830,000
Tax School Refunding Bonds, Series 2014	15,965,000	--	9,860,000	6,105,000
Tax School Refunding Bonds, Series 2015A	1,275,000	--	195,000	1,080,000
Tax School Refunding Bonds, Series 2015B	3,580,000	--	185,000	3,395,000
Tax School Refunding Bonds, Series 2016A	12,445,000	--	1,955,000	10,490,000
Tax School Refunding Bonds, Series 2016C	2,330,000	--	175,000	2,155,000
Tax School Building Bonds, Series 2017	66,710,000	--	1,200,000	65,510,000
Tax School Building Bonds, Series 2018	50,815,000	--	1,495,000	49,320,000
Tax School Refunding Bonds, Series 2019	7,630,000	--	1,455,000	6,175,000
Tax School Building & Refunding Bonds, Series 2019A	48,715,000	--	1,590,000	47,125,000
	<u>\$ 311,395,002</u>	<u>\$ --</u>	<u>\$ 22,815,000</u>	<u>\$ 288,580,002</u>

General Obligation Bonds	Original Issue Amount	Interest Rate	Maturity
Tax School Building Bonds, Series 2009A (BAB)	\$ 58,190,000	5.409 to 6.875%	2/15/2034
Tax School Building Bonds, Series 2009 QSCB	9,155,000	0.30%	8/15/2026
Tax School Building Bonds, Series 2010A (BAB)	43,235,000	3.859 to 5.140%	2/15/2035
Tax School Building Bonds, Series 2010C (BAB)	13,830,000	6.800 to 6.950%	2/15/2035
Tax School Refunding Bonds, Series 2014	19,165,000	3.000 to 5.000%	2/15/2035
Tax School Refunding Bonds, Series 2015A	2,794,997	2.500 to 3.000%	2/15/2028
Tax School Refunding Bonds, Series 2015B	6,515,000	3.00%	2/15/2033
Tax School Refunding Bonds, Series 2016A	18,415,000	2.000 to 4.000%	2/15/2033
Tax School Refunding Bonds, Series 2016C	5,125,000	3.000 to 5.000%	2/15/2035
Tax School Building Bonds, Series 2017	77,545,000	3.000 to 5.000%	2/15/2040
Tax School Building Bonds, Series 2018	68,265,000	3.000 to 5.000%	8/31/2044
Tax School Refunding Bonds, Series 2019	12,245,000	3.000 to 5.000%	2/15/2030
Tax School Building & Refunding Bonds, Series 2019A	58,120,000	2.375 to 5.000%	2/15/2044

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

2. Debt Service Requirements

Debt service requirements on long-term debt at August 31, 2023, are as follows:

Year Ending August 31	Governmental Activities		
	Bonds		Total
	Principal	Interest	
2024	\$ 14,495,000	\$ 11,745,474	\$ 26,240,474
2025	15,160,000	11,044,486	26,204,486
2026	24,975,000	10,280,911	35,255,911
2027	17,120,000	9,468,766	26,588,766
2028	15,985,000	8,630,454	24,615,454
2029-2033	86,555,000	30,623,762	117,178,762
2034-2038	60,600,000	12,909,269	73,509,269
2039-2043	47,620,000	4,567,793	52,187,793
2044-2048	6,070,002	99,273	6,169,275
Totals	\$ 288,580,002	\$ 99,370,188	\$ 387,950,190

The District has covenanted to make mandatory deposits into the Cumulative Sinking Fund Deposit Account held by the Paying Agent/Registrar for the Qualified School Construction Bonds, Series 2009. The Sinking Fund of the Qualified School Construction Bonds, Series 2009 calls for annual payments ranging from \$525,000 to \$550,000 from 2010 through 2026. The Fiscal Year 2023 deposits were made by the District and are accounted for in Long-Term Investments and Other Restricted Fund Balance as required by the TEA Financial Accountability System Resource Guide (FASRG).

The District did not have any unused lines of credit, assets pledged as collateral for debt, or terms specified in debt agreements related to significant events of default with finance-related consequences, termination events with finance-related consequences, or subjective acceleration clauses as of August 31, 2023.

H. Leases

The District is a lessee for noncancelable leases of equipment. The District recognizes a lease liability, reported with long-term debt, and a right-to-use lease asset, reported with other capital assets, in the government-wide financial statements. The District recognizes lease liabilities with an initial, individual value of \$20,000 or more.

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

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

- The District uses its estimated incremental borrowing rate as the discount rate for the lease.
- The lease term includes the noncancelable period of the lease.
- Lease payments included in the measurement of the liability are composed of fixed payments, variable payments fixed in substance or that depend on an index or a rate, payments for penalties of terminating the lease, lease incentives receivable from the vendor, and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

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

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

There were no variable payments or residual value guarantees or penalties not included in the measurement of the lease. The District did not have any commitments under lease not yet commenced at year-end, components of losses associated with asset impairments, or sublease transactions for Fiscal Year 2023.

The lease with Canon matures on December 1, 2023 and is for copier equipment with an initial value of \$39,417. The lease is payable in monthly installments of \$1,494 at an interest rate of 2%.

The lease with Canon matures on January 1, 2025 and is for copier equipment with an initial value of \$75,823. The lease is payable in monthly installments of \$1,961 at an interest rate of 2%.

The lease with Canon matures on March 1, 2025 and is for copier equipment with an initial value of \$6,249. The lease is payable in monthly installments of \$154 at an interest rate of 2%.

The lease with Canon matures on September 1, 2025 and is for copier equipment with an initial value of \$22,597. The lease is payable in monthly installments of \$490 at an interest rate of 2%.

The lease with Canon matures on January 1, 2027 and is for copier equipment with an initial value of \$352,183. The lease is payable in monthly installments of \$7,283 at an interest rate of 2.48%.

Future lease payment maturity schedule is as follows:

Year ended August 31	Principal	Interest	Total
2024	\$ 116,495	\$ 6,649	\$ 123,144
2025	97,978	4,070	102,048
2026	85,533	1,876	87,409
2027	28,981	151	29,132
	<u>\$ 328,987</u>	<u>\$ 12,746</u>	<u>\$ 341,733</u>

I. Subscription Based IT Arrangements

The District is a contractee for noncancelable Subscription-Based IT Arrangements (SBITAs). The District recognizes a SBITA liability, reported with long-term debt, and a right-to-use lease asset, reported with other capital assets, in the government-wide financial statements. The District recognizes SBITA liabilities with an initial, individual value of \$20,000 or more.

At the commencement of a SBITA, the District measures the SBITA liability at the present value of payments expected to be made during the SBITA term. Subsequently, the SBITA liability is reduced by the principal portion of SBITA payments. The SBITA asset is initially measured at the initial amount of the SBITA liability, adjusted for SBITA payments made at or before the commencement of the SBITA term, plus capitalizable initial implementation costs as described in GASB 96 paragraph 29(b). Subsequently, the SBITA asset is amortized on a straight-line basis over the shorter of the SBITA term or its useful life.

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

- The District uses its estimated incremental borrowing rate as the discount rate for the SBITA.
- The SBITA term includes the noncancelable period of the SBITA.
- SBITA payments included in the measurement of the liability are composed of fixed payments, variable payments fixed in substance or that depend on an index or a rate, payments for penalties of terminating the SBITA, SBITA incentives receivable from the vendor, and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

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

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

There were no variable payments or residual value guarantees or penalties not included in the measurement of the SBITAs. The District did not have any commitments under SBITAs not yet commenced at year-end, components of losses associated with asset impairments, or sublease transactions for Fiscal Year 2023.

The District entered into a new SBITA with CDW Government, Inc. with an initial value of \$200,288. The subscription is payable in annual installments of \$102,998 at an interest rate of 1.89% and matures on September 22, 2024.

The District entered into a new SBITA with Cisco Flex Migration with an initial value of \$1,060,359. The subscription is payable in annual installments of \$232,560 at an interest rate of 3.16% and matures on December 8, 2027.

The District entered into a new SBITA with Socccour with an initial value of \$393,802. The subscription is payable in annual installments of \$84,000 at an interest rate of 2.19% and matures on September 2, 2027.

Future SBITA payment maturity schedule is as follows:

Year ended August 31	Principal	Interest	Total
2024	\$ 383,509	\$ 36,049	\$ 419,558
2025	290,591	25,969	316,560
2026	298,996	17,563	316,559
2027	307,652	8,908	316,560
	<u>\$ 1,280,748</u>	<u>\$ 88,489</u>	<u>\$ 1,369,237</u>

J. Risk Management

The District is exposed to various risks of loss related to torts, theft, damage or destruction of assets, errors and omissions, injuries to employees, and natural disasters. During fiscal year 2023, Carroll Independent School District carried insurance through various plans described below. 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.

Property Casualty Program

During the year ended August 31, 2023, the District participated in the Texas Association of School Boards Risk Management Fund (the Fund) with coverage in Auto Liability, Auto Physical Damage, School Liability, and Privacy and Information Security. The Fund was created and is operated under the provisions of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code. All members participating in the Fund execute Interlocal Agreements that define the responsibilities of the parties.

The Fund purchases stop-loss coverage for protection against catastrophic and larger than anticipated claims for its Auto, Liability and Property programs. The terms and limits of the stop-loss program vary by line coverage. The Fund uses the services of an independent actuary to determine the adequacy of reserves and fully funds those reserves. For the year ended August 31, 2023, the Fund anticipates Carroll ISD has no additional liability beyond the contractual obligations for payment of contributions.

The Fund engages the services of an independent auditor to conduct a financial audit after the close of each year on August 31. The audit is accepted by the Fund's Board of Trustees in February of the following year. The Fund's audited financial statements as of August 31, 2022 are available on the TASB Risk Management Fund website and have been filed with the Texas Department of Insurance in Austin.

During the year ended August 31, 2023, Carroll ISD met its statutory property casualty obligations through participation in the Property Casualty Alliance of Texas (the Fund). The Fund was created pursuant to the provisions of the Interlocal Cooperation Act, Chapter 791, Title I of the Texas Government Code. All districts participating in the Fund execute Interlocal Agreement that define the responsibilities of the parties. The Fund provides property and casualty coverage and services to its members.

The Fund and its members are protected against higher than expected claims costs through reinsurance contracts for claims in excess of the Fund's self-insured retentions. The Fund uses the services of an independent actuary to help determine the reserve adequacy. As of August 31, 2022, the Fund carries a total of \$11,173,055 in current loss reserves, including \$3,993,237 for claims incurred but not yet reported. Losses and reserves are based on estimates, and could be more or less than originally estimated.

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

The Fund engages the services of an independent auditor to conduct a financial audit after the close of each plan year on the last day of February. The Fund's audited financial statements are available for inspection at the Fund's administrative offices.

Workers Compensation

During the year ended August 31, 2023, Carroll ISD met its statutory workers' compensation obligations through participation in the TASB Risk Management Fund (the Fund). The Fund was created and is operated under the provisions of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code. The Fund's Workers Compensation Program is authorized by Chapter 504, Texas Labor Code. All members participating in the Fund execute Interlocal Agreements that define the responsibilities of the parties. The Fund provides statutory workers' compensation benefits to its members' injured employees.

Carroll ISD participates in the Fund's reimbursable aggregate deductible program. As such, the member is responsible for a certain amount of claims liability as outlined on the member's Contribution and Coverage Summary document. After the member's deductible has been met, the Fund is responsible for additional claims liability.

The Fund and its members are protected against higher than expected claims costs through the purchase of stop loss coverage for any claim in excess of the Fund's self-insured retention of \$2 million. The Fund uses the services of an independent actuary to determine reserve adequacy and fully funds those reserves. As of August 31, 2022, the Fund carries a discounted reserve of \$50,647,775 for future development on reported claims and claims that have been incurred but not yet reported. For the year ended August 31, 2023, the Fund anticipates no additional liability to its members beyond their contractual obligations for payment of contributions and reimbursable aggregate deductibles.

The Fund engages the services of independent auditors to conduct a financial audit after the close of each year on August 31. The audit is accepted by the Fund's Board of Trustees in February of the following year. The Fund's audited financial statements as of August 31, 2022, are available on the TASB Risk Management Fund website and have been filed with the Texas Department of Insurance in Austin.

K. Pension Plan

1. 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). It is a defined benefit pension plan established and administered in accordance with the Texas Constitution, Article XVI, Section 67, and Texas Government Code, Title 8, Subtitle C. The pension trust fund is a qualified pension trust under section 401(a) of the Internal Revenue Code. The Texas Legislature establishes benefits and contribution rates within the guidelines of the Texas Constitution. The pension's Board of Trustees does not have the authority to establish or amend benefit terms.

All employees of public, state-supported educational institutions in Texas who are employed for one-half or more of the standard workload and who are not exempted from membership under Texas Government Code, Title 8, Section 822.002 are covered by the system.

2. Pension Plan Fiduciary Net Position

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

3. 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

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

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 cost of living adjustments (COLAs). Ad hoc post-employment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as noted in the Plan description in (1) above.

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

4. Contributions

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

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

	<u>Contribution Rates</u>	
	<u>2022</u>	<u>2023</u>
Member	8.00%	8.00%
Non-Employer Contributing Entity (State)	7.75%	8.00%
Employers	7.75%	8.00%
District's 2023 Employer Contributions	\$	2,261,502
District's 2023 Member Contributions	\$	4,911,226
2022 NECE On-Behalf Contributions (State)	\$	3,330,370

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 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 is an additional surcharge an employer is subject to.

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

- All public schools, charter schools, and regional educational 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 Teacher Retirement System, the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.

5. Actuarial Assumptions

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

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

* The source for the rate is the Fixed Income Market Data/Yield Curve/Data Municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index".

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.

6. 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 8.50% 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 plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in the System's target asset allocation as of August 31, 2022 are summarized below:

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

Asset Class *	Target Allocation **	Long-Term Expected Arithmetic Real Rate of Return ***	Expected Contribution to Long-Term Portfolio Returns
Global Equity			
USA	18.00%	4.60%	1.12%
Non-U.S. Developed	13.00%	4.90%	0.90%
Emerging Markets	9.00%	5.40%	0.75%
Private Equity	14.00%	7.70%	1.55%
Stable Value			
Government Bonds	16.00%	1.00%	0.22%
Absolute Return	0.00%	3.70%	0.00%
Stable Value Hedge Funds	5.00%	3.40%	0.18%
Real Return			
Real Estate	15.00%	4.10%	0.94%
Energy, Natural Resources and Infrastructure	6.00%	5.10%	0.37%
Commodities	0.00%	3.60%	0.00%
Risk Parity	8.00%	4.60%	0.43%
Asset Allocation Leverage			
Cash	2.00%	3.00%	0.01%
Asset Allocation Leverage	-6.00%	3.60%	-0.05%
Inflation Expectation			2.70%
Volatility Drag ****			-0.91%
Expected Return	100.00%		8.19%
<p>* Absolute Return includes Credit Sensitive Investments.</p> <p>** Target allocations are based on the FY2022 policy model.</p> <p>*** Capital Market Assumptions come from Aon Hewitt (as of 08/31/2022).</p> <p>**** The volatility drag results from the conversion between arithmetic and geometric mean returns.</p>			

7. Discount Rate Sensitivity Analysis

The following table presents the Net Pension Liability of the plan using a discount rate of 7.00%, and what the net position liability would be if it were calculated using a discount rate that is 1% point lower (6.00%) or 1% point higher (8.00%) than the current rate.

