

# **CEDAR HILL**

## **INDEPENDENT SCHOOL DISTRICT**



**Annual Comprehensive Financial Report**

**For the Year Ended June 30, 2023**



# **CEDAR HILL**

## **Independent School District**

Cedar Hill, Texas



Annual Comprehensive Financial Report

For the Year Ended June 30, 2023



**CEDAR HILL  
INDEPENDENT SCHOOL  
DISTRICT**

**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT**

**For the Year Ended June 30, 2023**

**PREPARED BY THE BUSINESS OFFICE**

**285 UPTOWN BOULEVARD  
BUILDING 300  
CEDAR HILL, TEXAS 75104**



# CEDAR HILL INDEPENDENT SCHOOL DISTRICT

## TABLE OF CONTENTS

|                                                                                                                                             | <u>Page</u> | <u>Exhibit</u> |
|---------------------------------------------------------------------------------------------------------------------------------------------|-------------|----------------|
| <b>Introductory Section</b>                                                                                                                 |             |                |
| Transmittal Letter                                                                                                                          | viii        |                |
| Board of Trustees                                                                                                                           | xiii        |                |
| Organizational Chart                                                                                                                        | xiv         |                |
| GFOA Certificate of Achievement                                                                                                             | xvi         |                |
| Certificate of the Board                                                                                                                    | xvii        |                |
| <b>Financial Section</b>                                                                                                                    |             |                |
| <b>Independent Auditor's Report</b>                                                                                                         | 3           |                |
| <b>Management's Discussion and Analysis</b>                                                                                                 | 7           |                |
| <b>Basic Financial Statements:</b>                                                                                                          |             |                |
| Government-wide Financial Statements:                                                                                                       |             |                |
| Statement of Net Position                                                                                                                   | 17          | A-1            |
| Statement of Activities                                                                                                                     | 18          | B-1            |
| Governmental Fund Financial Statements:                                                                                                     |             |                |
| Balance Sheet                                                                                                                               | 20          | C-1            |
| Reconciliation of Balance Sheet for Governmental Funds to Statement of Net Position                                                         | 21          | C-2            |
| Statement of Revenues, Expenditures, and Changes in Fund Balance                                                                            | 22          | C-3            |
| Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of Governmental Funds to the Statement of Activities | 23          | C-4            |
| Fiduciary Fund Financial Statements:                                                                                                        |             |                |
| Statement of Net Position                                                                                                                   | 24          | E-1            |
| Statement of Changes in Net Position                                                                                                        | 25          | E-2            |
| Notes to the Financial Statements                                                                                                           | 27          | F-1            |
| <b>Required Supplementary Information:</b>                                                                                                  |             |                |
| Budgetary Comparison Schedule - General Fund                                                                                                | 56          | G-1            |
| Notes to Required Supplementary Information - Budgets                                                                                       | 57          |                |
| Schedule of District's Proportionate Share of the Net Pension Liability                                                                     | 58          | G-2            |
| Schedule of District Pension Contributions - Teachers Retirement System of Texas                                                            | 59          | G-3            |
| Notes to the Required Supplementary Information - Pensions                                                                                  | 60          |                |
| Schedule of District's Proportionate Share of the Net OPEB Liability                                                                        | 61          | G-4            |
| Schedule of District OPEB Contributions - Teachers Retirement System of Texas                                                               | 62          | G-5            |
| Notes to the Required Supplementary Information - OPEB                                                                                      | 63          |                |
| <b>Other Supplementary Information:</b>                                                                                                     |             |                |
| Combining and Individual Fund Statements and Schedules:                                                                                     |             |                |
| Nonmajor Governmental Funds:                                                                                                                |             |                |
| Combining Balance Sheet                                                                                                                     | 68          | H-1            |
| Combining Statement of Revenues, Expenditures, and Changes in Fund Balances                                                                 | 74          | H-2            |
| Budgetary Comparison Schedule - Debt Service Fund                                                                                           | 80          | H-3            |
| Budgetary Comparison Schedule - Child Nutrition Fund                                                                                        | 81          | H-4            |
| <b>Required TEA Information:</b>                                                                                                            |             |                |
| Schedule of Delinquent Taxes Receivable                                                                                                     | 84          | J-1            |
| Compensatory Education Program and Bilingual Education Program Compliance Responses                                                         | 86          | J-4            |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT****TABLE OF CONTENTS (continued)**

|                                                                                                                                                                                                                                 | <b><u>Page</u></b> | <b><u>Table<br/>Exhibit</u></b> |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------|---------------------------------|
| <b>Statistical Section</b>                                                                                                                                                                                                      |                    |                                 |
| Net Position by Component                                                                                                                                                                                                       | 90                 | 1                               |
| Changes in Net Position                                                                                                                                                                                                         | 92                 | 2                               |
| Fund Balances of Governmental Funds                                                                                                                                                                                             | 96                 | 3                               |
| Changes in Fund Balances - Governmental Funds                                                                                                                                                                                   | 98                 | 4                               |
| Assessed Value and Actual Value of Taxable Property                                                                                                                                                                             | 100                | 5                               |
| Property Tax Rates - Direct and Overlapping Governments                                                                                                                                                                         | 102                | 6                               |
| Principal Taxpayers                                                                                                                                                                                                             | 104                | 7                               |
| Property Tax Levies and Collections                                                                                                                                                                                             | 105                | 8                               |
| Ratios of Outstanding Debt by Type                                                                                                                                                                                              | 106                | 9                               |
| Ratios of Net General Obligation Bonded Debt Outstanding                                                                                                                                                                        | 107                | 10                              |
| Computation of Estimated Direct and Overlapping Debt                                                                                                                                                                            | 109                | 11                              |
| Legal Debt Margin Information                                                                                                                                                                                                   | 110                | 12                              |
| Demographic and Economic Statistics                                                                                                                                                                                             | 112                | 13                              |
| Total Enrollment and ADA                                                                                                                                                                                                        | 114                | 14                              |
| Principal Employers                                                                                                                                                                                                             | 115                | 15                              |
| Full-Time Equivalent District Employees by Function                                                                                                                                                                             | 116                | 16                              |
| Operating Statistics                                                                                                                                                                                                            | 118                | 17                              |
| Teacher Salary Data                                                                                                                                                                                                             | 121                | 18                              |
| School Building Information                                                                                                                                                                                                     | 122                | 19                              |
| <b>Required Responses to Selected School FIRST Indicators</b>                                                                                                                                                                   | 127                | L-1                             |
| <b>Federal Awards Section</b>                                                                                                                                                                                                   |                    |                                 |
| Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance<br>and Other Matters Based on an Audit of Financial Statements Performed in Accordance with<br><i>Government Auditing Standards</i> | 131                |                                 |
| Independent Auditor's Report on Compliance for each Major Program and on Internal Control<br>over Compliance Required by the Uniform Guidance                                                                                   | 133                |                                 |
| Schedule of Findings and Questioned Costs                                                                                                                                                                                       | 136                |                                 |
| Schedule of Expenditures of Federal Awards                                                                                                                                                                                      | 138                | K-1                             |
| Notes to Schedule of Expenditures of Federal Awards                                                                                                                                                                             | 140                | K-2                             |
| Summary Schedule of Prior Audit Findings                                                                                                                                                                                        | 142                |                                 |
| Corrective Action Plan                                                                                                                                                                                                          | 143                |                                 |

## **INTRODUCTORY SECTION**





**Dr. Gerald B. Hudson**  
*Superintendent*

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## Cedar Hill Independent School District

November 13, 2023

The Honorable Board of Trustees  
Cedar Hill Independent School District  
285 Uptown Blvd., Building 300  
Cedar Hill, Texas 75104

Dear Board Members and Citizens:

The Comprehensive Annual Comprehensive Financial Report of the Cedar Hill Independent School District (the "District") for the fiscal year ended June 30, 2023, is submitted herewith. The Annual Comprehensive Financial Report is the management's report of financial operations to the Board of Trustees (the "Board"), taxpayers, grantor agencies, employees, the Texas Education Agency ("TEA"), and other interested parties. The government-wide financial statements in this report provide an overview of the District's governmental activities, while detailed fund financial statements describe specific activities of each fund group used in accounting for the District's financial transactions. This report was prepared by the District's Business Office in accordance with generally accepted accounting principles ("GAAP") and reporting standards as promulgated by the Governmental Accounting Standards Board ("GASB").

Responsibility for the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the District. We believe that the data, as presented, is accurate in all material respects; that information is presented in a manner designed to set forth fairly the financial position and results of operations of the District as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial activities have been included. In order to provide a reasonable basis for making these representations of responsibility, management of the District has established a comprehensive internal control framework that is designed to protect the District's assets from loss, theft, or misuse. Additionally, the internal control framework is designed to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the District's comprehensive framework of internal controls has been designed to provide reasonable assurance rather than absolute assurance that the financial statements will be free from material misstatement. To the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The financial statements of the District have been audited by Whitley Penn, LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2023, are free of material misstatement. The independent audit involves examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended June 30, 2023, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements is part of a broader, federally mandated "Single Audit" designed to meet the special need of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the District's separately issued Single Audit Report.

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

## **DISTRICT PROFILE**

In October 1903, the Texas Legislature authorized Dallas County Commissioners to subdivide Dallas County into individual school districts as soon as practicable, to establish a special school tax. Therefore, in 1904, Cedar Hill was established as an independent school district when it enacted a special school tax. As an independent school district, a seven-member board of trustees elected from residents of the District constitutes the governing body. Based on legislative authority codified in the Texas Education Code, the trustees (1) have exclusive power to manage and govern the District; (2) can acquire and hold real and personal property; (3) shall have power to levy and collect taxes and to issue bonds; (4) can contract for appointed officers, teachers, and other personnel as well as for goods and services; and (5) have the right of eminent domain to acquire real property. The District is not included in any other governmental reporting entity and the District is not financially accountable for any other organizations; therefore, no component units are included within the reporting entity.

As required by GAAP, the financial statements of the reporting entity include those of the District (the primary government), an independent reporting entity clearly within the criteria established by GASB.

The District is an agricultural and suburban area located in southwestern Dallas County, encompassing the City of Cedar Hill. The District covers an area of approximately 42 square miles and is located approximately 16 miles southwest of downtown Dallas on U.S. Highway 67.

The District's system presently includes seven elementary schools, three middle schools, a collegiate high school and STEM center, and one traditional high school.

The District is one of fourteen public school districts located in Dallas County. It provides a program of public education from pre-kindergarten through grade twelve. The purpose and responsibility of the District is to provide a thorough and efficient educational system for the children enrolled in public schools within its boundaries whereby each child has access to programs and services that are appropriate to his or her educational needs. In addition to the regular educational program, the District offers programs in areas such as vocational education, special education, gifted and talented, bilingual, and compensatory education. All District schools are fully accredited by the TEA and the Southern Association of Colleges and Schools.

## **CEDAR HILL ISD BOARD MISSION, VISION AND GOALS**

### **Mission**

The mission of Cedar Hill Independent School District is to develop resilient scholars who excel academically and are empowered to serve.

### **Motto**

Educate. Empower. Inspire

### **Vision**

The Cedar Hill Independent School District will unlock every Longhorn's potential.

### **Board Goals and Priorities**

As part of the Lone Star Governance process, four main student outcome goals were defined.

- Goal #1 Increase the percentage of scholars graduating College, Career & Military Ready
- Goal #2 Increase the percentage of 3rd grade (all students) scholars reading at or above grade level
- Goal #3 Increase the percentage of Algebra 1 scholars scoring Meets or Above
- Goal #4 Increase the percentage of scholars participating in extra-curricular or co-curricular activities



In the work to complete these student outcome goals, the following constraints were placed on the Board of Trustees:

**Trustees**

- ...Shall not attend less than 80% of board authorized public meetings per quarter.
- ...Shall not attend board meeting, trainings, workshops, without adequate preparation and expected engagement.
- ...Shall not provide operational advice or instructions to staff members.
- ...Shall not have less than one opportunity per quarter, to engage the Community in two-way communication to diversify our outreach
- ...Shall not violate the Board Operating Procedure regarding communications outside of the board room

In the work to complete these student outcome goals, the following constraints were placed on the Superintendent:

**Superintendent**

- ...Shall not make budget decisions that increase taxes
- ...Shall not negate the established relationships with our community partners
- ...Will not make operational decisions that prevent access of all students to learning
- ...Will not make decisions without prioritizing Physical Health, Safety and Mental well-being of students and staff
- ...Shall not reduce transparency and communication measuring the impact on student learning

**Items of Interest**

1. While the District still awaits an accountability rating from the Texas Education Agency, preliminary analysis shows significant growth. Third graders experienced much greater rates of success compared to the previous year in both reading and math, with reading up 8 percentage points and math up 12 points.
2. Enrollment and average daily attendance declined significantly which resulted in approximately \$3.3M less in state funding that anticipated.
3. Total district property tax rate decreased from \$1.2384 to \$1.1906 per \$100 valuation of property value.
4. The health insurance contribution for all employees increased to \$300 per month per employee to off-set rising premium costs.

**Major Initiatives**

As part of the budget process, the administrative team invited community members, parents, and students have discussed the District's future. Those conversations led the District to focus on three initiatives for the 2022-23 school year.

1. Academics - provide engaging instruction and well-rounded education, increase fine arts and co-curricular offerings, develop premier career and technology education programs, improve professional development for teachers, increase performance on standardized tests and access to advanced academic courses and testing to all students.
2. Recruitment and retention - reduce teacher turnover rate to 20 percent, lower teacher absences during the school year, provide a high quality certified teacher in every classroom.
3. Safety - introduce common expectations and social-emotional learning initiatives across all campuses, increase communication, tighten security at entry points; ensure students, staff, parents, and the community feel CHISD schools are safe.

**RELEVANT FINANCIAL POLICIES**

In order to meet its mission, the District depends on its property tax collections for the majority of its funding. Additionally, the District receives limited state aid and grant revenues. The District receives its revenues at various intervals during the year, and the majority of its revenue is received through tax collections in late January and February of each year.

The District recognizes the importance of maintaining its financial integrity; therefore, it has developed policies to support its mission, goals, and objectives.



## **Financial Stability**

In seeking to fulfill its mission, the District shall maintain a high level of financial stability and shall not compromise long-term financial integrity to achieve short-term benefits. In an effort to provide adequate cash flow for its operations, maintain a strong credit rating, and plan for the unanticipated extraordinary costs, the District shall strive to maintain in the general fund a minimum unassigned fund balance of two months of average spending for a year plus the projected cash flow deficit totals for each month, July through January.

## **Funds from Operations**

The District's general fund shall provide adequate funding to support the following:

1. Cash flow needs;
2. Quality instructional programs;
3. Bond ratings;
4. Unfunded state-mandated costs;
5. Changes in state funding formulas that impact cash flow; and
6. Unanticipated extraordinary costs.

## **Revenue**

The District's revenue levels shall be evaluated annually with the administration's recommendations giving consideration to the following:

1. Cash flow needs;
2. Bond ratings;
3. Operating requirements;
4. Current business connections, including the local economy;
5. Economic projections, including property values, the state's economy, legislative issues, and the like;
6. Student growth assumptions; and
7. The projected level of expenditures.

## **General Operating Fund Expenditures**

All expenditures from the general fund shall maintain the following priorities of obligation:

1. Payments of all legal and reasonable expenditures relating to maintenance and operations of the District's general fund.
2. Payments to special revenue funds that require a matching amount for the federal or state grants, including the child nutrition fund and the construction fund.

## **Fund Balance Target**

The District shall strive to maintain an unassigned fund balance at fiscal year-end in the general fund equal to a minimum of three months of the average spending for a year in addition to any projected cash flow deficit totals for each month, July through January.

In the event the unassigned balance falls below the target level, the Board shall, within 24 months, adopt a written plan to restore the balance to the target level.



## **Financial Reporting Awards**

### **GFOA Certificate of Achievement**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its Annual Comprehensive Financial Report for both fiscal years ended June 30, 2021 and June 30, 2022. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

### **ACKNOWLEDGMENTS**

The preparation of this report would not have been possible without the skill, effort, and dedication of the entire staff of the Business Office. We wish to thank all District departments for their assistance in providing the data necessary to prepare this report. Credit also is due to the Board of Trustees for their unfailing support for maintaining the highest standards of professionalism in the management of the District's finances.

Respectfully submitted,

---

Carla Settle, Chief Financial Officer

---

Dr. Gerald Hudson, Superintendent



# **BOARD OF TRUSTEES**

---



**Gayle Sims**  
**President**



**Dr. Denise Roache-Davis**  
**Vice-President**



**Ramona Ross-Bacon**  
**Secretary**



**Robert Riggs**  
**Trustee**



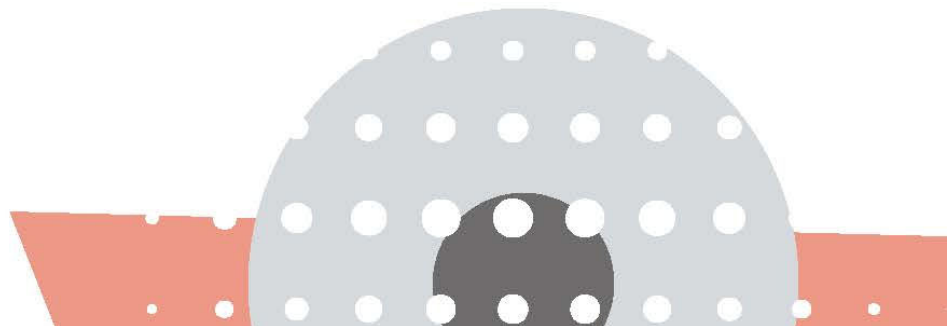
**Rev. Cheryl Wesley**  
**Trustee**



**Carma Morgan**  
**Trustee**



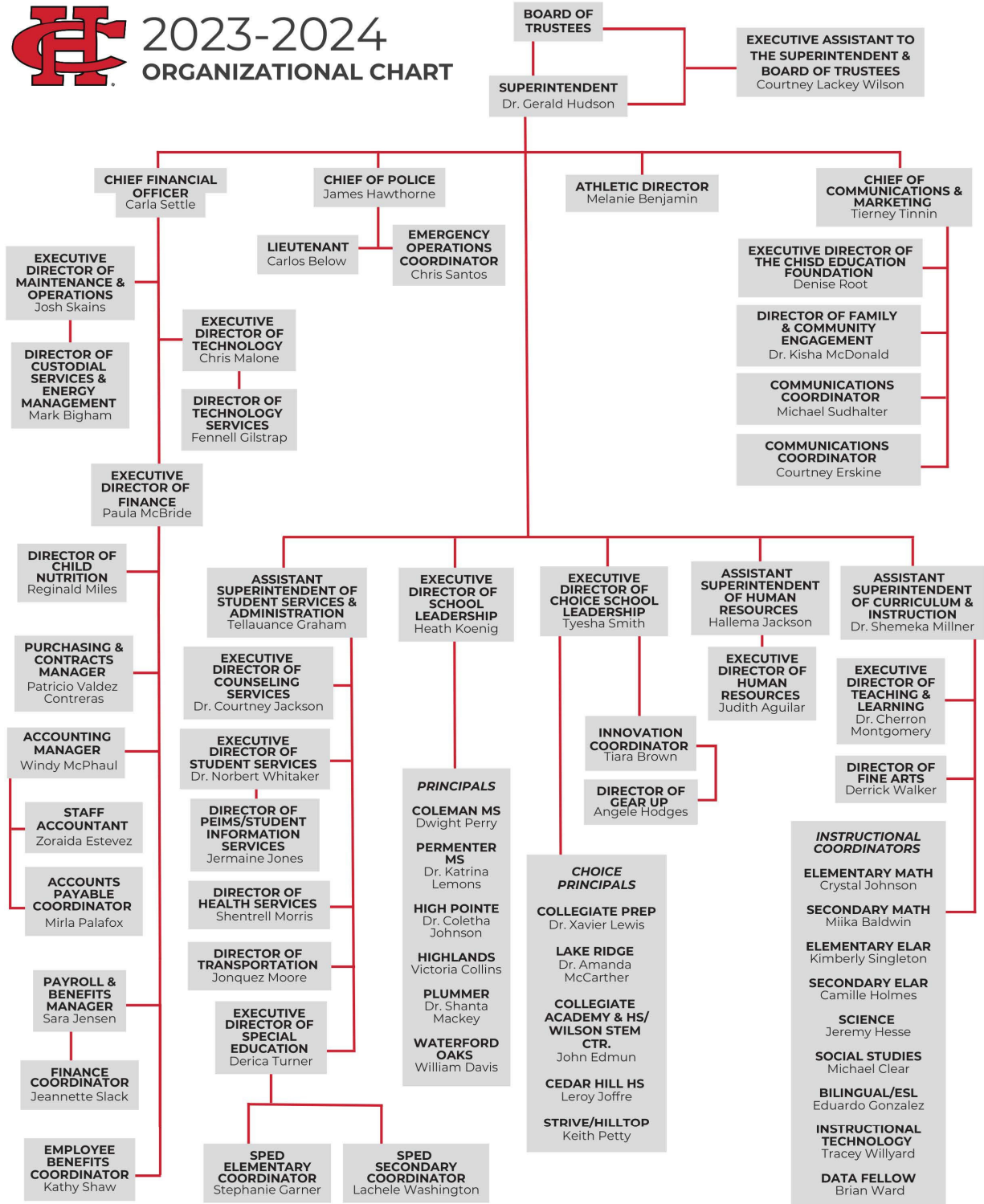
**Denishea Williams**  
**Trustee**



**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**ORGANIZATIONAL CHART**



**2023-2024**  
**ORGANIZATIONAL CHART**





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Cedar Hill Independent School District  
Texas**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2021

*Christopher P. Morill*

Executive Director/CEO



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Cedar Hill Independent School District  
Texas**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2022

*Christopher P. Morill*

Executive Director/CEO

## CERTIFICATE OF BOARD

Cedar Hill Independent School District

Name of School District

Dallas

County

057-904

Co. - Dist. No.

We, the undersigned, certify that the attached annual financial reports of the above named school district were reviewed and \_\_\_\_\_ **approved**/ \_\_\_\_\_ **disapproved** for the year ended June 30, 2023, at a meeting of the Board of Trustees of such school district on November 13, 2023.

\_\_\_\_\_  
Signature of Board President

\_\_\_\_\_  
Signature of Board Secretary

If the Board of Trustees disapproved of the auditor's report, the reason(s) for disapproving is/are (attach list if necessary):

## **FINANCIAL SECTION**



## INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees  
Cedar Hill Independent School District

### 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 Cedar Hill Independent School District (the "District"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### Basis for Opinions

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

#### Responsibilities of Management for the Financial Statements

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

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

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

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

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

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

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

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

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual nonmajor fund financial statements, required Texas Education Agency (TEA) schedules, and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, required TEA schedules, and 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, statistical section, and Schedule L-1 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 basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 13, 2023 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Dallas, Texas  
November 13, 2023



## CEDAR HILL INDEPENDENT SCHOOL DISTRICT

### MANAGEMENT'S DISCUSSION AND ANALYSIS

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 June 30, 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 liabilities and deferred inflows of resources of the District exceeded its assets and deferred outflows of resources at the close of the most recent period by \$19.5 million.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$39.3 million. Approximately 53 percent of this total amount, \$20.8 million, 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 \$20.8 million or 31 percent of the total general fund expenditures.
- The District's net bonded debt decreased by \$11.0 million or 10 percent during the current fiscal year.

#### Overview of the Financial Statements

This discussion and analysis is 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 required supplementary information and 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, deferred outflows and deferred inflows, with the difference between the sum of the assets and deferred outflows and the sum of the liabilities and deferred inflows reported as *Net Position*. 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 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 17-19 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.

## **CEDAR HILL INDEPENDENT SCHOOL DISTRICT**

### ***MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)***

**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, debt service fund and child nutrition fund. Budgetary comparison schedules have been presented to demonstrate compliance with these budgets. The basic governmental fund financial statements can be found on pages 20-23 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. The District's fiduciary fund statements can be found on pages 24-25.

**Notes to the basic 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 beginning on page 27 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 56-63 of this report. The District also presents additional supplementary information in the form of combining and individual fund statements and schedules beginning on page 68 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. The sum of the District's liabilities and deferred inflows exceeded the sum of its assets and deferred outflows by \$19.5 million at June 30, 2023. Although the District reports a deficit, the deficit is primarily due to the previous issuance of debt, a portion of which is financed by capital appreciation bonds (CAB), and the District's net pension liability and net OPEB liability due to its participation in the Texas Retirement System of Texas (TRS). The CAB's accreted interest is reported as incurred in the governmental activities; however, the taxes are not levied in the debt service fund until the payments are due, which creates a timing difference.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**The District's Net Position**

|                                                 | <b>Governmental Activities</b> |                        |
|-------------------------------------------------|--------------------------------|------------------------|
|                                                 | <b>2023</b>                    | <b>2022</b>            |
| <b>Assets</b>                                   |                                |                        |
| Cash and cash equivalents                       | \$ 50,548,922                  | \$ 40,450,858          |
| Other assets                                    | 2,693,725                      | 11,630,112             |
| Capital assets, net of accumulated depreciation | 95,593,885                     | 99,094,585             |
| <b>Total Assets</b>                             | <b>148,836,532</b>             | <b>151,175,555</b>     |
| <b>Deferred Outflows of Resources</b>           |                                |                        |
| Deferred outflows                               | 12,164,762                     | 9,769,516              |
| <b>Total Deferred Outflows of Resources</b>     | <b>12,164,762</b>              | <b>9,769,516</b>       |
| <b>Liabilities</b>                              |                                |                        |
| Current liabilities                             | 14,178,571                     | 14,849,780             |
| Non-current liabilities                         | 134,698,525                    | 141,838,276            |
| <b>Total Liabilities</b>                        | <b>148,877,096</b>             | <b>156,688,056</b>     |
| <b>Deferred Inflows of Resources</b>            |                                |                        |
| Deferred inflows                                | 31,576,936                     | 37,599,848             |
| <b>Total Deferred Inflows of Resources</b>      | <b>31,576,936</b>              | <b>37,599,848</b>      |
| <b>Net Position</b>                             |                                |                        |
| Net investment in capital assets                | (10,498,248)                   | (19,882,498)           |
| Restricted                                      | 15,767,938                     | 12,774,481             |
| Unrestricted                                    | (24,722,428)                   | (26,234,816)           |
| <b>Total Net Position</b>                       | <b>\$ (19,452,738)</b>         | <b>\$ (33,342,833)</b> |

Net investment in capital assets, a deficit balance of \$10.5 million, reflects the District's investment of \$95.6 million in capital assets (e.g. land, buildings and improvements, furniture and equipment), less any outstanding related debt used to acquire those assets. 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 is used to segregate the net position on which external constraints have been placed (e.g., constraints imposed by creditors, grantors or by law). The District is reporting a balance of \$15.8 million which represents balances for debt service, federal and state programs, and local grants.

The remaining balance, unrestricted net position, consists of the deficit net position that does not meet the criteria of the other two elements described above. The District is reporting a balance of \$(24.7) million in this category.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**Governmental Activities**

Governmental activities increased the District's net position by \$13.9 million for the fiscal year ended June 30, 2023. The following table presents the changes in the District's net position for the fiscal years ended June 30, 2023 and 2022.

