

Mathis Independent School District
General Obligation
Annual Financial Operating Data
Fiscal Year Ended August 31, 2023

Mathis Independent School District
General Obligation
Continuing Disclosure Statement
For the year ended August 31, 2023
(Pursuant to SEC Rule 15 c 2-12)

Table of Contents

Table	Page
Valuation, Exemption and Debt Obligation	1
Taxable Assessed Valuation by Category	2
Valuation and Tax Supported Debt History	2
Tax Rate, Levy, and Collection History	3
Top Ten Taxpayers	3
Tax Adequacy	4
Tax-Supported Debt Service Requirements	5
Estimated Interest and Sinking Fund Budget Projection	5
Authorized but Unissued Unlimited Tax Bonds	6
Other Obligations	6
Change in Net Assets	7
Comparative Statement of Revenues, Expenditures, and General Fund Balance	8
Current Investments	9

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

Mathis Independent School District
Continuing Disclosure Statement
For the year Ended August 31, 2023
(Pursuant to SEC Rule 15c2-12)

Table 1 - Valuation, Exemption and Debt Obligation

2023/24 Market Valuation Established by Bee, Live Oak, and San Patricio County		\$ 1,412,225,824
Less Exemptions/Reductions at 100% Market Value:		
\$100,000 Residential Homestead Exemptions (State Mandated)	\$141,933,547	
Residential Homestead Exemptions (Over 65)	4,060,449	
Disabled Veterans	3,404,443	
Disabled Persons	258,352	
Productivity Loss	276,261,069	
Pollution Control	4,706,740	
Solar	640,477	
Value Lost to 10% Residential Cap and Other	70,387,726	
Totally Exempt Property	52,365,396	
Other	3,288,041	557,306,240
2023-24 Taxable Assessed Valuation, Before Freeze		\$ 854,919,584
Deduct: Freeze Loss		31,104,586
Deduct: Transfer Adjustment		61,372
2023-24 Taxable Assessed Valuation, After Freeze		\$ 823,753,626
Debt Payable from Ad Valorem Taxes (as of August 31, 2023)		
Unlimited Tax Refunding Bonds, Series 2016	\$ 2,850,000	
Unlimited Tax Refunding Bonds, Series 2017	3,250,000	
Unlimited Tax School Building Bonds, Series 2019	10,115,000	
Unlimited Tax Refunding Bonds, Series 2020	2,110,000	
Debt Payable from Ad Valorem Taxes		\$ 18,325,000
Less: Instructional Facilities Allotment/Existing Debt Allotment		-
Net Debt Payable from Ad Valorem Taxes		\$ 18,325,000
Debt Payable from Maintenance Tax (as of August 31, 2023)		
Maintenance Tax Notes, Series 2012	\$ 550,773	
Maintenance Tax Notes, Series 2017	1,265,000	
	\$ 1,815,773	
Total Debt		\$ 20,140,773
Interest and Sinking Fund (as of August 31, 2023)		\$ 3,275,577
Ratio Funded Debt to Taxable Assessed Valuation		2.44%
2023 Estimated Population -	9,872	
Per Capita Taxable Assessed Valuation -	\$ 83,443	
Per Capita Funded Debt -	\$ 1,856	

Source: Bee, Live Oak and San Patricio County Appraisal Districts' Property Values are subject to change throughout the year, the "Texas Municipal Reports" published by The Municipal Advisory Council of Texas and the District's 2023 Annual Financial Report.

Table 2 - Taxable Assessed Valuation by Category

	<u>2023</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Single Family Residences	\$ 212,670,357	\$ 187,820,306	\$ 314,699,548	\$ 250,701,009	\$ 235,125,769
Multi-Family Residences	5,904,296	2,725,668	2,870,744	2,423,750	2,257,046
Vacant Lots	15,086,515	15,272,541	23,290,742	17,341,749	17,038,825
Rural Real	623,968,402	501,922,566	312,557,148	262,085,622	258,719,474
Commercial Real	66,956,863	55,866,576	48,884,169	51,485,593	40,951,267
Industrial Real	245,418,597	214,843,483	174,243,152	173,792,006	4,109,645
Oil, Gas and Minerals	3,680,599	1,485,423	916,551	1,305,033	1,704,219
Utilities	149,373,908	131,830,777	119,039,677	94,455,299	52,098,492
Commercial Personal	17,100,549	17,853,042	19,259,840	19,237,357	17,063,039
Industrial Personal	5,750,119	4,232,654	10,006,888	31,521,330	4,224,400
Mobile Homes	10,234,422	8,884,471	11,427,373	10,500,096	8,922,610
Exempt	53,523,473	45,653,904	42,140,020	35,148,539	30,327,896
Special Inventory/Other	2,557,724	1,449,232	1,212,521	1,700,920	1,610,743
	<u>\$ 1,412,225,824</u>	<u>\$ 1,189,840,643</u>	<u>\$ 1,080,548,373</u>	<u>\$ 951,698,303</u>	<u>\$ 674,153,425</u>
Less: Exemptions	\$ 557,306,240	\$ 394,993,658	\$ 366,311,590	\$ 294,117,420	\$ 286,644,583
Over 65 Loss	31,104,586	51,307,638	51,622,715	51,383,284	42,323,831
Other	61,372	-	-	-	-
Total Exemptions	<u>\$ 588,472,198</u>	<u>\$ 446,301,296</u>	<u>\$ 417,934,305</u>	<u>\$ 345,500,704</u>	<u>\$ 328,968,414</u>
Net Taxable Assessed Valuation	<u>\$ 823,753,626</u>	<u>\$ 743,539,347</u>	<u>\$ 662,614,068</u>	<u>\$ 606,197,599</u>	<u>\$ 345,185,011</u>