	1% Decrease in Discount Rate (6.00%)	Discount Rate (7.00%)	1% Increase in Discount Rate (8.00%)
District's proportionate share of the net pension liability \$	<u>40,547,960</u>	<u>26,065,453</u>	<u>14,326,699</u>

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

8. 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 \$26,065,453 for its proportionate share of the TRS 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	\$ 26,065,453
State's proportionate share that is associated with District	42,370,982
Total	<u>\$ 68,436,435</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 District's proportion of the net pension liability was based on the District'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 0.043905%, which was an increase of 0.000248% from its proportion measured as of August 31, 2021.

9. 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% to 7.00%.

For the year ended August 31, 2023, the District recognized pension expense of \$7,034,245 and revenue of \$4,050,186 representing pension expense incurred by the State on behalf of the District.

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Actuarial Experience	\$ 377,947	\$ 568,276
Changes in Actuarial Assumptions	4,856,842	1,210,461
Difference Between Projected and Actual Investment Earnings	2,575,183	-
Changes in Proportion and Difference between District's Contributions and the Proportionate Share of Contributions	594,313	1,244,883
Contributions paid to TRS subsequent to the measurement date of the Net Pension Liability	2,261,502	-
Total	<u>\$ 10,665,787</u>	<u>\$ 3,023,620</u>

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

The deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended August 31, 2024. The net amounts of the District's balances of deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended August 31	Pension Expense Amount
2024	\$ 1,553,615
2025	656,749
2026	(88,466)
2027	2,856,194
2028	402,573
Thereafter	-

L. Defined Other Post-Employment Benefit Plans

1. 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 with 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 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.

2. OPEB Plan Fiduciary Net Position

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

3. Benefits Provided

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

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

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

4. 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 participating employers are based on active employee compensation. The TRS board does not have the authority to set or amend contribution rates.

Section 1575.202 of the Texas Insurance Code 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 0.65% of Salary. Section 1575.204 establishes a public school contribution rate of not less than 0.25% or not more than 0.75% of the salary of each active employee of the employer. The actual public school 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.

<u>Contribution Rates</u>		
	2022	2023
Member	0.65%	0.65%
Non-Employer Contributing Entity (State)	1.25%	1.25%
Employers	0.75%	0.75%
Federal/Private Funding remited by Employers	1.25%	1.25%
District's 2023 Employer Contributions		\$ 475,910
District's 2023 Member Contributions		\$ 404,076
2022 NECE On-Behalf Contributions (State)		\$ 574,522

All employers whose employees are covered by the TRS pension plan are also required to pay a surcharge of \$535 per month when employing a retiree of TRS.

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 American Rescue Plan Act (ARPA) to help defray the COVID-19 related health care costs during fiscal year 2022.

5. Actuarial Assumptions

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

The actuarial valuation of the OPEB plan offered through TRS-Care is similar to the actuarial valuation performed for the pension plan, except that the OPEB valuation is more complex. The demographic assumptions were developed in the experience study performed for TRS for the period ending August 31, 2017. The following assumptions and other inputs used for members of TRS-Care are based on an established pattern of practice and are identical to the assumptions used in the August 31, 2021 TRS pension actuarial valuation that was rolled forward to August 31, 2022:

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 Tables. The rates were projected on a fully generational basis using the ultimate improvement rates from mortality projection scale MP-2018.

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

Additional Actuarial Methods and Assumptions:

Valuation Date	August 31, 2021 rolled forward to August 31, 2022
Actuarial Cost Method	Individual Entry-Age Normal
Inflation	2.30%
Single Discount Rate	3.91% 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 claims costs.
Projected Salary Increases	3.05% to 9.05%, including inflation
Election Rates	Normal Retirement - 65% participation rate prior to age 65 and 40% participation rate after age 65. Pre-65 retirees – 25% are assumed to discontinue coverage at age 65.
Ad hoc post-employment benefit changes	None

The initial medical trend rates were 8.25% 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.

6. Discount Rate

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

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

7. 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%)
District's proportionate share of the net OPEB liability:	\$ <u>16,188,957</u>	\$ <u>13,730,168</u>	\$ <u>11,738,233</u>

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

8. 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 \$13,730,168 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	\$	13,730,168
State's proportionate share that is associated with District		16,748,648
Total	\$	<u>30,478,816</u>

The Net OPEB liability was measured as of August 31, 2021 and rolled forward to August 31, 2022; and the Total OPEB Liability used to calculate the Net OPEB Liability was determined by an actuarial valuation as of that date. The District's proportion of the Net OPEB Liability was based on the District's contributions to OPEB 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 District's proportion of the collective net OPEB liability was 0.057343%, which was a decrease of 0.002465% from its proportion measured as of August 31, 2021.

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

	1% Decrease in Healthcare Trend Rate	Current Single Healthcare Trend Rate	1% Increase in Healthcare Trend Rate
District's proportionate share of the net OPEB liability:	\$ <u>11,313,720</u>	\$ <u>13,730,168</u>	\$ <u>16,862,782</u>

9. Changes Since the Prior Actuarial Valuation

The following were changes to the actuarial assumptions or other inputs that affected measurement of the Total OPEB liability (TOL) since the prior measurement period:

- The discount rate was changed from 1.95% as of August 31, 2021 to 3.91% as of August 31, 2022. This change decreased the Total OPEB Liability.

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

The amount of OPEB expense recognized by the District in the reporting period was (\$4,157,631), and revenue of (\$2,376,768) representing OPEB expense incurred by the State on behalf of the District.

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:

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Actuarial Experience \$	763,349	\$ 11,438,462
Changes in Actuarial Assumptions	2,091,377	9,538,904
Difference Between Projected and Actual Investment Earnings	40,899	-
Changes in Proportion and Difference between District's Contributions and the Proportionate Share of Contributions	1,357,711	2,193,961
Contributions paid to TRS subsequent to the measurement date of the Net OPEB liability	475,910	-
Total	<u>\$ 4,729,246</u>	<u>\$ 23,171,327</u>

The deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended August 31, 2024. The net amount of the District's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended August 31	OPEB Expense Amount
2024	\$ (3,342,191)
2025	(3,342,043)
2026	(2,759,801)
2027	(1,971,532)
2028	(2,454,390)
Thereafter	(5,048,034)

10. Medicare Part D Subsidies

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 Texas Public School Retired Employee Group Insurance Program (TRS-Care) to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. For the fiscal year ended August 31, 2023, the subsidy payment received by TRS-Care on behalf of the District was \$317,737.

M. Employee Health Care Coverage

During the year ended August 31, 2023, employees of the District were covered by a health insurance plan (the Plan). The District paid premiums of \$300 per month per employee to the Plan. Employees, at their option, authorized payroll withholdings to pay premiums for dependents. All premiums were paid to a third party administrator, acting on behalf of the licensed insurer. The Plan was authorized by Section 21.922, Texas Education Code and was documented by contractual agreement.

The contract between the District and the third party administrator is renewable annually, and terms of coverage and premium costs are included in the contractual provisions.

Latest financial statements for the Plan are available and have been filed with the Texas State Board of Insurance, Austin, Texas, and are public records.

CARROLL INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

N. Commitments and Contingencies

1. Contingencies

The District participates in grant programs which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable 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.

2. Litigation

No reportable litigation was pending against the District at August 31, 2023.

O. Shared Services Arrangements

Shared Services Arrangement - Membership

The District participates in a shared services arrangement ("SSA") for deaf education with the following school districts:

Member Districts

Birdville ISD	International Leadership Texas Charter
Carroll ISD	Keller ISD
Eagle Mountain-Saginaw ISD	Westlake Academy
Hurst-Euless-Bedford ISD	

The District does not account for revenues or expenditures in this program and does not disclose them in these financial statements. The District neither has a joint ownership interest in fixed assets purchased by the fiscal agent, Birdville ISD, nor does the District have a net equity interest in the fiscal agent. The fiscal agent is neither accumulating significant financial resources nor fiscal exigencies that would give rise to a future additional benefit or burden to the District. The fiscal agent manager is responsible for all financial activities of the SSA.

P. Subsequent Events

The District evaluated subsequent events through January 22, 2024, the date the financial statements were available to be issued, and noted the following event:

- The District has elected to change their year end to June 30th, beginning with Fiscal Year 2024. This election will cause Fiscal Year 2024 to only report 10 months.

Required Supplementary Information

Required supplementary information includes financial information and disclosures required by the Governmental Accounting Standards Board but not considered a part of the basic financial statements.

CARROLL INDEPENDENT SCHOOL DISTRICT

GENERAL FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED AUGUST 31, 2023

EXHIBIT G-1

Page 1 of 2

Data Control Codes		1	2	3	Variance with Final Budget Positive (Negative)
		Budgeted Amounts		Actual	
		Original	Final		
	REVENUES:				
5700	Local and Intermediate Sources	\$ 112,762,532	\$ 116,270,369	\$ 118,712,110	\$ 2,441,741
5800	State Program Revenues	13,240,222	13,240,222	13,301,426	61,204
5900	Federal Program Revenues	2,129,675	2,129,675	2,307,995	178,320
5020	Total Revenues	128,132,429	131,640,266	134,321,531	2,681,265
	EXPENDITURES:				
	Current:				
	Instruction and Instructional Related Services:				
0011	Instruction	50,009,290	49,526,538	48,900,331	626,207
0012	Instructional Resources and Media Services	1,133,526	1,087,363	1,052,130	35,233
0013	Curriculum and Staff Development	1,456,601	1,164,362	1,078,328	86,034
	Total Instruction and Instr. Related Services	52,599,417	51,778,263	51,030,789	747,474
	Instructional and School Leadership:				
0021	Instructional Leadership	819,538	759,606	694,217	65,389
0023	School Leadership	4,335,887	4,323,682	4,241,567	82,115
	Total Instructional and School Leadership	5,155,425	5,083,288	4,935,784	147,504
	Support Services - Student (Pupil):				
0031	Guidance, Counseling and Evaluation Services	3,758,568	3,787,162	3,709,717	77,445
0033	Health Services	959,539	939,539	924,287	15,252
0034	Student (Pupil) Transportation	2,646,609	2,611,609	2,504,093	107,516
0035	Food Services	3,596,508	3,716,508	3,485,447	231,061
0036	Cocurricular/Extracurricular Activities	3,967,221	3,629,771	3,448,591	181,180
	Total Support Services - Student (Pupil)	14,928,445	14,684,589	14,072,135	612,454
	Administrative Support Services:				
0041	General Administration	4,469,555	4,389,944	3,886,866	503,078
	Total Administrative Support Services	4,469,555	4,389,944	3,886,866	503,078
	Support Services - Nonstudent Based:				
0051	Plant Maintenance and Operations	10,252,993	10,680,253	10,971,993	(291,740)
0052	Security and Monitoring Services	248,927	311,067	274,155	36,912
0053	Data Processing Services	1,770,497	1,843,483	1,621,025	222,458
	Total Support Services - Nonstudent Based	12,272,417	12,834,803	12,867,173	(32,370)
	Ancillary Services:				
0061	Community Services	69,449	65,764	48,194	17,570
	Total Ancillary Services	69,449	65,764	48,194	17,570
	Debt Service:				
0071	Principal on Long-Term Debt	135,943	350,000	128,636	221,364
0072	Interest on Long-Term Debt	--	--	8,788	(8,788)
	Total Debt Service	135,943	350,000	137,424	212,576

CARROLL INDEPENDENT SCHOOL DISTRICT

GENERAL FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED AUGUST 31, 2023

EXHIBIT G-1

Page 2 of 2

Data Control Codes		1	2	3	Variance with Final Budget Positive (Negative)
		Budgeted Amounts		Actual	
		Original	Final		
	Intergovernmental Charges:				
0091	Contracted Instr. Services Between Public Schools	33,639,163	38,176,000	37,069,275	1,106,725
0095	Payments to Juvenile Justice Alternative				
0095	Education Programs	5,000	5,000	--	5,000
0097	Payments to Tax Increment Fund	8,212,615	7,977,615	7,971,515	6,100
0099	Other Intergovernmental Charges	645,000	645,000	622,228	22,772
	Total Intergovernmental Charges	<u>42,501,778</u>	<u>46,803,615</u>	<u>45,663,018</u>	<u>1,140,597</u>
6030	Total Expenditures	<u>132,132,429</u>	<u>135,990,266</u>	<u>132,641,383</u>	<u>3,348,883</u>
1100	Excess (Deficiency) of Revenues Over (Under)				
1100	Expenditures	<u>(4,000,000)</u>	<u>(4,350,000)</u>	<u>1,680,148</u>	<u>6,030,148</u>
	Other Financing Sources (Uses):				
7912	Sale of Real or Personal Property	4,000,000	4,350,000	3,987,165	(362,835)
7913	Issuance of Right to Use Leases	--	--	352,183	352,183
7080	Total Other Financing Sources and (Uses)	<u>4,000,000</u>	<u>4,350,000</u>	<u>4,339,348</u>	<u>(10,652)</u>
1200	Net Change in Fund Balance	<u>--</u>	<u>--</u>	<u>6,019,496</u>	<u>6,019,496</u>
0100	Fund Balance - Beginning	38,971,933	38,971,933	38,971,933	--
3000	Fund Balance - Ending	<u>\$ 38,971,933</u>	<u>\$ 38,971,933</u>	<u>\$ 44,991,429</u>	<u>\$ 6,019,496</u>

CARROLL INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
LAST TEN MEASUREMENT YEARS *

	Measurement Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
District's proportion of the net pension liability	0.044%	0.044%	0.044%	0.049%	0.047%	0.045%	0.043%	0.044%	0.026%	--
District's proportionate share of the net pension liability	\$ 26,065,453	\$ 11,117,986	\$ 23,554,676	\$ 25,466,043	\$ 25,965,785	\$ 14,441,119	\$ 16,335,981	\$ 15,600,075	\$ 7,128,759	\$ --
State's proportionate share of the net pension liability associated with the District	42,370,982	20,390,907	42,422,763	39,793,357	43,411,656	26,088,035	31,268,218	29,978,787	26,923,208	--
Total	<u>\$ 68,436,435</u>	<u>\$ 31,508,893</u>	<u>\$ 65,977,439</u>	<u>\$ 65,259,400</u>	<u>\$ 69,377,441</u>	<u>\$ 40,529,154</u>	<u>\$ 47,604,199</u>	<u>\$ 45,578,862</u>	<u>\$ 34,051,967</u>	<u>\$ --</u>
District's covered payroll	\$ 60,326,167	\$ 60,306,592	\$ 58,927,331	\$ 56,513,959	\$ 54,097,605	\$ 52,116,439	\$ 49,728,770	\$ 47,710,376	\$ 45,445,803	\$ --
District's proportionate share of the net pension liability as a percentage of its covered payroll	43.21%	18.44%	39.97%	45.06%	48.00%	27.71%	32.85%	32.70%	15.69%	--
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%	--

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this schedule provides the information only for those years for which information is available.