**Changes in the District's Net Position**

|                                                  | <b>Governmental Activities</b> |                        |
|--------------------------------------------------|--------------------------------|------------------------|
|                                                  | <b>2023</b>                    | <b>2022</b>            |
| <b>Revenues</b>                                  |                                |                        |
| <b>Program Revenues:</b>                         |                                |                        |
| Charges for services                             | \$ 1,476,470                   | \$ 781,570             |
| Operating grants & contributions                 | 19,854,424                     | 20,467,977             |
| <b>General Revenues:</b>                         |                                |                        |
| Property taxes                                   | 61,656,550                     | 54,023,499             |
| State aid (grants)                               | 12,410,767                     | 19,919,933             |
| Investment earnings                              | 1,677,214                      | 128,682                |
| Miscellaneous local and intermediate - other     | 3,302,519                      | 3,207,261              |
| <b>Total Revenues</b>                            | <b>100,377,944</b>             | <b>98,528,922</b>      |
| <b>Expenses</b>                                  |                                |                        |
| Instruction                                      | 40,777,973                     | 40,926,836             |
| Instructional resources and media services       | 662,940                        | 574,255                |
| Curriculum and staff development                 | 1,779,942                      | 1,709,112              |
| Instructional leadership                         | 1,169,320                      | 1,070,679              |
| School leadership                                | 4,720,667                      | 4,394,481              |
| Guidance, counseling, and evaluation services    | 3,208,652                      | 2,884,909              |
| Social work services                             | 28,493                         | -                      |
| Health services                                  | 994,262                        | 717,680                |
| Student transportation                           | 4,634,526                      | 3,891,931              |
| Food service                                     | 4,256,524                      | 4,513,702              |
| Extracurricular activities                       | 2,638,975                      | 2,642,091              |
| General administration                           | 3,726,107                      | 3,666,285              |
| Facilities maintenance and operations            | 9,518,902                      | 9,616,350              |
| Security and monitoring services                 | 1,803,010                      | 1,637,045              |
| Data processing services                         | 2,401,835                      | 1,910,864              |
| Community services                               | 286,723                        | 419,556                |
| Debt Service - Interest on long-term debt        | 3,576,954                      | 1,939,294              |
| Payments related to shared services arrangements | 96,500                         | 114,673                |
| Payments to JJAEP                                | 29,676                         | 4,368                  |
| Other intergovernmental charges                  | 175,868                        | 167,602                |
| <b>Total Expenses</b>                            | <b>86,487,849</b>              | <b>82,801,713</b>      |
| Change in net position                           | 13,890,095                     | 15,727,209             |
| <b>Beginning Net Position</b>                    | <b>(33,342,833)</b>            | <b>(49,070,042)</b>    |
| <b>Ending Net Position</b>                       | <b>\$ (19,452,738)</b>         | <b>\$ (33,342,833)</b> |

## **CEDAR HILL INDEPENDENT SCHOOL DISTRICT**

### ***MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)***

Revenues are generated primarily from three sources, State aid formula grants, operating grants and contributions, and ad valorem property taxes. State aid formula grants and operating grants and contributions in the amount of \$32.3 million represents 32 percent of total revenues, and property taxes in the amount of \$61.7 million represents 61 percent of total revenues. The remaining revenue is generated from charges for services, investment earnings and miscellaneous revenues.

The primary functional expense of the District is instruction (\$40.8 million), which represents 47 percent of total expenses. Facilities maintenance and operations (\$9.5 million) represents 11 percent of total expenses. The remaining individual function categories of expenses are each 5 percent or less of total expenses.

The District's M&O and I&S property tax rates were \$0.8546 and \$0.3360, respectively. Property tax revenue increased \$7.6 million or 14.1 percent over the prior year due to an increase in the District's taxable assessed value offset by a slight decrease in the M&O property tax rate.

#### **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 \$39.3 million, an increase of \$0.5 million. Approximately 53 percent of this total amount, \$20.8 million, constitutes unassigned fund balance. The remainder of fund balance is in nonspendable form, restricted or committed to indicate that it is not available for new spending.

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 \$20.8 million, out of a total fund balance of \$20.8 million. 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 and total fund balance represent 31 percent of total general fund expenditures.

The District reported a debt service fund balance of \$16.1 million as of June 30, 2023, an increase of \$1.8 million. The increase in fund balance is due to an increase in property tax revenue of approximately \$2.7 million compared to prior year.

#### **General Fund Budgetary Highlights**

Over the course of the year, the District recommended, and the Board of Trustees approved, amendments to the District's budgeted revenues and expenditures. These budget amendments were not significant with the exception of the reduction in local revenue after the 2022 voter approval tax rate failed to pass in the November election. Actual revenues did not meet budgetary estimates by \$2.6 million, primarily due to a decline in attendance that resulted in receiving less state program revenue than planned. Actual expenditures were less than budgetary estimates by \$3.1 million, primarily due to savings in payroll and benefits funded by federal programs.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**Capital Asset and Debt Administration**

**Capital assets.** The District's investment in capital assets for its governmental activities as of June 30, 2023, amounts to \$95.6 million (net of accumulated depreciation and amortization). This investment in capital assets includes land, buildings and improvements, furniture and equipment, right-to-use lease assets, and SBITA assets.

**The District's Capital Assets**

|                                                 | <b>Governmental Activities</b> |                      |
|-------------------------------------------------|--------------------------------|----------------------|
|                                                 | <b>2023</b>                    | <b>2022</b>          |
| Land                                            | \$ 8,113,983                   | \$ 8,113,983         |
| Buildings and improvements                      | 166,985,931                    | 166,985,931          |
| Furniture and equipment                         | 16,937,971                     | 15,551,458           |
| Right-to-use lease assets                       | 1,533,321                      | 642,406              |
| SBITA assets                                    | 494,458                        | -                    |
| <b>Totals at historical costs</b>               | <b>194,065,664</b>             | <b>191,293,778</b>   |
| Less accumulated depreciation/amortization for: |                                |                      |
| Buildings and improvements                      | (83,706,143)                   | (78,878,353)         |
| Furniture and equipment                         | (14,019,351)                   | (13,123,605)         |
| Right-to-use lease assets                       | (607,318)                      | (197,053)            |
| SBITA assets                                    | (138,967)                      | -                    |
| <b>Net Capital Assets</b>                       | <b>\$ 95,593,885</b>           | <b>\$ 99,094,767</b> |

Additional information on the District's capital assets can be found in Note 6 of this report.

**Long-term liabilities.** As of June 30, 2023, the District had general obligation bonded debt outstanding of \$95.6 million, a decrease of \$11.0 million from the prior year. Accretion on capital appreciation bonds decreased by \$0.9 million and had a balance at June 30, 2023 of \$1.2 million. Unamortized bond premium was \$2.3 million at June 30, 2023. The District's net pension liability was \$21.0 million at June 30, 2023, an increase of \$12.0 million over the prior year. The District's net OPEB liability was \$12.5 million at June 30, 2023, a decrease of \$7.5 million over the prior year.

The District maintains an underlying bond rating of "AA-" from Standard and Poor's Rating Services and has also received an underlying bond rating of "AA-" from Fitch Ratings on the District's outstanding debt. Additionally, the District has received a AAA financial bond rating from Standard & Poor's and Fitch Ratings. Key drivers for the District's rating are: (1) stable financial operations, (2) strong economy of the Dallas-Fort Worth metro area and (3) local and regional home price indicators.

Additional information on the District's long-term debt can be found in Note 9 of this report.

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

As part of the American Rescue Plan (ARP) of 2021, Elementary and Secondary School Emergency Relief (ESSER III), the District's award in the amount of \$12,173,280 was expended in FY2022 and FY2023 to provide substantial infusion of resources to mitigate learning loss, implement remote instruction, and additional educational support needed to recover from the pandemic. The Coronavirus Response and Relief Supplemental Appropriations Act of 2021, Elementary and Secondary School Emergency Relief (ESSER II) awarded the District \$5,418,575 which was expended for the same priorities. The District utilized approximately \$7M of the funding for extra duty pay related to additional instruction and a retention stipend program to minimize staff turnover.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
***MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)***

Property values for the 2022-2023 fiscal year increased 16.94 percent over the 2021-2022 year. A Maintenance and Operations (M&O) rate of \$0.8546 and an Interest and Sinking (I&S) Rate of \$0.336 per \$100 of valuation was approved for the fiscal year 2022-2023. The District's enrollment for 2022-2023 decreased by 200 to 6,920 students over the prior year of 7,120.

The District began the 2022-2023 fiscal year with a fund balance of \$21.8 million and ended the year with \$20.7 million. This fund balance level will assist the District in absorbing the impact of any state funding changes that may occur in the future. The District adopted a 2023-2024 deficit budget of \$3.5M and won voter approval for an increased tax rate after the state increased the homestead exemption to \$100,000 and increased an additional 10.7 cents per \$100/valuation in tax compression.

**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 District's Financial Services Office:

Cedar Hill Independent School District  
Business Services Office  
285 Uptown Blvd. PO Box 248  
Cedar Hill, TX 75104



## **BASIC FINANCIAL STATEMENTS**



**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**STATEMENT OF NET POSITION**  
**June 30, 2023**

**Exhibit A-1**

| <b>Data<br/>Control<br/>Codes</b> |                                                               | <b>Governmental<br/>Activities</b> |
|-----------------------------------|---------------------------------------------------------------|------------------------------------|
|                                   | <b>Assets</b>                                                 |                                    |
| 1110                              | Cash and cash equivalents                                     | \$ 50,548,922                      |
| 1220                              | Delinquent property taxes receivables                         | 2,166,216                          |
| 1230                              | Allowance for uncollectable taxes (credit)                    | (343,779)                          |
| 1240                              | Due from other governments                                    | 798,449                            |
| 1290                              | Other receivables (net)                                       | 72,839                             |
|                                   | Capital Assets, not subject to depreciation/amortization:     |                                    |
| 1510                              | Land                                                          | 8,113,983                          |
|                                   | Capital Assets, net of accumulated depreciation/amortization: |                                    |
| 1520                              | Buildings and improvements, net                               | 83,279,788                         |
| 1530                              | Furniture and equipment, net                                  | 2,918,620                          |
| 1550                              | Right-to-use lease assets, net                                | 926,003                            |
| 1553                              | SBITA assets, net                                             | 355,491                            |
| <b>1000</b>                       | <b>Total Assets</b>                                           | <b>148,836,532</b>                 |
|                                   | <b>Deferred Outflows of Resources</b>                         |                                    |
|                                   | Deferred outflows - pension                                   | 8,084,997                          |
|                                   | Deferred outflows - OPEB                                      | 4,079,765                          |
| <b>1700</b>                       | <b>Total Deferred Outflows of Resources</b>                   | <b>12,164,762</b>                  |
|                                   | <b>Liabilities</b>                                            |                                    |
| 2110                              | Accounts payable                                              | 178,633                            |
| 2140                              | Interest payable                                              | 2,092,554                          |
| 2150                              | Payroll deductions & withholdings                             | 139,199                            |
| 2160                              | Accrued wages payable                                         | 6,185,162                          |
| 2180                              | Due to other governments                                      | 5,583,023                          |
|                                   | Noncurrent Liabilities:                                       |                                    |
| 2501                              | Due within one year                                           | 8,083,908                          |
| 2502                              | Due in more than one year                                     | 93,134,984                         |
| 2540                              | Net pension liability                                         | 20,961,502                         |
| 2545                              | Net OPEB liability                                            | 12,518,131                         |
| <b>2000</b>                       | <b>Total Liabilities</b>                                      | <b>148,877,096</b>                 |
|                                   | <b>Deferred Inflows of Resources</b>                          |                                    |
|                                   | Deferred gain on refunding                                    | 6,232,135                          |
|                                   | Deferred inflows - pension                                    | 4,207,504                          |
|                                   | Deferred inflows - OPEB                                       | 21,137,297                         |
| <b>2600</b>                       | <b>Total Deferred Inflows of Resources</b>                    | <b>31,576,936</b>                  |
|                                   | <b>Net Position</b>                                           |                                    |
| 3200                              | Net investment in capital assets                              | (10,498,248)                       |
|                                   | Restricted for:                                               |                                    |
| 3820                              | Federal and state programs                                    | 1,282,085                          |
| 3850                              | Debt service                                                  | 14,485,853                         |
| 3900                              | Unrestricted                                                  | (24,722,428)                       |
| <b>3000</b>                       | <b>Total Net Position</b>                                     | <b>\$ (19,452,738)</b>             |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended June 30, 2023**

**Exhibit B-1**  
**Page 1 of 2**

| Data<br>Control<br>Codes | Functions/Programs                               | Expenses             | Program Revenues     |                                       |
|--------------------------|--------------------------------------------------|----------------------|----------------------|---------------------------------------|
|                          |                                                  |                      | Charges for Services | Operating Grants<br>and Contributions |
|                          | <b>Governmental Activities:</b>                  |                      |                      |                                       |
| 11                       | Instruction                                      | \$ 40,777,973        | \$ 177,751           | \$ 10,325,106                         |
| 12                       | Instructional resources and media services       | 662,940              | -                    | 85,758                                |
| 13                       | Curriculum and staff development                 | 1,779,942            | -                    | 506,059                               |
| 21                       | Instructional leadership                         | 1,169,320            | -                    | 166,889                               |
| 23                       | School leadership                                | 4,720,667            | -                    | 199,467                               |
| 31                       | Guidance, counseling, and evaluation services    | 3,208,652            | -                    | 365,146                               |
| 32                       | Social work services                             | 28,493               | -                    | 188                                   |
| 33                       | Health services                                  | 994,262              | -                    | 543,020                               |
| 34                       | Student transportation                           | 4,634,526            | -                    | 813,427                               |
| 35                       | Food service                                     | 4,256,524            | 687,238              | 3,759,712                             |
| 36                       | Extracurricular activities                       | 2,638,975            | 552,725              | 133,592                               |
| 41                       | General administration                           | 3,726,107            | -                    | 2,080,731                             |
| 51                       | Facilities maintenance and operations            | 9,518,902            | 58,756               | 344,317                               |
| 52                       | Security and monitoring services                 | 1,803,010            | -                    | 56,614                                |
| 53                       | Data processing services                         | 2,401,835            | -                    | 45,719                                |
| 61                       | Community services                               | 286,723              | -                    | 75,444                                |
| 72                       | Interest expense                                 | 3,576,954            | -                    | 353,235                               |
| 93                       | Payments related to shared services arrangements | 96,500               | -                    | -                                     |
| 95                       | Payments to JJAEP                                | 29,676               | -                    | -                                     |
| 99                       | Other intergovernmental charges                  | 175,868              | -                    | -                                     |
| <b>TG</b>                | <b>Total Governmental Activities</b>             | <u>\$ 86,487,849</u> | <u>\$ 1,476,470</u>  | <u>\$ 19,854,424</u>                  |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended June 30, 2023**

**Exhibit B-1**  
**Page 2 of 2**

| Data<br>Control<br>Codes | Functions/Programs                               | Net (Expense) Revenue<br>and Changes in Net<br>Position |                     |
|--------------------------|--------------------------------------------------|---------------------------------------------------------|---------------------|
|                          |                                                  | Governmental<br>Activities                              |                     |
|                          | <b>Governmental Activities:</b>                  |                                                         |                     |
| 11                       | Instruction                                      | \$                                                      | (30,275,116)        |
| 12                       | Instructional resources and media services       |                                                         | (577,182)           |
| 13                       | Curriculum and staff development                 |                                                         | (1,273,883)         |
| 21                       | Instructional leadership                         |                                                         | (1,002,431)         |
| 23                       | School leadership                                |                                                         | (4,521,200)         |
| 31                       | Guidance, counseling, and evaluation services    |                                                         | (2,843,506)         |
| 32                       | Social work services                             |                                                         | (28,305)            |
| 33                       | Health services                                  |                                                         | (451,242)           |
| 34                       | Student transportation                           |                                                         | (3,821,099)         |
| 35                       | Food service                                     |                                                         | 190,426             |
| 36                       | Extracurricular activities                       |                                                         | (1,952,658)         |
| 41                       | General administration                           |                                                         | (1,645,376)         |
| 51                       | Facilities maintenance and operations            |                                                         | (9,115,829)         |
| 52                       | Security and monitoring services                 |                                                         | (1,746,396)         |
| 53                       | Data processing services                         |                                                         | (2,356,116)         |
| 61                       | Community services                               |                                                         | (211,279)           |
| 72                       | Interest expense                                 |                                                         | (3,223,719)         |
| 93                       | Payments related to shared services arrangements |                                                         | (96,500)            |
| 95                       | Payments to JJAEP                                |                                                         | (29,676)            |
| 99                       | Other intergovernmental charges                  |                                                         | (175,868)           |
| <b>TG</b>                | <b>Total Governmental Activities</b>             |                                                         | <b>(65,156,955)</b> |
|                          | <b>General Revenues:</b>                         |                                                         |                     |
|                          | Taxes:                                           |                                                         |                     |
| <b>MT</b>                | Property taxes, levied for general purposes      |                                                         | 44,266,978          |
| <b>DT</b>                | Property taxes, levied for debt service          |                                                         | 17,389,572          |
| <b>SF</b>                | State-aid formula grants                         |                                                         | 12,410,767          |
| <b>IE</b>                | Investment earnings                              |                                                         | 1,677,214           |
| <b>MI</b>                | Miscellaneous                                    |                                                         | 3,302,519           |
| <b>TR</b>                | <b>Total General Revenues</b>                    |                                                         | <b>79,047,050</b>   |
| <b>CN</b>                | Change in net position                           |                                                         | 13,890,095          |
| <b>NB</b>                | <b>Net Position - Beginning</b>                  |                                                         | <b>(33,342,833)</b> |
| <b>NE</b>                | <b>Net Position - Ending</b>                     | <b>\$</b>                                               | <b>(19,452,738)</b> |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**June 30, 2023**

**Exhibit C-1**

| <b>Data<br/>Control<br/>Codes</b> |                                                                               | <b>General Fund</b>  | <b>Debt Service<br/>Fund</b> | <b>Nonmajor<br/>Governmental<br/>Funds</b> | <b>Total<br/>Governmental<br/>Funds</b> |
|-----------------------------------|-------------------------------------------------------------------------------|----------------------|------------------------------|--------------------------------------------|-----------------------------------------|
|                                   | <b>Assets</b>                                                                 |                      |                              |                                            |                                         |
| 1110                              | Cash and cash equivalents                                                     | \$ 31,579,474        | \$ 16,208,524                | \$ 2,760,924                               | \$ 50,548,922                           |
|                                   | Receivables:                                                                  |                      |                              |                                            |                                         |
| 1220                              | Delinquent property taxes receivables                                         | 1,556,380            | 609,836                      | -                                          | 2,166,216                               |
| 1230                              | Allowance for uncollectible taxes (credit)                                    | (246,998)            | (96,781)                     | -                                          | (343,779)                               |
| 1240                              | Receivables from other governments                                            | -                    | -                            | 798,449                                    | 798,449                                 |
| 1260                              | Due from other funds                                                          | 613,522              | -                            | 2,075                                      | 615,597                                 |
| 1290                              | Other receivables                                                             | 64,814               | -                            | 8,025                                      | 72,839                                  |
| <b>1000</b>                       | <b>Total Assets</b>                                                           | <b>\$ 33,567,192</b> | <b>\$ 16,721,579</b>         | <b>\$ 3,569,473</b>                        | <b>\$ 53,858,244</b>                    |
|                                   | <b>Liabilities, Deferred Inflows of Resources, and<br/>Fund Balances</b>      |                      |                              |                                            |                                         |
|                                   | <b>Liabilities:</b>                                                           |                      |                              |                                            |                                         |
| 2110                              | Accounts payable                                                              | \$ 138,318           | \$ 539                       | \$ 39,776                                  | \$ 178,633                              |
| 2150                              | Payroll deduction and withholdings payable                                    | 139,199              | -                            | -                                          | 139,199                                 |
| 2160                              | Accrued wages payable                                                         | 5,713,718            | -                            | 471,444                                    | 6,185,162                               |
| 2170                              | Due to other funds                                                            | -                    | -                            | 615,597                                    | 615,597                                 |
| 2180                              | Due to other governments                                                      | 5,427,360            | 155,663                      | -                                          | 5,583,023                               |
| <b>2000</b>                       | <b>Total Liabilities</b>                                                      | <b>11,418,595</b>    | <b>156,202</b>               | <b>1,126,817</b>                           | <b>12,701,614</b>                       |
|                                   | <b>Deferred Inflows of Resources</b>                                          |                      |                              |                                            |                                         |
|                                   | Unavailable revenue - property taxes                                          | 1,309,382            | 513,055                      | -                                          | 1,822,437                               |
| <b>2600</b>                       | <b>Total Deferred Inflows of Resources</b>                                    | <b>1,309,382</b>     | <b>513,055</b>               | <b>-</b>                                   | <b>1,822,437</b>                        |
|                                   | <b>Fund Balances:</b>                                                         |                      |                              |                                            |                                         |
|                                   | <b>Restricted for:</b>                                                        |                      |                              |                                            |                                         |
| 3450                              | Grants                                                                        | -                    | -                            | 1,282,085                                  | 1,282,085                               |
| 3480                              | Debt service                                                                  | -                    | 16,052,322                   | -                                          | 16,052,322                              |
|                                   | <b>Committed for:</b>                                                         |                      |                              |                                            |                                         |
| 3530                              | Capital expenditures for equipment                                            | -                    | -                            | 673,347                                    | 673,347                                 |
| 3545                              | Other/campus activity funds                                                   | -                    | -                            | 487,224                                    | 487,224                                 |
| 3600                              | <b>Unassigned</b>                                                             | <b>20,839,215</b>    | <b>-</b>                     | <b>-</b>                                   | <b>20,839,215</b>                       |
| <b>3000</b>                       | <b>Total Fund Balances</b>                                                    | <b>20,839,215</b>    | <b>16,052,322</b>            | <b>2,442,656</b>                           | <b>39,334,193</b>                       |
| <b>4000</b>                       | <b>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances</b> | <b>\$ 33,567,192</b> | <b>\$ 16,721,579</b>         | <b>\$ 3,569,473</b>                        | <b>\$ 53,858,244</b>                    |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**RECONCILIATION OF BALANCE SHEET FOR GOVERNMENTAL**  
**FUNDS TO STATEMENT OF NET POSITION**  
**June 30, 2023**

**Exhibit C-2**

| <b>Data<br/>Control<br/>Codes</b> |                                                                                                                                                                                                                                                                              |                        |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------|
|                                   | <b>Total fund balance, governmental funds</b>                                                                                                                                                                                                                                | <b>\$ 39,334,193</b>   |
|                                   | Amounts reported for governmental activities in the statement of net position (A-1) are different because:                                                                                                                                                                   |                        |
| <b>1</b>                          | Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. Capital assets at historical cost (\$194,065,664), net of accumulated depreciation/amortization (\$98,471,779), where applicable. | 95,593,885             |
| <b>2</b>                          | Property taxes receivable have been levied and are due this year, but are not available soon enough to pay for the current period's expenditures, these property taxes (net of allowance for uncollectible accounts) are deferred in the fund financial statements.          | 1,822,437              |
| <b>3</b>                          | Deferred outflows related to TRS pension                                                                                                                                                                                                                                     | 8,084,997              |
| <b>4</b>                          | Deferred outflows related to OPEB                                                                                                                                                                                                                                            | 4,079,765              |
|                                   | Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore are not reported as liabilities in the funds. Long-term liabilities at year end consist of:                                                                     |                        |
| <b>5</b>                          | General obligation bonds                                                                                                                                                                                                                                                     | (90,680,504)           |
| <b>6</b>                          | Premium capital appreciation bonds                                                                                                                                                                                                                                           | (4,924,263)            |
| <b>7</b>                          | Accreted interest on capital appreciation bonds                                                                                                                                                                                                                              | (1,201,286)            |
| <b>8</b>                          | Premium on bonds                                                                                                                                                                                                                                                             | (2,250,606)            |
| <b>9</b>                          | Loan payable                                                                                                                                                                                                                                                                 | (799,932)              |
| <b>10</b>                         | Leases payable                                                                                                                                                                                                                                                               | (946,735)              |
| <b>11</b>                         | SBITAs payable                                                                                                                                                                                                                                                               | (257,958)              |
| <b>12</b>                         | Compensated absences                                                                                                                                                                                                                                                         | (157,608)              |
| <b>13</b>                         | Net pension liability                                                                                                                                                                                                                                                        | (20,961,502)           |
| <b>14</b>                         | Net OPEB liability                                                                                                                                                                                                                                                           | (12,518,131)           |
| <b>15</b>                         | Accrued interest payable                                                                                                                                                                                                                                                     | (2,092,554)            |
| <b>16</b>                         | Deferred inflows related to TRS pension                                                                                                                                                                                                                                      | (4,207,504)            |
| <b>17</b>                         | Deferred inflows related to OPEB                                                                                                                                                                                                                                             | (21,137,297)           |
| <b>18</b>                         | Deferred gain on refunding                                                                                                                                                                                                                                                   | (6,232,135)            |
| <b>19</b>                         | <b>Total net position - governmental activities</b>                                                                                                                                                                                                                          | <b>\$ (19,452,738)</b> |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2023**

**Exhibit C-3**

| <b>Data<br/>Control<br/>Codes</b>     |                                              | <b>General Fund</b>  | <b>Debt Service<br/>Fund</b> | <b>Nonmajor<br/>Governmental<br/>Funds</b> | <b>Total<br/>Governmental<br/>Funds</b> |
|---------------------------------------|----------------------------------------------|----------------------|------------------------------|--------------------------------------------|-----------------------------------------|
| <b>Revenues</b>                       |                                              |                      |                              |                                            |                                         |
| 5700                                  | Local, intermediate, and out-of-state        | \$ 45,886,673        | \$ 17,770,151                | \$ 2,143,176                               | \$ 65,800,000                           |
| 5800                                  | State program revenues                       | 15,884,874           | 529,175                      | 1,056,856                                  | 17,470,905                              |
| 5900                                  | Federal program revenues                     | 2,548,183            | 353,235                      | 14,597,093                                 | 17,498,511                              |
| <b>5020</b>                           | <b>Total Revenues</b>                        | <b>64,319,730</b>    | <b>18,652,561</b>            | <b>17,797,125</b>                          | <b>100,769,416</b>                      |
| <b>Expenditures</b>                   |                                              |                      |                              |                                            |                                         |
| <b>Current:</b>                       |                                              |                      |                              |                                            |                                         |
| 0011                                  | Instruction                                  | 32,545,771           | -                            | 10,028,917                                 | 42,574,688                              |
| 0012                                  | Instructional resources and media services   | 603,688              | -                            | 99,770                                     | 703,458                                 |
| 0013                                  | Curriculum and staff development             | 1,223,335            | -                            | 537,380                                    | 1,760,715                               |
| 0021                                  | Instructional leadership                     | 1,019,478            | -                            | 183,886                                    | 1,203,364                               |
| 0023                                  | School leadership                            | 4,742,370            | -                            | 137,179                                    | 4,879,549                               |
| 0031                                  | Guidance, counseling and evaluation services | 2,948,122            | -                            | 324,918                                    | 3,273,040                               |
| 0032                                  | Social work services                         | 29,214               | -                            | -                                          | 29,214                                  |
| 0033                                  | Health services                              | 868,244              | -                            | 146,752                                    | 1,014,996                               |
| 0034                                  | Student transportation                       | 3,139,419            | -                            | 1,007,781                                  | 4,147,200                               |
| 0035                                  | Food services                                | 4,296                | -                            | 4,396,201                                  | 4,400,497                               |
| 0036                                  | Extracurricular activities                   | 2,085,250            | -                            | 450,119                                    | 2,535,369                               |
| 0041                                  | General administration                       | 3,522,269            | -                            | 162,826                                    | 3,685,095                               |
| 0051                                  | Facilities maintenance and operations        | 8,064,287            | -                            | 717,122                                    | 8,781,409                               |
| 0052                                  | Security and monitoring services             | 1,718,731            | -                            | 39,943                                     | 1,758,674                               |
| 0053                                  | Data processing services                     | 2,524,877            | -                            | 28,909                                     | 2,553,786                               |
| 0061                                  | Community services                           | 216,634              | -                            | 86,061                                     | 302,695                                 |
| <b>Debt service:</b>                  |                                              |                      |                              |                                            |                                         |
| 0071                                  | Principal and interest on long-term debt     | 569,497              | 9,991,665                    | 236,500                                    | 10,797,662                              |
| 0072                                  | Interest on long-term debt                   | 91,129               | 6,800,325                    | -                                          | 6,891,454                               |
| 0073                                  | Bond issuance costs and fees                 | -                    | 25,939                       | -                                          | 25,939                                  |
| <b>Intergovernmental:</b>             |                                              |                      |                              |                                            |                                         |
| 0093                                  | Payments to Member Districts of SSA          | 96,500               | -                            | -                                          | 96,500                                  |
| 0095                                  | Payments to Juvenile Justice Alt. Ed. Prgm.  | 29,676               | -                            | -                                          | 29,676                                  |
| 0099                                  | Other intergovernmental charges              | 175,868              | -                            | -                                          | 175,868                                 |
| <b>6030</b>                           | <b>Total Expenditures</b>                    | <b>66,218,655</b>    | <b>16,817,929</b>            | <b>18,584,264</b>                          | <b>101,620,848</b>                      |
| <b>Other Financing Sources (Uses)</b> |                                              |                      |                              |                                            |                                         |
| 7913                                  | Proceeds from right-to-use lease assets      | 890,915              | -                            | -                                          | 890,915                                 |
| 7915                                  | Transfers in                                 | 20,087               | -                            | 4,125                                      | 24,212                                  |
| 7949                                  | Other resources - proceeds from SBITAs       | -                    | -                            | 494,458                                    | 494,458                                 |
| 8911                                  | Transfers out                                | -                    | -                            | (24,212)                                   | (24,212)                                |
| <b>7080</b>                           | <b>Total Other Financing Sources (Uses)</b>  | <b>911,002</b>       | <b>-</b>                     | <b>474,371</b>                             | <b>1,385,373</b>                        |
| 1200                                  | Net change in fund balances                  | (987,923)            | 1,834,632                    | (312,768)                                  | 533,941                                 |
| <b>0100</b>                           | <b>Fund Balance - Beginning</b>              | <b>21,827,138</b>    | <b>14,217,690</b>            | <b>2,755,424</b>                           | <b>38,800,252</b>                       |
| <b>3000</b>                           | <b>Fund Balance - Ending</b>                 | <b>\$ 20,839,215</b> | <b>\$ 16,052,322</b>         | <b>\$ 2,442,656</b>                        | <b>\$ 39,334,193</b>                    |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended June 30, 2023**