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

Table 3 - Valuation and Tax Supported Debt History

Fiscal Year Ended 8/31	Estimated Population ⁽¹⁾	Taxable Assessed Valuation ⁽²⁾	Taxable Assessed Valuation Per Capita	Funded Debt Outstanding at End of Year	Ratio Funded Debt to Taxable Assessed Valuation	Funded Debt per Capita
2019	7,940	\$ 321,556,820	\$ 40,498	\$ 10,969,818	3.41%	1,382
2020	7,698	345,185,011	44,841	18,950,590	5.49%	2,462
2021	7,862	606,197,599	77,105	18,821,212	3.10%	2,394
2022	7,075	662,614,068	93,656	20,085,000	3.03%	2,839
2023	9,773	743,539,347	76,081	18,325,000	2.46%	1,875
2024	9,872	823,753,626	83,443	17,555,000	2.13%	1,778

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

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

Table 4 - Tax Rate, Levy, and Collection History

Fiscal Year Ended 8/31	Tax Rate	Local Maintenance ⁽²⁾	Debt Service	Tax Levy	% Current Collections	% Total Collections
2019	\$ 1.4296	\$ 1.1700	\$ 0.2596	\$4,995,832	94.69%	96.68%
2020	1.4726	1.0684	0.4042	5,389,585	91.46%	96.28%
2021	1.3673	0.9631	0.4042	7,158,215	98.56%	96.70%
2022	1.3646	0.9604	0.4042	7,786,909	94.94%	97.79%
2023	1.3472	0.9430	0.4042	10,016,590 ⁽¹⁾	96.25%	96.85%
2024	1.1618	0.7576	0.4042	9,569,958 ⁽¹⁾	(In process of collection)	

⁽¹⁾ Calculated.

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

Table 5 – Top Ten Taxpayers

Name of Taxpayer	Nature of Property	2023/24 Taxable Assessed Valuation	% of Total Taxable Assessed Valuation
Gray Oak Pipeline LLC	Pipeline	\$ 34,709,756	4.21%
Karankawa Wind Project	Wind Farm	26,498,000	3.22%
AEP Texas Central Company	Electric Utility	28,783,222	3.49%
Cactus II Pipeline LLC	Pipeline	30,520,102	3.71%
El Algodon Alto Windfarm LLC	Windfarm	20,000,000	2.43%
Union Pacific Railroad Co.	Railroad	16,006,828	1.94%
Arrowhead Eagle Ford Pipeline	Pipeline	7,985,946	0.97%
DCP Sand Hills Pipeline LLC	Pipeline	12,238,916	1.49%
South Texas Implement Co.	Farm Supply	4,675,492	0.57%
Schmidt Prop 1 LLC	RV Resort	3,340,800	0.41%
		<u>\$184,759,062</u>	<u>22.43%</u>

Source: The Bee, Live Oak, and San Patricio County’s Appraisal Districts.

Table 6 – Tax Adequacy

2023/2024 Principal and Interest Requirements ⁽¹⁾	\$ 1,544,775
Less: Instructional Facilities Allotment (IFA)/ Existing Debt Allotment (EDA) ⁽²⁾	-
Less: Transfer from Debt Service Fund	-
Net General Obligation Principal and Interest Requirements	<u>\$ 1,544,775</u>
\$0.4042 Interest & Sinking Fund Tax Levy at 100% Collections Produces	\$ 3,329,612

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

⁽²⁾ Source: TEA 2023-2024 Summary of Finances, Mathis ISD, dated January 10, 2024.