CARROLL INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PENSION CONTRIBUTIONS
TEACHER RETIREMENT SYSTEM OF TEXAS
LAST TEN FISCAL YEARS

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	\$ 2,261,502	\$ 2,033,701	\$ 1,863,070	\$ 1,814,304	\$ 1,661,311	\$ 1,580,764	\$ 1,480,223	\$ 1,373,527	\$ 1,306,768	\$ 669,023
Contributions in relation to the contractually required contribution	(2,261,502)	(2,033,701)	(1,863,070)	(1,814,304)	(1,661,311)	(1,580,764)	(1,480,223)	(1,373,527)	(1,306,768)	(669,023)
Contribution deficiency (excess)	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
District's covered payroll	\$ 61,390,371	\$ 60,326,167	\$ 60,306,592	\$ 58,927,331	\$ 56,516,959	\$ 54,097,605	\$ 52,116,439	\$ 49,728,770	\$ 47,710,376	\$ 45,445,803
Contributions as a percentage of covered payroll	3.68%	3.37%	3.09%	3.08%	2.94%	2.92%	2.84%	2.76%	2.74%	1.47%

CARROLL INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE
SHARE OF THE NET OPEB LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
LAST TEN MEASUREMENT YEARS *

	Measurement Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
District's proportion of the collective net OPEB liability	0.06%	0.06%	0.06%	0.06%	0.06%	0.06%	--	--	--	--
District's proportionate share of the collective net OPEB liability	\$ 13,730,168	\$ 23,070,702	\$ 22,831,320	\$ 29,263,296	\$ 30,382,092	\$ 24,880,956	\$ --	\$ --	\$ --	\$ --
State proportionate share of the collective net OPEB liability associated with the District	16,748,648	30,909,599	30,679,821	38,884,375	48,022,083	42,453,785	--	--	--	--
Total	<u>\$ 30,478,816</u>	<u>\$ 53,980,301</u>	<u>\$ 53,511,141</u>	<u>\$ 68,147,671</u>	<u>\$ 78,404,175</u>	<u>\$ 67,334,741</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>
District's covered payroll	\$ 60,326,167	\$ 60,306,592	\$ 58,927,331	\$ 56,513,959	\$ 54,097,605	\$ 52,116,439	\$ --	\$ --	\$ --	\$ --
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	22.76%	38.26%	38.74%	51.78%	56.16%	47.74%	--	--	--	--
Plan fiduciary net position as a percentage of the total OPEB liability	11.52%	6.18%	4.99%	2.66%	1.57%	0.91%	--	--	--	--

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this schedule provides the information only for those years for which information is available.

CARROLL INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S OPEB CONTRIBUTIONS
TEACHER RETIREMENT SYSTEM OF TEXAS
LAST TEN FISCAL YEARS *

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Statutorily or contractually required District contribution	\$ 475,910	\$ 468,161	\$ 467,239	\$ 456,491	\$ 439,169	\$ 419,766	\$ --	\$ --	\$ --	\$ --
Contributions recognized by OPEB in relation to statutorily or contractually required contribution	(475,910)	(468,161)	(467,239)	(456,491)	(439,169)	(419,766)	--	--	--	--
Contribution deficiency (excess)	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
District's covered payroll	\$ 61,390,371	\$ 60,326,167	\$ 60,306,592	\$ 58,927,331	\$ 56,516,959	\$ 54,097,605	\$ --	\$ --	\$ --	\$ --
Contributions as a percentage of covered payroll	0.78%	0.78%	0.77%	0.77%	0.78%	0.78%	--	--	--	--

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this schedule provides the information for those years for which information is available.

CARROLL INDEPENDENT SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED AUGUST 31, 2023

Budget

The official budget was prepared for adoption for all Governmental Fund Types legally required to adopt a budget (General Funds and Debt Service Funds). The budget was prepared in accordance with accounting principles generally accepted in the United States of America. The following procedures are followed in establishing the budgetary data:

- a. Prior to August 20 of the preceding fiscal year, the District prepares a budget for the next succeeding fiscal year. The operating budget includes proposed expenditures and the means of financing them.
- b. 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.
- c. Prior to the beginning of the fiscal year, the budget is legally enacted through passage of a resolution by the board.

Once a budget is approved, it can be amended at 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 budget coordinator at the revenue and expenditure function/object level. Budgeted amounts are as amended by the Board. All budget appropriations lapse at year end.

Encumbrances for goods or purchased services are documented by purchase orders or contracts. Under Texas law, appropriations lapse at August 31, and encumbrances outstanding at that time are to be either cancelled or appropriately provided for in the subsequent year's budget. There were no end-of-year outstanding encumbrances that were provided for in the subsequent year's budget.

Defined Benefit Pension Plan and Defined Benefit OPEB Plan

Changes of benefit terms

Any changes in benefit terms that affected the measurement of the net pension liability during the measurement period are described in the notes to the financial statements (Note K).

Any changes in benefit terms that affected the measurement of the net OPEB liability during the measurement period are described in the notes to the financial statements (Note L).

Changes of assumptions

Changes of assumptions that affected the measurement of the net pension liability during the measurement period are described in the notes to the financial statements (Note K).

Changes of assumptions that affected the measurement of the net OPEB liability during the measurement period are described in the notes to the financial statements (Note L).

Combining Statements as Supplementary Information

This supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

CARROLL INDEPENDENT SCHOOL DISTRICT

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

AUGUST 31, 2023

Data Control Codes		Special Revenue Funds	Capital Projects Fund	Total Nonmajor Governmental Funds (See Exhibit C-1)
ASSETS:				
1110	Cash and Cash Equivalents	\$ 3,332,180	\$ --	\$ 3,332,180
1120	Current Investments	--	6,205,941	6,205,941
1240	Due from Other Governments	1,088,782	--	1,088,782
1800	Restricted Assets	2,417	--	2,417
1000	Total Assets	<u>\$ 4,423,379</u>	<u>\$ 6,205,941</u>	<u>\$ 10,629,320</u>
LIABILITIES:				
Current Liabilities:				
2110	Accounts Payable	\$ 216,816	\$ --	\$ 216,816
2160	Accrued Wages Payable	10,142	--	10,142
2170	Due to Other Funds	1,020,041	59,915	1,079,956
2300	Unearned Revenue	1,399,977	--	1,399,977
2000	Total Liabilities	<u>2,646,976</u>	<u>59,915</u>	<u>2,706,891</u>
FUND BALANCES:				
Restricted Fund Balances:				
3450	Federal/State Funds Grant Restrictions	4,100	--	4,100
3470	Capital Acquisitions and Contractual Obligations	--	6,146,026	6,146,026
3490	Other Restrictions of Fund Balance	2,417	--	2,417
Committed Fund Balances:				
3545	Other Committed Fund Balance	1,769,886	--	1,769,886
3000	Total Fund Balances	<u>1,776,403</u>	<u>6,146,026</u>	<u>7,922,429</u>
4000	Total Liabilities and Fund Balances	<u>\$ 4,423,379</u>	<u>\$ 6,205,941</u>	<u>\$ 10,629,320</u>

CARROLL INDEPENDENT SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED AUGUST 31, 2023

Data Control Codes		Special Revenue Funds	Capital Projects Fund	Total Nonmajor Governmental Funds (See Exhibit C-2)
REVENUES:				
5700	Local and Intermediate Sources	\$ 2,281,635	\$ 361,442	\$ 2,643,077
5800	State Program Revenues	278,297	--	278,297
5900	Federal Program Revenues	4,170,208	--	4,170,208
5020	Total Revenues	6,730,140	361,442	7,091,582
EXPENDITURES:				
Current:				
0011	Instruction	4,138,193	--	4,138,193
0012	Instructional Resources and Media Services	56,984	--	56,984
0013	Curriculum and Staff Development	444,077	--	444,077
0021	Instructional Leadership	229,020	--	229,020
0023	School Leadership	216,620	--	216,620
0031	Guidance, Counseling, and Evaluation Services	601,098	--	601,098
0033	Health Services	10,026	--	10,026
0034	Student Transportation	381	--	381
0036	Cocurricular/Extracurricular Activities	619,478	865,660	1,485,138
0041	General Administration	18,936	--	18,936
0051	Facilities Maintenance and Operations	16,304	596,506	612,810
0052	Security and Monitoring Services	213,868	--	213,868
0053	Data Processing Services	173,445	2,450,733	2,624,178
0061	Community Services	1,128	--	1,128
0071	Principal on Long-term Debt	--	373,702	373,702
0072	Interest on Long-term Debt	--	45,856	45,856
0081	Facilities Acquisition and Construction	--	237,462	237,462
0093	Payments to Shared Service Arrangements	98,509	--	98,509
6030	Total Expenditures	6,838,067	4,569,919	11,407,986
1100	Excess (Deficiency) of Revenues Over (Under)			
1100	Expenditures	(107,927)	(4,208,477)	(4,316,404)
Other Financing Sources and (Uses):				
7949	Issuance of Right to Use SBITAs	--	1,654,450	1,654,450
7080	Total Other Financing Sources and (Uses)	--	1,654,450	1,654,450
1200	Net Change in Fund Balances	(107,927)	(2,554,027)	(2,661,954)
0100	Fund Balances - Beginning	1,884,330	8,700,053	10,584,383
3000	Fund Balances - Ending	\$ 1,776,403	\$ 6,146,026	\$ 7,922,429

CARROLL INDEPENDENT SCHOOL DISTRICT

COMBINING BALANCE SHEET

NONMAJOR SPECIAL REVENUE FUNDS

AUGUST 31, 2023

Data Control Codes		211 ESEA Title I Improving Basic Programs	224 IDEA-Part B Formula	225 IDEA-Part B Preschool Grant	244 Career and Tech Education Basic Grant
ASSETS:					
1110	Cash and Cash Equivalents	\$ --	\$ --	\$ 84	\$ --
1240	Due from Other Governments	23,417	171,537	6,616	27,780
1800	Restricted Assets	--	--	--	--
1000	Total Assets	<u>\$ 23,417</u>	<u>\$ 171,537</u>	<u>\$ 6,700</u>	<u>\$ 27,780</u>
LIABILITIES:					
Current Liabilities:					
2110	Accounts Payable	\$ --	\$ 4,960	\$ --	\$ --
2160	Accrued Wages Payable	10,142	--	--	--
2170	Due to Other Funds	13,275	166,577	6,700	27,780
2300	Unearned Revenue	--	--	--	--
2000	Total Liabilities	<u>23,417</u>	<u>171,537</u>	<u>6,700</u>	<u>27,780</u>
FUND BALANCES:					
Restricted Fund Balances:					
3450	Federal/State Funds Grant Restrictions	--	--	--	--
3490	Other Restrictions of Fund Balance	--	--	--	--
Committed Fund Balances:					
3545	Other Committed Fund Balance	--	--	--	--
3000	Total Fund Balances	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
4000	Total Liabilities and Fund Balances	<u>\$ 23,417</u>	<u>\$ 171,537</u>	<u>\$ 6,700</u>	<u>\$ 27,780</u>

255 ESEA Title II Training & Recruiting	263 English Language Acquisition and Enhancement	281 ESSER Fund II of the CRRSA Act	282 ESSER Fund III of the American Rescue Plan Act	283 Supplemental ESSER Fund
\$ --	\$ --	\$ --	\$ --	\$ --
30,042	15,182	29,516	99,941	468,506
--	--	--	--	--
<u>\$ 30,042</u>	<u>\$ 15,182</u>	<u>\$ 29,516</u>	<u>\$ 99,941</u>	<u>\$ 468,506</u>
\$ --	\$ --	\$ --	\$ 37,835	\$ 63,725
--	--	--	--	--
30,042	15,182	29,516	62,106	404,781
--	--	--	--	--
<u>30,042</u>	<u>15,182</u>	<u>29,516</u>	<u>99,941</u>	<u>468,506</u>
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>\$ 30,042</u>	<u>\$ 15,182</u>	<u>\$ 29,516</u>	<u>\$ 99,941</u>	<u>\$ 468,506</u>

CARROLL INDEPENDENT SCHOOL DISTRICT

COMBINING BALANCE SHEET

NONMAJOR SPECIAL REVENUE FUNDS

AUGUST 31, 2023

Data Control Codes	284 IDEA-B American Rescue Plan Act	285 IDEA-B Preschool American Rescue Plan Act	289 Other Federal Special Revenue Fund	385 Supplemental Visually Impaired
ASSETS:				
1110 Cash and Cash Equivalents	\$ --	\$ --	\$ --	\$ 4,100
1240 Due from Other Governments	12,516	3,520	16,014	--
1800 Restricted Assets	--	--	--	--
1000 Total Assets	<u>\$ 12,516</u>	<u>\$ 3,520</u>	<u>\$ 16,014</u>	<u>\$ 4,100</u>
LIABILITIES:				
Current Liabilities:				
2110 Accounts Payable	\$ --	\$ --	\$ --	\$ --
2160 Accrued Wages Payable	--	--	--	--
2170 Due to Other Funds	12,516	3,520	5,627	--
2300 Unearned Revenue	--	--	10,387	--
2000 Total Liabilities	<u>12,516</u>	<u>3,520</u>	<u>16,014</u>	<u>--</u>
FUND BALANCES:				
Restricted Fund Balances:				
3450 Federal/State Funds Grant Restrictions	--	--	--	4,100
3490 Other Restrictions of Fund Balance	--	--	--	--
Committed Fund Balances:				
3545 Other Committed Fund Balance	--	--	--	--
3000 Total Fund Balances	<u>--</u>	<u>--</u>	<u>--</u>	<u>4,100</u>
4000 Total Liabilities and Fund Balances	<u>\$ 12,516</u>	<u>\$ 3,520</u>	<u>\$ 16,014</u>	<u>\$ 4,100</u>

397 Advanced Placement Incentives	410 State Textbook Fund	429 State Funded Special Revenue Fund	461 Campus Activity Funds	490 Department Activity Fund
\$ 12,377	\$ 381,989	\$ 56,404	\$ 1,540,381	\$ 626,943
--	--	184,195	--	--
--	--	--	--	--
<u>\$ 12,377</u>	<u>\$ 381,989</u>	<u>\$ 240,599</u>	<u>\$ 1,540,381</u>	<u>\$ 626,943</u>
\$ --	\$ --	\$ 129	\$ 73,028	\$ 233
--	--	--	--	--
--	--	240,470	28	--
12,377	381,989	--	--	626,710
<u>12,377</u>	<u>381,989</u>	<u>240,599</u>	<u>73,056</u>	<u>626,943</u>
--	--	--	--	--
--	--	--	--	--
--	--	--	1,467,325	--
--	--	--	<u>1,467,325</u>	--
<u>\$ 12,377</u>	<u>\$ 381,989</u>	<u>\$ 240,599</u>	<u>\$ 1,540,381</u>	<u>\$ 626,943</u>