**Exhibit C-4**

| <u>Data<br/>Control<br/>Codes</u> |                                                                                                                                                                                                                                                                                                                               |                      |
|-----------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------|
|                                   | Net change in fund balances - total governmental funds (from C-3)                                                                                                                                                                                                                                                             | \$ 533,941           |
|                                   | Amounts reported for governmental activities in the statement of activities (B-1) are different because:                                                                                                                                                                                                                      |                      |
| 1                                 | Governmental funds report capital outlays (\$2,771,886) as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation/amortization (\$6,272,586) expense. This is the amount by which depreciation/amortization exceeded capital outlays. | (3,500,700)          |
| 2                                 | Property tax revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.                                                                                                                                                                               | 263,283              |
| 3                                 | Repayment of bonds payable, loan payable, right to use lease assets payable, and SBITA principal is an expenditure in the governmental fund, but the repayment reduces long-term liabilities in the statement of net position.                                                                                                | 11,788,908           |
|                                   | Lease proceeds are reported as an other financing source in the governmental funds. In the government-wide financial statements, proceeds are treated as an increase in long-term liabilities.                                                                                                                                |                      |
| 4                                 | Proceeds from right-to-use lease assets                                                                                                                                                                                                                                                                                       | (890,915)            |
| 5                                 | Proceeds from SBITAs                                                                                                                                                                                                                                                                                                          | (494,458)            |
|                                   | Some expenses reported in the statement of activities do not require the use of current financial resources and these are not reported as expenditures in the governmental funds:                                                                                                                                             |                      |
| 6                                 | Amortization of premiums and discounts on issuance of bonds                                                                                                                                                                                                                                                                   | 431,945              |
| 7                                 | Accreted interest on capital appreciation bonds                                                                                                                                                                                                                                                                               | 881,586              |
| 8                                 | Decrease in interest payable not recognized in fund statements                                                                                                                                                                                                                                                                | 1,035,662            |
| 9                                 | Amortization of deferred gain on refunding                                                                                                                                                                                                                                                                                    | 2,049,470            |
| 10                                | Compensated absences                                                                                                                                                                                                                                                                                                          | (157,608)            |
| 11                                | Changes in net pension liabilities and related deferred outflows and inflows of resources                                                                                                                                                                                                                                     | (209,998)            |
| 12                                | Changes in net OPEB liabilities and related deferred outflows and inflows of resources                                                                                                                                                                                                                                        | 2,158,979            |
|                                   | <b>Change in net position of governmental activities (see B-1)</b>                                                                                                                                                                                                                                                            | <b>\$ 13,890,095</b> |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**STATEMENT OF NET POSITION**  
**FIDUCIARY FUNDS**  
**June 30, 2023**

**Exhibit E-1**

|                                                     | Private Purpose<br>Trust Fund | Custodial Fund   |
|-----------------------------------------------------|-------------------------------|------------------|
| <b>Assets</b>                                       |                               |                  |
| Cash and cash equivalents                           | \$ 44,325                     | \$ 39,226        |
| <b>Total Assets</b>                                 | <u>44,325</u>                 | <u>39,226</u>    |
| <b>Net Position</b>                                 |                               |                  |
| Restricted for scholarships<br>and other activities | 44,325                        | 39,226           |
| <b>Total Net Position</b>                           | <u>\$ 44,325</u>              | <u>\$ 39,226</u> |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**STATEMENT OF CHANGES IN NET POSITION**  
**FIDUCIARY FUNDS**  
**For the Year Ended June 30, 2023**

*Exhibit E-2*

|                                              | <b>Private Purpose<br/>Trust Fund</b> | <b>Custodial Fund</b> |
|----------------------------------------------|---------------------------------------|-----------------------|
| <b>Additions</b>                             |                                       |                       |
| Gifts and contributions                      | \$ 1,703                              | \$ -                  |
| <b>Total Additions</b>                       | <u>1,703</u>                          | <u>-</u>              |
| <b>Deductions</b>                            |                                       |                       |
| Scholarships awarded                         | 3,000                                 | -                     |
| Student activities                           | -                                     | 1,903                 |
| <b>Total Deductions</b>                      | <u>3,000</u>                          | <u>1,903</u>          |
| Change in net position                       | (1,297)                               | (1,903)               |
| <b>Total Net Position July 1 (Beginning)</b> | <u>45,622</u>                         | <u>41,129</u>         |
| <b>Total Net Position June 30 (Ending)</b>   | <u>\$ 44,325</u>                      | <u>\$ 39,226</u>      |



**Note 1 - Summary of Significant Accounting Policies**

Cedar Hill Independent School District (the "District") is a public educational agency operating under the applicable laws and regulations of the State of Texas. It is governed by a seven-member Board of Trustees (the "Board") elected by registered voters of the District. The District prepares its basic financial statements in conformity with generally accepted accounting principles promulgated by the Governmental Accounting Standards Board and it complies with the requirements of the appropriate version of the Texas Education Agency's ("TEA") *Financial Accountability System Resource Guide* (the "Resource Guide") and the requirements of contracts and grants of agencies from which it receives funds.

**Reporting Entity**

The Board is elected by the public and it has the authority to make decisions, appoint administrators and managers, and significantly influence operations. It also has the primary accountability for fiscal matters. Therefore, the District is a financial reporting entity as defined by the Governmental Accounting Standards Board ("GASB") in its Statement No. 14, "The Financial Reporting Entity", as amended by Statements No. 39, "Determining Whether Certain Organizations are Component Units", and No. 61, "The Financial Reporting Entity: Omnibus – an Amendment of GASB Statements No. 14 and No. 34". There are no component units included within the reporting entity.

**Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Direct expenses are not eliminated from the various functional categories. Interfund services that are provided and used are not eliminated in the process of consolidation. Governmental activities are normally supported by taxes and intergovernmental revenues.

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

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

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets, current liabilities and fund balances are included on the balance sheet. Operating statements of these funds present net increases and decreases in current assets (i.e., revenues and other financing sources and expenditures and other financing uses).

**Note 1 - Summary of Significant Accounting Policies (continued)**

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)**

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service principal and interest expenditures on general long-term debt, including lease and subscription-based technology arrangements (SBITA) liabilities, as well as expenditures related to compensated absences, and claims and judgments, postemployment benefits and environmental obligations are recognized later based on specific accounting rules applicable to each, generally when payment is due. General capital asset acquisitions, including entering into contracts giving the District the right-to-use lease and SBITA assets, are reported as expenditures in governmental funds. Issuance of long-term debt and financing through leases and SBITAs are reported as other financing sources.

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, that is, when they are both measurable and available. The District considers them "available" if they will be collected within 60 days of the end of the fiscal year. 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.

Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as deferred revenues until related and authorized expenditures have been made. If balances have not been expended by the end of the project period, grantors sometimes require the District to refund all or part of the unused amount.

The Fiduciary Funds are accounted for on a flow of economic resources measurement focus and utilizes the accrual basis of accounting. This basis of accounting recognizes revenues in the accounting period in which they are earned and become measurable and expenses in the accounting period in which they are incurred and become measurable. With this measurement focus, all assets and all liabilities associated with the operation of this fund is included on the fund statement of net position. Net position is segregated into net investment in capital assets, restricted net position, and unrestricted net position.

**Fund Accounting**

The District reports the following major governmental funds:

**Governmental Funds:**

- The General Fund - The general fund is the District's primary operating fund. It accounts for all financial resources except those required to be accounted for in another fund.
- Debt Service Fund - The District accounts for resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds in a debt service fund.

Additionally, the District reports the following non-major governmental funds:

- Special Revenue Funds - The District accounts for specific revenue sources legally restricted or committed for a specific purpose in a special revenue fund. Most federal and some state financial assistance is accounted for in a special revenue fund and sometimes unused balances must be returned to the grantor at the close of specified project periods.
- Capital Projects Fund - The proceeds from long-term debt financing and revenues and expenditures related to authorized construction and other capital asset acquisitions are accounted for in the capital projects fund.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**Fiduciary Funds:**

- Private Purpose Trust Fund - The District accounts for donations for which the donor has stipulated that the income may be used for purposes that benefit parties outside the District. The District's private purpose trust fund is for a scholarship fund.
- Custodial Fund - The District accounts for resources held for others in a custodial fund. The District's custodial fund is for student activities.

**Deposits and Investments**

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of acquisition. Investments for the District are reported at fair value. The District categorizes fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District's local government investment pools are recorded at amortized costs as permitted by GASB Statement No. 79 *Certain Investment Pools and Pool Participants*.

**Due From/Due To Other Funds**

Inter-fund receivables and payables arise from inter-fund transactions and are recorded in all affected funds in the period in which transactions are executed in the normal course of operations.

**Capital Assets**

As the District constructs or acquires capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost (except for intangible right-to-use lease and SBITA assets. See Note 7 and Note 8). The reported value excludes normal maintenance and repairs, which are amounts spent in relation to capital assets that do not increase the asset's capacity or efficiency or increase its estimated useful life. Donated capital assets are recorded at acquisition value at the date of donation.

Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of the donation. Intangible assets follow the same capitalization policies as tangible capital assets and are reported with tangible assets in the appropriate capital asset class.

Land is not depreciated. The other tangible and intangible property, equipment, the right to use lease equipment, SBITA assets, and infrastructure of the primary government are depreciated/amortized using the straight-line method over the following estimated useful lives:

| <b>Asset Class</b>        | <b>Years</b> |
|---------------------------|--------------|
| Buildings                 | 50           |
| Building Improvements     | 15           |
| Furniture and Equipment   | 5-7          |
| Right-To-Use Lease Assets | 5-7          |
| SBITA Assets              | 2-4          |

**Note 1 - Summary of Significant Accounting Policies (continued)**

**Leases**

The District is a lessee for noncancellable leases of buildings, furniture, and equipment. The District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide and internal service fund financial statements. The District recognizes lease liabilities with an initial, individual value of \$25,000 or more.

At the commencement of a lease, the District initially 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 made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments 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 the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

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.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

**Subscription-Based Information Technology Arrangements (SBITA)**

The District is under contracts for SBITA for various educational software. The agreements/contracts are noncancellable and the District recognizes a SBITA liability and an intangible right-to-use SBITA asset in the government-wide financial statements. The District recognizes SBITA liabilities with an initial, individual value of \$25,000 or more.

At the commencement of the SBITA, the District initially 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 made. The SBITA asset is initially measured as the initial amount of the SBITA liability, adjusted for payments made at or before the SBITA commencement date, plus certain initial direct costs. Subsequently, the SBITA asset is amortized on a straight-line basis over its useful life. Key estimates and judgments related to SBITA 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 the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for SBITAs.
- The SBITA term includes the noncancellable period of the SBITA and payments included in the measurement of the SBITA liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**Subscription-Based Information Technology Arrangements (continued)**

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

SBITA assets are reported with other capital assets and SBITA liabilities are reported with long-term debt on the statement of net position.

**Vacation and Sick Leave**

Employees of the District are entitled to vacation, non-duty, state, and local leave based on the category of employment. Unused vacation, non-duty, local, and state leave accumulates up to the carryover limits as stated in Board Policy or Administrative Regulations. Vacation and state leave are not paid out upon separation. An employee who retires from the District shall be eligible for payment of accumulated local leave with the conditions outlined in Board Policy DEC (local). The employee shall receive payment for each day of accumulated local leave, to a maximum of 60 days, at the rate adopted by the Board in the compensation manual. The local leave liability for the District is not material.

**Long-term Obligations**

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business- type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses when incurred.

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

**Deferred Outflows/Inflows of Resources**

A *deferred outflow of resources* is a consumption of the District's net position (a decrease in assets in excess of any related decrease in liabilities or an increase in liabilities in excess of any related increase in assets) by the District that is applicable to a future reporting period. The District has two items that qualify for reporting in this category:

- Deferred outflows of resources for pension - Reported in the government-wide financial statement of net position, this deferred outflow results from pension plan contributions made after the measurement date of the net pension liability and the results 1) changes in actuarial assumptions; 2) differences between expected and actual actuarial experiences and 3) changes in the District's proportional share of pension liabilities. The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the next fiscal year. The remaining pension related deferred outflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with pensions through the pension plan.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**Deferred Outflows/Inflows of Resources (continued)**

- Deferred outflows of resources for other post-employment benefits (“OPEB”) - Reported in the government-wide financial statement of net position, this deferred outflow results from OPEB plan contributions made after the measurement date of the net OPEB liability and the results of 1) differences between projected and actual earnings on OPEB plan investments and 2) changes in the District’s proportional share of OPEB liabilities. 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 next fiscal year. The deferred outflows resulting from differences between projected and actual earnings on OPEB plan investments will be amortized over a closed five year period. The remaining deferred outflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with OPEB through the OPEB plan.

A *deferred inflow of resources* is an acquisition of the District net position (an increase in assets in excess of any related increase in liabilities or a decrease in liabilities in excess of any related decrease in assets) by the District that is applicable to a future reporting period. The District has four items that qualify for reporting in this category:

- Deferred inflows of resources for unavailable revenues - Reported only in the governmental funds balance sheet, unavailable revenues from property taxes arise under the modified accrual basis of accounting. The amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.
- Deferred inflows of resources for refunding - Reported in the government-wide statement of net position, this deferred gain on refunding results from the difference of the carrying value of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.
- Deferred inflows of resources for pension - reported in the government-wide financial statement of net position, these deferred inflows result primarily from 1) differences between projected and actual earnings on pension plan investments; 2) changes in actuarial assumptions; 3) differences between expected and actual actuarial experiences and 4) changes in the District’s proportional share of pension liabilities. The deferred inflows resulting from differences between projected and actual earnings on pension plan investments will be amortized over a closed five year period. The remaining pension related deferred inflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with pensions through the pension plan.
- Deferred inflows of resources for OPEB - Reported in the government-wide financial statement of net position, these deferred inflows result primarily from 1) changes in actuarial assumptions and 2) differences between expected and actual actuarial experiences. These OPEB-related deferred inflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with OPEB through the OPEB benefit plan.

**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’s fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**Other Post-Employment Benefits (OPEB)**

The fiduciary net position of the Teacher Retirement System of Texas Care Plan ("TRS Care") 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.

**Fund Balance**

The governmental fund financial statements present fund balance classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- **Nonspendable:** This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.
- **Restricted:** This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional
- **Committed:** This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Trustees. To be reported as committed, amounts cannot be used for any other purposes unless the District takes the same highest level of action to remove or change the constraint. The District establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.
- **Assigned:** This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by an official to which the Board of Trustees delegates this authority.
- **Unassigned:** This classification includes amounts that have not been assigned to other funds or restricted, committed or assigned to a specific purpose within the General Fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**Net Position**

Net position represents the differences between assets, deferred outflows, liabilities, and deferred inflows. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings, used for the acquisition, construction, or improvement of those assets. Net investment in capital assets excludes unspent bond proceeds. Net position is reported as restricted when there are limitations imposed on its use through external grantors, laws, or regulations of other governments.

It is the District's policy to consider restricted net position to have been depleted before unrestricted net position is applied. The order of spending and availability of the fund balance shall be to reduce funds from the listed areas in the following order: restricted, committed, assigned, and unassigned.

**Data Control Codes**

The Data Control Codes refer to the account code structure prescribed by TEA in the Resource Guide. The TEA requires school districts to display these codes in the financial statements filed with the TEA to ensure accuracy in building a statewide database for policy development and funding plans.

**Encumbrance Accounting**

The District employs encumbrance accounting, whereby encumbrances for goods or purchased services are documented by purchase orders and contracts. An encumbrance represents a commitment or Board appropriation related to unperformed contracts for goods and services. The issuance of a purchase order or the signing of a contract creates an encumbrance but does not represent an expenditure for the period; only a commitment to expend resources. Appropriations lapse at June 30 and encumbrances outstanding at that time are either canceled or appropriately provided for in the subsequent year's budget. There were no outstanding encumbrances at year end.

**Management's Use of Estimates**

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

The amount of state foundation revenue a school district earns for a year can and does vary until the time when final values for each of the factors in the formula become available. Availability can be as late as midway into the next fiscal year. It is possible that the foundation revenue estimate as of fiscal year-end will change.

**Implementation of New Accounting Standards**

GASB Statement No. 96 Subscription-Based Information Technology Arrangements (SBITA), was issued in May 2020 and was effective for periods beginning after June 15, 2022. 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. The District has evaluated the effects of this standard and has determined that it does impact the financial statements. As such the District has incorporated such SBITAs into its capital assets and long-term liabilities on both the face of the financial statements and the note disclosures.

**Note 2 - Deposits and Investments**

The funds of the District must be deposited and invested under the terms of a contract, contents of which are set out in the Depository Contract Law. The depository bank places approved pledged securities for safekeeping and trust with the District's agent bank 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.

At June 30, 2023, the carrying amount of the District's cash, savings, and time deposits was \$6,489,449 and the bank balance was \$8,472,187. The depository cash balances were covered by FDIC insurance and by collateral held by the District's agents in the District's name. The District's depository cash balances were properly collateralized at all times during the year.

The Public Funds Investment Act (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the District 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. Statutes authorize the District to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas; (2) certificates of deposit; (3) certain municipal securities; (4) money market savings accounts; (5) repurchase agreements; (6) bankers acceptances; (7) mutual funds; (8) investment pools; (9) guaranteed investment contracts; and (10) common trust funds. The Act also requires the District to have independent auditors perform test procedures related to investment practices as provided by the Act. The District is in substantial compliance with the requirements of the Act and with local policies.

In compliance with the Public Funds Investment Act, the District has adopted a deposit and investment policy. That policy addresses the following risks:

- **Custodial Credit Risk - Deposits:** In the case of deposits, this is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's policy regarding types of deposits allowed and collateral requirements is: the depository may be a state bank authorized and regulated under Texas law; a national bank, savings and loan association, or savings bank authorized and regulated by federal law; or a savings and loan association or savings bank organized under Texas law; but shall not be any bank the deposits of which are not insured by the FDIC. The District is not exposed to custodial credit risk for its deposits, as all are covered by depository insurance and pledged securities.
- **Custodial Credit Risk - Investments:** For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District investments are with the Texas Local Government Investment Pool ("TexPool"), and the Logic Investment Pool ("Logic"). The pools are public funds investment pools created to provide a safe environment for the placement of local government funds in authorized short-term investments. The Texas Comptroller of Public Accounts exercises oversight responsibility over TexPool. Administration of Logic is performed by a Board of Directors, which is an administrative agency created under the Interlocal Act. The District is not exposed to custodial credit risk for its investments.
- **Credit Risk -** This is the risk that a counter party to a deposit or investment transaction will not fulfill its obligations. This is not to be confused with market risk, which is the risk that the fair value of an investment, collateral protecting a deposit, or securities underlying a repurchase agreement, will decline. Market risk is not depicted in this note.

State law and the District's investment policy limits investments in all categories to top ratings issued by nationally recognized statistical rating organizations.

**Note 2 - Deposits and Investments (continued)**

The District has no specific policy relating to the credit risk of investments. However, the District's investment policy requires that the investment portfolio be diversified to avoid incurring undue concentration in securities of one type at one financial institution, so that no single investment or class of investments can have a disproportionate impact on the total portfolio.

The rating of securities by nationally recognized rating agencies is designed to give an indication of credit risk. The credit quality rating for TexPool at year end was AAAM by Standard & Poor's. The credit quality rating for Logic at year end was AAAM by Moody's Investor Service.

- Interest Rate Risk - This is the risk that changes in interest rates will adversely affect the fair value of an investment. The District manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than one year from the time of purchase. The weighted average maturity for the District's investment in external investment pools is less than 60 days.

To reduce exposure to changes in interest rates that could adversely affect the value of investments, the District uses final and weighted-average maturity limits and diversification. An investment has greater price volatility the longer it takes to mature. As described above, the District concentrates its investment portfolio in short and intermediate term securities to limit market risk caused by changes in interest rates. The District attempts to match its investments with anticipated cash flow requirements.

The District monitors interest rate risk using weighted average maturity and specific identification.

- Foreign Currency Risk - This is the risk that exchange rates will adversely affect the fair value of an investment. The District is not exposed to foreign currency risk.
- Concentration of Credit Risk - This is the risk of loss attributed to the magnitude of the District's investment in a single issuer (i.e., lack of diversification). Concentration risk is defined as position of 5% or more in the securities of a single issuer. Investments issued by the U. S. Government and investments in investment pools are excluded from the 5% disclosure requirement. The District is not exposed to concentration of credit risk.

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

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 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 asset or liability.

**Note 2 - Deposits and Investments (continued)**

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. The District presently has no recurring fair value measurements.

The District's temporary investments at June 30, 2023, were as follows:

|                                   | <u>Carrying<br/>Value</u>   | <u>Weighted Average<br/>Maturity (Days)</u> |
|-----------------------------------|-----------------------------|---------------------------------------------|
| <b>Cash and Deposits:</b>         |                             |                                             |
| Governmental Activities           | \$ 6,450,223                |                                             |
| Fiduciary Funds                   | <u>39,226</u>               |                                             |
| <b>Total Cash and Deposits</b>    | <u>6,489,449</u>            |                                             |
| <b>Investments</b>                |                             |                                             |
| Governmental Activities:          |                             |                                             |
| Logic Investment Pool             | 39,625,312                  | 40                                          |
| TexPool Investment Pool           | 177,941                     | 25                                          |
| Lone Star Investment Pool         | 2,209,362                   | 16                                          |
| Texas CLASS                       | 2,086,084                   | 38                                          |
| Fiduciary Funds:                  |                             |                                             |
| Logic Investment Pool             | <u>44,325</u>               | <u>40</u>                                   |
| <b>Total Investments</b>          | <u>44,143,024</u>           | <u>39</u>                                   |
| <b>Total Cash and Investments</b> | <u><u>\$ 50,632,473</u></u> |                                             |

**Note 3 - Property Taxes**

Property taxes are considered available when collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The District levies its taxes on October 1 in conformity with Subtitle E, Texas Property Tax Code. Taxes are due upon receipt of the tax bill and are past due and subject to interest if not paid by February 1 of the period following the October 1 levy date. Taxes are delinquent if not paid by January 31. Delinquent taxes are subject to both penalty and interest charges plus 15% delinquent collection fees for attorney costs after June 30.

The tax rates assessed for the year ended June 30, 2023, to finance General Fund operations and the payment of principal and interest on general obligation long-term debt were \$.8546 and \$0.3360 per \$100 valuation, respectively, for the total of \$1.1906 per \$100 valuation.

Total tax collections for the year ended June 30, 2023 were 98.2% of the year end adjusted tax levy. Delinquent taxes are prorated between maintenance and debt service based on rates adopted for the year of the levy. Allowances for uncollectible taxes within the General and Debt Service Funds are based on historical experience in collecting taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. As of June 30, 2023, property taxes receivable, net of estimated uncollectible taxes, totaled \$1,309,382 and \$513,055 for the General and Debt Service Funds, respectively.

**Note 4 - Due From and Due to Other Governments**

The District participates in a variety of federal and state programs from which it receives grants to partially or fully finance certain activities. In addition, the District receives entitlements from the State through the School Foundation and Per Capita Programs. Amounts due from federal and state governments as of June 30, 2023, are summarized below.

| <u>Fund</u>            | <u>State<br/>Entitlements</u> | <u>Federal Grants</u> | <u>Total</u>      |
|------------------------|-------------------------------|-----------------------|-------------------|
| Non-major governmental | \$ 230,190                    | \$ 568,259            | \$ 798,449        |
| <b>Total</b>           | <b>\$ 230,190</b>             | <b>\$ 568,259</b>     | <b>\$ 798,449</b> |

Amounts due to federal and state governments as of June 30, 2023, are summarized below.

| <u>Fund</u>  | <u>State<br/>Entitlements</u> | <u>Federal Grants</u> | <u>Total</u>        |
|--------------|-------------------------------|-----------------------|---------------------|
| General fund | \$ 5,427,360                  | \$ -                  | \$ 5,427,360        |
| Debt service | 155,663                       | -                     | 155,663             |
| <b>Total</b> | <b>\$ 5,583,023</b>           | <b>\$ -</b>           | <b>\$ 5,583,023</b> |

**Note 5 - Interfund Activities**

Interfund balances consist of short-term lending/borrowing arrangements that result primarily from payroll, and other regularly occurring charges that are paid by the general fund and then charged back to the appropriate fund. Additionally, some lending/borrowing may occur between two or more non-major governmental funds. The composition of interfund balances as of June 30, 2023, is as follows:

| <u>Fund</u>            | <u>Interfund<br/>Receivable</u> | <u>Interfund<br/>Payable</u> |
|------------------------|---------------------------------|------------------------------|
| General                | \$ 613,522                      | \$ -                         |
| Non-major governmental | 2,075                           | 615,597                      |
|                        | <b>\$ 615,597</b>               | <b>\$ 615,597</b>            |

Interfund transfers are defined as “flows of assets without equivalent flow of assets in return and without a requirement for repayment.” Transfers are the use of funds collected in one fund and are transferred to finance various programs accounted for in other funds. The following is a summary of the District’s transfers for the fiscal year ended June 30, 2023:

| <u>Transfers Out</u>   | <u>Transfers In</u>    | <u>Amount</u> |
|------------------------|------------------------|---------------|
| Non-major governmental | General fund           | \$ 20,087     |
| Non-major governmental | Non-major governmental | 4,125         |

Two inter-fund transfers were completed in the June 30, 2023 fiscal year. A transfer of \$20,087 was posted for a prior-period adjustment to correct the amount of revenue (duplicate entry). Another transfer of \$4,125 was posted for a prior-period adjustment to correct the fund (revenue recorded to 429, but it should have been 491).

**Note 6 - Capital Assets**

A summary of changes in capital assets for the year ended June 30, 2023, follows:

|                                                              | <b>Beginning Balance</b> | <b>Additions</b>      | <b>Deletions</b> | <b>Ending Balance</b> |
|--------------------------------------------------------------|--------------------------|-----------------------|------------------|-----------------------|
| <b>Capital Assets, Not Being Depreciated/Amortized</b>       |                          |                       |                  |                       |
| Land                                                         | \$ 8,113,983             | \$ -                  | \$ -             | \$ 8,113,983          |
| <b>Total Capital Assets, Not Being Depreciated/Amortized</b> | <b>8,113,983</b>         | <b>-</b>              | <b>-</b>         | <b>8,113,983</b>      |
| <b>Capital Assets, Being Depreciated/Amortized</b>           |                          |                       |                  |                       |
| Buildings and improvements                                   | 166,985,931              | -                     | -                | 166,985,931           |
| Right-to-use lease buildings                                 | 636,257                  | 52,155                | -                | 688,412               |
| Furniture and equipment                                      | 15,551,458               | 1,386,513             | -                | 16,937,971            |
| Right-to-use lease equipment                                 | 6,149                    | 838,760               | -                | 844,909               |
| SBITA assets                                                 | -                        | 494,458               | -                | 494,458               |
| <b>Total Capital Assets, Being Depreciated/Amortized</b>     | <b>183,179,795</b>       | <b>2,771,886</b>      | <b>-</b>         | <b>185,951,681</b>    |
| <b>Less accumulated depreciation/amortization</b>            |                          |                       |                  |                       |
| Buildings and improvements                                   | (78,878,535)             | (4,827,608)           | -                | (83,706,143)          |
| Right-to-use leased buildings                                | (196,028)                | (230,798)             | -                | (426,826)             |
| Furniture and equipment                                      | (13,123,605)             | (895,746)             | -                | (14,019,351)          |
| Right-to-use leased equipment                                | (1,025)                  | (179,467)             | -                | (180,492)             |
| SBITA assets                                                 | -                        | (138,967)             | -                | (138,967)             |
| <b>Total Accumulated Depreciation/Amortization</b>           | <b>(92,199,193)</b>      | <b>(6,272,586)</b>    | <b>-</b>         | <b>(98,471,779)</b>   |
| <b>Governmental (Net) Capital Assets</b>                     | <b>\$ 99,094,585</b>     | <b>\$ (3,500,700)</b> | <b>\$ -</b>      | <b>\$ 95,593,885</b>  |

Depreciation/amortization expense has been charged to the following functions in the government-wide statements:

| <b>Function</b>                              | <b>Depreciation/<br/>Amortization<br/>Expense</b> |
|----------------------------------------------|---------------------------------------------------|
| Instruction                                  | \$ 2,385,405                                      |
| Instructional resources and media services   | 27,592                                            |
| Curriculum and staff development             | 75,160                                            |
| Instructional leadership                     | 49,947                                            |
| School leadership                            | 280,583                                           |
| Guidance, counseling and evaluation services | 132,271                                           |
| Health services                              | 20,978                                            |
| Student transportation                       | 986,175                                           |
| Food Services                                | 234,763                                           |
| Extracurricular activities                   | 278,875                                           |
| General administration                       | 195,048                                           |
| Facilities maintenance and operations        | 1,114,427                                         |
| Security and monitoring services             | 115,844                                           |
| Data processing services                     | 363,909                                           |
| Community services                           | 11,609                                            |
| <b>Total Depreciation Expense</b>            | <b>\$ 6,272,586</b>                               |

**Note 7 - Right-to-Use Lease Assets Payable**

The District has several agreements to lease buildings and equipment. The first agreement is for a building and requires monthly payments of \$14,954 and matures on June 20, 2024. The second agreement is for an office space and requires annual payment of \$50,000 and matures in fiscal year 2025. The third agreement is for a piece of equipment and it requires monthly payments of \$109 and matures on August 31, 2026. The fourth agreement is for a piece of equipment and it requires monthly payments of \$21,097 and matures on August 31, 2026. As of June 30, 2023, the value of the lease liability was \$946,735. The lease liability was measured at a discount rate of 2.541%. The value of the right-to-use assets as of the end of the current fiscal year was \$1,533,321. and had accumulated amortization of \$607,318.