Table 8 – Tax Supported Debt Service Requirements

Fiscal Year Ending	Outstanding Bonds ⁽¹⁾			Total Debt Service Requirements	% of Principal Retired
	Principal	Interest	Total		
08/31/2024	\$ 770,000	\$ 774,775	\$ 1,544,775	\$ 1,544,775	
08/31/2025	425,000	750,950	1,175,950	1,175,950	
08/31/2026	440,000	735,550	1,175,550	1,175,550	
08/31/2027	460,000	717,950	1,177,950	1,177,950	
08/31/2028	610,000	699,550	1,309,550	1,309,550	14.76%
08/31/2029	885,000	675,150	1,560,150	1,560,150	
08/31/2030	925,000	646,050	1,571,050	1,571,050	
08/31/2031	985,000	604,700	1,589,700	1,589,700	
08/31/2032	1,025,000	560,750	1,585,750	1,585,750	
08/31/2033	1,075,000	515,000	1,590,000	1,590,000	26.71%
08/31/2034	1,125,000	467,000	1,592,000	1,592,000	
08/31/2035	1,175,000	416,750	1,591,750	1,591,750	
08/31/2036	1,195,000	364,250	1,559,250	1,559,250	
08/31/2037	1,255,000	310,650	1,565,650	1,565,650	
08/31/2038	935,000	260,450	1,195,450	1,195,450	72.50%
08/31/2039	970,000	226,050	1,196,050	1,196,050	
08/31/2040	1,000,000	190,350	1,190,350	1,190,350	
08/31/2041	710,000	153,500	863,500	863,500	
08/31/2042	750,000	118,000	868,000	868,000	
08/31/2043	785,000	80,500	865,500	865,500	95.50%
08/31/2044	825,000	41,250	866,250	866,250	
					100.00%
	<u>\$ 18,325,000</u>	<u>\$ 9,309,175</u>	<u>\$ 27,634,175</u>	<u>\$ 27,634,175</u>	

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

Table 9 – Estimated Interest and Sinking Fund Budget Projection

Tax Supported Debt Service Requirements, Fiscal Year Ending August 31, 2024		\$ 1,544,775
Interest and Sinking Fund, August 31, 2023	3,275,577	
Interest and Sinking Fund Tax Levy @ 91% Collection ⁽¹⁾	3,029,947	
Estimated revenue from taxes levied on frozen properties @ 91% Collections ⁽¹⁾	114,410	
Estimated Transfer Required from the General Fund	-	
Instructional Facilities Allotment (IFA)/Existing Debt Allotment (EDA) ⁽²⁾	-	6,419,934
Estimated Balance, August 31, 2024		<u>\$ 4,875,159</u>

⁽¹⁾ Assumes a 2023-24 Net Taxable Assessed Valuation of \$823,753,626.

⁽²⁾ Source: TEA 2023-2024 Summary of Finances, Mathis ISD, dated January 10, 2024.

Table 10 – Authorized but Unissued Unlimited Tax Bonds

As of August 31, 2023, the District has no authorized but unissued bonds.

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

Table 11 – Other Obligations

As of August 31, 2023, the District has no outstanding capital lease obligations.

Source: The District’s 2023 Annual Financial Report.

Table 12 – Change in Net Assets

	Fiscal Year Ended August 31,				
	2023	2022	2021	2020	2019
Program Revenues:					
Charges for Services	\$ 239,716	\$ 239,815	\$ 182,169	\$ 147,336	\$ 216,562
Operating Grants & Contributions	9,435,301	10,268,844	7,477,294	6,704,022	6,364,409
Property Taxes	9,031,282	9,271,753	7,333,741	5,513,241	5,119,226
Grants & Contributions Not Restricted to Specific Programs	11,460,447	8,811,800	11,801,587	12,585,764	11,796,232
Investment Earnings	-	-	54,593	136,317	87,017
Other	988,300	499,516	1,252,912	1,170,721	250,773
Total Revenues:	\$ 31,155,046	\$ 29,091,728	\$ 28,102,296	\$ 26,257,401	\$ 23,834,219
Expenses:					
Instruction	\$ 14,008,095	\$ 12,712,946	\$ 13,322,555	\$ 13,971,313	\$ 13,328,300
Instructional Resources & Media Services	379,688	355,630	448,869	579,643	362,309
Curriculum and Staff Development	263,277	243,214	68,693	72,071	83,759
Instructional Leadership	6,816	7,187	4,494	11,823	1,710
School Leadership	1,521,255	1,340,201	1,374,808	1,456,910	1,319,726
Guidance, Counseling & Evaluation Services	527,803	406,072	397,361	395,593	376,926
Social Work Services	4,027	72,148	506	-	1,089
Health Services	224,748	179,822	183,880	209,815	132,139
Student Transportation	1,232,375	1,027,540	665,681	469,653	625,560
Food Service	1,964,933	2,348,038	1,793,020	2,181,231	1,877,701
Cocurricular/Extracurricular Activities	937,958	868,682	813,308	880,307	835,090
General Administration	1,282,938	1,144,971	1,009,995	1,118,616	1,019,644
Facilities Maintenance and Operations	4,333,509	3,838,462	3,014,625	2,944,197	2,496,793
Security and Monitoring Services	155,703	43,442	56,964	83,309	39,740
Data Processing Services	326,166	269,607	251,383	297,591	299,669
Community Services	133,858	54,387	129,452	156,120	203,851
Interest on Long-Term Debt	689,834	818,368	834,656	823,505	694,753
Bond Issuance Cost & Fees	16,719	16,886	2,000	114,553	224,106
Capital Outlay	805,800	1,321,816	22,350	564,167	-
Payments Related to Shared Services Arrangements	-	-	-	-	-
Other Intergovernmental Charges	106,439	100,636	96,806	88,170	89,155
Total Expenses:	\$ 28,921,941	\$ 27,170,055	\$ 24,491,406	\$ 26,418,587	\$ 24,012,020
Increase (Decrease) in Net Assets	\$ 2,233,105	\$ 1,921,673	\$ 3,610,890	\$ (161,186)	\$ (177,801)
Beginning Net Assets	22,050,988	20,129,314	16,518,423	16,679,611	16,857,410
Prior Period Adjustment	-	-	-	-	-
Ending Net Assets	\$ 24,284,094	\$ 22,050,988	\$ 20,129,314	\$ 16,518,426	\$ 16,679,610