CARROLL INDEPENDENT SCHOOL DISTRICT

COMBINING BALANCE SHEET

NONMAJOR SPECIAL REVENUE FUNDS

AUGUST 31, 2023

Data Control Codes		496	497
		Scholarship Fund	Local Support Program
ASSETS:			
1110	Cash and Cash Equivalents	\$ --	\$ 641,098
1240	Due from Other Governments	--	--
1800	Restricted Assets	2,417	--
1000	Total Assets	<u>\$ 2,417</u>	<u>\$ 641,098</u>
LIABILITIES:			
Current Liabilities:			
2110	Accounts Payable	\$ --	\$ 29,303
2160	Accrued Wages Payable	--	--
2170	Due to Other Funds	--	1,921
2300	Unearned Revenue	--	307,313
2000	Total Liabilities	<u>--</u>	<u>338,537</u>
FUND BALANCES:			
Restricted Fund Balances:			
3450	Federal/State Funds Grant Restrictions	--	--
3490	Other Restrictions of Fund Balance	2,417	--
Committed Fund Balances:			
3545	Other Committed Fund Balance	--	302,561
3000	Total Fund Balances	<u>2,417</u>	<u>302,561</u>
4000	Total Liabilities and Fund Balances	<u>\$ 2,417</u>	<u>\$ 641,098</u>

498 We Care Program	499 Local Grants	Total Nonmajor Special Revenue Funds (See Exhibit H-1)
\$ 15,553	\$ 53,251	\$ 3,332,180
--	--	1,088,782
--	--	2,417
<u>\$ 15,553</u>	<u>\$ 53,251</u>	<u>\$ 4,423,379</u>
\$ 1,946	\$ 5,657	\$ 216,816
--	--	10,142
--	--	1,020,041
13,607	47,594	1,399,977
<u>15,553</u>	<u>53,251</u>	<u>2,646,976</u>
--	--	4,100
--	--	2,417
--	--	1,769,886
<u>--</u>	<u>--</u>	<u>1,776,403</u>
<u>\$ 15,553</u>	<u>\$ 53,251</u>	<u>\$ 4,423,379</u>

CARROLL INDEPENDENT SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED AUGUST 31, 2023

Data Control Codes		211 ESEA Title I Improving Basic Programs	224 IDEA-Part B Formula	225 IDEA-Part B Preschool Grant	244 Career and Tech Education Basic Grant
REVENUES:					
5700	Local and Intermediate Sources	\$ --	\$ --	\$ --	\$ --
5800	State Program Revenues	--	--	--	--
5900	Federal Program Revenues	140,504	1,302,391	30,371	39,664
5020	Total Revenues	140,504	1,302,391	30,371	39,664
EXPENDITURES:					
Current:					
0011	Instruction	140,504	773,932	532	39,664
0012	Instructional Resources and Media Services	--	--	--	--
0013	Curriculum and Staff Development	--	157,944	--	--
0021	Instructional Leadership	--	225,694	--	--
0023	School Leadership	--	--	--	--
0031	Guidance, Counseling, and Evaluation Services	--	46,312	29,839	--
0033	Health Services	--	--	--	--
0034	Student Transportation	--	--	--	--
0036	Cocurricular/Extracurricular Activities	--	--	--	--
0041	General Administration	--	--	--	--
0051	Facilities Maintenance and Operations	--	--	--	--
0052	Security and Monitoring Services	--	--	--	--
0053	Data Processing Services	--	--	--	--
0061	Community Services	--	--	--	--
0093	Payments to Shared Service Arrangements	--	98,509	--	--
6030	Total Expenditures	140,504	1,302,391	30,371	39,664
1100	Excess (Deficiency) of Revenues Over (Under)				
1100	Expenditures	--	--	--	--
1200	Net Change in Fund Balances	--	--	--	--
0100	Fund Balances - Beginning	--	--	--	--
3000	Fund Balances - Ending	\$ --	\$ --	\$ --	\$ --

255 ESEA Title II Training & Recruiting	263 English Language Acquisition and Enhancement	281 ESSER Fund II of the CRRSA Act	282 ESSER Fund III of the American Rescue Plan Act	283 Supplemental ESSER Fund
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	909	--	--
102,054	15,837	51,761	430,790	1,747,235
102,054	15,837	52,670	430,790	1,747,235
95,004	11,714	38,299	425,339	1,457,196
--	--	--	--	--
7,050	4,123	7,547	5,451	221,365
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	9,663
--	--	--	--	--
--	--	--	--	2,300
--	--	--	--	--
--	--	6,824	--	--
--	--	--	--	--
--	--	--	--	56,711
--	--	--	--	--
--	--	--	--	--
102,054	15,837	52,670	430,790	1,747,235
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
\$ --	\$ --	\$ --	\$ --	\$ --

CARROLL INDEPENDENT SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED AUGUST 31, 2023

Data Control Codes		284 IDEA-B American Rescue Plan Act	285 IDEA-B Preschool American Rescue Plan Act	289 Other Federal Special Revenue Fund	385 Supplemental Visually Impaired
REVENUES:					
5700	Local and Intermediate Sources	\$ --	\$ --	\$ --	\$ --
5800	State Program Revenues	--	--	--	4,100
5900	Federal Program Revenues	290,067	3,520	16,014	--
5020	Total Revenues	290,067	3,520	16,014	4,100
EXPENDITURES:					
Current:					
0011	Instruction	201,414	3,520	16,014	--
0012	Instructional Resources and Media Services	--	--	--	--
0013	Curriculum and Staff Development	--	--	--	--
0021	Instructional Leadership	--	--	--	--
0023	School Leadership	--	--	--	--
0031	Guidance, Counseling, and Evaluation Services	88,653	--	--	--
0033	Health Services	--	--	--	--
0034	Student Transportation	--	--	--	--
0036	Cocurricular/Extracurricular Activities	--	--	--	--
0041	General Administration	--	--	--	--
0051	Facilities Maintenance and Operations	--	--	--	--
0052	Security and Monitoring Services	--	--	--	--
0053	Data Processing Services	--	--	--	--
0061	Community Services	--	--	--	--
0093	Payments to Shared Service Arrangements	--	--	--	--
6030	Total Expenditures	290,067	3,520	16,014	--
1100	Excess (Deficiency) of Revenues Over (Under)				
1100	Expenditures	--	--	--	4,100
1200	Net Change in Fund Balances	--	--	--	4,100
0100	Fund Balances - Beginning	--	--	--	--
3000	Fund Balances - Ending	\$ --	\$ --	\$ --	\$ 4,100

397 Advanced Placement Incentives	410 State Textbook Fund	429 State Funded Special Revenue Fund	461 Campus Activity Funds	490 Department Activity Fund
\$ --	\$ --	\$ --	\$ 1,925,328	\$ 121,082
13,050	47,898	202,268	888	--
--	--	--	--	--
<u>13,050</u>	<u>47,898</u>	<u>202,268</u>	<u>1,926,216</u>	<u>121,082</u>
--	47,898	22,644	658,526	(59)
--	--	--	56,984	--
13,050	--	292	25,730	--
--	--	--	--	3,326
--	--	--	216,620	--
--	--	--	436,294	--
--	--	--	363	--
--	--	--	--	381
--	--	--	598,642	--
--	--	--	--	700
--	--	--	9,480	--
--	--	179,332	5,233	--
--	--	--	--	116,734
--	--	--	1,128	--
--	--	--	--	--
<u>13,050</u>	<u>47,898</u>	<u>202,268</u>	<u>2,009,000</u>	<u>121,082</u>
--	--	--	(82,784)	--
--	--	--	(82,784)	--
--	--	--	1,550,109	--
<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 1,467,325</u>	<u>\$ --</u>

CARROLL INDEPENDENT SCHOOL DISTRICTCOMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES

NONMAJOR SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED AUGUST 31, 2023

Data Control Codes		496	497
		Scholarship Fund	Local Support Program
REVENUES:			
5700	Local and Intermediate Sources	\$ 2,175	\$ 194,693
5800	State Program Revenues	--	9,184
5900	Federal Program Revenues	--	--
5020	Total Revenues	<u>2,175</u>	<u>203,877</u>
EXPENDITURES:			
Current:			
0011	Instruction	3,400	195,907
0012	Instructional Resources and Media Services	--	--
0013	Curriculum and Staff Development	--	--
0021	Instructional Leadership	--	--
0023	School Leadership	--	--
0031	Guidance, Counseling, and Evaluation Services	--	--
0033	Health Services	--	--
0034	Student Transportation	--	--
0036	Cocurricular/Extracurricular Activities	--	6,685
0041	General Administration	--	--
0051	Facilities Maintenance and Operations	--	--
0052	Security and Monitoring Services	--	29,303
0053	Data Processing Services	--	--
0061	Community Services	--	--
0093	Payments to Shared Service Arrangements	--	--
6030	Total Expenditures	<u>3,400</u>	<u>231,895</u>
1100	Excess (Deficiency) of Revenues Over (Under)		
1100	Expenditures	<u>(1,225)</u>	<u>(28,018)</u>
1200	Net Change in Fund Balances	<u>(1,225)</u>	<u>(28,018)</u>
0100	Fund Balances - Beginning	3,642	330,579
3000	Fund Balances - Ending	<u>\$ 2,417</u>	<u>\$ 302,561</u>

498 We Care Program	499 Local Grants	Total Nonmajor Special Revenue Funds (See Exhibit H-2)
\$ 18,236	\$ 20,121	\$ 2,281,635
--	--	278,297
--	--	4,170,208
18,236	20,121	6,730,140
--	6,745	4,138,193
--	--	56,984
--	1,525	444,077
--	--	229,020
--	--	216,620
--	--	601,098
--	--	10,026
--	--	381
--	11,851	619,478
18,236	--	18,936
--	--	16,304
--	--	213,868
--	--	173,445
--	--	1,128
--	--	98,509
18,236	20,121	6,838,067
--	--	(107,927)
--	--	(107,927)
--	--	1,884,330
\$ --	\$ --	\$ 1,776,403

Other Supplementary Information

This section includes financial information and disclosures not required by the Governmental Accounting Standards Board and not considered a part of the basic financial statements. It may, however, include information which is required by other entities.

CARROLL INDEPENDENT SCHOOL DISTRICTSCHEDULE OF DELINQUENT TAXES RECEIVABLE
FOR THE YEAR ENDED AUGUST 31, 2023

Year Ended August 31	1		2		3	
	Tax Rates				Assessed/Appraised Value For School Tax Purposes	
	Maintenance		Debt Service			
2014 and Prior Years	\$	Various	\$	Various	\$	Various
2015		1.0400		.3600		6,199,078,884
2016		1.0400		.3550		6,008,873,261
2017		1.0400		.3500		7,346,929,640
2018		1.0400		.3450		8,046,231,536
2019		1.0400		.3400		8,700,311,376
2020		.9700		.3300		9,386,446,458
2021		.9564		.3300		9,629,523,165
2022		.9386		.3300		10,109,642,756
2023 (School Year Under Audit)		.8888		.3300		11,047,742,452
1000 Totals						
9000 - Portion of Row 1000 for Taxes Paid into Tax Increment Zone Under Chapter 311, Tax Code						
8000 - Taxes Refunded under Section 26.1115, Tax Code for owners who received an exemption as provided by Section 11.42(f), Tax Code						

10 Beginning Balance 9/1/22	20 Current Year's Total Levy	31 Maintenance Collections	32 Debt Service Collections	40 Entire Year's Adjustments	50 Ending Balance 8/31/23
\$ 453,221	\$ --	\$ 1	\$ --	\$ (133,398)	\$ 319,822
41,297	--	--	--	--	41,297
35,617	--	--	--	--	35,617
29,760	--	--	--	--	29,760
60,738	--	91	30	--	60,617
67,672	--	25,118	8,211	28,092	62,435
91,972	--	24,686	8,398	27,247	86,135
95,486	--	18,521	6,391	74,450	145,024
454,972	--	162,538	57,146	(97,302)	137,986
--	134,649,885	97,920,594	36,356,655	(7,467)	365,169
<u>\$ 1,330,735</u>	<u>\$ 134,649,885</u>	<u>\$ 98,151,549</u>	<u>\$ 36,436,831</u>	<u>\$ (108,378)</u>	<u>\$ 1,283,862</u>
		\$ 4,723,388			
		\$ --			

CARROLL INDEPENDENT SCHOOL DISTRICT**EXHIBIT J-2**

DEBT SERVICE FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED AUGUST 31, 2023

Data Control Codes		1	2	3
		Budget	Actual	Variance Positive (Negative)
	REVENUES:			
5700	Local and Intermediate Sources	\$ 35,973,406	\$ 37,432,701	\$ 1,459,295
5800	State Program Revenues	222,593	445,662	223,069
5020	Total Revenues	<u>36,195,999</u>	<u>37,878,363</u>	<u>1,682,364</u>
	EXPENDITURES:			
	Debt Service:			
0071	Principal on Long-Term Debt	14,960,000	22,815,000	(7,855,000)
0072	Interest on Long-Term Debt	12,718,888	12,645,876	73,012
0073	Bond Issuance Costs and Fees	20,000	23,480	(3,480)
	Total Debt Service	<u>27,698,888</u>	<u>35,484,356</u>	<u>(7,785,468)</u>
6030	Total Expenditures	<u>27,698,888</u>	<u>35,484,356</u>	<u>(7,785,468)</u>
1100	Excess (Deficiency) of Revenues Over (Under)			
1100	Expenditures	<u>8,497,111</u>	<u>2,394,007</u>	<u>(6,103,104)</u>
	Other Financing Sources (Uses):			
8949	Other Uses	<u>(8,497,111)</u>	<u>--</u>	<u>8,497,111</u>
7080	Total Other Financing Sources and (Uses)	<u>(8,497,111)</u>	<u>--</u>	<u>8,497,111</u>
1200	Net Change in Fund Balance	<u>--</u>	<u>2,394,007</u>	<u>2,394,007</u>
0100	Fund Balance - Beginning	16,742,308	16,742,308	--
3000	Fund Balance - Ending	<u>\$ 16,742,308</u>	<u>\$ 19,136,315</u>	<u>\$ 2,394,007</u>

CARROLL INDEPENDENT SCHOOL DISTRICT

USE OF FUNDS REPORT - SELECT STATE ALLOTMENT PROGRAM
AS OF AUGUST 31, 2023

Data Control Codes		Responses
<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.	\$ 149,688
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)	\$ 955,148
<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.	\$ 167,014
AP8	List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year. (PICs 25, 35)	\$ 187,835

CARROLL INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF REQUIRED RESPONSES TO SELECTED SCHOOL FIRST INDICATORS
AS OF 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? (If the school district was issued a warrant hold and the warrant hold was not cleared within 30 days from the date the warrant hold was issued, the school district is considered to not have made timely payments.)	Yes
	Payments to the TRS and TWC are considered timely if a warrant hold that was issued in connection to the untimely payment was cleared within 30 days from the date the warrant hold was issued.	
	Payments to the IRS are considered timely if a penalty or delinquent payment notice was cleared within 30 days from the date the notice was issued.	
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	\$ --



Statistical Section



STATISTICAL SECTION

This part of the Carroll Independent School District's comprehensive annual 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.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property and sales taxes.