The future principal and interest payment as of June 30, 2023 on the corresponding right-to-use lease assets payable is as follows:

| <b>Year Ending<br/>June 30,</b> | <b>Principal</b>  | <b>Interest</b>   | <b>Amount</b>       |
|---------------------------------|-------------------|-------------------|---------------------|
| 2024                            | \$ 420,780        | \$ 63,010         | \$ 483,790          |
| 2025                            | 265,293           | 38,637            | 303,930             |
| 2026                            | 239,107           | 15,372            | 254,479             |
| 2027                            | 21,555            | 199               | 21,754              |
| <b>Total</b>                    | <b>\$ 946,735</b> | <b>\$ 117,218</b> | <b>\$ 1,063,953</b> |

**Note 8 - SBITA Liabilities**

During the current fiscal year, the District entered into SBITA agreements for the acquisition of educational software. The first agreement is for educational software and requires monthly payments of \$13,542 and matures on December 31, 2024. The second agreement is for educational software and requires monthly payments of \$6,167 and matures on June 30, 2025. An initial SBITA liability was recorded in the amount of \$494,458 during the current fiscal year. As of June 30, 2023, the value of the SBITA liability was \$257,958. The SBITAs have an interest rate of 10%. The value of the SBITA asset as of the end of the current fiscal year was \$494,458 and had accumulated amortization of \$138,967.

The future principal and interest SBITA payments as of June 30, 2023, were as follows:

| <b>Year Ending<br/>June 30,</b> | <b>Principal</b>  | <b>Interest</b>  | <b>Amount</b>     |
|---------------------------------|-------------------|------------------|-------------------|
| 2024                            | \$ 200,218        | \$ 27,432        | \$ 227,650        |
| 2025                            | 57,740            | 6,142            | 63,882            |
| <b>Total</b>                    | <b>\$ 257,958</b> | <b>\$ 33,574</b> | <b>\$ 291,532</b> |

**Note 9 - Long-Term Liabilities and Debt Service Requirements**

The government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental activities. General obligation bonds are direct obligations and pledge the full faith and credit of the government.

Bonds are payable solely from future revenues of the Debt Service Fund. The District is in compliance with all significant bond compliance requirements. Other long-term liabilities are generally liquidated with resources of the General Fund. See Note 9 for additional disclosures regarding the defined benefit pension plan and Note 10 for the defined other post-employment benefit plan.

A summary of changes in long-term liabilities for the year ended June 30, 2023, follows:

|                                    | Balance<br>July 1,<br>2022 | Additions           | Retirements            | Balance<br>June 30,<br>2023 | Due Within<br>One Year |
|------------------------------------|----------------------------|---------------------|------------------------|-----------------------------|------------------------|
| General Obligation Bonds           | \$ 100,672,169             | \$ -                | \$ (9,991,665)         | \$ 90,680,504               | \$ 4,150,144           |
| Premium Capital Appreciation Bonds | 5,915,509                  | -                   | (991,246)              | 4,924,263                   | 1,748,027              |
| <b>Total Bonds Payable</b>         | <b>106,587,678</b>         | <b>-</b>            | <b>(10,982,911)</b>    | <b>95,604,767</b>           | <b>5,898,171</b>       |
| Accreted Interest on Capital       |                            |                     |                        |                             |                        |
| Appreciation Bonds                 | 2,082,872                  | 197,300             | (1,078,886)            | 1,201,286                   | 964,224                |
| Premium on Bonds                   | 2,682,551                  | -                   | (431,945)              | 2,250,606                   | 413,564                |
| Loan Payable                       | 983,190                    | -                   | (183,258)              | 799,932                     | 186,951                |
| Right-to-Use Lease Assets Payable  | 442,059                    | 890,915             | (386,239)              | 946,735                     | 420,780                |
| SBITAs Payable                     | -                          | 494,458             | (236,500)              | 257,958                     | 200,218                |
| Compensated Absences               | -                          | 157,608             | -                      | 157,608                     | -                      |
| <b>Total Long-Term Liabilities</b> | <b>\$ 112,778,350</b>      | <b>\$ 1,740,281</b> | <b>\$ (13,299,739)</b> | <b>\$ 101,218,892</b>       | <b>\$ 8,083,908</b>    |

The District's governmental activities' bonds payable at June 30, 2023 consist of the following:

| Description                      | Amount of Original |                   |               | Principal Balance    |                     | Total Outstanding<br>6/30/2023 |
|----------------------------------|--------------------|-------------------|---------------|----------------------|---------------------|--------------------------------|
|                                  | Issue              | Interest Rate (%) | Maturity Date | 6/30/2023            | Premium CAB         |                                |
| 2002 School Building & Refunding | \$ 34,298,816      | 6.00%             | 8/15/2032     | \$ 3,049,763         | \$ -                | \$ 3,049,763                   |
| 2009 School Refunding            | 5,203,810          | 4.50%             | 8/15/2023     | 143,694              | 523,556             | 667,250                        |
| 2012-A School Refunding          | 18,717,683         | 3.00%             | 2/15/2029     | 1,912,534            | 1,877,256           | 3,789,790                      |
| 2013 School Refunding            | 32,270,000         | 4.00%             | 2/15/2033     | 2,150,000            | -                   | 2,150,000                      |
| 2013-A School Refunding          | 27,053,973         | 4.00%             | 2/15/2034     | 22,130,000           | -                   | 22,130,000                     |
| 2013 Qualified School Building   | 8,940,000          | 4.00%             | 2/15/2035     | 8,940,000            | -                   | 8,940,000                      |
| 2015 Unlimited Tax Refunding     | 11,819,352         | 3.00%             | 8/15/2034     | 10,899,999           | -                   | 10,899,999                     |
| 2017 Unlimited Tax Refunding     | 10,794,957         | 4.00%             | 8/15/2025     | 7,455,000            | -                   | 7,455,000                      |
| 2019 Unlimited Tax Refunding     | 37,164,969         | 3.00%             | 2/15/2043     | 33,999,514           | 2,523,451           | 36,522,965                     |
|                                  |                    |                   |               | <b>\$ 90,680,504</b> | <b>\$ 4,924,263</b> | <b>\$ 95,604,767</b>           |

**Note 9 - Long-Term Liabilities and Debt Service Requirements (continued)**

Debt service requirements for the general obligation bonds are as follows:

| <b>Year Ending<br/>June 30,</b> | <b>Principal</b>     | <b>Interest</b>      | <b>Total</b>          |
|---------------------------------|----------------------|----------------------|-----------------------|
| 2024                            | \$ 4,150,144         | \$ 5,877,133         | \$ 10,027,277         |
| 2025                            | 5,807,561            | 3,414,868            | 9,222,429             |
| 2026                            | 5,200,000            | 2,611,529            | 7,811,529             |
| 2027                            | 2,113,066            | 8,072,737            | 10,185,803            |
| 2028                            | 1,422,036            | 9,873,918            | 11,295,954            |
| 2029-2033                       | 22,637,797           | 39,869,988           | 62,507,785            |
| 2034-2038                       | 32,334,900           | 5,181,429            | 37,516,329            |
| 2039-2043                       | 17,015,000           | 1,709,064            | 18,724,064            |
|                                 | <u>90,680,504</u>    | <u>76,610,666</u>    | <u>\$ 167,291,170</u> |
| Reclass of Premium              |                      |                      |                       |
| CABs                            | 4,924,263            | (4,924,263)          |                       |
|                                 | <u>\$ 95,604,767</u> | <u>\$ 71,686,403</u> |                       |

A capital appreciation bond ("CAB") is a bond bearing no interest that is sold at a significant discount but matures at its stated value. Accreted interest is the obligation associated with capital appreciation bonds (CABs) and reflects periodic increases in the obligation to reflect it at stated value at maturity. Premium on bonds represents premium received on the issuance of these bonds.

There are a number of limitations and restrictions contained in the general obligation bond indenture. The District is in compliance with all significant limitations and restrictions at June 30, 2023.

**Defeasance of Debt**

In prior years, the District defeased certain previously issued and outstanding bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. As of June 30, 2023, the District did not have any defeased debt outstanding.

**Loan Payable**

In 2019, the District entered into a loan agreement for \$1,468,700 with the Texas Comptroller of Public Accounts through its State Energy Conservation Office. The purpose of the loan was to finance energy efficiency projects. All energy projects have been completed and a final repayment schedule has been determined by the State. The loan will be repaid over 8 years with an annual interest rate of 2%.

**Note 9 - Long-Term Liabilities and Debt Service Requirements (continued)**

Debt service requirements for the loan payable are as follows:

| <b>Year Ending<br/>June 30,</b> | <b>Principal</b>  | <b>Interest</b>  | <b>Total</b>      |
|---------------------------------|-------------------|------------------|-------------------|
| 2024                            | \$ 186,951        | \$ 15,023        | \$ 201,974        |
| 2025                            | 190,718           | 11,256           | 201,974           |
| 2026                            | 194,561           | 7,413            | 201,974           |
| 2027                            | 198,481           | 3,492            | 201,973           |
| 2028                            | 29,221            | 584              | 29,805            |
|                                 | <u>\$ 799,932</u> | <u>\$ 37,768</u> | <u>\$ 837,700</u> |

**Note 10 - Revenues from Local and Intermediate Sources**

During the current period, governmental funds revenues from local and intermediate sources consisted of the following:

|                                                     | <b>General Fund</b>  | <b>Debt Service<br/>Fund</b> | <b>Non-major<br/>Governmental<br/>Funds</b> | <b>Total</b>         |
|-----------------------------------------------------|----------------------|------------------------------|---------------------------------------------|----------------------|
| Property taxes                                      | \$ 43,849,995        | \$ 17,213,217                | \$ -                                        | \$ 61,063,212        |
| Food sales                                          | -                    | -                            | 687,238                                     | 687,238              |
| Investment income                                   | 1,142,137            | 466,636                      | 68,441                                      | 1,677,214            |
| Penalties, interest and other<br>tax related income | 235,552              | 90,298                       | -                                           | 325,850              |
| Co-curricular student activities                    | 141,962              | -                            | 624,316                                     | 766,278              |
| Private grants                                      | -                    | -                            | 615,250                                     | 615,250              |
| Insurance recovery                                  | 860                  | -                            | -                                           | 860                  |
| Other                                               | 516,167              | -                            | 144,931                                     | 661,098              |
|                                                     | <u>\$ 45,886,673</u> | <u>\$ 17,770,151</u>         | <u>\$ 2,140,176</u>                         | <u>\$ 65,797,000</u> |

**Note 11 - Defined Benefit Pension Plan Employees' Retirement Plan**

**Plan Description**

The District participates in a cost-sharing multiple-employer defined benefit pension that has a special funding situation. The plan is administered by the Teacher Retirement System of Texas (TRS). TRS's defined benefit pension plan is established and administered in accordance with the Texas Constitution, Article XVI, 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 work load and who are not exempted from membership under Texas Government Code, Title 8, Section 822.002 are covered by the system.

**Note 11 - Defined Benefit Pension Plan Employees' Retirement Plan (continued)**

**Pension Plan Fiduciary Net Position**

Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately issued Annual Comprehensive Financial Report that includes financial statements and required supplementary information. That report may be obtained on the internet at [https://www.trs.texas.gov/TRS%20Documents/acfr\\_2022.pdf](https://www.trs.texas.gov/TRS%20Documents/acfr_2022.pdf), or by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698, or by calling (512) 542-6592.

**Benefits Provided**

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

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

In May 2019, the 86th Texas Legislature approved the TRS Pension Reform Bill (Senate Bill 12) that provides for gradual contribution increases from the state, participating employers, and active employees to make the pension fund actuarially sound. This action causing the pension fund to be actuarially sound, allowed the legislature to approve funding for a 13th check in September 2019. All eligible members retired as of December 31, 2018 received an extra annuity check in either the matching amount of their monthly annuity or \$2,000, whichever was less.

**Note 11 - Defined Benefit Pension Plan Employees' Retirement Plan (continued)**

**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 thru 2025.

|                                          | <b>Contribution Rates</b> |             |
|------------------------------------------|---------------------------|-------------|
|                                          | <b>2023</b>               | <b>2022</b> |
| Member (Employee)                        | 8.00%                     | 8.00%       |
| Non-employer contributing agency (State) | 8.00%                     | 7.75%       |
| District                                 | 8.00%                     | 7.75%       |

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).

|                                  | <b>Current Fiscal Year</b> |           |
|----------------------------------|----------------------------|-----------|
|                                  | <b>Contributions</b>       |           |
| Employer (District)              | \$                         | 1,770,164 |
| Employee (Member)                |                            | 4,016,931 |
| Non-employer Contributing Entity |                            |           |
| On-behalf Contributions (State)  |                            | 3,072,123 |

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

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

In addition to the employer contributions listed above, there is an additional surcharge an employer is subject to.

- All public schools, charter schools, and regional educational service centers must contribute 1.5 percent of the member's salary beginning in fiscal year 2020, gradually increasing to 2 percent 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.

**Note 11 - Defined Benefit Pension Plan Employees' Retirement Plan (continued)**

**Actuarial Assumptions**

The actuarial valuation was performed as of August 31, 2021. Update procedures were used to roll forward the total pension liability to August 31, 2022.

|                                                             |                                                                                                                                                                                                                                                   |
|-------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 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 2020                       | 3.91% - 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" |
| Last year ending August 31 in Projection Period (100 years) | 2121                                                                                                                                                                                                                                              |
| Inflation                                                   | 2.30%                                                                                                                                                                                                                                             |
| Salary Increases                                            | 2.95% to 8.95% including inflation                                                                                                                                                                                                                |
| Benefit Changes During the Year                             | None                                                                                                                                                                                                                                              |
| Ad hoc post-employment benefit changes                      | None                                                                                                                                                                                                                                              |

The actuarial methods and assumptions are used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2021. These assumptions are further described the 2022 TRS ACFR, which includes actuarial valuation report dated November 12, 2021.

**Discount Rate**

A single discount rate of 7.00 percent was used to measure the total pension liability. The single discount rate was based on the expected rate of return on pension plan investments of 7.00 percent. The projection of 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 percent of payroll in fiscal year 2020 gradually increasing to 9.55 percent 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 projected future benefits payment 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 rate of return on pension plan investments is 7.00%. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

**Note 11 - Defined Benefit Pension Plan Employees' Retirement Plan (continued)**

**Discount Rate (continued)**

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:

| <b>Asset Class</b>                         | <b>Target Allocation<sup>2</sup></b> | <b>Long-Term Expected Geometric Real Rate of Return<sup>3</sup></b> | <b>Expected Contribution to Long-Term Portfolio Returns</b> |
|--------------------------------------------|--------------------------------------|---------------------------------------------------------------------|-------------------------------------------------------------|
| <b>Global Equity</b>                       |                                      |                                                                     |                                                             |
| 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 <sup>1</sup>                | 14.00%                               | 7.70%                                                               | 1.55%                                                       |
| <b>Stable Value</b>                        |                                      |                                                                     |                                                             |
| Government Bonds                           | 16.00%                               | 1.00%                                                               | 0.22%                                                       |
| Absolute Return <sup>1</sup>               | 0.00%                                | 3.70%                                                               | 0.00%                                                       |
| Stable Value Hedge Funds                   | 5.00%                                | 3.40%                                                               | 0.18%                                                       |
| <b>Real Return</b>                         |                                      |                                                                     |                                                             |
| Real Estate                                | 15.00%                               | 4.10%                                                               | 0.94%                                                       |
| Energy, Natural Resources & Infrastructure | 6.00%                                | 5.10%                                                               | 0.37%                                                       |
| Commodities                                | 0.00%                                | 3.60%                                                               | 0.00%                                                       |
| <b>Risk Parity</b>                         | 8.00%                                | 4.60%                                                               | 0.43%                                                       |
| <b>Asset Allocation Leverage</b>           |                                      |                                                                     |                                                             |
| Cash                                       | 2.00%                                | 3.00%                                                               | 0.01%                                                       |
| Asset Allocation Leverage                  | -6.00%                               | 3.60%                                                               | -0.05%                                                      |
| Inflation Expectation                      |                                      |                                                                     | 2.70%                                                       |
| Volatility Drag <sup>4</sup>               |                                      |                                                                     | -0.91%                                                      |
| <b>Expected Return</b>                     | <b>100.00%</b>                       |                                                                     | <b>8.21%</b>                                                |

<sup>1</sup> Absolute Return includes Credit Sensitive Investments.

<sup>2</sup> Target allocations are based on the fiscal year 2022 policy model.

<sup>3</sup> Capital Market Assumptions come from Aon Hewitt as of August 31, 2022.

<sup>4</sup> The volatility drag results from the conversion between arithmetic and geometric mean returns.

**Discount Rate Sensitivity Analysis**

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

|                                                            | <b>1% Decrease<br/>6.000%</b> | <b>Current Discount<br/>Rate<br/>7.000%</b> | <b>1% Increase<br/>8.000%</b> |
|------------------------------------------------------------|-------------------------------|---------------------------------------------|-------------------------------|
| District's proportional share of the net pension liability | \$ 32,608,149                 | \$ 20,961,502                               | \$ 11,521,347                 |

**Note 11 - Defined Benefit Pension Plan Employees' Retirement Plan (continued)**

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

At June 30, 2023, the District reported a liability of \$20,961,502 for its proportionate share of the TRS's net pension liability. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

|                                                                                       |                      |
|---------------------------------------------------------------------------------------|----------------------|
| District's proportionate share of the net pension liability                           | \$ 20,961,502        |
| State's proportionate share of the net pension liability associated with the District | 35,376,464           |
| <b>Total</b>                                                                          | <b>\$ 56,337,966</b> |

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

At August 31, 2022, the District's proportion of the collective net pension liability was 0.0353% which was a decrease of 0.0001% from its proportion measured as of August 31, 2021.

All future statutorily required contributions will be made from the District's General Fund.

**Changes since the Prior Actuarial Valuation**

There were no changes in assumptions since the prior measurement date.

For the year ended June 30, 2023, the District recognized pension expense of \$1,968,280. The District also recognized on-behalf pension expense and revenue of \$3,381,589 for support provided by the State.

At June 30, 2023, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|                                                                                                                  | <b>Deferred<br/>Outflows of<br/>Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
|------------------------------------------------------------------------------------------------------------------|-----------------------------------------------|------------------------------------------|
| Differences between expected and actual experience                                                               | \$ 303,940                                    | \$ (457,000)                             |
| Changes of assumption                                                                                            | 3,905,810                                     | (973,437)                                |
| Net difference between projected and actual earnings<br>on pension plan investments                              | 2,070,930                                     | -                                        |
| Changes in proportion and differences between District<br>contributions and proportionate share of contributions | 277,321                                       | (2,777,067)                              |
| District contributions subsequent to the measurement date                                                        | 1,526,996                                     | -                                        |
| <b>Total</b>                                                                                                     | <b>\$ 8,084,997</b>                           | <b>\$ (4,207,504)</b>                    |

**Note 11 - Defined Benefit Pension Plan Employees' Retirement Plan (continued)**

**Changes since the Prior Actuarial Valuation (continued)**

Deferred outflows of resources resulting from District contributions subsequent to the measurement date in the amount of \$1,526,996 will be recognized as a reduction of the net pension liability in the year ended June 30, 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:

| <b>Year ended</b> |                     |
|-------------------|---------------------|
| <b>June 30</b>    | <b>Amount</b>       |
| 2024              | \$ 793,949          |
| 2025              | 36,499              |
| 2026              | (508,441)           |
| 2027              | 1,854,636           |
| 2028              | 173,854             |
|                   | <u>\$ 2,350,497</u> |

**Note 12 - Defined Other Post-Employment Benefit Plan**

**Plan Description**

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

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

**OPEB Plan Fiduciary Net Position**

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/TRS%20Documents/acfr\\_2022.pdf](https://www.trs.texas.gov/TRS%20Documents/acfr_2022.pdf), or by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698, or by calling (512) 542-6592.

**Benefits Provided**

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

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

**Note 12 - Defined Other Post-Employment Benefit Plan (continued)**

**Benefits Provided (continued)**

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

|                                            | <b>TRS-Care Monthly Premium Rates</b> |                     |
|--------------------------------------------|---------------------------------------|---------------------|
|                                            | <b>Medicare</b>                       | <b>Non-Medicare</b> |
| Retiree*                                   | \$ 135                                | \$ 200              |
| Retiree and Spouse                         | 529                                   | 689                 |
| Retiree* and Children                      | 468                                   | 408                 |
| Retiree and Family<br>*or surviving spouse | 1,020                                 | 999                 |

**Contributions**

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

Texas Insurance Code, section 1575.202 establishes the state's contribution rate which is 1.25 percent of the employee's salary. Section 1575.203 establishes the active employee's rate which is .65 percent of pay. Section 1575.204 establishes an employer contribution rate of not less than 0.25 percent or not more than 0.75 percent of the salary of each active employee of the public or charter school. The actual employer 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.

|                                  | <b>Contribution Rates</b> |             |
|----------------------------------|---------------------------|-------------|
|                                  | <b>Measurement Year</b>   |             |
|                                  | <b>2023</b>               | <b>2022</b> |
| Member                           | 0.65%                     | 0.65%       |
| Non-employer contributing agency | 1.25%                     | 1.25%       |
| Employers                        | 0.75%                     | 0.75%       |
| Federal/private funding          | 1.25%                     | 1.25%       |

Contributors to the plan include members, employers and the State of Texas as the only non-employer contributing entity. The State contributes to the plan in accordance with state statutes and the General Appropriations Act (GAA). Contributions for all contributors were as follows:

|                                  | <b>Current Fiscal Year</b> |
|----------------------------------|----------------------------|
|                                  | <b>Contributions</b>       |
| Employer (District)              | \$ 437,350                 |
| Employee (Member)                | 339,377                    |
| Non-employer Contributing Entity |                            |
| On-behalf Contributions (State)  | 861,399                    |

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

**Note 12 - Defined Other Post-Employment Benefit Plan (continued)**

**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. All the demographic assumptions, including rates of retirement, termination, and disability, and most of the economic assumptions, including general inflation and salary increases, used in the OPEB valuation were identical to those used in the respective TRS pension valuation. 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: (a) Rates of Mortality, (b) Rates of Retirement, (c) Rates of Termination, (d) Rates of Disability, (e) General Inflation, (f) Wage Inflation, and (g) Expected Payroll Growth..

The active mortality rates were based on 90 percent of the RP-2014 Employee Mortality Tables for males and females, with full generational mortality using Scale BB. The post-retirement mortality rates for healthy lives were based on the 2018 TRS of Texas Healthy Pensioner Mortality Tables, with full generational projection using the ultimate improvement rates from the most recently published scale (U-MP).

**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<br>The initial medical trend rates were 8.25% for Medicare retirees and 7.25% for non-Medicare retirees. The initial prescription drug trend was 8.25% for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.25% over a period of 13 years. |
| Healthcare Trend Rates                 | Normal Retirement: 62% participation rate prior to age 65 and 25% participation rate after age 65.                                                                                                                                                                                                          |
| Election Rates                         | Pre-65 retirees: 30% of pre-65 retirees are assumed to discontinue coverage at age 65.                                                                                                                                                                                                                      |
| Ad hoc post-employment benefit changes | None                                                                                                                                                                                                                                                                                                        |

**Discount Rate**

A single discount rate of 3.91 percent was used to measure the Total OPEB Liability. There was an increase of 1.96 percent in the discount rate since the previous year. Because the plan is essentially a “pay-as-you-go” plan, the single discount rate is equal to the prevailing municipal bond rate. The projection of cash flows used to determine the discount rate assumed that contributions from active members and those of the contributing employers and the nonemployer 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.

**Note 12 - Defined Other Post-Employment Benefit Plan (continued)**

**Discount Rate (continued)**

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 municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds

**Discount Rate Sensitivity Analysis**

*Discount Rate* – The following schedule shows the impact of the Net OPEB Liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (3.91%) in measuring the Net OPEB Liability.

|                                                         | Discount Rate          |                         |                        |
|---------------------------------------------------------|------------------------|-------------------------|------------------------|
|                                                         | 1% Decrease<br>(2.91%) | Current Rate<br>(3.91%) | 1% Increase<br>(4.91%) |
| District's proportional share of the net OPEB liability | \$ 14,759,869          | \$ 12,518,131           | \$ 10,702,035          |

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

At June 30, 2023, the District reported a liability of \$12,518,131 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 | \$ 12,518,131               |
| State's proportionate share that is associated with (employer)      | 15,270,152                  |
| <b>Total</b>                                                        | <u><u>\$ 27,788,283</u></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 the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2021 through August 31, 2022.

At August 31, 2022, the District's proportion of the collective Net OPEB Liability was 0.0523% which was an increase of 0.0003% from its proportion measured as of August 31, 2021.

All future statutorily required contributions will be made from the District's General Fund.

*Healthcare Cost Trend Rates* – 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.

|                                                         | Healthcare Cost Trend Rate |               |               |
|---------------------------------------------------------|----------------------------|---------------|---------------|
|                                                         | 1% Decrease                | Current Rate  | 1% Increase   |
| District's proportional share of the net OPEB liability | \$ 10,314,996              | \$ 12,518,131 | \$ 15,374,211 |

**Note 12 - Defined Other Post-Employment Benefit Plan (continued)**

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

*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 changed from 1.95 percent as of August 31, 2021 to 3.91 percent as of August 31, 2021. 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.

For the year ended June 30, 2023, the District recognized negative OPEB expense of \$1,720,811. The District also recognized negative on-behalf OPEB expense and revenue of \$2,166,958 for support provided by the State.

At June 30, 2023, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to other post-employment benefits from the following sources:

|                                                                                                                  | <b>Deferred<br/>Outflows of<br/>Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
|------------------------------------------------------------------------------------------------------------------|-----------------------------------------------|------------------------------------------|
| Differences between expected and actual experience                                                               | \$ 695,964                                    | \$ (10,428,726)                          |
| Changes of assumption                                                                                            | 1,906,759                                     | (8,696,852)                              |
| Net difference between projected and actual earnings<br>on OPEB plan investments                                 | 37,288                                        | -                                        |
| Changes in proportion and differences between District<br>contributions and proportionate share of contributions | 1,067,076                                     | (2,011,719)                              |
| District contributions subsequent to the measurement date                                                        | 372,678                                       | -                                        |
| <b>Total</b>                                                                                                     | <b>\$ 4,079,765</b>                           | <b>\$ (21,137,297)</b>                   |

The \$372,678 reported as 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 ending June 30, 2024. The net amounts of the District's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

| <b>Year ended June 30</b> | <b>OPEB Expense<br/>Amount</b> |
|---------------------------|--------------------------------|
| 2024                      | \$ (3,146,884)                 |
| 2025                      | (3,146,749)                    |
| 2026                      | (2,615,904)                    |
| 2027                      | (1,897,221)                    |
| 2028                      | (2,276,395)                    |
| Thereafter                | (4,347,057)                    |
|                           | <b>\$ (17,430,210)</b>         |

**Note 12 - Defined Other Post-Employment Benefit Plan (continued)**

**Medicare Part D**

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, 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 years ended June 30, 2023, 2022, and 2021, the subsidy payments received by TRS-Care on-behalf of the District were \$274,096, \$199,021, and \$210,475, respectively. The information for the year ended June 30, 2023 is an estimate provided by the Teacher Retirement System. These payments are recorded as equal revenues and expenditures in the governmental funds financial statements of the District.