Source: The District's Annual Financial Reports.

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

	Fiscal Year Ended August 31,				
	2023	2022	2021	2020	2019
Revenues:					
Local and Intermediate Sources	\$ 6,733,151	\$ 6,984,509	\$ 6,260,526	\$ 4,444,970	\$ 4,660,964
State Program Revenues	11,388,677	10,459,168	12,467,231	12,223,376	11,169,697
Federal Program Revenues	3,058,365	3,176,671	1,352,085	1,660,069	2,423,866
Total Revenues	\$ 21,180,193	\$ 20,620,348	\$ 20,079,842	\$ 18,328,415	\$ 18,254,527
Expenditures:					
Current:					
Instruction	\$ 8,829,862	\$ 8,613,339	\$ 8,488,508	\$ 9,047,161	\$ 8,113,290
Instructional Resources & Media Services	361,914	364,406	416,132	520,088	324,579
Curriculum and Staff Development	55,287	59,754	36,781	40,376	47,090
Instructional Leadership	6,431	6,800	4,242	11,200	1,612
School Leadership	1,515,730	1,350,031	1,267,399	1,252,708	1,149,049
Guidance, Counseling & Evaluation Services	390,367	422,370	365,549	340,454	334,581
Social Work Services	285	-	478	-	1,027
Health Services	212,883	186,198	164,772	166,583	117,654
Student Transportation	411,657	660,508	534,935	327,206	489,667
Food Service	1,819,654	2,538,173	649,813	1,705,873	1,994,590
Cocurricular/Extracurricular Activities	797,058	759,889	701,199	760,244	701,774
General Administration	1,265,518	1,167,770	936,029	994,781	917,282
Facilities Maintenance and Operations	3,552,199	2,442,638	2,785,337	2,762,257	2,553,179
Security and Monitoring Services	147,692	41,724	53,358	50,783	36,304
Data Processing Services	314,008	273,491	233,945	269,268	272,857
Community Services	3,788	1,438	520	470	2,128
Principal on Long-Term Debt	227,564	220,796	214,087	802,218	407,994
Interest on Long-Term Debt	56,858	61,710	66,316	92,901	110,682
Bond Issuance Cost & Fees	400	400	400	-	400
Capital Outlay	1,871,903	1,604,600	235,697	632,634	-
Payments Related to Shared Services Arrangements	-	-	-	-	-
Other Intergovernmental Charges	106,439	100,636	96,806	88,170	89,155
Total Intergovernmental Charges	\$ 21,947,497	\$ 20,876,671	\$ 17,252,303	\$ 19,865,375	\$ 17,664,894
Excess (Deficiency) of Revenues Over (Under) Expenditures	(767,304)	(256,323)	2,827,539	(1,536,960)	589,633
Other Resources and (Uses)	-	-	633,880	-	(60,000)
Increase (Decrease) in Fund Balance	-	-	3,461,419	(1,536,960)	529,633
Beginning Fund Balance on September 1	12,846,180	13,102,503	9,641,085	11,178,046	10,648,411
Ending Fund Balance on August 31	\$ 12,078,876	\$ 12,846,180	\$ 13,102,504	\$ 9,641,086	\$ 11,178,045

Source: The District's Annual Financial Reports.

Table 13 – Current Investments

As of August 31, 2023, the District had the following investments:

<u>Type of Investment</u>	<u>Fair Market Value</u>
TexPool	\$ 5,921,046
Lone Star Pool	1,267,690
Total	<u>\$ 7,188,736</u>

Source: The District's 2023 Annual Financial Report.