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand how the District's financial activities take place and to help make comparisons over time and with other governments.

Operating Information

These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive annual financial reports for the relevant year.

CARROLL INDEPENDENT SCHOOL DISTRICT

TABLE L-1 Page 1 of 2

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

(ACCRUAL BASIS OF ACCOUNTING)

(UNAUDITED)

	Fiscal Year			
	2023	2022	2021	2020
Governmental Activities				
Net Investment in Capital Assets	\$13,720,173	\$10,524,360	\$13,296,161	\$17,343,936
Restricted	19,323,956	16,916,715	15,270,191	14,697,366
Unrestricted	(3,993,185)	(11,557,815)	(8,378,357)	(7,952,470)
Total Governmental Activities Net Position	<u>\$29,050,944</u>	<u>\$15,883,260</u>	<u>\$20,187,995</u>	<u>\$24,088,832</u>

Source: The Statement of Net Position for the Carroll Independent School District (Exhibit A-1)

Fiscal Year					
2019	2018	2017	2016	2015	2014
\$21,246,744	\$22,309,610	\$28,922,622	\$22,850,360	\$38,377,265	\$24,227,515
13,846,455	12,900,934	12,215,234	7,132,077	10,768,196	9,696,332
(6,737,867)	(4,917,403)	26,411,490	31,995,049	14,482,655	31,390,946
\$28,355,332	\$30,293,141	\$67,549,346	\$61,977,486	\$63,628,116	\$65,314,793

CARROLL INDEPENDENT SCHOOL DISTRICT

TABLE L-2 Page 1 of 2

EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
 LAST TEN FISCAL YEARS
 (ACCRUAL BASIS OF ACCOUNTING)
 (UNAUDITED)

	Fiscal Year		
	2023	2022	2021
Expenses			
Governmental Activities:			
Instruction	\$ 61,523,263	\$ 56,193,921	\$ 59,485,789
Instruction Resources and Media Services	1,300,152	1,271,442	1,430,502
Curriculum and Staff Development	1,809,461	1,230,483	1,423,840
Instructional Leadership	1,073,354	1,016,782	918,561
School Leadership	5,213,024	4,897,135	5,303,065
Guidance, Counseling & Evaluation Services	5,030,745	4,761,591	5,063,918
Health Services	1,086,264	1,048,788	1,171,076
Student Transportation	2,935,492	2,859,418	2,710,619
Food Services	4,141,839	3,707,233	3,060,375
Cocurricular/Extracurricular Activities	4,962,712	4,566,247	4,366,127
General Administration	4,582,251	4,580,253	5,211,093
Facilities Maintenance and Operations	13,232,280	10,914,357	11,411,799
Security and Monitoring Services	515,740	387,293	290,122
Data Processing Services	3,508,858	7,061,800	5,206,012
Community Services	58,027	50,709	20,214
Debt Service-Interest on Long Term Debt	11,348,663	12,866,703	13,611,187
Debt Service-Bond Issuance Cost & Fees	23,480	14,600	14,800
Facilities Repairs	-	376,763	925,829
Contracted Instructional Services	37,069,275	34,456,686	29,424,127
Payments to Fiscal Agent/Member Districts of SSA	98,509	87,335	75,812
Payments to Juvenile Justice Alternative Ed. Programs	-	-	4,257
Payments to Tax Increment Fund	7,971,515	7,361,858	7,730,260
Other Intergovernmental Charges	622,228	610,793	584,427
Total Governmental Activities Expenses	168,107,132	160,322,190	159,443,811
Business-Type Activities	-	-	-
Total Primary Government Expenses	\$ 168,107,132	\$ 160,322,190	\$ 159,443,811
Program Revenues			
Governmental Activities:			
Charges for services			
Instruction	\$ 1,618,764	\$ 1,412,373	\$ 909,249
Instructional Resources and Media Services	62,922	73,788	61,970
Curriculum and Staff Development	40,518	49,433	28,854
Instructional Leadership	13,946	15,381	7,616
School Leadership	243,892	226,557	129,379
Guidance, Counseling & Evaluation Services	393,457	344,489	287,039
Health Services	18,966	18,032	12,073
Student Transportation	50,582	43,776	22,847
Food Services	3,873,297	3,403,413	1,990,956
Cocurricular/Extracurricular Activities	1,400,896	1,038,019	513,444
General Administration	78,473	71,186	43,548
Facilities Maintenance and Operations	231,563	159,734	92,111
Security and Monitoring Services	57,519	43,767	7,552
Data Processing Services	32,855	29,776	18,985
Community Services	1,825	1,552	907
Facilities Repairs	-	-	-
Contracted Instructional Services	749,279	605,178	296,469
Operating Grants and Contributions	10,761,360	4,980,722	9,731,246
Total Governmental Activities Program Revenues	19,630,114	12,517,176	14,154,245
Business-Type Activities	-	-	-
Total Primary Government Program Revenues	\$ 19,630,114	\$ 12,517,176	\$ 14,154,245
Net (Expense)/Revenue			
Governmental Activities	\$ (148,477,018)	\$ (147,805,014)	\$ (145,289,566)
Business-Type Activities	-	-	-
Total Primary Government Net Expense	\$ (148,477,018)	\$ (147,805,014)	\$ (145,289,566)

Source: The Statement of Activities for the Carroll Independent School District (Exhibit B-1)

Fiscal Year						
2020	2019	2018	2017	2016	2015	2014
\$ 61,551,302	\$ 56,864,561	\$ 37,962,798	\$ 52,487,950	\$ 50,267,811	\$ 49,555,265	\$ 48,333,919
1,368,636	1,394,376	986,603	1,310,650	1,240,819	1,387,042	1,303,230
1,365,561	1,343,491	1,083,635	1,298,649	1,039,007	1,111,869	813,084
831,551	667,373	417,732	582,261	455,108	426,021	434,514
5,435,598	5,055,176	3,211,053	4,628,435	3,679,383	3,664,451	3,373,249
4,821,301	4,499,962	2,610,937	3,688,509	2,823,715	2,771,420	2,368,654
1,310,146	942,729	591,142	855,265	689,288	721,097	700,974
2,939,004	2,910,957	2,247,510	2,647,031	2,540,245	2,632,885	2,451,218
3,186,350	3,856,549	3,029,666	3,655,061	3,062,717	2,639,804	2,865,602
4,833,834	5,969,067	3,853,624	4,588,687	4,730,719	4,701,114	4,528,107
4,523,190	4,475,274	3,889,777	4,048,700	3,259,148	3,203,532	2,951,897
10,549,468	9,738,163	7,267,979	8,797,780	7,325,756	7,130,280	7,202,017
251,918	374,158	274,678	237,761	269,427	236,232	121,374
7,870,816	7,180,254	2,220,541	2,209,540	3,537,714	3,461,029	3,503,296
53,200	96,203	53,758	80,837	49,048	51,363	70,989
13,742,162	13,434,362	11,245,769	9,552,928	13,279,744	11,866,012	13,649,181
183,028	546,033	1,094,277	89,680	267,901	356,161	83,659
1,655,300	1,527,957	6,042,463	511,545	-	-	-
28,447,150	33,082,123	26,290,781	19,388,953	16,514,133	14,501,194	13,024,265
80,509	50,523	36,443	-	581,877	585,937	627,284
-	-	-	-	-	-	-
8,466,782	7,215,895	6,985,814	6,151,684	5,378,155	5,211,586	4,896,705
608,361	616,845	582,037	539,237	-	-	-
164,075,167	161,842,031	121,979,017	127,351,143	120,991,715	116,214,294	113,303,218
-	-	-	-	-	-	-
\$ 164,075,167	\$ 161,842,031	\$ 121,979,017	\$ 127,351,143	\$ 120,991,715	\$ 116,214,294	\$ 113,303,218
\$ 1,418,322	\$ 1,593,652	\$ 1,692,124	\$ 1,687,643	\$ 594,654	\$ 558,358	\$ 441,313
71,196	89,095	98,303	120,331	-	-	-
51,055	71,788	129,441	117,755	-	-	-
12,930	10,037	10,201	9,462	-	-	-
152,721	167,887	190,134	177,925	-	-	-
316,862	286,334	317,272	294,839	-	-	-
22,447	15,754	16,103	15,159	-	-	-
43,166	41,403	43,457	43,920	400,436	404,004	396,034
2,243,742	3,194,661	3,138,572	2,954,610	2,929,678	2,689,443	2,623,522
816,867	1,064,081	1,166,476	1,395,388	3,912,178	3,920,217	3,257,663
71,414	68,795	80,182	65,523	699,110	1,148,432	440,806
163,142	152,065	152,260	152,764	359,841	275,632	418,349
11,611	25,667	21,309	14,527	-	-	-
35,408	34,293	36,929	32,851	-	-	-
1,676	2,301	2,088	2,258	-	-	-
-	8,782	-	-	-	-	-
553,605	613,721	513,329	375,286	-	-	-
13,993,569	11,071,468	(7,199,972)	7,979,137	10,111,113	7,721,953	8,216,069
19,979,733	18,511,784	408,208	15,439,378	19,007,010	16,718,039	15,793,756
-	-	-	-	-	-	-
\$ 19,979,733	\$ 18,511,784	\$ 408,208	\$ 15,439,378	\$ 19,007,010	\$ 16,718,039	\$ 15,793,756
\$ (144,095,434)	\$ (143,330,247)	\$ (121,570,809)	\$ (111,911,765)	\$ (101,984,705)	\$ (99,496,255)	\$ (97,509,462)
-	-	-	-	-	-	-
\$ (144,095,434)	\$ (143,330,247)	\$ (121,570,809)	\$ (111,911,765)	\$ (101,984,705)	\$ (99,496,255)	\$ (97,509,462)

CARROLL INDEPENDENT SCHOOL DISTRICT

TABLE L-3 Page 1 of 2

GENERAL REVENUES AND TOTAL CHANGE IN NET POSITION

LAST TEN FISCAL YEARS

(ACCRUAL BASIS OF ACCOUNTING)

(UNAUDITED)

	Fiscal Year			
	2023	2022	2021	2020
Net (Expense)/Revenue				
Governmental Activities	\$ (148,477,018)	\$ (147,805,014)	\$ (145,289,566)	\$ (144,095,434)
Business-Type Activities	-	-	-	-
Total Primary Government Net Expense	(148,477,018)	(147,805,014)	(145,289,566)	(144,095,434)
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Taxes				
Property Taxes Levied for General Purposes	98,709,171	95,170,056	91,656,631	91,323,516
Property Taxes Levied for Debt Service	36,633,851	33,473,313	31,622,214	31,000,404
Grants and Contributions (Unrestricted)	8,601,756	7,345,036	12,131,198	6,947,585
Investment Earnings	4,615,438	222,885	370,713	2,565,871
Miscellaneous Local and Intermediate Revenues	13,084,486	8,488,310	8,387,454	9,733,208
Special Items	-	(1,199,321)	-	-
Total Governmental Activities	161,644,702	143,500,279	144,112,046	141,570,584
Business-Type Activities	-	-	-	-
Total Primary Government	\$ 161,644,702	\$ 143,500,279	\$ 144,112,046	\$ 141,570,584
Change in Net Position				
Governmental Activities	\$ 13,167,684	\$ (4,304,735)	\$ (1,177,520)	\$ (2,524,850)
Business-Type Activities	-	-	-	-
Total Primary Government	\$ 13,167,684	\$ (4,304,735)	\$ (1,177,520)	\$ (2,524,850)

Source: The Statement of Activities for the Carroll Independent School District (Exhibit B-1)

Fiscal Year					
2019	2018	2017	2016	2015	2013
\$ (143,330,247)	\$ (121,570,809)	\$ (111,911,765)	\$ (101,984,705)	\$ (99,496,255)	\$ (94,714,995)
-	-	-	-	-	-
(143,330,247)	(121,570,809)	(111,911,765)	(101,984,705)	(99,496,255)	(94,714,995)
90,960,452	84,071,750	76,416,331	68,236,098	65,455,270	59,192,226
29,696,552	27,853,269	25,683,069	23,237,231	22,286,379	20,467,299
4,454,095	5,737,651	6,699,004	1,526,311	536,599	8,474,633
8,093,535	2,199,487	510,181	341,411	129,691	155,451
8,187,804	8,081,054	7,518,966	6,993,024	-	5,422,602
-	-	-	-	-	-
141,392,438	127,943,211	116,827,551	100,334,075	88,407,939	93,712,211
-	-	-	-	-	-
\$ 141,392,438	\$ 127,943,211	\$ 116,827,551	\$ 100,334,075	\$ 88,407,939	\$ 93,712,211
\$ (1,937,809)	\$ 6,372,402	\$ 4,915,786	\$ (1,650,630)	\$ (11,088,316)	\$ (1,002,784)
-	-	-	-	-	-
\$ (1,937,809)	\$ 6,372,402	\$ 4,915,786	\$ (1,650,630)	\$ (11,088,316)	\$ (1,002,784)

CARROLL INDEPENDENT SCHOOL DISTRICT

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FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCURAL BASIS OF ACCOUNTING)
 (UNAUDITED)

	Fiscal Year			
	2023	2022	2021	2020
General Fund				
Non-Spendable	\$ 167,652	\$ 217,871	\$ 187,215	\$ 263,436
Committed	10,048,565	10,048,565	10,573,725	10,573,725
Assigned	-	-	-	-
Unassigned	34,775,212	28,705,497	33,303,460	32,201,905
Total General Fund	<u>\$ 44,991,429</u>	<u>\$ 38,971,933</u>	<u>\$ 44,064,400</u>	<u>\$ 43,039,066</u>
All Other Governmental Funds				
Restricted				
Federal or State Funds Grant Restriction	\$ -	\$ -	\$ -	\$ -
Capital Acquisitions & Contractual Obligations	6,146,026	8,700,052	16,389,686	50,339,659
Retirement of Long-Term Debt	11,626,315	9,777,308	8,632,087	8,605,759
Other Restrictions of Fund Balance	7,516,517	6,968,643	6,420,000	5,875,000
Committed				
Special Revenue Funds	1,769,886	1,880,688	1,790,687	1,810,886
Total All Other Governmental Funds	<u>\$ 27,058,744</u>	<u>\$ 27,326,691</u>	<u>\$ 33,232,460</u>	<u>\$ 66,631,304</u>

Source: The Balance Sheet of Governmental Funds for the Carroll Independent School District (Exhibit C-1)