**Note 13 - Risk Management**

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

**Litigation and Contingencies**

The District is a party to various legal actions none of which is believed by administration to have a material effect on the financial condition of the District. Accordingly, no provision for losses has been recorded in the accompanying combined financial statements for such contingencies. The District participates in numerous state and federal 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, if any, refunds of any money received may be required and the collectability of any related receivable at June 30, 2023 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying combined financial statements for such contingencies.

**Health Care Coverage**

For the year ended June 30, 2023, employees of the District were covered through TRS-Active Care which is the statewide health plan for public education employees established by the 77th Texas Legislature and is a fully insured plan administered by Blue Cross and Blue Shield of Texas. The District paid premiums to the plan of \$225 per month per professional employee and \$241 per month per support paraprofessional and auxiliary employee. Employees, at their option, authorized payroll withholdings to pay contributions or premiums for dependents. Financial statements for Blue Cross Blue Shield are available, filed with the Texas State Board of Insurance, Austin, Texas, and are public records.

## **REQUIRED SUPPLEMENTARY INFORMATION**

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND**  
**For the Year Ended June 30, 2023**

**Exhibit G-1**

|                                                      | <b>Budgeted Amounts</b> |                      |                      | <b>Variance with Final</b> |
|------------------------------------------------------|-------------------------|----------------------|----------------------|----------------------------|
|                                                      | <b>Original</b>         | <b>Final</b>         | <b>Actual</b>        | <b>Budget</b>              |
| <b>Revenues</b>                                      |                         |                      |                      |                            |
| Local and intermediate sources                       | \$ 49,558,708           | \$ 45,627,708        | \$ 45,886,673        | \$ 258,965                 |
| State program revenues                               | 19,808,372              | 19,106,768           | 15,884,874           | (3,221,894)                |
| Federal program revenues                             | 1,100,000               | 2,042,880            | 2,548,183            | 505,303                    |
| <b>Total Revenues</b>                                | <b>70,467,080</b>       | <b>66,777,356</b>    | <b>64,319,730</b>    | <b>(2,457,626)</b>         |
| <b>Expenditures</b>                                  |                         |                      |                      |                            |
| <b>Current:</b>                                      |                         |                      |                      |                            |
| Instruction                                          | 35,779,845              | 33,280,886           | 32,545,771           | 735,115                    |
| Instructional resources and media services           | 682,695                 | 587,319              | 603,688              | (16,369)                   |
| Curriculum and staff development                     | 1,169,383               | 1,312,389            | 1,223,335            | 89,054                     |
| Instructional leadership                             | 957,051                 | 1,011,282            | 1,019,478            | (8,196)                    |
| School leadership                                    | 4,660,573               | 4,675,181            | 4,742,370            | (67,189)                   |
| Guidance, counseling and evaluation services         | 3,133,578               | 2,955,133            | 2,948,122            | 7,011                      |
| Social work services                                 | -                       | 30,000               | 29,214               | 786                        |
| Health services                                      | 773,428                 | 884,341              | 868,244              | 16,097                     |
| Student transportation                               | 3,259,660               | 4,294,639            | 3,139,419            | 1,155,220                  |
| Food services                                        | 12,150                  | 5,150                | 4,296                | 854                        |
| Extracurricular activities                           | 2,022,124               | 2,147,967            | 2,085,250            | 62,717                     |
| General administration                               | 3,760,296               | 3,711,933            | 3,522,269            | 189,664                    |
| Facilities maintenance and operations                | 8,479,869               | 8,700,516            | 8,064,287            | 636,229                    |
| Security and monitoring services                     | 1,534,601               | 1,830,673            | 1,718,731            | 111,942                    |
| Data processing services                             | 1,354,956               | 2,564,133            | 2,524,877            | 39,256                     |
| Community services                                   | 203,296                 | 219,296              | 216,634              | 2,662                      |
| <b>Debt Service:</b>                                 |                         |                      |                      |                            |
| Principal on long-term debt                          | 1,321,383               | 650,899              | 569,497              | 81,402                     |
| Interest on long-term debt                           | 26,000                  | 93,870               | 91,129               | 2,741                      |
| <b>Intergovernmental:</b>                            |                         |                      |                      |                            |
| Payments to Member Districts of SSA                  | 153,518                 | 153,518              | 96,500               | 57,018                     |
| Payments to Juvenile Justice Alternative Ed. Program | 20,000                  | 30,000               | 29,676               | 324                        |
| Other intergovernmental charges                      | 165,000                 | 176,000              | 175,868              | 132                        |
| <b>Total Expenditures</b>                            | <b>69,469,406</b>       | <b>69,315,125</b>    | <b>66,218,655</b>    | <b>3,096,470</b>           |
| <b>Other Financing Sources (Uses)</b>                |                         |                      |                      |                            |
| Proceeds from right to use lease assets              | -                       | 894,409              | 890,915              | (3,494)                    |
| Transfers In                                         | -                       | -                    | 20,087               | 20,087                     |
| <b>Total Other Financing Sources (Uses)</b>          | <b>-</b>                | <b>894,409</b>       | <b>911,002</b>       | <b>16,593</b>              |
| Net change in fund balances                          | 997,674                 | (1,643,360)          | (987,923)            | 655,437                    |
| <b>Fund balances - Beginning</b>                     | <b>21,827,138</b>       | <b>21,827,138</b>    | <b>21,827,138</b>    | <b>-</b>                   |
| <b>Fund balances - Ending</b>                        | <b>\$ 22,824,812</b>    | <b>\$ 20,183,778</b> | <b>\$ 20,839,215</b> | <b>\$ 655,437</b>          |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - BUDGETS**  
**For the Year Ended June 30, 2023**

**Budgets**

The Board of Trustees adopts an “appropriated budget” for the General Fund, Debt Service Fund and the Child Nutrition Program, which is reported as a nonmajor governmental fund. The District is required to present the adopted and final amended budgeted revenues and expenditures for each of these funds. The District compares the final amended budget to actual revenues and expenditures. The General Fund Budget report appears in Exhibit G-1 and the other two reports are in Exhibits H-3 and H-4.

The following procedures were followed in establishing the budgetary data reflected in the basic financial statements:

1. Prior to June 29, the District prepared a budget for the next succeeding fiscal year beginning July 1. The operating budget included proposed expenditures and the means of financing them.
2. A meeting of the Board was then called for the purpose of adopting the proposed budget. At least ten days’ public notice of the meeting must be given
3. Prior to July 1, the budget is legally enacted through passage of a resolution by the Board. Once a budget is approved, it can only be amended at the function and fund level 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. As required by law, such amendments are made before the fact, are reflected in the official minutes of the Board and are not made after fiscal year end. The budget was properly amended throughout the period by the Board of Trustees.

Each budget 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.

**Excess of expenditures over appropriations**

For the year ended June 30, 2023, expenditures exceeded appropriations in the following functions by these amounts:

|                                            |        |
|--------------------------------------------|--------|
| <b>General Fund:</b>                       |        |
| Instructional resources and media services | 16,369 |
| Instructional leadership                   | 8,196  |
| School leadership                          | 67,189 |
| Proceeds from right to use lease assets    | 3,494  |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**
**Exhibit G-2**
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**
**Teacher Retirement System of Texas**
**Last Nine Measurement Years**

|                                                                                                     | <u>2022</u>          | <u>2021</u>          | <u>2020</u>          | <u>2019</u>          | <u>2018</u>          |
|-----------------------------------------------------------------------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| District's proportion of the net pension liability                                                  | 0.0353%              | 0.0354%              | 0.0416%              | 0.0446%              | 0.0452%              |
| District's proportionate share of the net pension liability                                         | \$ 20,961,502        | \$ 9,002,540         | \$ 22,283,222        | \$ 23,209,652        | \$ 24,868,660        |
| State's proportionate share of the net pension liability associated with the District               | 35,376,464           | 16,054,413           | 30,196,559           | 31,996,244           | 33,343,438           |
| <b>Total</b>                                                                                        | <u>\$ 56,337,966</u> | <u>\$ 25,056,953</u> | <u>\$ 52,479,781</u> | <u>\$ 55,205,896</u> | <u>\$ 58,212,098</u> |
| District's covered payroll (for Measurement Year)                                                   | \$ 48,116,625        | \$ 47,296,661        | \$ 46,677,464        | \$ 47,324,619        | \$ 45,082,821        |
| District's proportionate share of the net pension liability as a percentage of it's covered payroll | 43.6%                | 19.0%                | 47.7%                | 49.0%                | 55.2%                |
| Plan fiduciary net position as a percentage of the total pension liability *                        | 75.65%               | 88.79%               | 75.54%               | 75.24%               | 73.74%               |
| Plan's net pension liability as a percentage of covered payroll *                                   | 112.72%              | 51.08%               | 110.36%              | 114.93%              | 126.11%              |
|                                                                                                     | <u>2017</u>          | <u>2016</u>          | <u>2015</u>          | <u>2014</u>          |                      |
| District's proportion of the net pension liability                                                  | 0.0429%              | 0.0407%              | 0.0408%              | 0.0307%              |                      |
| District's proportionate share of the net pension liability                                         | \$ 13,730,917        | \$ 15,395,469        | \$ 14,438,694        | \$ 8,201,703         |                      |
| State's proportionate share of the net pension liability associated with the District               | 20,485,368           | 25,809,156           | 23,824,437           | 22,079,559           |                      |
| <b>Total</b>                                                                                        | <u>\$ 34,216,285</u> | <u>\$ 41,204,625</u> | <u>\$ 38,263,131</u> | <u>\$ 30,281,262</u> |                      |
| District's covered payroll (for Measurement Year)                                                   | \$ 43,932,499        | \$ 42,869,576        | \$ 39,799,244        | \$ 41,758,584        |                      |
| District's proportionate share of the net pension liability as a percentage of it's covered payroll | 31.3%                | 35.9%                | 36.3%                | 19.6%                |                      |
| Plan fiduciary net position as a percentage of the total pension liability *                        | 82.17%               | 78.00%               | 78.43%               | 83.25%               |                      |
| Plan's net pension liability as a percentage of covered payroll *                                   | 75.93%               | 92.75%               | 91.94%               | 72.89%               |                      |

The amounts presented for each Plan year which ends the preceding August 31 of the District's fiscal year.

Net pension liability is calculated using an new methodology and will be presented prospectively in accordance with GASB 68.

\* Per Teachers Retirement System of Texas' Comprehensive Annual Financial Report

Note: Ten years of data should be presented in this schedule but data is unavailable prior to 2014. Net pension liability and related ratios will be presented prospectively as data becomes available.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**SCHEDULE OF THE DISTRICT'S PENSION CONTRIBUTIONS**  
**Teacher Retirement System of Texas**  
**Last Nine Fiscal Years**

**Exhibit G-3**

|                                                                     | <b>2023</b>      | <b>2022</b>      | <b>2021</b>      | <b>2020</b>      | <b>2019</b>      |
|---------------------------------------------------------------------|------------------|------------------|------------------|------------------|------------------|
| Contractually required contributions                                | \$ 1,770,164     | \$ 1,653,669     | \$ 1,532,050     | \$ 1,709,816     | \$ 1,554,144     |
| Contributions in relation to the contractual required contributions | <u>1,770,164</u> | <u>1,653,669</u> | <u>1,532,050</u> | <u>1,709,816</u> | <u>1,554,144</u> |
| Contribution deficiency (excess)                                    | <u>\$ -</u>      | <u>\$ -</u>      | <u>\$ -</u>      | <u>\$ -</u>      | <u>\$ -</u>      |
| District's covered payroll                                          | \$ 50,211,632    | \$ 48,332,781    | \$ 47,067,171    | \$ 46,851,466    | \$ 47,410,724    |
| Contributions as a percentage of covered payroll                    | 3.53%            | 3.42%            | 3.26%            | 3.65%            | 3.28%            |
|                                                                     |                  |                  |                  |                  |                  |
|                                                                     | <b>2018</b>      | <b>2017</b>      | <b>2016</b>      | <b>2015</b>      |                  |
| Contractually required contributions                                | \$ 1,487,916     | \$ 1,385,663     | \$ 1,278,112     | \$ 1,020,145     |                  |
| Contributions in relation to the contractual required contributions | <u>1,487,916</u> | <u>1,385,663</u> | <u>1,278,112</u> | <u>1,020,145</u> |                  |
| Contribution deficiency (excess)                                    | <u>\$ -</u>      | <u>\$ -</u>      | <u>\$ -</u>      | <u>\$ -</u>      |                  |
| District's covered payroll                                          | \$ 44,311,335    | \$ 44,033,996    | \$ 42,356,097    | \$ 39,833,270    |                  |
| Contributions as a percentage of covered payroll                    | 3.36%            | 3.15%            | 3.02%            | 2.56%            |                  |

Note: Ten years of data should be presented in this schedule but data is unavailable prior to 2015.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PENSIONS**  
***Teacher Retirement System of Texas***  
***For the Year Ended June 30, 2023***

**Changes of Assumptions**

The single discount of 7.00 percent was used as of August 31, 2022.

It is assumed that future employer and state contributions will be 8.5 percent in fiscal year 2020 gradually increasing to 9.55 percent of payroll over the next several years.

The public education employer contribution rate changed from 1.6% in 2021 to 1.7% in 2022.

**Changes in Benefit Terms**

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

**Other Information**

Effective September 1, 2014, employers who did not contribute to Social Security for TRS-eligible employees were required to contribute an additional 1.5% of TRS-eligible compensation which nearly doubled the District's contributions into the Plan. Because the District's proportional share of the plan is determined by its proportional share of contributions, the District recognized a corresponding increase in its share of net pension liability.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY**
**Teacher Retirement System of Texas**
**Last Six Measurement Years**
**Exhibit G-4**

|                                                                                                  | <b>2022</b>          | <b>2021</b>          | <b>2020</b>          |
|--------------------------------------------------------------------------------------------------|----------------------|----------------------|----------------------|
| District's proportion of the net OPEB liability                                                  | 0.0523%              | 0.0520%              | 0.0531%              |
| District's proportionate share of the net OPEB liability                                         | \$ 12,518,131        | \$ 20,057,386        | \$ 20,189,304        |
| State's proportionate share of the net OPEB liability associated with the District               | 15,270,152           | 26,872,427           | 27,129,585           |
| <b>Total</b>                                                                                     | <b>\$ 27,788,283</b> | <b>\$ 46,929,813</b> | <b>\$ 47,318,889</b> |
| District's covered payroll (for Measurement Year)                                                | \$ 48,116,625        | \$ 47,296,661        | \$ 46,677,464        |
| District's proportionate share of the net OPEB liability as a percentage of it's covered payroll | 26.0%                | 42.4%                | 43.3%                |
| Plan fiduciary net position as a percentage of the total OPEB liability *                        | 11.52%               | 6.18%                | 4.99%                |
| Plan's net OPEB liability as a percentage of covered payroll *                                   | 59.10%               | 100.13%              | 101.46%              |
|                                                                                                  | <b>2019</b>          | <b>2018</b>          | <b>2017</b>          |
| District's proportion of the net OPEB liability                                                  | 0.0566%              | 0.0559%              | 0.0535%              |
| District's proportionate share of the net OPEB liability                                         | \$ 26,773,940        | \$ 27,892,122        | \$ 23,256,687        |
| State's proportionate share of the net OPEB liability associated with the District               | 35,576,579           | 38,728,856           | 34,540,286           |
| <b>Total</b>                                                                                     | <b>\$ 62,350,519</b> | <b>\$ 66,620,978</b> | <b>\$ 57,796,973</b> |
| District's covered payroll (for Measurement Year)                                                | \$ 47,324,619        | \$ 45,082,821        | \$ 43,932,499        |
| District's proportionate share of the net OPEB liability as a percentage of it's covered payroll | 56.6%                | 61.9%                | 52.9%                |
| Plan fiduciary net position as a percentage of the total OPEB liability *                        | 2.66%                | 1.57%                | 0.91%                |
| Plan's net OPEB liability as a percentage of covered payroll *                                   | 135.21%              | 146.64%              | 132.55%              |

The amounts presented for each Plan year which ends the preceding August 31 of the District's fiscal year.

Net OPEB liability is calculated using an new methodology and will be presented prospectively in accordance with GASB 75.

\* Per Teachers Retirement System of Texas' Comprehensive Annual Financial Report

Note: Ten years of data should be presented in this schedule but data is unavailable prior to 2017. Net OPEB liability and related ratios will be presented prospectively as data becomes available.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**SCHEDULE OF THE DISTRICT'S OPEB CONTRIBUTIONS**  
**Teacher Retirement System of Texas**  
**Last Nine Fiscal Years**

**Exhibit G-5**

|                                                                     | <b>2023</b>    | <b>2022</b>    | <b>2021</b>    | <b>2020</b>    | <b>2019</b>    |
|---------------------------------------------------------------------|----------------|----------------|----------------|----------------|----------------|
| Contractually required contributions                                | \$ 437,350     | \$ 429,671     | \$ 396,709     | \$ 406,675     | \$ 418,830     |
| Contributions in relation to the contractual required contributions | <u>437,350</u> | <u>429,671</u> | <u>396,709</u> | <u>406,675</u> | <u>418,830</u> |
| Contribution deficiency (excess)                                    | <u>\$ -</u>    | <u>\$ -</u>    | <u>\$ -</u>    | <u>\$ -</u>    | <u>\$ -</u>    |
| District's covered payroll                                          | \$ 50,211,632  | \$ 48,332,781  | \$ 47,067,171  | \$ 46,851,466  | \$ 47,410,724  |
| Contributions as a percentage of covered payroll                    | 0.87%          | 0.89%          | 0.84%          | 0.87%          | 0.88%          |
|                                                                     | <b>2018</b>    | <b>2017</b>    | <b>2016</b>    | <b>2015</b>    |                |
| Contractually required contributions                                | \$ 366,592     | \$ 278,262     | \$ 232,959     | \$ 218,896     |                |
| Contributions in relation to the contractual required contributions | <u>366,592</u> | <u>278,262</u> | <u>232,959</u> | <u>218,896</u> |                |
| Contribution deficiency (excess)                                    | <u>\$ -</u>    | <u>\$ -</u>    | <u>\$ -</u>    | <u>\$ -</u>    |                |
| District's covered payroll                                          | \$ 44,311,335  | \$ 44,033,996  | \$ 42,356,097  | \$ 39,833,270  |                |
| Contributions as a percentage of covered payroll                    | 0.83%          | 0.63%          | 0.55%          | 0.55%          |                |

Note: Ten years of data should be presented in this schedule but data is unavailable prior to 2015.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - OPEB**  
***Teacher Retirement System of Texas***  
***For the Year Ended June 30, 2023***

**Changes of Assumptions**

The following assumptions, methods and plan changes which are specific to TRS-Care were updated from the prior year's report:

- The discount rate 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 in Benefit Terms**

There were no changes in benefit terms since prior measurement date.



## **OTHER SUPPLEMENTARY INFORMATION**

## **Nonmajor Governmental Funds**

### **Special Revenue Funds**

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

Programs accounted for in the Special Revenue Funds include:

#### **ESEA Title I, Part A - Improving Basic Programs**

Improving Basic Programs: funds used to enable schools to provide opportunities for children served to acquire the knowledge and skills contained in the challenging State content standards and to meet State performance standards for all children. 1003(a) Priority and Focus School: funds provide supplemental funds to Title I campuses.

#### **IDEA - Part B, Formula**

Funds granted to operate educational programs for children with disabilities.

#### **IDEA - Part B, Preschool**

Funds granted for preschool children with disabilities.

#### **Child Nutrition Program**

Funds used to account for allowable expenditures as determined under the National School Breakfast and Lunch Program for the operation and improvement of Child Nutrition programs.

#### **Career and Technical - Basic Grant**

Funds used to provide career and technology education to develop new and/or improved marketable skills for paid and unpaid employment.

#### **ESEA II, A Training and Recruiting**

Funds for increasing student academic achievement through improving teacher and principal quality.

#### **ESEA III, A English Language Acquisition**

Funds to improve the education of limited English proficient children by assisting the children to learn English and meet challenging State academic content and student academic achievement standards.

#### **Gear Up**

GEAR UP stands for Gaining Early Awareness and Readiness for Undergraduate Programs. The funds follow all current seventh- and eighth-grade students through their first year of college to help them improve academic achievement, and ensure high school graduation and college enrollment. The funds are used to serve scholar, parent, and staff development.

#### **TCLAS – ESSER III**

Funds used to account for federal stimulus ESSER II funds granted to District through the CRRSA Act that support the District's ability to operate and instruct its students during the COVID-19 pandemic.

#### **ARPA – Education for Homeless**

The intent and purpose of the American Rescue Plan (ARP) 2021, Homeless II (ARP-Homeless II) funding is to increase local education agencies (LEAs) and education service centers (ESCs) capacity to identify, enroll, and provide wraparound services to address the unique needs of homeless children and youth due to the impact of the COVID-19 pandemic.

#### **Elementary & Secondary School Emergency Relief (ESSER) II**

Funds used to account for federal stimulus ESSER II funds granted to District through the CRRSA Act that support the District's ability to operate and instruct its students during the COVID-19 pandemic.

## **Nonmajor Governmental Funds**

### **Special Revenue Funds (continued)**

#### **ARPA – ESSER III**

Funds granted under the American Rescue Plan to help safely reopen and sustain the safe operation of schools and address the impact of the coronavirus pandemic on students.

#### **IDEA - Part B - ARP**

Funds granted under the American Rescue Plan to operate educational programs for children with disabilities.

#### **IDEA - Part B, Preschool - ARP**

Funds granted under the American Rescue Plan for preschool children with disabilities.

#### **Emergency Impact Aid to LEAs**

Funds used to reimburse the District for costs incurred as a result of educating students displaced in those areas for which a major disaster or emergency is declared.

#### **Other Federal Special Revenue Funds**

Funds used to provide opportunities for academic enrichment and offer students a broad array of additional services, programs, and activities that are designed to reinforce and compliment the regular academic program.

#### **State Supplement - Visually Impaired**

Funds for the regional plan for students with visual impairments using orientation and mobility.

#### **State Textbook Fund**

Funds for the purchase of instructional materials, technological equipment, and technology related services. This follows the discontinuation of the State Technology Allotment.

#### **State Funded Special Revenue Funds**

High Quality Prekindergarten: Funds provide supplemental funding to districts and charter schools to implement new or enhance existing prekindergarten programs in addition to the half-day Foundation School Program funding that is already received for each eligible four-year-old prekindergarten student.

#### **Campus Activity Funds**

Funds to account for transactions related to a principal's activity fund.

#### **Education Foundation**

Locally funded grants by the Cedar Hill ISD Education Foundation.

#### **Private Grants**

Grants to campuses/departments funded by local companies and organizations that are designated for a specific purpose.

### **Capital Projects Fund**

The proceeds from long-term debt financing and revenues and expenditures related to authorized construction and other capital asset acquisitions are accounted for in the capital projects fund.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**ALL NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2023**

**Exhibit H-1**  
**Page 1 of 6**

|                              |                                     | 211                  | 224                   | 225                     | 240                     |
|------------------------------|-------------------------------------|----------------------|-----------------------|-------------------------|-------------------------|
| Data Control Codes           |                                     | ESEA Title I, Part A | IDEA - Part B Formula | IDEA - Part B Preschool | Child Nutrition Program |
| Assets                       |                                     |                      |                       |                         |                         |
| 1110                         | Cash and temporary investments      | \$ 1                 | \$ -                  | \$ -                    | \$ 1,298,821            |
|                              | Receivables:                        |                      |                       |                         |                         |
| 1240                         | Receivables from other governments  | 203,149              | 243,836               | 7,191                   | -                       |
| 1260                         | Due from other funds                | -                    | -                     | -                       | -                       |
| 1290                         | Other receivables                   | -                    | -                     | -                       | 1,025                   |
| 1000                         | Total Assets                        | \$ 203,150           | \$ 243,836            | \$ 7,191                | \$ 1,299,846            |
| Liabilities and Fund Balance |                                     |                      |                       |                         |                         |
| Liabilities:                 |                                     |                      |                       |                         |                         |
| Current Liabilities:         |                                     |                      |                       |                         |                         |
| 2110                         | Accounts payable                    | \$ -                 | \$ -                  | \$ -                    | \$ -                    |
| 2160                         | Accrued wages payable               | 182,976              | 192,609               | 6,445                   | 4,332                   |
| 2170                         | Due to other funds                  | 20,174               | 51,227                | 746                     | 289,576                 |
| 2000                         | Total Liabilities                   | 203,150              | 243,836               | 7,191                   | 293,908                 |
| Fund Balance:                |                                     |                      |                       |                         |                         |
| Restricted:                  |                                     |                      |                       |                         |                         |
| 3450                         | Grants                              | -                    | -                     | -                       | 1,005,938               |
| Committed:                   |                                     |                      |                       |                         |                         |
| 3530                         | Capital expenditures for equipment  | -                    | -                     | -                       | -                       |
| 3545                         | Campus activity funds               | -                    | -                     | -                       | -                       |
| 3000                         | Total Fund Balances                 | -                    | -                     | -                       | 1,005,938               |
| 4000                         | Total Liabilities and Fund Balances | \$ 203,150           | \$ 243,836            | \$ 7,191                | \$ 1,299,846            |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**ALL NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2023**

**Exhibit H-1**  
**Page 2 of 6**

| <b>Data<br/>Control<br/>Codes</b> |                                            | <b>244</b>                                      | <b>255</b>                                        | <b>263</b>                                           | <b>274</b>       |
|-----------------------------------|--------------------------------------------|-------------------------------------------------|---------------------------------------------------|------------------------------------------------------|------------------|
|                                   |                                            | <b>Career and<br/>Technical Basic<br/>Grant</b> | <b>ESSA II, A<br/>Training and<br/>Recruiting</b> | <b>ESSA III, A<br/>English Lang.<br/>Acquisition</b> | <b>Gear Up</b>   |
|                                   | <b>Assets</b>                              |                                                 |                                                   |                                                      |                  |
| 1110                              | Cash and temporary investments             | \$ -                                            | \$ -                                              | \$ -                                                 | \$ -             |
|                                   | Receivables:                               |                                                 |                                                   |                                                      |                  |
| 1240                              | Receivables from other governments         | 21,950                                          | 25,929                                            | -                                                    | 46,096           |
| 1260                              | Due from other funds                       | -                                               | -                                                 | -                                                    | -                |
| 1290                              | Other receivables                          | -                                               | -                                                 | -                                                    | -                |
| <b>1000</b>                       | <b>Total Assets</b>                        | <u>\$ 21,950</u>                                | <u>\$ 25,929</u>                                  | <u>\$ -</u>                                          | <u>\$ 46,096</u> |
|                                   | <b>Liabilities and Fund Balance</b>        |                                                 |                                                   |                                                      |                  |
|                                   | <b>Liabilities:</b>                        |                                                 |                                                   |                                                      |                  |
|                                   | <b>Current Liabilities:</b>                |                                                 |                                                   |                                                      |                  |
| 2110                              | Accounts payable                           | \$ -                                            | \$ -                                              | \$ -                                                 | \$ 17,713        |
| 2160                              | Accrued wages payable                      | -                                               | -                                                 | -                                                    | -                |
| 2170                              | Due to other funds                         | 21,950                                          | 25,929                                            | -                                                    | 28,383           |
| <b>2000</b>                       | <b>Total Liabilities</b>                   | <u>21,950</u>                                   | <u>25,929</u>                                     | <u>-</u>                                             | <u>46,096</u>    |
|                                   | <b>Fund Balance:</b>                       |                                                 |                                                   |                                                      |                  |
|                                   | <b>Restricted:</b>                         |                                                 |                                                   |                                                      |                  |
| 3450                              | Grants                                     | -                                               | -                                                 | -                                                    | -                |
|                                   | <b>Committed:</b>                          |                                                 |                                                   |                                                      |                  |
| 3530                              | Capital expenditures for equipment         | -                                               | -                                                 | -                                                    | -                |
| 3545                              | Campus activity funds                      | -                                               | -                                                 | -                                                    | -                |
| <b>3000</b>                       | <b>Total Fund Balances</b>                 | <u>-</u>                                        | <u>-</u>                                          | <u>-</u>                                             | <u>-</u>         |
| <b>4000</b>                       | <b>Total Liabilities and Fund Balances</b> | <u>\$ 21,950</u>                                | <u>\$ 25,929</u>                                  | <u>\$ -</u>                                          | <u>\$ 46,096</u> |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**ALL NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2023**

**Exhibit H-1**  
**Page 3 of 6**

|                              |                                     | 279               | 280                           | 281               | 282              |
|------------------------------|-------------------------------------|-------------------|-------------------------------|-------------------|------------------|
| Data Control Codes           |                                     | TCLAS - ESSER III | ARPA - Education for Homeless | CRRSAA - ESSER II | ARPA - ESSER III |
| Assets                       |                                     |                   |                               |                   |                  |
| 1110                         | Cash and temporary investments      | \$ 14             | \$ -                          | \$ 23,104         | \$ -             |
|                              | Receivables:                        |                   |                               |                   |                  |
| 1240                         | Receivables from other governments  | 823               | -                             | -                 | -                |
| 1260                         | Due from other funds                | -                 | -                             | -                 | -                |
| 1290                         | Other receivables                   | -                 | -                             | -                 | -                |
| 1000                         | Total Assets                        | \$ 837            | \$ -                          | \$ 23,104         | \$ -             |
| Liabilities and Fund Balance |                                     |                   |                               |                   |                  |
| Liabilities:                 |                                     |                   |                               |                   |                  |
| Current Liabilities:         |                                     |                   |                               |                   |                  |
| 2110                         | Accounts payable                    | \$ -              | \$ -                          | \$ 8,353          | \$ -             |
| 2160                         | Accrued wages payable               | -                 | -                             | -                 | -                |
| 2170                         | Due to other funds                  | 837               | -                             | 14,751            | -                |
| 2000                         | Total Liabilities                   | 837               | -                             | 23,104            | -                |
| Fund Balance:                |                                     |                   |                               |                   |                  |
| Restricted:                  |                                     |                   |                               |                   |                  |
| 3450                         | Grants                              | -                 | -                             | -                 | -                |
| Committed:                   |                                     |                   |                               |                   |                  |
| 3530                         | Capital expenditures for equipment  | -                 | -                             | -                 | -                |
| 3545                         | Campus activity funds               | -                 | -                             | -                 | -                |
| 3000                         | Total Fund Balances                 | -                 | -                             | -                 | -                |
| 4000                         | Total Liabilities and Fund Balances | \$ 837            | \$ -                          | \$ 23,104         | \$ -             |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**ALL NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2023**

**Exhibit H-1**  
**Page 4 of 6**

| Data<br>Control<br>Codes |                                            | 284                  | 285                               | 286                                | 289                                       |
|--------------------------|--------------------------------------------|----------------------|-----------------------------------|------------------------------------|-------------------------------------------|
|                          |                                            | IDEA PART B -<br>ARP | IDEA Part B<br>Preschool -<br>ARP | Emergency<br>Impact Aid to<br>LEAs | Other Federal<br>Special<br>Revenue Funds |
|                          | <b>Assets</b>                              |                      |                                   |                                    |                                           |
| 1110                     | Cash and temporary investments             | \$ -                 | \$ -                              | \$ -                               | \$ -                                      |
|                          | Receivables:                               |                      |                                   |                                    |                                           |
| 1240                     | Receivables from other governments         | -                    | -                                 | -                                  | 19,285                                    |
| 1260                     | Due from other funds                       | -                    | -                                 | -                                  | -                                         |
| 1290                     | Other receivables                          | -                    | -                                 | -                                  | -                                         |
| <b>1000</b>              | <b>Total Assets</b>                        | <u>\$ -</u>          | <u>\$ -</u>                       | <u>\$ -</u>                        | <u>\$ 19,285</u>                          |
|                          | <b>Liabilities and Fund Balance</b>        |                      |                                   |                                    |                                           |
|                          | <b>Liabilities:</b>                        |                      |                                   |                                    |                                           |
|                          | <b>Current Liabilities:</b>                |                      |                                   |                                    |                                           |
| 2110                     | Accounts payable                           | \$ -                 | \$ -                              | \$ -                               | \$ -                                      |
| 2160                     | Accrued wages payable                      | -                    | -                                 | -                                  | -                                         |
| 2170                     | Due to other funds                         | -                    | -                                 | -                                  | 19,285                                    |
| <b>2000</b>              | <b>Total Liabilities</b>                   | <u>-</u>             | <u>-</u>                          | <u>-</u>                           | <u>19,285</u>                             |
|                          | <b>Fund Balance:</b>                       |                      |                                   |                                    |                                           |
|                          | <b>Restricted:</b>                         |                      |                                   |                                    |                                           |
| 3450                     | Grants                                     | -                    | -                                 | -                                  | -                                         |
|                          | <b>Committed:</b>                          |                      |                                   |                                    |                                           |
| 3530                     | Capital expenditures for equipment         | -                    | -                                 | -                                  | -                                         |
| 3545                     | Campus activity funds                      | -                    | -                                 | -                                  | -                                         |
| <b>3000</b>              | <b>Total Fund Balances</b>                 | <u>-</u>             | <u>-</u>                          | <u>-</u>                           | <u>-</u>                                  |
| <b>4000</b>              | <b>Total Liabilities and Fund Balances</b> | <u>\$ -</u>          | <u>\$ -</u>                       | <u>\$ -</u>                        | <u>\$ 19,285</u>                          |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**ALL NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2023**

**Exhibit H-1**  
**Page 5 of 6**

|                              |                                     | 385          | 410            | 429           | 461            |
|------------------------------|-------------------------------------|--------------|----------------|---------------|----------------|
| Data                         |                                     | State        |                |               |                |
| Control                      |                                     | Supplement - | State Textbook | State Funded  |                |
| Codes                        |                                     | Visually     | Fund           | Special       | Campus         |
|                              |                                     | Impaired     |                | Revenue Funds | Activity Funds |
| Assets                       |                                     |              |                |               |                |
| 1110                         | Cash and temporary investments      | \$ -         | \$ -           | \$ 61,792     | \$ 485,215     |
|                              | Receivables:                        |              |                |               |                |
| 1240                         | Receivables from other governments  | -            | 132,312        | 97,878        | -              |
| 1260                         | Due from other funds                | -            | -              | -             | 2,075          |
| 1290                         | Other receivables                   | -            | -              | -             | -              |
| 1000                         | Total Assets                        | \$ -         | \$ 132,312     | \$ 159,670    | \$ 487,290     |
| Liabilities and Fund Balance |                                     |              |                |               |                |
| Liabilities:                 |                                     |              |                |               |                |
| Current Liabilities:         |                                     |              |                |               |                |
| 2110                         | Accounts payable                    | \$ -         | \$ -           | \$ -          | \$ 66          |
| 2160                         | Accrued wages payable               | -            | -              | 80,596        | -              |
| 2170                         | Due to other funds                  | -            | 61,792         | 79,074        | -              |
| 2000                         | Total Liabilities                   | -            | 61,792         | 159,670       | 66             |
| Fund Balance:                |                                     |              |                |               |                |
| Restricted:                  |                                     |              |                |               |                |
| 3450                         | Grants                              | -            | 70,520         | -             | -              |
| Committed:                   |                                     |              |                |               |                |
| 3530                         | Capital expenditures for equipment  | -            | -              | -             | -              |
| 3545                         | Campus activity funds               | -            | -              | -             | 487,224        |
| 3000                         | Total Fund Balances                 | -            | 70,520         | -             | 487,224        |
| 4000                         | Total Liabilities and Fund Balances | \$ -         | \$ 132,312     | \$ 159,670    | \$ 487,290     |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**ALL NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2023**

**Exhibit H-1**

**Page 6 of 6**

| Data<br>Control<br>Codes |                                            | 462                     | 491               | 699                 | Total Nonmajor<br>Governmental<br>Funds |
|--------------------------|--------------------------------------------|-------------------------|-------------------|---------------------|-----------------------------------------|
|                          |                                            | Education<br>Foundation | Private Grants    | Capital<br>Projects |                                         |
|                          | <b>Assets</b>                              |                         |                   |                     |                                         |
| 1110                     | Cash and temporary investments             | \$ 38,545               | \$ 218,630        | \$ 634,802          | \$ 2,760,924                            |
|                          | Receivables:                               |                         |                   |                     |                                         |
| 1240                     | Receivables from other governments         | -                       | -                 | -                   | 798,449                                 |
| 1260                     | Due from other funds                       | -                       | -                 | -                   | 2,075                                   |
| 1290                     | Other receivables                          | -                       | 7,000             | -                   | 8,025                                   |
| <b>1000</b>              | <b>Total Assets</b>                        | <u>\$ 38,545</u>        | <u>\$ 225,630</u> | <u>\$ 634,802</u>   | <u>\$ 3,569,473</u>                     |
|                          | <b>Liabilities and Fund Balance</b>        |                         |                   |                     |                                         |
|                          | <b>Liabilities:</b>                        |                         |                   |                     |                                         |
|                          | <b>Current Liabilities:</b>                |                         |                   |                     |                                         |
| 2110                     | Accounts payable                           | \$ -                    | \$ 13,644         | \$ -                | \$ 39,776                               |
| 2160                     | Accrued wages payable                      | -                       | 4,486             | -                   | 471,444                                 |
| 2170                     | Due to other funds                         | -                       | 1,873             | -                   | 615,597                                 |
| <b>2000</b>              | <b>Total Liabilities</b>                   | <u>-</u>                | <u>20,003</u>     | <u>-</u>            | <u>1,126,817</u>                        |
|                          | <b>Fund Balance:</b>                       |                         |                   |                     |                                         |
|                          | <b>Restricted:</b>                         |                         |                   |                     |                                         |
| 3450                     | Grants                                     | -                       | 205,627           | -                   | 1,282,085                               |
|                          | <b>Committed:</b>                          |                         |                   |                     |                                         |
| 3530                     | Capital expenditures for equipment         | 38,545                  | -                 | 634,802             | 673,347                                 |
| 3545                     | Campus activity funds                      | -                       | -                 | -                   | 487,224                                 |
| <b>3000</b>              | <b>Total Fund Balances</b>                 | <u>38,545</u>           | <u>205,627</u>    | <u>634,802</u>      | <u>2,442,656</u>                        |
| <b>4000</b>              | <b>Total Liabilities and Fund Balances</b> | <u>\$ 38,545</u>        | <u>\$ 225,630</u> | <u>\$ 634,802</u>   | <u>\$ 3,569,473</u>                     |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - ALL NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2023**

**Exhibit H-2**

**Page 1 of 6**

|                                |                                          | 211                  | 224                   | 225                     | 240                     |
|--------------------------------|------------------------------------------|----------------------|-----------------------|-------------------------|-------------------------|
| Data Control Codes             |                                          | ESEA Title I, Part A | IDEA - Part B Formula | IDEA - Part B Preschool | Child Nutrition Program |
| Revenues                       |                                          |                      |                       |                         |                         |
| 5700                           | Local, intermediate, and out-of-state    | \$ -                 | \$ -                  | \$ -                    | \$ 725,881              |
| 5800                           | State program revenues                   | -                    | -                     | -                       | 38,448                  |
| 5900                           | Federal program revenues                 | 1,603,474            | 1,397,271             | 21,705                  | 3,681,276               |
| 5020                           | Total Revenues                           | 1,603,474            | 1,397,271             | 21,705                  | 4,445,605               |
| Expenditures                   |                                          |                      |                       |                         |                         |
| Current:                       |                                          |                      |                       |                         |                         |
| 0011                           | Instruction                              | 1,291,013            | 1,323,976             | 11,363                  | -                       |
| 0012                           | Instruction resources and media services | 738                  | -                     | -                       | -                       |
|                                | Curriculum and instructional             |                      |                       |                         |                         |
| 0013                           | staff development                        | 73,982               | -                     | -                       | -                       |
| 0021                           | Instructional leadership                 | -                    | 3,926                 | -                       | -                       |
| 0023                           | School leadership                        | 2,906                | -                     | -                       | -                       |
| 0031                           | Guidance, counseling and                 |                      |                       |                         |                         |
|                                | evaluation services                      | 81,198               | 58,181                | 10,342                  | -                       |
| 0033                           | Health services                          | -                    | -                     | -                       | -                       |
| 0034                           | Student transportation                   | -                    | 11,188                | -                       | -                       |
| 0035                           | Food service                             | -                    | -                     | -                       | 4,383,012               |
| 0036                           | Extracurricular activities               | -                    | -                     | -                       | -                       |
| 0041                           | General administration                   | 83,529               | -                     | -                       | -                       |
| 0051                           | Facilities maintenance and operations    | -                    | -                     | -                       | -                       |
| 0052                           | Security and monitoring services         | -                    | -                     | -                       | -                       |
| 0053                           | Data processing services                 | -                    | -                     | -                       | -                       |
| 0061                           | Community services                       | 70,108               | -                     | -                       | -                       |
| Debt service:                  |                                          |                      |                       |                         |                         |
| 0071                           | Principal on long-term debt              | -                    | -                     | -                       | -                       |
| 6030                           | Total Expenditures                       | 1,603,474            | 1,397,271             | 21,705                  | 4,383,012               |
| Other Financing Sources (Uses) |                                          |                      |                       |                         |                         |
| 7913                           | Proceeds from right-to-use lease assets  | -                    | -                     | -                       | -                       |
| 7915                           | Transfers in                             | -                    | -                     | -                       | -                       |
| 7949                           | Other resources - proceeds from SBITAs   | -                    | -                     | -                       | -                       |
| 8911                           | Transfers out                            | -                    | -                     | -                       | -                       |
| 7080                           | Total Other Financing Sources (Uses)     | -                    | -                     | -                       | -                       |
| 1200                           | Net change in fund balances              | -                    | -                     | -                       | 62,593                  |
| 0100                           | Fund Balance - July 1 (beginning)        | -                    | -                     | -                       | 943,345                 |
| 3000                           | Fund Balance - June 30 (ending)          | \$ -                 | \$ -                  | \$ -                    | \$ 1,005,938            |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - ALL NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2023**

**Exhibit H-2**

**Page 2 of 6**

|                                |                                          | 244                              | 255                                | 263                                   | 274       |
|--------------------------------|------------------------------------------|----------------------------------|------------------------------------|---------------------------------------|-----------|
| Data Control Codes             |                                          | Career and Technical Basic Grant | ESSA II, A Training and Recruiting | ESSA III, A English Lang. Acquisition | Gear Up   |
| Revenues                       |                                          |                                  |                                    |                                       |           |
| 5700                           | Local, intermediate, and out-of-state    | \$ -                             | \$ -                               | \$ -                                  | \$ -      |
| 5800                           | State program revenues                   | -                                | -                                  | -                                     | -         |
| 5900                           | Federal program revenues                 | 85,350                           | 356,714                            | 104,950                               | 1,036,792 |
| 5020                           | Total Revenues                           | 85,350                           | 356,714                            | 104,950                               | 1,036,792 |
| Expenditures                   |                                          |                                  |                                    |                                       |           |
| Current:                       |                                          |                                  |                                    |                                       |           |
| 0011                           | Instruction                              | 85,350                           | 80,028                             | 102,914                               | 897,336   |
| 0012                           | Instruction resources and media services | -                                | -                                  | -                                     | -         |
|                                | Curriculum and instructional             |                                  |                                    |                                       |           |
| 0013                           | staff development                        | -                                | 212,016                            | 2,036                                 | 139,456   |
| 0021                           | Instructional leadership                 | -                                | 64,670                             | -                                     | -         |
| 0023                           | School leadership                        | -                                | -                                  | -                                     | -         |
| 0031                           | Guidance, counseling and                 |                                  |                                    |                                       |           |
|                                | evaluation services                      | -                                | -                                  | -                                     | -         |
| 0033                           | Health services                          | -                                | -                                  | -                                     | -         |
| 0034                           | Student transportation                   | -                                | -                                  | -                                     | -         |
| 0035                           | Food service                             | -                                | -                                  | -                                     | -         |
| 0036                           | Extracurricular activities               | -                                | -                                  | -                                     | -         |
| 0041                           | General administration                   | -                                | -                                  | -                                     | -         |
| 0051                           | Facilities maintenance and operations    | -                                | -                                  | -                                     | -         |
| 0052                           | Security and monitoring services         | -                                | -                                  | -                                     | -         |
| 0053                           | Data processing services                 | -                                | -                                  | -                                     | -         |
| 0061                           | Community services                       | -                                | -                                  | -                                     | -         |
| Debt service:                  |                                          |                                  |                                    |                                       |           |
| 0071                           | Principal on long-term debt              | -                                | -                                  | -                                     | -         |
| 6030                           | Total Expenditures                       | 85,350                           | 356,714                            | 104,950                               | 1,036,792 |
| Other Financing Sources (Uses) |                                          |                                  |                                    |                                       |           |
| 7913                           | Proceeds from right-to-use lease assets  | -                                | -                                  | -                                     | -         |
| 7915                           | Transfers in                             | -                                | -                                  | -                                     | -         |
| 7949                           | Other resources - proceeds from SBITAs   | -                                | -                                  | -                                     | -         |
| 8911                           | Transfers out                            | -                                | -                                  | -                                     | -         |
| 7080                           | Total Other Financing Sources (Uses)     | -                                | -                                  | -                                     | -         |
| 1200                           | Net change in fund balances              | -                                | -                                  | -                                     | -         |
| 0100                           | Fund Balance - July 1 (beginning)        | -                                | -                                  | -                                     | -         |
| 3000                           | Fund Balance - June 30 (ending)          | \$ -                             | \$ -                               | \$ -                                  | \$ -      |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - ALL NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2023**

**Exhibit H-2**

**Page 3 of 6**

|                                |                                          | 279               | 280                           | 281               | 282              |
|--------------------------------|------------------------------------------|-------------------|-------------------------------|-------------------|------------------|
| Data Control Codes             |                                          | TCLAS - ESSER III | ARPA - Education for Homeless | CRRSAA - ESSER II | ARPA - ESSER III |
| Revenues                       |                                          |                   |                               |                   |                  |
| 5700                           | Local, intermediate, and out-of-state    | \$ -              | \$ -                          | \$ -              | \$ -             |
| 5800                           | State program revenues                   | -                 | -                             | -                 | -                |
| 5900                           | Federal program revenues                 | 273,211           | 20,407                        | 3,553,554         | 2,024,156        |
| 5020                           | Total Revenues                           | 273,211           | 20,407                        | 3,553,554         | 2,024,156        |
| Expenditures                   |                                          |                   |                               |                   |                  |
| Current:                       |                                          |                   |                               |                   |                  |
| 0011                           | Instruction                              | 310,227           | -                             | 2,536,106         | 1,466,490        |
| 0012                           | Instruction resources and media services | -                 | -                             | 44,722            | 22,318           |
|                                | Curriculum and instructional             |                   |                               |                   |                  |
| 0013                           | staff development                        | -                 | -                             | 25,400            | 21,241           |
| 0021                           | Instructional leadership                 | 110,711           | -                             | -                 | 3,043            |
| 0023                           | School leadership                        | -                 | -                             | 49,062            | 85,211           |
| 0031                           | Guidance, counseling and                 |                   |                               |                   |                  |
|                                | evaluation services                      | -                 | -                             | -                 | 124,353          |
| 0033                           | Health services                          | -                 | -                             | 8,131             | 57,015           |
| 0034                           | Student transportation                   | -                 | 20,407                        | 645,000           | 54,276           |
| 0035                           | Food service                             | -                 | -                             | -                 | 13,189           |
| 0036                           | Extracurricular activities               | -                 | -                             | 14,276            | 3,044            |
| 0041                           | General administration                   | -                 | -                             | 27,254            | 22,826           |
| 0051                           | Facilities maintenance and operations    | -                 | -                             | 203,603           | 83,696           |
| 0052                           | Security and monitoring services         | -                 | -                             | -                 | 38,038           |
| 0053                           | Data processing services                 | -                 | -                             | -                 | 28,909           |
| 0061                           | Community services                       | -                 | -                             | -                 | 507              |
| Debt service:                  |                                          |                   |                               |                   |                  |
| 0071                           | Principal on long-term debt              | 162,500           | -                             | -                 | -                |
| 6030                           | Total Expenditures                       | 583,438           | 20,407                        | 3,553,554         | 2,024,156        |
| Other Financing Sources (Uses) |                                          |                   |                               |                   |                  |
| 7913                           | Proceeds from right-to-use lease assets  | -                 | -                             | -                 | -                |
| 7915                           | Transfers in                             | -                 | -                             | -                 | -                |
| 7949                           | Other resources - proceeds from SBITAs   | 310,227           | -                             | -                 | -                |
| 8911                           | Transfers out                            | -                 | -                             | -                 | -                |
| 7080                           | Total Other Financing Sources (Uses)     | 310,227           | -                             | -                 | -                |
| 1200                           | Net change in fund balances              | -                 | -                             | -                 | -                |
| 0100                           | Fund Balance - July 1 (beginning)        | -                 | -                             | -                 | -                |
| 3000                           | Fund Balance - June 30 (ending)          | \$ -              | \$ -                          | \$ -              | \$ -             |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - ALL NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2023**

**Exhibit H-2**  
**Page 4 of 6**

| Data<br>Control<br>Codes |                                                | 284                  | 285                               | 286                                | 289                                       |
|--------------------------|------------------------------------------------|----------------------|-----------------------------------|------------------------------------|-------------------------------------------|
|                          |                                                | IDEA PART B -<br>ARP | IDEA Part B<br>Preschool -<br>ARP | Emergency<br>Impact Aid to<br>LEAs | Other Federal<br>Special<br>Revenue Funds |
|                          | <b>Revenues</b>                                |                      |                                   |                                    |                                           |
| 5700                     | Local, intermediate, and out-of-state          | \$ -                 | \$ -                              | \$ -                               | \$ -                                      |
| 5800                     | State program revenues                         | -                    | -                                 | -                                  | -                                         |
| 5900                     | Federal program revenues                       | 150,569              | 3,956                             | -                                  | 273,353                                   |
| <b>5020</b>              | <b>Total Revenues</b>                          | <u>150,569</u>       | <u>3,956</u>                      | <u>-</u>                           | <u>273,353</u>                            |
|                          | <b>Expenditures</b>                            |                      |                                   |                                    |                                           |
|                          | <b>Current:</b>                                |                      |                                   |                                    |                                           |
| 0011                     | Instruction                                    | 95,913               | 3,956                             | 430                                | 166,521                                   |
| 0012                     | Instruction resources and media services       | -                    | -                                 | -                                  | -                                         |
| 0013                     | Curriculum and instructional staff development | -                    | -                                 | -                                  | 15,768                                    |
| 0021                     | Instructional leadership                       | -                    | -                                 | -                                  | -                                         |
| 0023                     | School leadership                              | -                    | -                                 | -                                  | -                                         |
| 0031                     | Guidance, counseling and evaluation services   | 36,650               | -                                 | -                                  | 9,195                                     |
| 0033                     | Health services                                | -                    | -                                 | -                                  | 79,105                                    |
| 0034                     | Student transportation                         | 18,006               | -                                 | -                                  | 456                                       |
| 0035                     | Food service                                   | -                    | -                                 | -                                  | -                                         |
| 0036                     | Extracurricular activities                     | -                    | -                                 | -                                  | -                                         |
| 0041                     | General administration                         | -                    | -                                 | -                                  | -                                         |
| 0051                     | Facilities maintenance and operations          | -                    | -                                 | -                                  | 2,308                                     |
| 0052                     | Security and monitoring services               | -                    | -                                 | -                                  | -                                         |
| 0053                     | Data processing services                       | -                    | -                                 | -                                  | -                                         |
| 0061                     | Community services                             | -                    | -                                 | -                                  | -                                         |
|                          | <b>Debt service:</b>                           |                      |                                   |                                    |                                           |
| 0071                     | Principal on long-term debt                    | -                    | -                                 | -                                  | -                                         |
| <b>6030</b>              | <b>Total Expenditures</b>                      | <u>150,569</u>       | <u>3,956</u>                      | <u>430</u>                         | <u>273,353</u>                            |
|                          | <b>Other Financing Sources (Uses)</b>          |                      |                                   |                                    |                                           |
| 7913                     | Proceeds from right-to-use lease assets        | -                    | -                                 | -                                  | -                                         |
| 7915                     | Transfers in                                   | -                    | -                                 | -                                  | -                                         |
| 7949                     | Other resources - proceeds from SBITAs         | -                    | -                                 | -                                  | -                                         |
| 8911                     | Transfers out                                  | -                    | -                                 | -                                  | -                                         |
| <b>7080</b>              | <b>Total Other Financing Sources (Uses)</b>    | <u>-</u>             | <u>-</u>                          | <u>-</u>                           | <u>-</u>                                  |
| 1200                     | Net change in fund balances                    | -                    | -                                 | (430)                              | -                                         |
| <b>0100</b>              | <b>Fund Balance - July 1 (beginning)</b>       | <u>-</u>             | <u>-</u>                          | <u>430</u>                         | <u>-</u>                                  |
| <b>3000</b>              | <b>Fund Balance - June 30 (ending)</b>         | <u>\$ -</u>          | <u>\$ -</u>                       | <u>\$ -</u>                        | <u>\$ -</u>                               |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - ALL NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2023**

**Exhibit H-2**

**Page 5 of 6**

| <b>Data Control Codes</b>             |                                             | <b>385<br/>State<br/>Supplement -<br/>Visually<br/>Impaired</b> | <b>410<br/>State Textbook<br/>Fund</b> | <b>429<br/>State Funded<br/>Special<br/>Revenue Funds</b> | <b>461<br/>Campus<br/>Activity Funds</b> |
|---------------------------------------|---------------------------------------------|-----------------------------------------------------------------|----------------------------------------|-----------------------------------------------------------|------------------------------------------|
| <b>Revenues</b>                       |                                             |                                                                 |                                        |                                                           |                                          |
| 5700                                  | Local, intermediate, and out-of-state       | \$ -                                                            | \$ -                                   | \$ -                                                      | \$ 628,501                               |
| 5800                                  | State program revenues                      | -                                                               | 276,832                                | 741,576                                                   | -                                        |
| 5900                                  | Federal program revenues                    | -                                                               | -                                      | -                                                         | 10,355                                   |
| <b>5020</b>                           | <b>Total Revenues</b>                       | <b>-</b>                                                        | <b>276,832</b>                         | <b>741,576</b>                                            | <b>638,856</b>                           |
| <b>Expenditures</b>                   |                                             |                                                                 |                                        |                                                           |                                          |
| <b>Current:</b>                       |                                             |                                                                 |                                        |                                                           |                                          |
| 0011                                  | Instruction                                 | 20                                                              | 316,545                                | 741,574                                                   | 154,122                                  |
| 0012                                  | Instruction resources and media services    | -                                                               | -                                      | -                                                         | 11,985                                   |
|                                       | Curriculum and instructional                |                                                                 |                                        |                                                           |                                          |
| 0013                                  | staff development                           | -                                                               | -                                      | -                                                         | -                                        |
| 0021                                  | Instructional leadership                    | -                                                               | -                                      | -                                                         | -                                        |
| 0023                                  | School leadership                           | -                                                               | -                                      | -                                                         | -                                        |
| 0031                                  | Guidance, counseling and                    |                                                                 |                                        |                                                           |                                          |
|                                       | evaluation services                         | -                                                               | -                                      | -                                                         | -                                        |
| 0033                                  | Health services                             | -                                                               | -                                      | -                                                         | -                                        |
| 0034                                  | Student transportation                      | -                                                               | -                                      | -                                                         | -                                        |
| 0035                                  | Food service                                | -                                                               | -                                      | -                                                         | -                                        |
| 0036                                  | Extracurricular activities                  | -                                                               | -                                      | -                                                         | 418,624                                  |
| 0041                                  | General administration                      | -                                                               | -                                      | -                                                         | 29,217                                   |
| 0051                                  | Facilities maintenance and operations       | -                                                               | -                                      | -                                                         | 2,911                                    |
| 0052                                  | Security and monitoring services            | -                                                               | -                                      | -                                                         | 1,905                                    |
| 0053                                  | Data processing services                    | -                                                               | -                                      | -                                                         | -                                        |
| 0061                                  | Community services                          | -                                                               | -                                      | -                                                         | -                                        |
| <b>Debt service:</b>                  |                                             |                                                                 |                                        |                                                           |                                          |
| 0071                                  | Principal on long-term debt                 | -                                                               | 74,000                                 | -                                                         | -                                        |
| <b>6030</b>                           | <b>Total Expenditures</b>                   | <b>20</b>                                                       | <b>390,545</b>                         | <b>741,574</b>                                            | <b>618,764</b>                           |
| <b>Other Financing Sources (Uses)</b> |                                             |                                                                 |                                        |                                                           |                                          |
| 7913                                  | Proceeds from right-to-use lease assets     | -                                                               | -                                      | -                                                         | -                                        |
| 7915                                  | Transfers in                                | -                                                               | -                                      | -                                                         | -                                        |
| 7949                                  | Other resources - proceeds from SBITAs      | -                                                               | 184,231                                | -                                                         | -                                        |
| 8911                                  | Transfers out                               | -                                                               | -                                      | (24,212)                                                  | -                                        |
| <b>7080</b>                           | <b>Total Other Financing Sources (Uses)</b> | <b>-</b>                                                        | <b>184,231</b>                         | <b>(24,212)</b>                                           | <b>-</b>                                 |
| 1200                                  | Net change in fund balances                 | (20)                                                            | 70,518                                 | (24,210)                                                  | 20,092                                   |
| <b>0100</b>                           | <b>Fund Balance - July 1 (beginning)</b>    | <b>20</b>                                                       | <b>2</b>                               | <b>24,210</b>                                             | <b>467,132</b>                           |
| <b>3000</b>                           | <b>Fund Balance - June 30 (ending)</b>      | <b>\$ -</b>                                                     | <b>\$ 70,520</b>                       | <b>\$ -</b>                                               | <b>\$ 487,224</b>                        |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - ALL NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2023**