Fiscal Year					
2019	2018	2017	2016	2015	2014
\$ 133,730	\$ 143,661	\$ 108,895	\$ -	\$ -	\$ -
10,573,725	10,573,725	10,573,725	10,573,725	10,573,725	10,573,725
-	-	-	-	-	-
29,487,932	28,504,814	25,508,820	23,816,845	26,511,720	22,978,959
\$ 40,195,387	\$ 39,222,200	\$ 36,191,440	\$ 34,390,570	\$ 37,085,445	\$ 33,552,684
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 326,596
52,054,683	48,317,915	58,145	698,736	2,585,377	3,199,217
8,306,005	7,914,412	7,753,777	5,101,181	6,891,820	4,956,619
5,335,000	4,795,000	4,255,000	-	-	1,210,900
1,639,088	1,613,766	1,543,912	-	1,290,999	-
\$ 67,334,776	\$ 62,641,093	\$ 13,610,834	\$ 5,799,917	\$ 10,768,196	\$ 9,693,332

CARROLL INDEPENDENT SCHOOL DISTRICT

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CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

(UNAUDITED)

	Fiscal Year			
	2023	2022	2021	2020
Revenues				
Local and Intermediate Sources	\$ 158,787,888	\$ 144,943,054	\$ 136,474,961	\$ 140,463,642
State Program Revenues	14,025,385	12,090,232	17,308,065	12,731,281
Federal Program Revenues	6,478,203	5,457,345	3,775,387	4,231,074
Total Revenues	179,291,476	162,490,631	157,558,413	157,425,997
Expenditures				
Current:				
Instruction	53,038,524	51,299,754	49,488,977	48,990,421
Instruction Resources and Media Services	1,109,114	1,148,048	1,196,396	1,107,626
Curriculum and Staff Development	1,522,405	1,108,154	1,189,485	1,116,084
Instructional Leadership	923,237	909,716	762,700	670,612
School Leadership	4,458,187	4,493,922	4,403,040	4,325,685
Guidance, Counseling & Evaluation Services	4,310,815	4,331,952	4,213,604	3,853,219
Health Services	934,313	964,448	970,354	1,062,850
Student Transportation	2,504,474	2,852,099	2,268,161	3,800,563
Food Services	3,485,447	3,239,979	2,638,302	2,688,285
Cocurricular/Extracurricular Activities	4,933,729	4,367,633	3,652,858	4,052,245
General Administration	3,905,802	4,098,465	4,364,031	3,683,454
Plant Maintenance and Operations	11,584,803	10,585,053	11,582,596	11,425,652
Security and Monitoring Services	488,023	442,438	246,798	219,401
Data Processing Services	4,245,203	6,111,865	4,478,517	6,843,915
Community Services	49,322	43,984	16,578	40,434
Debt Service:				
Debt Service-Principal on Long-term Debt	23,317,338	18,617,396	16,825,000	15,892,164
Debt Service-Interest on Long-term Debt	12,700,520	13,545,326	14,414,104	14,579,620
Debt Service-Bond Issuance Cost and Fees	23,480	14,600	14,800	262,678
Capital Outlay:				
Facilities Acquisition and Construction	237,462	1,745,839	29,394,253	52,443,569
Intergovernmental:				
Contracted Instructional Services Between				
Public Schools	37,069,275	34,456,686	29,424,127	28,447,150
Payments to Fiscal Agent/Member Districts of SSA	98,509	87,335	75,812	80,509
Payments to Juvenile Justice Alternative Education	-	-	4,257	-
Payments to Tax Increment Fund	7,971,515	7,361,858	7,730,260	8,466,782
Other Intergovernmental Charges	622,228	610,793	584,427	608,361
Total Expenditures	179,533,725	172,437,343	189,939,437	214,661,279
Excess (Deficiency) of Revenues Over (Under) Expenditures	(242,249)	(9,946,712)	(32,381,024)	(57,235,282)
Other Financing Sources and (Uses)				
Debt Refunding Bonds Issued	-	-	-	2,247,861
Capital Related Debt Issued	-	-	-	55,872,139
Sale of Real or Personal Property	3,987,165	125,200	-	113,065
Transfers In	-	-	-	-
Issuance of Right to Use Leases	352,183	22,597	-	-
Issuance of Right to Use SBITAs	1,654,450	-	-	-
Premium or Discount on Issuance of Bonds	-	-	-	3,386,918
Transfers Out	-	-	-	-
Payment to Refunded Bond Escrow Agent	-	-	-	(2,244,494)
Total Other Financing Sources (Uses)	5,993,798	147,797	-	59,375,489
Special Items				
Special Item (Use)	-	1,199,321	-	-
Net Change in Fund Balances	\$ 5,751,549	\$ (9,798,915)	\$ (32,381,024)	\$ 2,140,207
Debt Service as a percentage of noncapital expenditures				
	20.50%	19.02%	19.66%	19.15%

Source: The Statement of Revenues, Expenditures, and Changes in Fund Balances-Governmental Funds for the Carroll Independent School District (Exhibit C-2)

Fiscal Year						
2019	2018	2017	2016	2015	2014	
\$ 140,624,790	\$ 129,668,291	\$ 117,501,513	\$ 105,933,424	\$ 102,288,110	\$ 96,268,630	
12,385,832	10,366,688	11,033,358	8,644,979	15,885,703	7,569,267	
4,241,358	3,916,664	3,644,783	3,544,877	3,704,661	3,803,656	
157,251,980	143,951,643	132,179,654	118,123,280	121,878,474	107,641,553	
46,794,711	47,024,396	43,658,838	42,887,651	42,600,799	39,008,334	
1,165,049	1,132,638	1,102,213	1,060,891	1,057,991	945,867	
1,125,373	1,202,402	1,096,051	1,080,644	1,122,095	812,670	
548,763	522,978	485,625	474,787	428,753	432,195	
4,161,262	4,045,845	3,866,900	3,863,923	3,700,140	3,370,145	
3,741,858	3,211,232	3,077,576	2,943,782	2,796,802	2,367,888	
774,343	759,065	713,041	726,012	730,256	700,974	
4,054,530	5,349,627	2,273,195	2,114,594	2,150,343	1,962,509	
3,324,641	3,112,932	3,101,902	3,118,595	3,015,411	2,852,934	
6,480,573	4,034,085	3,882,143	3,760,681	3,660,580	3,490,845	
3,758,330	4,147,372	3,408,308	3,073,803	2,937,136	2,663,889	
10,002,662	7,721,009	7,775,385	7,240,235	6,856,705	7,078,963	
479,102	244,409	203,421	270,048	236,532	121,374	
7,509,326	2,293,525	1,870,105	1,957,092	1,596,917	1,558,177	
80,542	66,684	68,386	49,779	52,030	70,503	
15,627,835	14,650,247	11,320,800	9,496,699	9,147,042	8,809,002	
13,624,767	12,916,953	11,680,398	12,668,615	11,648,305	13,538,839	
625,683	1,094,277	89,680	267,901	356,161	83,659	
56,414,077	25,767,747	1,688,270	1,896,294	3,190,896	2,614,117	
33,082,123	26,290,781	19,388,953	16,514,133	14,501,194	13,024,265	
50,523	36,443	-	581,877	585,937	627,284	
-	-	-	-	-	-	
7,215,895	6,985,814	6,151,684	5,378,155	5,211,586	4,896,705	
616,845	582,037	539,237	-	-	-	
221,258,813	173,192,498	127,442,111	121,426,191	117,583,611	111,031,138	
(64,006,833)	(29,240,855)	4,737,543	(3,302,911)	4,294,863	(3,389,585)	
12,245,000	-	5,125,000	23,485,000	28,474,997	-	
68,265,000	77,544,999	-	-	-	-	
50,250	209,879	75,915	10,093	36,072	19,693	
-	3,555,140	1,035,648	1,402,815	1,468,156	1,205,340	
-	-	-	-	-	-	
-	-	-	-	-	-	
2,279,762	3,546,996	323,423	1,734,077	2,031,118	-	
-	(3,555,140)	(1,035,648)	(1,402,815)	(1,468,156)	(1,205,340)	
(13,166,309)	-	(5,308,969)	(28,257,251)	(30,229,466)	-	
69,673,703	81,301,874	215,369	(3,028,081)	312,721	19,693	
-	-	-	-	-	-	
\$ 5,666,870	\$ 52,061,019	\$ 4,952,912	\$ (6,330,992)	\$ 4,607,584	\$ (3,369,892)	
18.36%	18.35%	18.28%	18.57%	18.29%	20.98%	

CARROLL INDEPENDENT SCHOOL DISTRICT
GOVERNMENTAL FUNDS REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(unaudited)

TABLE L-6 Page 1 of 2

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Local Sources:				
Property Taxes	\$135,316,589	\$128,819,297	\$123,275,209	\$122,289,549
Tuition and Fees	1,100,972	818,362	915,710	724,426
Earnings on Investments	4,615,437	222,884	370,714	2,565,874
Facility Rental	771,482	527,292	335,302	510,104
Tax Increment Fund	6,454,981	5,934,584	6,049,200	7,214,798
Food Service	3,873,060	3,403,413	1,990,849	2,242,946
Co-Curricular Activities	300,662	452,876	314,235	678,897
Other Local Sources	6,354,705	4,764,346	3,223,743	4,237,048
Total Local Sources	<u>158,787,888</u>	<u>144,943,054</u>	<u>136,474,961</u>	<u>140,463,642</u>
State Sources:				
Per Capita	5,015,289	4,161,704	3,923,423	2,530,821
Foundation School Program	3,546,803	3,179,432	8,094,861	4,416,061
On-behalf Payments	4,556,678	4,410,116	4,456,897	4,399,779
Other State Sources	906,615	338,980	832,884	1,384,621
Total State Sources	<u>14,025,385</u>	<u>12,090,232</u>	<u>17,308,065</u>	<u>12,731,281</u>
Federal Sources	<u>6,478,203</u>	<u>5,457,345</u>	<u>3,775,387</u>	<u>4,231,074</u>
Total Revenues	<u><u>\$179,291,476</u></u>	<u><u>\$162,490,631</u></u>	<u><u>\$157,558,413</u></u>	<u><u>\$157,425,997</u></u>

Note: The Governmental Funds Revenues include the General, Debt Service, Capital Projects, and Special Revenue Funds.

Source: The Statement of Revenues, Expenditures, and Changes in Fund Balance for the Carroll Independent School District (Exhibit C-2)

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2019	2018	2017	2016	2015	2014
\$120,604,596	\$111,983,721	\$102,635,941	\$91,979,144	\$88,552,041	\$83,696,946
758,565	720,161	678,745	594,654	512,818	406,438
4,454,096	2,199,487	510,182	341,411	129,691	70,667
538,928	569,611	417,702	357,334	275,562	414,950
6,123,926	6,045,218	5,348,444	4,623,919	4,478,312	3,834,118
3,119,268	3,040,855	2,876,440	2,929,200	2,689,430	2,622,875
1,197,488	1,122,333	1,147,437	1,027,517	1,004,516	1,087,760
3,827,923	3,986,905	3,886,622	4,080,245	4,645,740	4,134,876
140,624,790	129,668,291	117,501,513	105,933,424	102,288,110	96,268,630
3,850,613	1,616,493	3,001,844	1,436,159	1,963,105	1,922,863
4,142,788	4,121,158	3,697,160	3,266,551	10,185,312	2,588,823
3,625,314	3,698,839	3,418,669	3,081,572	2,966,825	2,871,662
767,117	930,198	915,685	860,697	770,461	185,919
12,385,832	10,366,688	11,033,358	8,644,979	15,885,703	7,569,267
4,241,358	3,916,664	3,644,783	3,544,877	3,704,661	3,803,656
\$157,251,980	\$143,951,643	\$132,179,654	\$118,123,280	\$121,878,474	\$107,641,553

CARROLL INDEPENDENT SCHOOL DISTRICT

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ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)

TAX YEAR

Fiscal Year		Residential Property (1)		Commercial Property (1)		Personal Property (1)		Other Property (1)
2023	\$	9,344,361,397	\$	2,459,629,145	\$	699,134,408	\$	599,099
2022		8,354,150,249		2,323,780,143		676,734,221		396,602
2021		7,845,456,409		2,331,849,313		680,746,976		392,118
2020		7,602,972,481		2,363,250,657		676,850,021		484,923
2019		7,018,393,764		2,233,699,517		624,980,358		1,019,327
2018		6,480,461,113		1,975,215,526		604,741,018		1,440,076
2017		5,904,187,468		1,829,452,609		541,982,556		734,868
2016		5,163,084,842		1,652,004,003		491,137,589		7,059,397
2015		4,887,077,787		1,569,130,914		512,036,669		99,988,798
2014		4,569,711,769		1,475,573,985		489,633,051		112,193,254

(1) The value is the appraised value at original certification and can fluctuate due to property owner protests and preliminary appraisal values at the time of certification.

(2) Tax Rates are per \$100 of assessed value.