**Exhibit H-2**

**Page 6 of 6**

|                                |                                          | 462                  | 491            | 699              |                      |
|--------------------------------|------------------------------------------|----------------------|----------------|------------------|----------------------|
| Data Control Codes             |                                          | Education Foundation | Private Grants | Capital Projects | Total Nonmajor Funds |
| Revenues                       |                                          |                      |                |                  |                      |
| 5700                           | Local, intermediate, and out-of-state    | \$ 106,757           | \$ 615,250     | \$ 66,787        | \$ 2,143,176         |
| 5800                           | State program revenues                   | -                    | -              | -                | 1,056,856            |
| 5900                           | Federal program revenues                 | -                    | -              | -                | 14,597,093           |
| 5020                           | Total Revenues                           | 106,757              | 615,250        | 66,787           | 17,797,125           |
| Expenditures                   |                                          |                      |                |                  |                      |
| Current:                       |                                          |                      |                |                  |                      |
| 0011                           | Instruction                              | 75,274               | 349,595        | 20,164           | 10,028,917           |
| 0012                           | Instruction resources and media services | 20,007               | -              | -                | 99,770               |
|                                | Curriculum and instructional             |                      |                |                  |                      |
| 0013                           | staff development                        | -                    | 47,481         | -                | 537,380              |
| 0021                           | Instructional leadership                 | -                    | 1,536          | -                | 183,886              |
| 0023                           | School leadership                        | -                    | -              | -                | 137,179              |
| 0031                           | Guidance, counseling and                 |                      |                |                  |                      |
|                                | evaluation services                      | -                    | 4,999          | -                | 324,918              |
| 0033                           | Health services                          | -                    | 2,501          | -                | 146,752              |
| 0034                           | Student transportation                   | -                    | 190,000        | 68,448           | 1,007,781            |
| 0035                           | Food service                             | -                    | -              | -                | 4,396,201            |
| 0036                           | Extracurricular activities               | 701                  | 13,474         | -                | 450,119              |
| 0041                           | General administration                   | -                    | -              | -                | 162,826              |
| 0051                           | Facilities maintenance and operations    | 49,708               | -              | 374,896          | 717,122              |
| 0052                           | Security and monitoring services         | -                    | -              | -                | 39,943               |
| 0053                           | Data processing services                 | -                    | -              | -                | 28,909               |
| 0061                           | Community services                       | -                    | 15,446         | -                | 86,061               |
| Debt service:                  |                                          |                      |                |                  |                      |
| 0071                           | Principal on long-term debt              | -                    | -              | -                | 236,500              |
| 6030                           | Total Expenditures                       | 145,690              | 625,032        | 463,508          | 18,584,264           |
| Other Financing Sources (Uses) |                                          |                      |                |                  |                      |
| 7913                           | Proceeds from right-to-use lease assets  | -                    | -              | -                | -                    |
| 7915                           | Transfers in                             | -                    | 4,125          | -                | 4,125                |
| 7949                           | Other resources - proceeds from SBITAs   | -                    | -              | -                | 494,458              |
| 8911                           | Transfers out                            | -                    | -              | -                | (24,212)             |
| 7080                           | Total Other Financing Sources (Uses)     | -                    | 4,125          | -                | 474,371              |
| 1200                           | Net change in fund balances              | (38,933)             | (5,657)        | (396,721)        | (312,768)            |
| 0100                           | Fund Balance - July 1 (beginning)        | 77,478               | 211,284        | 1,031,523        | 2,755,424            |
| 3000                           | Fund Balance - June 30 (ending)          | \$ 38,545            | \$ 205,627     | \$ 634,802       | \$ 2,442,656         |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**BUDGETARY COMPARISON SCHEDULE**  
**DEBT SERVICE FUND**  
**For the Year Ended June 30, 2023**

**Exhibit H-3**

|                                          | <u>Budget</u>        |                      |                                       |
|------------------------------------------|----------------------|----------------------|---------------------------------------|
|                                          | <u>Original</u>      | <u>Final</u>         | <u>Variance with<br/>Final Budget</u> |
| <b>Revenues</b>                          |                      |                      |                                       |
| Local, intermediate, and out-of-state    | \$ 17,008,689        | \$ 17,008,689        | \$ 17,770,151                         |
| State program revenues                   | -                    | 648,368              | 529,175                               |
| Federal program revenues                 | 375,000              | 375,000              | 353,235                               |
| <b>Total Revenues</b>                    | <u>17,383,689</u>    | <u>18,032,057</u>    | <u>18,652,561</u>                     |
| <b>Expenditures</b>                      |                      |                      |                                       |
| <b>Current:</b>                          |                      |                      |                                       |
| <b>Debt Service:</b>                     |                      |                      |                                       |
| Principal and interest on long-term debt | 9,491,665            | 9,991,665            | 9,991,665                             |
| Interest on long-term debt               | 6,844,076            | 6,844,076            | 6,800,325                             |
| Bond issuance costs and fees             | 100,000              | 100,000              | 25,939                                |
| <b>Total Expenditures</b>                | <u>16,435,741</u>    | <u>16,935,741</u>    | <u>16,817,929</u>                     |
| Net change in fund balance               | 947,948              | 1,096,316            | 1,834,632                             |
| <b>Fund Balance - Beginning</b>          | <u>14,217,690</u>    | <u>14,217,690</u>    | <u>14,217,690</u>                     |
| <b>Fund Balance - Ending</b>             | <u>\$ 15,165,638</u> | <u>\$ 15,314,006</u> | <u>\$ 16,052,322</u>                  |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**BUDGETARY COMPARISON SCHEDULE**  
**CHILD NUTRITION FUND**  
**For the Year Ended June 30, 2023**

**Exhibit H-4**

|                                       | <b>Budget</b>     |                     |                     |                                       |
|---------------------------------------|-------------------|---------------------|---------------------|---------------------------------------|
|                                       | <b>Original</b>   | <b>Final</b>        | <b>Actual</b>       | <b>Variance with<br/>Final Budget</b> |
| <b>Revenues</b>                       |                   |                     |                     |                                       |
| Local, intermediate, and out-of-state | \$ 230,000        | \$ 670,836          | \$ 725,881          | \$ 55,045                             |
| State program revenues                | 150,000           | 17,446              | 38,448              | 21,002                                |
| Federal program revenues              | 4,132,878         | 4,071,729           | 3,681,276           | (390,453)                             |
| <b>Total Revenues</b>                 | <u>4,512,878</u>  | <u>4,760,011</u>    | <u>4,445,605</u>    | <u>(314,406)</u>                      |
| <b>Expenditures</b>                   |                   |                     |                     |                                       |
| <b>Current:</b>                       |                   |                     |                     |                                       |
| Food services                         | <u>4,512,878</u>  | <u>4,455,803</u>    | <u>4,383,012</u>    | <u>72,791</u>                         |
| <b>Total Expenditures</b>             | <u>4,512,878</u>  | <u>4,455,803</u>    | <u>4,383,012</u>    | <u>72,791</u>                         |
| Net change in fund balance            | -                 | 304,208             | 62,593              | (241,615)                             |
| <b>Fund Balance - Beginning</b>       | <u>943,345</u>    | <u>943,345</u>      | <u>943,345</u>      | <u>-</u>                              |
| <b>Fund Balance - Ending</b>          | <u>\$ 943,345</u> | <u>\$ 1,247,553</u> | <u>\$ 1,005,938</u> | <u>\$ (241,615)</u>                   |



## **TEA REQUIRED INFORMATION**

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**SCHEDULE OF DELINQUENT TAXES RECEIVABLE**  
**For the Year Ended June 30, 2023**

*Exhibit J-1*  
*Page 1 of 2*

|                    | 1           | 2            | 3                      | 10                         |
|--------------------|-------------|--------------|------------------------|----------------------------|
|                    | Tax Rates   |              | Net Assessed/Appraised | Beginning                  |
| Last Ten           | Maintenance | Debt Service | Value For School       | Balance                    |
| Fiscal Years       |             |              | Tax Purposes           | 7/1/2022                   |
| 2014 and prior     | Various     | Various      | Various                | \$ 137,512                 |
| 2015               | \$ 1.0400   | 0.4850       | \$ 2,520,678,820       | 60,384                     |
| 2016               | 1.0400      | 0.4850       | 2,668,596,525          | 50,311                     |
| 2017               | 1.0400      | 0.4850       | 2,739,485,049          | 57,487                     |
| 2018               | 1.0400      | 0.4760       | 2,921,217,876          | 61,909                     |
| 2019               | 1.0400      | 0.4760       | 3,160,748,747          | 98,749                     |
| 2020               | 0.9700      | 0.3360       | 3,519,104,433          | 165,931                    |
| 2021               | 0.9473      | 0.3360       | 3,812,374,641          | 301,739                    |
| 2022               | 0.9024      | 0.3360       | 4,136,122,808          | 976,121                    |
| 2023               | 0.8546      | 0.3360       | 5,185,061,398          | -                          |
| <b>1000 Totals</b> |             |              |                        | <u><u>\$ 1,910,143</u></u> |

**8000** Taxes refunded under Section 26.115(c), Tax Code, for tax refunds issued for immediate homestead exemptions pursuant to Senate Bill (SB) 8, 87-2

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**SCHEDULE OF DELINQUENT TAXES RECEIVABLE**  
**For the Year Ended June 30, 2023**

**Exhibit J-1**  
**Page 2 of 2**

|                                               | 20                                       | 31                                           | 32                                            | 40                                       | 50                                      |
|-----------------------------------------------|------------------------------------------|----------------------------------------------|-----------------------------------------------|------------------------------------------|-----------------------------------------|
| <b>Last Ten<br/>Fiscal Years</b>              | <b>Current<br/>Year's<br/>Total Levy</b> | <b>Maintenance<br/>Total<br/>Collections</b> | <b>Debt Service<br/>Total<br/>Collections</b> | <b>Entire<br/>Year's<br/>Adjustments</b> | <b>Ending<br/>Balance<br/>6/30/2023</b> |
| 2014 and prior                                | \$ -                                     | \$ 3,287                                     | \$ 1,333                                      | \$ (1,870)                               | \$ 131,022                              |
| 2015                                          | -                                        | 641                                          | 299                                           | (1)                                      | 59,443                                  |
| 2016                                          | -                                        | 568                                          | 265                                           | (1)                                      | 49,477                                  |
| 2017                                          | -                                        | 3,210                                        | 1,469                                         | (1)                                      | 52,807                                  |
| 2018                                          | -                                        | 1,392                                        | 637                                           | 63                                       | 59,943                                  |
| 2019                                          | -                                        | 17,173                                       | 5,548                                         | 2,931                                    | 78,959                                  |
| 2020                                          | -                                        | 29,282                                       | 10,143                                        | 783                                      | 127,289                                 |
| 2021                                          | -                                        | 36,244                                       | 12,856                                        | (48,408)                                 | 204,231                                 |
| 2022                                          | -                                        | 220,643                                      | 82,154                                        | (367,553)                                | 305,771                                 |
| 2023                                          | <u>61,733,341</u>                        | <u>43,537,554</u>                            | <u>17,098,513</u>                             | <u>-</u>                                 | <u>1,097,274</u>                        |
| <b>1000 Totals</b>                            | <u><u>\$ 61,733,341</u></u>              | <u><u>\$ 43,849,994</u></u>                  | <u><u>\$ 17,213,217</u></u>                   | <u><u>\$ (414,057)</u></u>               | <u><u>\$ 2,166,216</u></u>              |
| <b>Total taxes receivable per Exhibit C-1</b> |                                          |                                              |                                               |                                          | <u><u>\$ 2,166,216</u></u>              |
|                                               |                                          | <u><u>\$ 11,913</u></u>                      | <u><u>\$ 4,684</u></u>                        |                                          |                                         |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT***Exhibit J-4***COMPENSATORY EDUCATION PROGRAM AND BILINGUAL EDUCATION PROGRAM COMPLIANCE RESPONSES***For the Year Ended June 30, 2023*

| <b>Data Codes</b>                              | <b>Section A: Compensatory Education Programs</b>                                                                                             | <b>Responses</b> |
|------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------|------------------|
| 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.                    | \$ 7,212,513     |
| AP4                                            | List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year. (PICs 24, 26, 28, 29, 30) | \$ 2,352,874     |
| <b>Section B: Bilingual Education Programs</b> |                                                                                                                                               |                  |
| 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.                                  | \$ 366,388       |
| AP8                                            | List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year. (PIC 25)                           | \$ 210,715       |

## **STATISTICAL SECTION**



This part of the Cedar Hill Independent School District’s Annual Comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government’s overall financial health.

|                                                                                                                                                                                                                                | <u>Page</u> |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|
| <b>Financial Trends</b>                                                                                                                                                                                                        | 90          |
| These schedules contain trend information to help the reader understand how the government’s financial performance and well-being have changed over time.                                                                      |             |
| <b>Revenue Capacity</b>                                                                                                                                                                                                        | 100         |
| These schedules contain information to help the reader assess the government’s most significant local revenue source, the property tax.                                                                                        |             |
| <b>Debt Capacity</b>                                                                                                                                                                                                           | 106         |
| These schedules present information to help the reader assess the affordability of the government’s ability to issue additional debt in the future.                                                                            |             |
| <b>Demographic and Economic Information</b>                                                                                                                                                                                    | 112         |
| These schedules offer demographic and economic indicators to help the reader understand the environment within which the government’s financial activities take place.                                                         |             |
| <b>Operating Information</b>                                                                                                                                                                                                   | 118         |
| These schedules contain service and infrastructure data to help the reader understand how the information in the government’s financial report relates to the services the government provides and the activities it performs. |             |

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

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**NET POSITION BY COMPONENT**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**Last Ten Fiscal Years**  
**(Unaudited)**

**Table 1**  
**Page 1 of 2**

|                                                    | <u>2014</u>                   | <u>2015</u>                   | <u>2016</u>                   | <u>2017</u>                   | <u>2018</u>                   |
|----------------------------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| <b>Governmental Activities</b>                     |                               |                               |                               |                               |                               |
| Net investment in capital assets                   | \$ (33,984,982)               | \$ (36,393,498)               | \$ (38,023,006)               | \$ (52,035,090)               | \$ (48,026,633)               |
| Restricted                                         | 8,771,381                     | 8,412,093                     | 12,799,696                    | 14,850,971                    | 15,900,507                    |
| Unrestricted                                       | <u>(8,631,755)</u>            | <u>(11,618,936)</u>           | <u>(9,653,930)</u>            | <u>4,765,414</u>              | <u>(28,398,008)</u>           |
| <b>Total Governmental Activities Net Position</b>  | <u><u>(33,845,356)</u></u>    | <u><u>(39,600,341)</u></u>    | <u><u>(34,877,240)</u></u>    | <u><u>(32,418,705)</u></u>    | <u><u>(60,524,134)</u></u>    |
| <b>Business-type Activities</b>                    |                               |                               |                               |                               |                               |
| Unrestricted                                       | <u>61,382</u>                 | <u>136,372</u>                | <u>162,044</u>                | <u>162,135</u>                | <u>-</u>                      |
| <b>Total Business-type Activities Net Position</b> | <u><u>61,382</u></u>          | <u><u>136,372</u></u>         | <u><u>162,044</u></u>         | <u><u>162,135</u></u>         | <u><u>-</u></u>               |
| <b>Primary Government</b>                          |                               |                               |                               |                               |                               |
| Net investment in capital assets                   | (33,984,982)                  | (36,393,498)                  | (38,023,006)                  | (52,035,090)                  | (48,026,633)                  |
| Restricted                                         | 8,771,381                     | 8,412,093                     | 12,799,696                    | 14,850,971                    | 15,900,507                    |
| Unrestricted                                       | <u>(8,570,373)</u>            | <u>(11,482,564)</u>           | <u>(9,491,886)</u>            | <u>4,927,549</u>              | <u>(28,398,008)</u>           |
| <b>Total Primary Government Net Position</b>       | <u><u>\$ (33,783,974)</u></u> | <u><u>\$ (39,463,969)</u></u> | <u><u>\$ (34,715,196)</u></u> | <u><u>\$ (32,256,570)</u></u> | <u><u>\$ (60,524,134)</u></u> |

Source of Information: Cedar Hill Independent School District's Financial Statements.

During fiscal year 2015, the District adopted GASB Statements No. 68 and 71.

During fiscal year 2018, the District adopted GASB Statement No. 75.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**NET POSITION BY COMPONENT**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**Last Ten Fiscal Years**  
**(Unaudited)**

**Table 1**  
**Page 2 of 2**

|                                                    | <u>2019</u>                   | <u>2020</u>                   | <u>2021</u>                   | <u>2022</u>                   | <u>2023</u>                   |
|----------------------------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| <b>Governmental Activities</b>                     |                               |                               |                               |                               |                               |
| Net investment in capital assets                   | \$ (36,970,939)               | \$ (29,171,784)               | \$ (24,367,302)               | \$ (19,882,498)               | \$ (10,498,248)               |
| Restricted                                         | 7,705,264                     | 5,010,791                     | 6,923,835                     | 12,774,481                    | 15,767,938                    |
| Unrestricted                                       | <u>(31,967,128)</u>           | <u>(32,990,886)</u>           | <u>(31,626,575)</u>           | <u>(26,234,816)</u>           | <u>(24,722,428)</u>           |
| <b>Total Governmental Activities Net Position</b>  | <u><u>(61,232,803)</u></u>    | <u><u>(57,151,879)</u></u>    | <u><u>(49,070,042)</u></u>    | <u><u>(33,342,833)</u></u>    | <u><u>(19,452,738)</u></u>    |
| <b>Business-type Activities</b>                    |                               |                               |                               |                               |                               |
| Unrestricted                                       | <u>-</u>                      | <u>-</u>                      | <u>-</u>                      | <u>-</u>                      | <u>-</u>                      |
| <b>Total Business-type Activities Net Position</b> | <u><u>-</u></u>               | <u><u>-</u></u>               | <u><u>-</u></u>               | <u><u>-</u></u>               | <u><u>-</u></u>               |
| <b>Primary Government</b>                          |                               |                               |                               |                               |                               |
| Net investment in capital assets                   | (36,970,939)                  | (29,171,784)                  | (24,367,302)                  | (19,882,498)                  | (10,498,248)                  |
| Restricted                                         | 7,705,264                     | 5,010,791                     | 6,923,835                     | 12,774,481                    | 15,767,938                    |
| Unrestricted                                       | <u>(31,967,128)</u>           | <u>(32,990,886)</u>           | <u>(31,626,575)</u>           | <u>(26,234,816)</u>           | <u>(24,722,428)</u>           |
| <b>Total Primary Government Net Position</b>       | <u><u>\$ (61,232,803)</u></u> | <u><u>\$ (57,151,879)</u></u> | <u><u>\$ (49,070,042)</u></u> | <u><u>\$ (33,342,833)</u></u> | <u><u>\$ (19,452,738)</u></u> |

Source of Information: Cedar Hill Independent School District's Financial Statements.

During fiscal year 2015, the District adopted GASB Statements No. 68 and 71.

During fiscal year 2018, the District adopted GASB Statement No. 75.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**CHANGES IN NET POSITION**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**Last Ten Fiscal Years**  
**(Unaudited)**

**Table 2**  
**Page 1 of 4**

|                                                  | 2014                   | 2015                   | 2016                   | 2017                   | 2018                   |
|--------------------------------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| <b>Expenses</b>                                  |                        |                        |                        |                        |                        |
| <b>Governmental Activities:</b>                  |                        |                        |                        |                        |                        |
| Instruction                                      | \$ 37,081,334          | \$ 36,803,975          | \$ 41,636,236          | \$ 43,054,300          | \$ 31,884,886          |
| Instructional resources and media services       | 799,833                | 767,117                | 834,618                | 767,934                | 549,639                |
| Curriculum and staff development                 | 1,068,365              | 765,241                | 1,261,786              | 1,782,552              | 1,816,027              |
| Instructional leadership                         | 552,335                | 498,291                | 558,023                | 578,425                | 377,325                |
| School leadership                                | 3,870,189              | 3,952,875              | 4,203,351              | 4,791,020              | 3,174,797              |
| Guidance, counseling, and evaluation services    | 2,492,099              | 2,207,683              | 2,498,447              | 2,075,553              | 1,545,782              |
| Social work services                             | 36,692                 | -                      | -                      | -                      | -                      |
| Health services                                  | 666,630                | 673,346                | 702,687                | 809,465                | 498,182                |
| Student transportation                           | 1,536,129              | 1,491,620              | 2,220,056              | 2,053,090              | 1,910,638              |
| Food service                                     | 4,605,355              | 4,808,624              | 5,120,616              | 4,151,213              | 4,177,556              |
| Extracurricular activities                       | 2,148,575              | 2,570,963              | 2,728,704              | 2,269,995              | 1,707,801              |
| General administration                           | 2,497,810              | 2,484,386              | 2,650,011              | 2,709,502              | 2,145,660              |
| Plant, maintenance and operations                | 7,684,861              | 7,043,740              | 8,404,352              | 8,797,178              | 7,139,840              |
| Security and monitoring services                 | 1,191,225              | 1,204,816              | 1,081,771              | 1,336,054              | 1,015,496              |
| Data processing services                         | 1,084,901              | 1,177,453              | 1,353,238              | 1,438,751              | 1,117,000              |
| Community services                               | 203,521                | 144,639                | 195,530                | 222,725                | 133,196                |
| Interest expense                                 | 6,929,489              | 7,074,203              | 6,919,094              | 6,135,729              | 5,322,863              |
| Debt issuance costs and fees                     | 2,603                  | 259,590                | 4,189                  | 247,632                | 19,318                 |
| Facilities acquisition and construction          | -                      | -                      | -                      | -                      | -                      |
| Payments related to shared services arrangements | 59,538                 | 69,461                 | 69,461                 | 95,557                 | 111,730                |
| Payments to JJAEP                                | 39,672                 | 27,396                 | 19,070                 | 7,218                  | 8,358                  |
| Payments to tax increment fund                   | 84,612                 | 86,666                 | 142,822                | 309,878                | 448,631                |
| Other intergovernmental charges                  | 146,344                | 153,190                | 160,663                | 162,564                | 190,759                |
| <b>Total Governmental Activities</b>             | <b>74,782,112</b>      | <b>74,265,275</b>      | <b>82,764,725</b>      | <b>83,796,335</b>      | <b>65,295,484</b>      |
| <b>Business-Type Activity</b>                    |                        |                        |                        |                        |                        |
| Extended day                                     | 295,113                | 297,086                | 468,252                | -                      | -                      |
| <b>Total Business-Type Activity</b>              | <b>295,113</b>         | <b>297,086</b>         | <b>468,252</b>         | <b>-</b>               | <b>-</b>               |
| <b>Total Expenses</b>                            | <b>\$ 75,077,225</b>   | <b>\$ 74,562,361</b>   | <b>\$ 83,232,977</b>   | <b>\$ 83,796,335</b>   | <b>\$ 65,295,484</b>   |
| <b>Program Revenues</b>                          |                        |                        |                        |                        |                        |
| <b>Governmental Activities:</b>                  |                        |                        |                        |                        |                        |
| Charges for services                             | \$ 53,551              | \$ 48,563              | \$ 61,740              | \$ 98,515              | \$ 235,532             |
| Food service                                     | 756,439                | 740,148                | 819,038                | 780,128                | 819,477                |
| Cocurricular/extracurricular activities          | 223,588                | 259,866                | 221,578                | 177,000                | 155,517                |
| Operating grants and contributions               | 9,343,860              | 9,179,761              | 12,379,033             | 10,638,794             | (660,489)              |
| <b>Total Governmental Activities</b>             | <b>10,377,438</b>      | <b>10,228,338</b>      | <b>13,481,389</b>      | <b>11,694,437</b>      | <b>550,037</b>         |
| <b>Business-Type Activity:</b>                   |                        |                        |                        |                        |                        |
| Charges for services:                            |                        |                        |                        |                        |                        |
| Extended day                                     | 311,985                | 372,076                | 493,924                | 91                     | -                      |
| Operating grants and contributions               | -                      | -                      | -                      | -                      | -                      |
| <b>Total Business-Type Activity</b>              | <b>311,985</b>         | <b>372,076</b>         | <b>493,924</b>         | <b>91</b>              | <b>-</b>               |
| <b>Total Program Revenues</b>                    | <b>\$ 10,689,423</b>   | <b>\$ 10,600,414</b>   | <b>\$ 13,975,313</b>   | <b>\$ 11,694,528</b>   | <b>\$ 550,037</b>      |
| <b>Net (Expense)/Revenue</b>                     |                        |                        |                        |                        |                        |
| Governmental activities                          | \$ (64,404,674)        | \$ (64,036,937)        | \$ (69,283,336)        | \$ (72,101,898)        | \$ (64,745,447)        |
| Business-type activity                           | 16,872                 | 74,990                 | 25,672                 | 91                     | -                      |
| <b>Total Net (Expense)/Revenue</b>               | <b>\$ (64,387,802)</b> | <b>\$ (63,961,947)</b> | <b>\$ (69,257,664)</b> | <b>\$ (72,101,807)</b> | <b>\$ (64,745,447)</b> |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**CHANGES IN NET POSITION**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**Last Ten Fiscal Years**  
**(Unaudited)**