Source: Tarrant Appraisal District

Total Assessed Value		Less Exemptions		Net Taxable Value		Total Tax Rate (2)
\$	12,503,724,049	\$	1,362,900,314	\$	11,140,823,735	1.2188
	11,355,061,215		1,217,058,821		10,138,002,394	1.2686
	10,858,444,816		1,267,287,952		9,591,156,864	1.2864
	10,643,558,082		1,054,296,977		9,589,261,105	1.3000
	9,878,092,966		1,005,302,623		8,872,790,343	1.3800
	9,061,857,733		1,023,803,261		8,038,054,472	1.3850
	8,276,357,501		867,559,634		7,408,797,867	1.3900
	7,313,285,831		682,094,825		6,631,191,006	1.3950
	7,068,234,168		718,225,373		6,350,008,795	1.4000
	6,647,112,059		740,824,899		5,906,287,160	1.4000

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

TABLE L-8 Page 1 of 2

	Fiscal Year			
	2023	2022	2021	2020
<u>School District Direct Rates</u>				
Maintenance & Operations	\$ 0.8888	\$ 0.9386	\$ 0.9564	\$ 0.9700
Debt Service	0.3300	0.3300	0.3300	0.3300
Total District Direct Rates	\$ 1.2188	\$ 1.2686	\$ 1.2864	\$ 1.3000
<u>Overlapping Rates</u>				
Tarrant County	\$ 0.2240	\$ 0.2290	\$ 0.2340	\$ 0.2340
Tarrant County Hospital District	0.2244	0.2244	0.2244	0.2244
Tarrant County College	0.1302	0.1302	0.1311	0.1302
City of Colleyville	0.2656	0.2918	0.3044	0.3068
City of Flower Mound	0.4050	0.4050	0.4365	0.4365
City of Grapevine	0.2718	0.2718	0.2826	0.2843
City of Keller	0.3545	0.3950	0.3950	0.3999
City of Southlake	0.3600	0.3900	0.4050	0.4100
Town of Trophy Club	0.4348	0.4450	0.4464	0.4464
City of Westlake	0.1679	0.1679	0.1679	0.1602
Trophy Club Mud #1	0.0913	0.1059	0.1077	0.1127
Total Overlapping Rates	\$ 2.9295	\$ 3.0559	\$ 3.1350	\$ 3.1454

Source: Tarrant Appraisal District

Fiscal Year					
2019	2018	2017	2016	2015	2014
\$ 1.0400	\$ 1.0400	\$ 1.0400	\$ 1.0400	\$ 1.0400	\$ 1.0400
0.3400	0.3450	0.3500	0.3550	0.3600	0.3600
<u>\$ 1.3800</u>	<u>\$ 1.3850</u>	<u>\$ 1.3900</u>	<u>\$ 1.3950</u>	<u>\$ 1.4000</u>	<u>\$ 1.4000</u>
\$ 0.2340	\$ 0.2440	\$ 0.2540	\$ 0.2640	\$ 0.2640	\$ 0.2640
0.2244	0.2244	0.2279	0.2279	0.2279	0.2279
0.1361	0.1401	0.1447	0.1495	0.1495	0.1495
0.3208	0.3338	0.3391	0.3391	0.3559	0.3559
0.4390	0.4390	0.4390	0.4390	0.4390	0.4497
0.2893	0.2893	0.2893	0.2893	0.3284	0.3425
0.4133	0.4275	0.4300	0.4300	0.4347	0.4422
0.4470	0.4620	0.4620	0.4620	0.4620	0.4620
0.4464	0.4514	0.4730	0.4730	0.4840	0.4993
0.1560	0.1362	0.1370	0.1370	0.1563	0.1568
0.1162	0.1202	0.1272	0.1272	0.1311	0.1334
<u>\$ 3.2225</u>	<u>\$ 3.2679</u>	<u>\$ 3.3232</u>	<u>\$ 3.3380</u>	<u>\$ 3.4328</u>	<u>\$ 3.4832</u>

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

TABLE L-9

Taxpayer	2023			2014		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value (1)	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value (2)
Cellco Partnership	\$ 246,503,441	1	1.97%	-		-
Town Square Ventures LP	259,727,555	2	2.08%	126,517,977	3	1.90%
SC Southlake Owner LLC	101,462,569	3	0.81%	-		-
SOL Westlake LP	99,042,851	6	0.79%	-		-
MCI Communications Svcs Inc	79,936,595	5	0.64%	-		-
TD Ameritrade Services Company Inc	66,500,000	4	0.53%	-		-
Carroll/1709 LTD	57,000,000	7	0.46%	50,236,877	6	0.76%
Excel Southlake LP	52,005,178	8	0.42%	-		-
Albany Road-Solana LLC	45,482,412	9	0.36%	-		-
1400 Plaza Place Southlake Owner LLC	44,000,000	10	0.35%	-		-
Verizon Wireless Texas LLC	-		-	172,818,555	1	2.60%
5 Village Circle Holdings LP	-		-	151,563,560	2	2.28%
SLTS Grand Avenue LP	-		-	58,014,901	4	0.87%
Southlake Land Holdings LP	-		-	56,153,054	5	0.84%
Sabre Headquarters LLC	-		-	45,538,856	7	0.69%
H & C Southlake Hilton LLC	-		-	31,208,142	8	0.47%
Forest Park Medical CTR AT	-		-	29,435,986	9	0.44%
SLTS Grand Avenue II LP	-		-	22,981,411	10	0.35%
Totals	<u>\$ 1,051,660,601</u>		<u>8.41%</u>	<u>\$ 744,469,319</u>		<u>11.20%</u>

(1) Total assessed value of: \$ 12,503,724,049

(2) Total assessed value of: \$ 6,647,112,059

Source: Tarrant Appraisal District

CARROLL INDEPENDENT SCHOOL DISTRICT

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN YEARS

(UNAUDITED)

TABLE L-10

Fiscal Year	Taxes Levied for the Fiscal Year		Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2023	\$	134,649,885	\$ 134,277,249	99.72%	\$ -	\$ 134,277,249	99.72%
2022		128,250,928	127,779,699	99.63%	219,684	127,999,383	99.80%
2021		123,874,186	123,455,148	99.66%	(67,872)	123,387,276	99.61%
2020		122,023,804	121,410,155	99.50%	531,395	121,941,550	99.93%
2019		120,064,297	119,534,281	99.56%	265,830	119,800,111	99.78%
2018		111,249,354	111,025,778	99.80%	252,456	111,278,234	100.03%
2017		102,086,675	101,579,458	99.50%	470,878	102,050,336	99.96%
2016		91,691,218	90,969,355	99.21%	536,283	91,505,638	99.80%
2015		88,215,996	87,741,649	99.46%	363,699	88,105,348	99.87%
2014		82,481,769	81,942,172	99.35%	445,888	82,388,060	99.89%

Source: Tarrant County Tax Office

CARROLL INDEPENDENT SCHOOL DISTRICT
TABLE L-11

OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Governmental Activities				Total Primary Government	Total Debt Percentage of Personal Income (2)	Debt Per Capita (3)
	General Obligation Bonds (1)	Unamortized Bond Premium (1)	Accreted Interest on Bonds (1)	Leases and Subscriptions Payable			
2023	\$ 288,580,002	\$ 9,386,444	\$ -	\$ 1,609,735	\$ 299,576,181	9.53%	9,430
2022	311,395,002	10,553,004	-	105,440	322,053,446	10.24%	10,137
2021	329,880,002	11,225,461	-	-	341,105,463	11.51%	10,536
2020	346,705,002	11,897,918	-	-	358,602,920	13.54%	11,628
2019	306,677,165	9,273,919	67,340	-	316,018,424	13.19%	10,530
2018	254,925,000	8,202,924	117,783	-	263,245,707	11.15%	8,900
2017	192,030,247	5,119,331	1,234,753	-	198,384,331	10.16%	6,739
2016	199,701,047	-	20,287,832	-	219,988,879	12.70%	7,776
2015	213,421,104	-	20,225,596	-	233,646,700	14.48%	8,395
2014	223,374,791	-	20,007,889	-	243,382,680	16.41%	8,874

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

(2) See Table L-15 for personal income data.

(3) See Table L-15 for capita data.

CARROLL INDEPENDENT SCHOOL DISTRICT**TABLE L-12**

RATIOS OF NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING
 LAST TEN FISCAL YEARS
 (UNAUDITED)

Fiscal Year	General Obligation Bonds (1)	Less Amounts Available in Debt Service Funds	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value (2)	Net Bonded Debt per Capita (3)
2023	\$ 297,966,446	\$ 19,136,315	\$ 278,830,131	2.23%	8,720
2022	321,948,006	16,742,308	305,205,698	2.69%	9,607
2021	341,105,463	15,052,087	326,053,376	3.00%	10,071
2020	358,602,920	14,480,759	344,122,161	3.23%	11,158
2019	316,018,424	13,641,005	302,377,419	3.06%	10,076
2018	263,245,707	12,709,412	250,536,295	2.76%	8,470
2017	198,384,331	12,008,777	186,375,554	2.25%	6,331
2016	219,988,879	5,101,181	214,887,698	2.94%	7,596
2015	233,646,700	6,891,820	226,754,880	3.21%	8,147
2014	243,382,680	4,956,619	238,426,061	3.59%	8,694

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

(2) See Table L-7 for assessed value data.

(3) See Table L-15 for capita data.

CARROLL INDEPENDENT SCHOOL DISTRICT

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF AUGUST 31, 2023
(UNAUDITED)

TABLE L-13

Taxing Authority	Gross Debt Outstanding	Percent Overlapping	Amount Applicable to School District
<u>Direct:</u>			
Carroll Independent School District	\$ 299,576,181	100%	\$ 299,576,181
<u>Overlapping</u>			
City of Colleyville	11,870,000	0.50%	59,350
City of Grapevine	140,190,000	4.80%	6,729,120
City of Keller	38,655,000	0.89%	344,030
City of Southlake	66,555,000	87.18%	58,022,649
Tarrant County	376,120,000	4.19%	15,759,428
Tarrant Co College District	591,230,000	4.19%	24,772,537
Tarrant County Hospital District	448,410,000	4.19%	18,788,379
Trophy Club MUD #1	5,560,000	19.73%	1,096,988
Town of Trophy Club	25,323,000	0.62%	157,003
Town of Westlake	48,874,000	35.10%	17,154,774
Total Overlapping Debt			<u>142,884,257</u>
Total Direct and Overlapping Debt			<u>\$ 442,460,438</u>
Taxable Assessed Valuation			\$ 11,140,823,735
Ratio of Direct and Overlapping Debt to taxable assessed valuation			3.97%
Direct and Overlapping Debt per Capita			\$ 13,838 (1)

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

Source: The Municipal Advisory Council of Texas, as of 8/31/23.

(1) See Table L-15 for capita data.

CARROLL INDEPENDENT SCHOOL DISTRICT

TABLE L-14 Page 1 of 2

LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS

(UNAUDITED)

	Fiscal Year			
	2023	2022	2021	2020
Total Assessed Value	\$ 12,503,724,049	\$ 11,355,061,215	\$ 10,858,444,816	\$ 10,643,558,082
Debt Limit (10% of Total Assessed Value)	\$ 1,250,372,405	\$ 1,135,506,122	\$ 1,085,844,482	\$ 1,064,355,808
Debt Applicable to Limit:				
General Obligation Bonds	\$ 288,580,002	\$ 311,395,002	\$ 329,880,002	\$ 346,705,002
Less Net Position in Debt Service Fund	19,136,315	16,742,308	15,052,087	14,480,759
Total Amount of Debt Applicable to Debt Limit	269,443,687	294,652,694	314,827,915	332,224,243
Legal Debt Margin	\$ 980,928,718	\$ 840,853,428	\$ 771,016,567	\$ 732,131,565
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	21.55%	25.95%	28.99%	31.21%

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

Source: Tarrant Appraisal District and District Financial Information

Fiscal Year					
2019	2018	2017	2016	2015	2014
\$ 9,878,092,966	\$ 9,061,857,733	\$ 8,276,357,501	\$ 7,313,285,831	\$ 7,068,234,168	\$ 6,647,112,059
\$ 987,809,297	\$ 906,185,773	\$ 827,635,750	\$ 731,328,583	\$ 706,823,417	\$ 664,711,206
\$ 306,677,165	\$ 254,925,000	\$ 192,030,247	\$ 199,701,047	\$ 213,421,104	\$ 223,374,791
13,641,005	12,709,412	12,008,777	5,101,181	6,891,820	4,956,619
293,036,160	242,215,588	180,021,470	194,599,866	206,529,284	218,418,172
\$ 694,773,137	\$ 663,970,185	\$ 647,614,280	\$ 536,728,717	\$ 500,294,133	\$ 446,293,034
29.67%	26.73%	21.75%	26.61%	29.22%	32.86%

CARROLL INDEPENDENT SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

TABLE L-15

Fiscal Year	Estimated Population (1)	Personal Income (1)	Per Capita Personal Income (1)	Unemployment Rate (2)
2023	31,975	\$ 3,524,540,300	\$ 110,228	3.5%
2022	31,770	3,143,705,040	98,952	3.0%
2021	32,376	2,963,731,416	91,541	2.2%
2020	30,840	2,648,045,760	85,864	3.2%
2019	30,010	2,396,058,420	79,842	3.0%
2018	29,578	2,361,726,360	79,842	3.2%
2017	29,440	1,951,900,038	66,301	3.0%
2016	28,290	1,732,874,762	61,254	3.5%
2015	27,833	1,613,950,961	57,987	3.5%
2014	27,425	1,483,496,607	54,093	4.4%

(1) Source: North Central Texas Council of Governments

(2) Source: Texas Workforce Commission

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

TABLE L-16

Employer	2023			2014		
	Employees	Rank	Percentage of Total Employment (1)	Employees	Rank	Percentage of Total Employment (2)
Sabre Holdings	2,550	1	29%	3,500	1	53%
TD Ameritrade	1,978	2	22%	0	2	0%
Carroll Independent School District	1,154	3	13%	1,072	3	16%
Verizon Wireless	670	4	8%	700	4	11%
Keller Williams	650	5	7%	0	5	0%
Gateway Church	580	6	7%	560	6	9%
City of Southlake	550	7	6%	370	7	6%
Central Market	370	8	4%	360	8	5%
Hilton Southlake	220	9	2%	0	9	0%
Methodist Hospital	200	10	2%	245	10	4%
Totals	<u>8,922</u>		<u>100%</u>	<u>6,562</u>		<u>100%</u>

(1) Total Employment for 2023: 8,922

(2) Total Employment for 2014: 6,562

Source: City of Southlake Economic Development

CARROLL INDEPENDENT SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

TABLE L-17

Fiscal Year	Teachers	Professional Support	Campus Administration	Central Administration	Educational Aides	Auxiliary Staff	Total Staff
2023	560	95	27	20	86	212	1,001
2022	564	110	27	22	95	253	1,071
2021	578	113	28	19	95	235	1,067
2020	570	107	28	18	93	239	1,054
2019	539 *	135 *	27	16	100	233	1,050
2018	564	100	26	15	98	259	1,062
2017	555	94	25	15	101	266	1,056
2016	538	94	26	14	98	248	1,018
2015	531	92	25	14	102	253	1,017
2014	522	79	25	12	102	259	999

Source: Texas Education Agency TAPR and AEIS Reports and District records.

* 30 Department Head Teachers were coded to Professional Support instead of Teacher for 2018-2019.

CARROLL INDEPENDENT SCHOOL DISTRICT

OPERATING STATISTICS
 LAST TEN FISCAL YEARS
 (UNAUDITED)

TABLE L-18

Fiscal Year	Enrollment	Operating Expenditures (1)	Cost Per Student	Teaching Staff	Student to Teacher Ratio	Percentage of Students in Free/Reduced Lunch Program
2023	8,464	\$ 132,641,383	15,671	560	15.1	1.3%
2022	8,389	128,133,618	15,274	564	14.9	1.4%
2021	8,324	120,681,863	14,498	578	14.4	1.2%
2020	8,525	117,024,188	13,727	570	15.0	1.4%
2019	8,344	119,113,173	14,275	539	15.5	1.3%
2018	8,366	118,171,436	14,125	564	14.8	1.4%
2017	8,190	102,123,726	12,469	555	14.8	1.4%
2016	8,056	97,096,682	12,053	538	15.0	1.4%
2015	7,869	93,241,207	11,849	531	14.8	1.5%
2014	7,791	85,985,521	11,037	522	14.9	2.1%
2013	7,697	84,052,842	10,920	511	15.1	2.4%

(1) Operating expenditures are total expenditures less debt service, capital outlay and intergovernmental charges.

Source: Texas Education Agency TAPR and AEIS Reports and District records.

CARROLL INDEPENDENT SCHOOL DISTRICT

TABLE L-19 Page 1 of 2

TEACHER BASE SALARIES
 LAST TEN FISCAL YEARS
 (Unaudited)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Teachers By Highest Degree Held				
No Degree	0.0%	0.0%	0.0%	0.0%
Bachelors	71.3%	63.0%	73.8%	73.3%
Masters	27.9%	35.0%	25.9%	26.4%
Doctorate	0.7%	1.0%	0.3%	0.3%
Teachers By Years of Experience				
Beginning Teachers	3.4%	2.4%	3.4%	4.1%
1-5 Years of Experience	20.3%	24.9%	21.9%	23.9%
6-10 Years of Experience	23.8%	21.8%	21.0%	20.1%
11-20 Years of Experience	31.7%	31.1%	34.4%	32.8%
Over 20 Years of Experience	20.8%	19.8%	19.3%	19.1%
Average Salaries By Experience				
Beginning Teachers	\$56,787	\$46,821	\$55,196	\$54,634
1-5 Years of Experience	59,808	55,461	56,919	56,238
6-10 Years of Experience	61,759	55,043	57,733	57,830
11-20 Years of Experience	64,392	59,261	60,715	60,365
Over 20 Years of Experience	70,437	66,138	69,641	65,662
Average Years Experience of Teachers	12.7	12	12.6	12.2
Turnover Rate for Teachers	18.6%	17.1%	11.9%	11.4%
Instructional Staff Percent	66.8%	66.7%	67.7%	63.6%

Source: Texas Academic Performance Report (TAPR) for Texas Education Agency.

2019	2018	2017	2016	2015	2014
0.2%	0.0%	0.0%	0.0%	0.0%	0.2%
73.7%	73.3%	74.3%	74.3%	73.8%	73.9%
25.9%	26.0%	25.0%	25.3%	25.9%	25.5%
0.2%	0.7%	0.7%	0.4%	0.4%	0.4%
3.1%	2.1%	3.8%	3.3%	2.8%	1.7%
24.2%	23.2%	22.0%	19.6%	17.0%	17.2%
17.4%	18.7%	19.4%	21.8%	26.2%	25.7%
36.0%	36.6%	37.6%	37.8%	36.8%	37.7%
19.3%	19.4%	17.2%	17.4%	17.2%	17.7%
\$53,600	\$52,250	\$50,695	\$49,511	\$48,254	\$47,111
54,281	52,817	51,544	50,366	48,914	48,388
55,999	54,562	53,316	52,106	51,049	49,741
58,720	57,214	55,913	54,520	53,467	52,375
64,323	62,961	62,121	61,106	60,534	60,437
12.5	12.6	12.5	12.6	12.9	13.2
13.2%	10.0%	12.7%	13.1%	12.6%	11.5%
67.3%	65.3%	64.9%	65.7%	65.4%	64.3%

CARROLL INDEPENDENT SCHOOL DISTRICT
TABLE L-20

SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)

Building	Original Construction	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
High Schools											
Carroll Senior High (Grades 11-12)	1992										
Square Footage		410,052	410,052	327,151	327,151	327,151	327,151	327,151	327,151	273,001	273,001
Capacity		1,830	1,830	1,544	1,544	1,544	1,544	1,544	1,519	1,621	1,621
Enrollment		1,444	1,394	1,349	1,390	1,342	1,352	1,381	1,299	1,284	1,289
Carroll High (Grades 9-10)	1998										
Square Footage		267,483	267,483	267,392	267,392	267,392	267,392	267,392	267,392	208,322	208,322
Capacity		1,555	1,555	1,555	1,555	1,555	1,555	1,555	1,587	1,315	1,315
Enrollment		1,441	1,422	1,446	1,396	1,370	1,388	1,365	1,385	1,384	1,310
Middle Schools (Grades 7-8)											
Carroll (1)	2011										
Square Footage		166,146	166,146	166,146	166,146	166,146	166,146	166,146	166,146	164,412	164,412
Capacity		840	840	840	840	840	840	840	860	860	860
Enrollment		736	779	765	724	723	733	688	697	659	677
Dawson	2001										
Square Footage		159,059	159,059	144,591	144,591	144,591	144,591	144,591	144,591	135,768	135,768
Capacity		846	846	846	846	846	846	846	872	853	853
Enrollment		609	632	625	661	651	628	616	636	646	651
Intermediate Schools (Grades 5-6)											
Durham	1996										
Square Footage		138,571	138,571	136,375	136,375	136,375	136,375	136,375	136,375	136,375	136,375
Capacity		849	849	849	849	849	849	849	849	697	697
Enrollment		689	705	693	744	749	683	673	662	628	618
Eubanks	2001										
Square Footage		104,185	104,185	106,998	106,998	106,998	106,998	106,998	106,998	93,478	93,478
Capacity		688	688	688	688	688	688	688	688	657	657
Enrollment		583	555	567	603	569	588	602	578	572	612
Elementary Schools (Grades K-4)											
Johnson	1981										
Square Footage		92,399	92,399	92,399	92,399	92,399	76,119	76,119	76,119	76,437	76,437
Capacity		748	748	692	692	692	560	560	540	635	635
Enrollment		690	667	671	688	669	666	619	570	526	528
Carroll	1988										
Square Footage		92,330	92,330	92,330	92,330	92,330	77,123	77,123	77,123	72,588	72,588
Capacity		837	837	837	837	837	639	639	645	708	708
Enrollment		620	637	600	563	594	604	585	576	542	530
Walnut Grove (2)	2011										
Square Footage		105,511	105,511	91,600	91,600	91,600	91,600	91,600	91,600	96,397	96,397
Capacity		721	721	721	721	721	721	721	681	681	681
Enrollment		651	645	636	684	701	701	667	682	669	644
Rockenbaugh	1997										
Square Footage		87,683	87,683	77,479	77,479	77,479	77,479	77,479	77,479	80,273	80,273
Capacity		577	577	577	577	577	577	577	599	661	661
Enrollment		529	484	506	438	529	543	549	570	554	538
Old Union	2001										
Square Footage		83,471	83,471	83,471	83,471	83,471	68,810	68,810	68,810	69,664	69,664
Capacity		617	617	617	617	617	441	441	474	561	561
Enrollment		472	469	466	427	469	473	463	413	420	415
Other District Buildings (Sq. Ft.)											
Former Administration Building	1996	32,260	32,260	32,535	32,535	32,535	32,535	32,535	32,535	32,535	32,535
Administration Building	1969	127,873	127,873	131,368	131,368	131,368	131,368	131,368	131,368	131,368	131,368
Carroll Intermediate School (3)	1953	74,038	74,038	63,851	63,851	63,851	63,851	63,851	63,851	63,851	63,851
Transportation Facility	2000	12,501	12,501	10,108	10,108	10,108	10,108	10,108	10,108	10,108	10,108
Dragon Stadium	2000	32,482	32,482	30,263	30,263	30,263	30,263	30,263	30,263	30,263	30,263

(1) A new Carroll Middle School was opened in 2011. The previous Carroll Middle School is now the District's Administration Building.

(2) Walnut Grove Elementary was opened in 2011. Students previously attended Durham Elementary, which was located within Durham Intermediate School.

(3) No longer used as a school. Rented to Southlake Baptist Church and Gateway Church.

Source: District Records.



Federal Awards





SNOW GARRETT WILLIAMS

CERTIFIED PUBLIC ACCOUNTANTS

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

Board of Trustees
Carroll Independent School District
2400 North Carroll Avenue
Southlake, Texas 76092

Members of the Board of Trustees:

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, each major fund, and the aggregate remaining fund information of Carroll Independent School District, as of and for the year ended August 31, 2023, and the related notes to the financial statements, which collectively comprise Carroll Independent School District's basic financial statements, and have issued our report thereon dated January 22, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Carroll Independent School District's internal control over financial reporting (internal control) as a basis for designing 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 Carroll Independent School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Carroll Independent School 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 were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Carroll Independent School 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*.

We noted certain matters that we reported to management of Carroll Independent School District in a separate letter dated January 22, 2024.

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 "Snow Garrett Williams". The signature is written in a cursive, flowing style.

Snow Garrett Williams
January 22, 2024



SNOW GARRETT WILLIAMS

CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report on Compliance for Each Major Federal Program and
Report on Internal Control Over Compliance Required by the Uniform Guidance

Board of Trustees
Carroll Independent School District
2400 North Carroll Avenue
Southlake, Texas 76092

Members of the Board of Trustees:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Carroll Independent School District's 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 Carroll Independent School District's major federal programs for the year ended August 31, 2023. Carroll Independent School 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, Carroll Independent School 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; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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 Carroll Independent School 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 Carroll Independent School 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 Carroll Independent School 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 Carroll Independent School 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 generally accepted auditing standards, *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 Carroll Independent School District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *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 Carroll Independent School 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 Carroll Independent School 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 Carroll Independent School 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.

A handwritten signature in black ink, reading "Snow Garrett Williams". The signature is written in a cursive, flowing style.

Snow Garrett Williams

January 22, 2024

CARROLL INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED AUGUST 31, 2023

A. Summary of Auditor's Results

1. Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

One or more material weaknesses identified? Yes X No

One or more significant deficiencies identified that are not considered to be material weaknesses? Yes X None Reported

Noncompliance material to financial statements noted? Yes X No

2. Federal Awards

Internal control over major programs:

One or more material weaknesses identified? Yes X No

One or more significant deficiencies identified that are not considered to be material weaknesses? Yes X None Reported

Type of auditor's report issued on compliance for major programs: Unmodified

Version of compliance supplement used in audit: May 2023

Any audit findings disclosed that are required to be reported in accordance with Title 2 U.S. Code of Federal Regulations (CFR) Part 200, para. 200.516(a)?? Yes X No

Identification of major programs:

<u>Assistance Listing Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.425D/84.425U	Elementary and Secondary School Emergency Relief fund (ESSER)

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? X Yes No

B. Financial Statement Findings
NONE

C. Federal Award Findings and Questioned Costs
NONE

CARROLL INDEPENDENT SCHOOL DISTRICT
CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED AUGUST 31, 2023

A corrective action plan is not needed.

CARROLL INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED AUGUST 31, 2023

EXHIBIT K-1

(1)	(2)	(2A)	(3)
Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal ALN	Pass- Through Entity Identifying Number	Federal Expenditures
SPECIAL EDUCATION (IDEA) CLUSTER:			
<u>U. S. Department of Education</u>			
Passed Through State Department of Education:			
IDEA-Part B, Formula	84.027	236600012209196600	\$ 1,282,374
IDEA-Part B, Formula	84.027	246600012209196600	20,017
IDEA-Part B, Formula - ARP (COVID-19)	84.027X	225350012209195350	290,067
Total ALN 84.027			<u>1,592,458</u>
IDEA-Part B, Preschool	84.173	236610012209196610	30,371
IDEA-Part B, Preschool - ARP (COVID-19)	84.173X	225360022209195360	3,520
Total ALN 84.173			<u>33,891</u>
Total Passed Through State Department of Education			<u>1,626,349</u>
Total U. S. Department of Education			<u>1,626,349</u>
Total Special Education (IDEA) Cluster			<u>1,626,349</u>
OTHER PROGRAMS:			
<u>U. S. Department of Education</u>			
Passed Through State Department of Education:			
ESEA Title I Part A - Improving Basic Programs	84.010A	23610101220919	140,504
Career and Technical Education - Basic Grant	84.048A	23420006220919	39,664
Title III, PART A-ELA	84.365A	23671001220919	15,837
ESEA Title II, Part A - Teacher & Principal Training & Recruiting	84.367A	23694501220919	102,054
Title IV, Part A, Subpart I	84.424	23680101220919	16,014
Elementary and Secondary School Emergency Relief Fund (ESSER II-COVID 19)	84.425D	21521001220919	51,761
Elementary and Secondary School Emergency Relief Fund (ESSER III-COVID 19)	84.425U	21528001220919	430,790
Elementary and Secondary School Emergency Relief Fund (ESSER Supplemental-COVID 19)	84.425U	21528043220919	1,747,235
Total ALN 84.425U			<u>2,178,025</u>
Total ALN 84.425			<u>2,229,786</u>
Total Passed Through State Department of Education			<u>2,543,859</u>
Total U. S. Department of Education			<u>2,543,859</u>
<u>U.S. Department of the Interior</u>			
Passed Through Texas Comptroller:			
Flood Control Act Lands	15.433	220-919	29,766
Total Passed Through Texas Comptroller			<u>29,766</u>
Total U.S Department of Interior			<u>29,766</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ <u>4,199,974</u>

The accompanying notes are an integral part of this schedule.

CARROLL INDEPENDENT SCHOOL DISTRICT
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED AUGUST 31, 2023

Basis of Presentation

The accompanying schedule of expenditures of federal awards ("the Schedule") includes the federal grant activity of Carroll Independent School District. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Therefore, some amounts may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. These expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule, if any, represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Carroll Independent School District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Reconciliation

The following table reconciles expenditures per the Schedule of Expenditures of Federal Awards to the federal program revenues per the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds.

Federal Program Revenues	\$	6,478,203
Less:		
Qualified School Construction Bonds (QSCB) Subsidies		(1,844,359)
SHARS		(433,870)
Total Expenditures of Federal Awards	\$	<u>4,199,974</u>

OTHER INFORMATION SECTION

CARROLL INDEPENDENT SCHOOL DISTRICT**EXHIBIT J-3****FUND BALANCE AND CASH FLOW CALCULATION WORKSHEET (UNAUDITED)****GENERAL FUND****AS OF AUGUST 31, 2023**

Data Control Codes	Explanation	Amount
1	Total General Fund Fund Balance as of August 31, 2023 (Exhibit C-1 object 3000 for the General Fund only)	\$ 44,991,429
2	Total General Fund Nonspendable Fund Balance (from Exhibit C-1 - total of object 341X-344X for the General Fund only)	167,652
3	Total General Fund Restricted Fund Balance (from Exhibit C-1 - total of object 345X-349X for the General Fund only)	--
4	Total General Fund Committed Fund Balance (from Exhibit C-1 - total of object 351X-354X for the General Fund only)	10,048,565
5	Total General Fund Assigned Fund Balance (from Exhibit C-1 - total of object 355X-359X for the General Fund only)	--
6	Estimated amount needed to cover fall cash flow deficits in the General Fund (net of borrowed funds and funds representing deferred revenues)	11,053,449
7	Estimate of two months' average cash disbursements during the fiscal year	22,106,897
8	Estimate of delayed payments from state sources (58XX)	--
9	Estimate of underpayment from state sources equal to variance between Legislative Payment Estimate (LPE) and District Planning Estimate (DPE) or District's calculated earned state aid amount	--
10	Estimate of delayed payments from federal sources (59XX)	--
11	Estimate of expenditures to be reimbursed to General Fund from Capital Projects Fund (uses of General Fund cash after bond referendum and prior to issuance of bonds)	--
12	General Fund Optimum Fund Balance and Cash Flow (Lines 2+3+4+5+6+7+8+9+10+11)	43,376,563
13	Excess (Deficit) Unassigned General Fund Fund Balance (1-12)	\$ 1,614,866