**Table 2**  
**Page 2 of 4**

|                                                  | 2019                   | 2020                   | 2021                   | 2022                   | 2023                   |
|--------------------------------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| <b>Expenses</b>                                  |                        |                        |                        |                        |                        |
| <b>Governmental Activities:</b>                  |                        |                        |                        |                        |                        |
| Instruction                                      | \$ 46,900,087          | \$ 48,955,223          | \$ 46,472,446          | \$ 40,926,836          | \$ 40,777,973          |
| Instructional resources and media services       | 831,100                | 837,213                | 690,396                | 574,255                | 662,940                |
| Curriculum and staff development                 | 2,377,194              | 2,145,327              | 1,592,689              | 1,709,112              | 1,779,942              |
| Instructional leadership                         | 1,032,637              | 1,055,632              | 1,051,431              | 1,070,679              | 1,169,320              |
| School leadership                                | 5,639,019              | 5,293,182              | 4,706,698              | 4,394,481              | 4,720,667              |
| Guidance, counseling, and evaluation services    | 2,976,032              | 2,854,490              | 2,707,359              | 2,884,909              | 3,208,652              |
| Social work services                             | -                      | -                      | -                      | -                      | 28,493                 |
| Health services                                  | 913,912                | 867,364                | 822,909                | 717,680                | 994,262                |
| Student transportation                           | 3,488,224              | 2,955,530              | 2,978,384              | 3,891,931              | 4,634,526              |
| Food service                                     | 4,413,960              | 3,896,374              | 3,233,878              | 4,513,702              | 4,256,524              |
| Extracurricular activities                       | 2,307,354              | 2,264,374              | 2,235,968              | 2,642,091              | 2,638,975              |
| General administration                           | 3,511,481              | 3,875,764              | 3,676,480              | 3,666,285              | 3,726,107              |
| Plant, maintenance and operations                | 9,536,504              | 8,279,415              | 9,020,635              | 9,616,350              | 9,518,902              |
| Security and monitoring services                 | 1,770,551              | 1,848,900              | 1,603,724              | 1,637,045              | 1,803,010              |
| Data processing services                         | 1,534,014              | 1,579,969              | 1,587,414              | 1,910,864              | 2,401,835              |
| Community services                               | 172,249                | 186,963                | 239,389                | 419,556                | 286,723                |
| Interest expense                                 | 2,681,726              | 1,972,639              | 1,897,970              | 1,939,294              | 3,576,954              |
| Debt issuance costs and fees                     | 15,275                 | 458,035                | -                      | -                      | -                      |
| Facilities acquisition and construction          | 1,734,893              | -                      | -                      | -                      | -                      |
| Payments related to shared services arrangements | 75,711                 | 190,251                | 131,164                | 114,673                | 96,500                 |
| Payments to JJAEP                                | 12,690                 | 3,228                  | 19,530                 | 4,368                  | 29,676                 |
| Payments to tax increment fund                   | 699,641                | 846,108                | -                      | -                      | -                      |
| Other intergovernmental charges                  | 176,769                | 159,863                | 164,914                | 167,602                | 175,868                |
| <b>Total Governmental Activities</b>             | <b>92,801,023</b>      | <b>90,525,844</b>      | <b>84,833,378</b>      | <b>82,801,713</b>      | <b>86,487,849</b>      |
| <b>Business-Type Activity</b>                    |                        |                        |                        |                        |                        |
| Extended day                                     | -                      | -                      | -                      | -                      | -                      |
| <b>Total Business-Type Activity</b>              | <b>-</b>               | <b>-</b>               | <b>-</b>               | <b>-</b>               | <b>-</b>               |
| <b>Total Expenses</b>                            | <b>\$ 92,801,023</b>   | <b>\$ 90,525,844</b>   | <b>\$ 84,833,378</b>   | <b>\$ 82,801,713</b>   | <b>\$ 86,487,849</b>   |
| <b>Program Revenues</b>                          |                        |                        |                        |                        |                        |
| <b>Governmental Activities:</b>                  |                        |                        |                        |                        |                        |
| Charges for services                             | \$ 180,394             | \$ 96,387              | \$ 96,898              | \$ 147,022             | \$ 236,507             |
| Food service                                     | 726,711                | 495,400                | 174,459                | 237,963                | 687,238                |
| Cocurricular/extracurricular activities          | 156,451                | 163,357                | 145,310                | 396,585                | 552,725                |
| Operating grants and contributions               | 15,597,787             | 17,468,446             | 14,528,379             | 20,467,977             | 19,854,424             |
| <b>Total Governmental Activities</b>             | <b>16,661,343</b>      | <b>18,223,590</b>      | <b>14,945,046</b>      | <b>21,249,547</b>      | <b>21,330,894</b>      |
| <b>Business-Type Activity:</b>                   |                        |                        |                        |                        |                        |
| Charges for services:                            |                        |                        |                        |                        |                        |
| Extended day                                     | -                      | -                      | -                      | -                      | -                      |
| Operating grants and contributions               | -                      | -                      | -                      | -                      | -                      |
| <b>Total Business-Type Activity</b>              | <b>-</b>               | <b>-</b>               | <b>-</b>               | <b>-</b>               | <b>-</b>               |
| <b>Total Program Revenues</b>                    | <b>\$ 16,661,343</b>   | <b>\$ 18,223,590</b>   | <b>\$ 14,945,046</b>   | <b>\$ 21,249,547</b>   | <b>\$ 21,330,894</b>   |
| <b>Net (Expense)/Revenue</b>                     |                        |                        |                        |                        |                        |
| Governmental activities                          | \$ (76,139,680)        | \$ (72,302,254)        | \$ (69,888,332)        | \$ (61,552,166)        | \$ (65,156,955)        |
| Business-type activity                           | -                      | -                      | -                      | -                      | -                      |
| <b>Total Net (Expense)/Revenue</b>               | <b>\$ (76,139,680)</b> | <b>\$ (72,302,254)</b> | <b>\$ (69,888,332)</b> | <b>\$ (61,552,166)</b> | <b>\$ (65,156,955)</b> |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**CHANGES IN NET POSITION**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**Last Ten Fiscal Years**  
**(Unaudited)**

**Table 2**  
**Page 3 of 4**

|                                                                  | <u>2014</u>          | <u>2015</u>          | <u>2016</u>          | <u>2017</u>          | <u>2018</u>          |
|------------------------------------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>General Revenues and Other Changes in Net Position</b>        |                      |                      |                      |                      |                      |
| <b>Governmental Activities:</b>                                  |                      |                      |                      |                      |                      |
| Taxes:                                                           |                      |                      |                      |                      |                      |
| Property taxes, levied for general purposes                      | \$ 26,083,838        | \$ 27,597,833        | \$ 28,084,804        | \$ 30,430,059        | \$ 32,939,929        |
| Property taxes, levied for debt service                          | 12,153,434           | 12,866,226           | 13,079,827           | 13,947,426           | 15,101,696           |
| State-aid formula grants                                         | 27,235,330           | 29,368,425           | 31,314,399           | 28,755,620           | 27,749,205           |
| Grants and contributions not restricted                          | 640,561              | 870,116              | 769,338              | -                    | -                    |
| Investment earnings                                              | 51,508               | 33,921               | 121,255              | 314,774              | 596,915              |
| Miscellaneous                                                    | 759,404              | 689,732              | 1,306,221            | 1,112,554            | 914,554              |
| Transfers in (out)                                               | -                    | -                    | -                    | -                    | 162,135              |
| Extraordinary item                                               | -                    | -                    | -                    | -                    | -                    |
| <b>Total General Revenues, Transfers, and Extraordinary Item</b> | <u>66,924,075</u>    | <u>71,426,253</u>    | <u>74,675,844</u>    | <u>74,560,433</u>    | <u>77,464,434</u>    |
| <b>Business-Type Activity:</b>                                   |                      |                      |                      |                      |                      |
| Transfers in (out)                                               | -                    | -                    | -                    | -                    | (162,135)            |
| <b>Total Business-Type Activity</b>                              | <u>-</u>             | <u>-</u>             | <u>-</u>             | <u>-</u>             | <u>(162,135)</u>     |
| <b>Total Primary Government</b>                                  | <u>\$ 66,924,075</u> | <u>\$ 71,426,253</u> | <u>\$ 74,675,844</u> | <u>\$ 74,560,433</u> | <u>\$ 77,302,299</u> |
| <b>Change in Net Position</b>                                    |                      |                      |                      |                      |                      |
| Governmental Activities                                          | \$ 2,887,138         | \$ 2,142,917         | \$ 2,573,946         | \$ 9,814,986         | \$ 1,324,754         |
| Business-type Activity                                           | 74,990               | 25,672               | 91                   | -                    | (162,135)            |
| <b>Total Change in Net Position</b>                              | <u>\$ 2,962,128</u>  | <u>\$ 2,168,589</u>  | <u>\$ 2,574,037</u>  | <u>\$ 9,814,986</u>  | <u>\$ 1,162,619</u>  |

Source of Information: Cedar Hill Independent School District's Financial Statements.

During fiscal year 2015, the District adopted GASB Statements No. 68 and 71.

During fiscal year 2018, the District adopted GASB Statement No. 75.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**CHANGES IN NET POSITION**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**Last Ten Fiscal Years**  
**(Unaudited)**

**Table 2**  
**Page 4 of 4**

|                                                                  | <u>2019</u>          | <u>2020</u>          | <u>2021</u>          | <u>2022</u>          | <u>2023</u>          |
|------------------------------------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>General Revenues and Other Changes in Net Position</b>        |                      |                      |                      |                      |                      |
| <b>Governmental Activities:</b>                                  |                      |                      |                      |                      |                      |
| Taxes:                                                           |                      |                      |                      |                      |                      |
| Property taxes, levied for general purposes                      | \$ 36,045,120        | \$ 36,909,745        | \$ 39,262,452        | \$ 39,356,111        | \$ 44,266,978        |
| Property taxes, levied for debt service                          | 11,879,499           | 12,785,261           | 13,918,936           | 14,667,388           | 17,389,572           |
| State-aid formula grants                                         | 24,897,108           | 25,348,394           | 22,752,266           | 19,919,933           | 12,410,767           |
| Grants and contributions not restricted                          | -                    | -                    | -                    | -                    | -                    |
| Investment earnings                                              | 835,477              | 494,115              | 66,330               | 128,682              | 1,677,214            |
| Miscellaneous                                                    | 1,773,807            | 845,663              | 1,726,540            | 3,207,261            | 3,302,519            |
| Transfers in (out)                                               | -                    | -                    | -                    | -                    | -                    |
| Extraordinary item                                               | -                    | -                    | -                    | -                    | -                    |
| <b>Total General Revenues, Transfers, and Extraordinary Item</b> | <u>75,431,011</u>    | <u>76,383,178</u>    | <u>77,726,524</u>    | <u>77,279,375</u>    | <u>79,047,050</u>    |
| <b>Business-Type Activity:</b>                                   |                      |                      |                      |                      |                      |
| Transfers in (out)                                               | -                    | -                    | -                    | -                    | -                    |
| <b>Total Business-Type Activity</b>                              | <u>-</u>             | <u>-</u>             | <u>-</u>             | <u>-</u>             | <u>-</u>             |
| <b>Total Primary Government</b>                                  | <u>\$ 75,431,011</u> | <u>\$ 76,383,178</u> | <u>\$ 77,726,524</u> | <u>\$ 77,279,375</u> | <u>\$ 79,047,050</u> |
| <b>Change in Net Position</b>                                    |                      |                      |                      |                      |                      |
| Governmental Activities                                          | \$ 3,128,757         | \$ 6,494,846         | \$ 16,174,358        | \$ 15,727,209        | \$ 13,890,095        |
| Business-type Activity                                           | -                    | -                    | -                    | -                    | -                    |
| <b>Total Change in Net Position</b>                              | <u>\$ 3,128,757</u>  | <u>\$ 6,494,846</u>  | <u>\$ 16,174,358</u> | <u>\$ 15,727,209</u> | <u>\$ 13,890,095</u> |

Source of Information: Cedar Hill Independent School District's Financial Statements.

During fiscal year 2015, the District adopted GASB Statements No. 68 and 71.

During fiscal year 2018, the District adopted GASB Statement No. 75.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(UNAUDITED)**

**Table 3**  
**Page 1 of 2**

|                                           | <u>2014</u>          | <u>2015</u>          | <u>2016</u>          | <u>2017</u>          | <u>2018</u>          |
|-------------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>General Fund</b>                       |                      |                      |                      |                      |                      |
| Nonspendable                              | \$ 118,688           | \$ 117,539           | \$ 447,800           | \$ 146,041           | \$ 12,871            |
| Restricted                                | -                    | -                    | -                    | -                    | -                    |
| Committed                                 | -                    | 1,860,250            | 1,860,250            | 2,060,250            | 2,160,250            |
| Assigned                                  | -                    | -                    | -                    | 165,000              | 425,000              |
| Unassigned                                | 11,271,242           | 11,437,049           | 14,954,809           | 16,598,096           | 15,689,647           |
| <b>Total General Fund</b>                 | <u>\$ 11,389,930</u> | <u>\$ 13,414,838</u> | <u>\$ 17,262,859</u> | <u>\$ 18,969,387</u> | <u>\$ 18,287,768</u> |
| <b>All Other Governmental Funds</b>       |                      |                      |                      |                      |                      |
| Nonspendable                              | \$ 9,003             | \$ 8,259             | \$ 5,061             | \$ -                 | \$ -                 |
| Restricted                                | 23,075,944           | 14,279,614           | 15,862,676           | 16,570,761           | 19,850,241           |
| Committed                                 | 248,325              | 255,816              | 200,314              | 231,091              | 204,222              |
| Unassigned                                | (2,948)              | (3,145)              | (1,811)              | -                    | -                    |
| <b>Total All Other Governmental Funds</b> | <u>\$ 23,330,324</u> | <u>\$ 14,540,544</u> | <u>\$ 16,066,240</u> | <u>\$ 16,801,852</u> | <u>\$ 20,054,463</u> |

Source: Cedar Hill Independent School District's Financial Statements

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(UNAUDITED)**

**Table 3**  
**Page 2 of 2**

|                                           | <u>2019</u>          | <u>2020</u>          | <u>2021</u>          | <u>2022</u>          | <u>2023</u>          |
|-------------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>General Fund</b>                       |                      |                      |                      |                      |                      |
| Nonspendable                              | \$ 12,871            | \$ 12,871            | \$ -                 | \$ 35,648            | \$ -                 |
| Restricted                                | -                    | -                    | -                    | -                    | -                    |
| Committed                                 | 425,357              | -                    | -                    | -                    | -                    |
| Assigned                                  | 425,000              | 425,000              | 425,000              | -                    | -                    |
| Unassigned                                | 16,083,874           | 18,530,497           | 20,178,177           | 21,791,490           | 20,839,215           |
| <b>Total General Fund</b>                 | <u>\$ 16,947,102</u> | <u>\$ 18,968,368</u> | <u>\$ 20,603,177</u> | <u>\$ 21,827,138</u> | <u>\$ 20,839,215</u> |
| <b>All Other Governmental Funds</b>       |                      |                      |                      |                      |                      |
| Nonspendable                              | \$ -                 | \$ -                 | \$ -                 | \$ -                 | \$ -                 |
| Restricted                                | 11,968,629           | 9,296,254            | 11,242,459           | 15,396,981           | 17,334,407           |
| Committed                                 | 606,318              | 641,460              | 775,116              | 1,576,133            | 1,160,571            |
| Unassigned                                | -                    | (32,785)             | -                    | -                    | -                    |
| <b>Total All Other Governmental Funds</b> | <u>\$ 12,574,947</u> | <u>\$ 9,904,929</u>  | <u>\$ 12,017,575</u> | <u>\$ 16,973,114</u> | <u>\$ 18,494,978</u> |

Source: Cedar Hill Independent School District's Financial Statements

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(UNAUDITED)**

**Table 4**  
**Page 1 of 2**

|                                                         | 2014            | 2015           | 2016          | 2017          | 2018          |
|---------------------------------------------------------|-----------------|----------------|---------------|---------------|---------------|
| <b>Revenues</b>                                         | \$ 40,264,381   | \$ 42,286,275  | \$ 43,363,899 | \$ 46,483,627 | \$ 50,674,316 |
| Local and intermediate sources                          | 30,495,389      | 32,501,505     | 35,216,963    | 31,726,014    | 31,821,676    |
| State program revenues                                  | 6,724,362       | 6,916,797      | 7,249,522     | 7,091,662     | 7,916,563     |
| Federal program revenues                                | 77,484,132      | 81,704,577     | 85,830,384    | 85,301,303    | 90,412,555    |
| <b>Total Revenues</b>                                   |                 |                |               |               |               |
| <b>Expenditures</b>                                     |                 |                |               |               |               |
| Instruction                                             | 35,045,374      | 34,239,028     | 36,854,645    | 37,564,678    | 41,604,428    |
| Instructional resources and media services              | 731,205         | 681,255        | 695,112       | 669,512       | 714,823       |
| Curriculum and staff development                        | 1,069,365       | 766,470        | 1,257,761     | 1,626,140     | 1,994,978     |
| Instructional leadership                                | 552,335         | 499,864        | 549,851       | 496,518       | 556,708       |
| School leadership                                       | 3,836,451       | 3,931,966      | 3,999,276     | 4,192,017     | 4,454,687     |
| Guidance, counseling and evaluation services            | 2,492,099       | 2,220,275      | 2,422,647     | 1,742,760     | 2,074,610     |
| Social work services                                    | 36,692          | -              | -             | -             | -             |
| Health services                                         | 666,630         | 676,963        | 680,367       | 707,171       | 730,833       |
| Student transportation                                  | 1,447,157       | 1,376,598      | 2,003,116     | 1,868,796     | 2,211,679     |
| Food services                                           | 4,474,181       | 4,551,226      | 4,522,467     | 3,967,618     | 4,166,898     |
| Extracurricular activities                              | 1,801,143       | 2,138,451      | 2,047,093     | 1,998,694     | 2,035,338     |
| General administration                                  | 2,322,719       | 2,266,042      | 2,281,359     | 2,408,937     | 2,573,860     |
| Facilities maintenance and operations                   | 7,594,560       | 7,271,046      | 8,130,816     | 8,408,227     | 7,794,665     |
| Security and monitoring services                        | 1,190,786       | 1,317,471      | 1,328,000     | 1,170,707     | 1,317,813     |
| Data processing services                                | 1,035,623       | 1,042,809      | 1,076,292     | 1,274,088     | 1,790,693     |
| Community services                                      | 203,521         | 144,797        | 201,772       | 202,386       | 176,762       |
| <b>Debt service:</b>                                    |                 |                |               |               |               |
| Principal and interest on long-term debt                | 3,421,644       | 3,797,664      | 2,067,400     | 2,580,340     | 1,921,836     |
| Interest on long-term debt                              | 8,998,463       | 8,894,500      | 7,065,662     | 10,587,060    | 10,425,477    |
| Bond issuance costs and fees                            | 2,603           | 259,590        | 4,189         | 247,632       | 19,318        |
| <b>Capital outlay:</b>                                  |                 |                |               |               |               |
| Facilities acquisition and construction                 | 28,474,046      | 8,592,209      | 2,728,548     | 813,304       | 678,814       |
| <b>Intergovernmental:</b>                               |                 |                |               |               |               |
| Payments to Member Districts of SSA                     | 59,538          | 69,461         | 69,461        | 95,557        | 111,730       |
| Payments to Juvenile Justice Alt. Ed. Prgm.             | 39,672          | 27,396         | 19,070        | 7,218         | 8,358         |
| Payments to Tax Increment Fund                          | 84,612          | 86,666         | 142,822       | 309,878       | 448,631       |
| Other intergovernmental charges                         | 146,344         | 153,190        | 160,663       | 162,564       | 190,759       |
| <b>Total Expenditures</b>                               | 105,726,763     | 85,004,937     | 80,308,389    | 83,101,802    | 88,003,698    |
| Excess (deficiency) of revenues over expenditures       | (28,242,631)    | (3,300,360)    | 5,521,995     | 2,199,501     | 2,408,857     |
| <b>Other Financing Sources (Uses)</b>                   |                 |                |               |               |               |
| Refunding bonds issued                                  | -               | 11,819,352     | -             | 10,794,706    | -             |
| Capital-related debt issued                             | -               | -              | -             | -             | -             |
| Sale of real or personal property                       | 4,640           | -              | -             | -             | -             |
| Proceeds from right-to-use lease assets                 | -               | -              | -             | -             | -             |
| Transfers in                                            | -               | -              | -             | -             | 162,135       |
| Other resources - proceeds from SBITAs                  | -               | -              | -             | -             | -             |
| Premium or discount on issuance of bonds                | -               | 8,131,117      | -             | 9,688,313     | -             |
| Insurance recoveries                                    | -               | -              | 521,129       | -             | -             |
| Transfers out                                           | -               | -              | -             | -             | -             |
| Payments to refunding escrow agent                      | -               | (19,692,986)   | -             | (20,240,380)  | -             |
| <b>Total Other Financing Sources (Uses)</b>             | 4,640           | 257,483        | 521,129       | 242,639       | 162,135       |
| <b>Special Item</b>                                     |                 |                |               |               |               |
| Extraordinary items (resource)                          | -               | -              | -             | -             | -             |
| <b>Net Change in Fund Balances</b>                      | \$ (28,237,991) | \$ (3,042,877) | \$ 6,043,124  | \$ 2,442,140  | \$ 2,570,992  |
| Debt Service as a Percentage of Noncapital Expenditures | 12.4%           | 23.1%          | 12.9%         | 16.7%         | 14.3%         |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(UNAUDITED)**

**Table 4**  
**Page 2 of 2**

|                                                         | 2019           | 2020          | 2021          | 2022          | 2023          |
|---------------------------------------------------------|----------------|---------------|---------------|---------------|---------------|
| <b>Revenues</b>                                         | \$ 51,600,445  | \$ 51,625,834 | \$ 55,256,242 | \$ 56,077,207 | \$ 65,800,000 |
| Local and intermediate sources                          | 28,472,425     | 29,856,795    | 26,674,393    | 23,704,658    | 17,470,905    |
| State program revenues                                  | 10,103,026     | 9,991,935     | 10,545,622    | 21,148,317    | 17,498,511    |
| Federal program revenues                                | 90,175,896     | 91,474,564    | 92,476,257    | 100,930,182   | 100,769,416   |
| <b>Total Revenues</b>                                   |                |               |               |               |               |
| <b>Expenditures</b>                                     |                |               |               |               |               |
| Instruction                                             | 40,529,155     | 41,224,368    | 42,422,122    | 42,695,086    | 42,574,688    |
| Instructional resources and media services              | 729,779        | 716,730       | 636,281       | 611,877       | 703,458       |
| Curriculum and staff development                        | 2,164,018      | 1,913,545     | 1,455,376     | 1,684,955     | 1,760,715     |
| Instructional leadership                                | 922,813        | 885,224       | 971,512       | 1,134,307     | 1,203,364     |
| School leadership                                       | 4,852,702      | 4,413,134     | 4,250,883     | 4,465,112     | 4,879,549     |
| Guidance, counseling and evaluation services            | 2,591,343      | 2,390,679     | 2,461,809     | 2,946,650     | 3,273,040     |
| Social work services                                    | -              | -             | -             | -             | 29,214        |
| Health services                                         | 858,297        | 769,224       | 777,912       | 714,117       | 1,014,996     |
| Student transportation                                  | 3,729,811      | 2,710,406     | 2,567,532     | 4,776,116     | 4,147,200     |
| Food services                                           | 4,463,000      | 3,722,634     | 2,999,808     | 4,377,539     | 4,400,497     |
| Extracurricular activities                              | 1,981,878      | 2,035,488     | 1,980,460     | 2,658,586     | 2,535,369     |
| General administration                                  | 3,099,037      | 3,379,148     | 3,355,046     | 3,664,809     | 3,685,095     |
| Facilities maintenance and operations                   | 8,494,941      | 7,194,056     | 8,437,244     | 9,917,292     | 8,781,409     |
| Security and monitoring services                        | 1,502,410      | 1,561,443     | 1,432,503     | 1,626,458     | 1,758,674     |
| Data processing services                                | 1,382,241      | 1,304,550     | 1,329,188     | 1,780,564     | 2,553,786     |
| Community services                                      | 152,643        | 166,519       | 223,118       | 420,333       | 302,695       |
| <b>Debt service:</b>                                    |                |               |               |               |               |
| Principal and interest on long-term debt                | 10,556,378     | 13,120,956    | 1,624,876     | 1,038,442     | 10,797,662    |
| Interest on long-term debt                              | 9,956,734      | 3,170,592     | 11,709,224    | 10,572,197    | 6,891,454     |
| Bond issuance costs and fees                            | 15,275         | 458,035       | 21,945        | 22,005        | 25,939        |
| <b>Capital outlay:</b>                                  |                |               |               |               |               |
| Facilities acquisition and construction                 | 1,734,893      | -             | -             | -             | -             |
| <b>Intergovernmental:</b>                               |                |               |               |               |               |
| Payments to Member Districts of SSA                     | 75,711         | 190,251       | 131,164       | 114,673       | 96,500        |
| Payments to Juvenile Justice Alt. Ed. Prgm.             | 12,690         | 3,228         | 19,530        | 4,368         | 29,676        |
| Payments to Tax Increment Fund                          | 699,641        | 846,108       | -             | -             | -             |
| Other intergovernmental charges                         | 176,769        | 159,863       | 164,914       | 167,602       | 175,868       |
| <b>Total Expenditures</b>                               | 100,682,159    | 92,336,181    | 88,972,447    | 95,393,088    | 101,620,848   |
| Excess (deficiency) of revenues over expenditures       | (10,506,263)   | (861,617)     | 3,503,810     | 5,537,094     | (851,432)     |
| <b>Other Financing Sources (Uses)</b>                   |                |               |               |               |               |
| Refunding bonds issued                                  | -              | 37,164,969    | -             | -             | -             |
| Capital-related debt issued                             | -              | -             | -             | -             | -             |
| Sale of real or personal property                       | -              | -             | -             | -             | -             |
| Proceeds from right-to-use lease assets                 | -              | -             | -             | 642,406       | 890,915       |
| Transfers in                                            | 1,934,893      | 425,357       | -             | 1,015,151     | 24,212        |
| Other resources - proceeds from SBITAs                  | -              | -             | -             | -             | 494,458       |
| Premium or discount on issuance of bonds                | -              | 4,645,225     | -             | -             | -             |
| Insurance recoveries                                    | -              | -             | -             | -             | -             |
| Transfers out                                           | -              | (425,357)     | -             | (1,015,151)   | (24,212)      |
| Payments to refunding escrow agent                      | -              | (41,379,948)  | -             | -             | -             |
| <b>Total Other Financing Sources (Uses)</b>             | 1,934,893      | 430,246       | -             | 642,406       | 1,385,373     |
| <b>Special Item</b>                                     |                |               |               |               |               |
| Extraordinary items (resource)                          | -              | -             | -             | -             | -             |
| <b>Net Change in Fund Balances</b>                      | \$ (8,571,370) | \$ (431,371)  | \$ 3,503,810  | \$ 6,179,500  | \$ 533,941    |
| Debt Service as a Percentage of Noncapital Expenditures | 20.6%          | 18.3%         | 15.2%         | 12.4%         | 17.9%         |

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

**Table 5**  
**Page 1 of 2**

| <b>Tax Roll for<br/>Fiscal Year</b> | <b>Real Property<br/>Residential <sup>1,2</sup></b> | <b>Real Property<br/>Commercial <sup>1</sup></b> | <b>Personal Property<br/>Commercial <sup>1</sup></b> | <b>Other Property <sup>1</sup></b> |
|-------------------------------------|-----------------------------------------------------|--------------------------------------------------|------------------------------------------------------|------------------------------------|
| 2014                                | \$ 1,899,823,250                                    | \$ 457,999,170                                   | \$ 163,955,770                                       | \$ 269,342,240                     |
| 2015                                | 2,055,479,950                                       | 691,818,040                                      | 165,356,860                                          | 292,325,480                        |
| 2016                                | 2,250,466,930                                       | 511,196,100                                      | 162,235,770                                          | 262,769,030                        |
| 2017                                | 2,517,205,200                                       | 730,355,010                                      | 166,568,820                                          | 293,452,340                        |
| 2018                                | 2,763,005,320                                       | 746,244,060                                      | 173,996,420                                          | 306,894,010                        |
| 2019                                | 3,169,837,440                                       | 770,362,670                                      | 185,110,940                                          | 324,737,750                        |
| 2020                                | 3,459,352,810                                       | 803,529,750                                      | 183,806,680                                          | 340,587,830                        |
| 2021                                | 3,734,984,609                                       | 852,664,280                                      | 187,133,840                                          | 352,217,940                        |
| 2022                                | 5,122,598,190                                       | 888,301,220                                      | 217,472,190                                          | 485,513,370                        |
| 2023                                | 5,186,284,790                                       | 1,877,340,080                                    | 371,168,780                                          | -                                  |

Sources of Information

<sup>1</sup> Dallas County Appraisal District: Supplemental Estimated Values Report.

<sup>2</sup> Real Residential (single family & multi-family): single family residences, townhouses, condominiums, mobile home on owners land, apartments, and duplexes

<sup>3</sup> 2023 Proposed Voter-Approved Tax Rate - Election results pending

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

*Table 5*  
*Page 2 of 2*

| <b>Tax Roll for<br/>Fiscal Year</b> | <b>Less: Total<br/>Exemptions /<br/>Reductions <sup>1</sup></b> | <b>Total Taxable<br/>Assessed Value <sup>1</sup></b> | <b>Total Direct Tax Rate<br/><sup>3</sup></b> |
|-------------------------------------|-----------------------------------------------------------------|------------------------------------------------------|-----------------------------------------------|
| 2014                                | \$ (240,452,412)                                                | \$ 2,550,668,018                                     | \$ 1.525                                      |
| 2015                                | (501,282,231)                                                   | 2,703,698,099                                        | 1.525                                         |
| 2016                                | (392,127,794)                                                   | 2,794,540,036                                        | 1.525                                         |
| 2017                                | (688,935,065)                                                   | 3,018,646,305                                        | 1.516                                         |
| 2018                                | (720,842,099)                                                   | 3,269,297,711                                        | 1.516                                         |
| 2019                                | (816,286,630)                                                   | 3,633,762,170                                        | 1.376                                         |
| 2020                                | (842,473,146)                                                   | 3,944,803,924                                        | 1.306                                         |
| 2021                                | (850,227,558)                                                   | 4,276,773,111                                        | 1.283                                         |
| 2022                                | (1,582,233,615)                                                 | 5,131,651,355                                        | 1.311                                         |
| 2023                                | (2,145,318,233)                                                 | 5,289,475,417                                        | 1.133                                         |

Sources of Information

<sup>1</sup> Dallas County Appraisal District: Supplemental Estimated Values Report.

<sup>2</sup> Real Residential (single family & multi-family): single family residences, townhouses, condominiums, mobile home on owners land, apartments, and duplexes

<sup>3</sup> 2023 Proposed Voter-Approved Tax Rate - Election results pending

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS**  
**(PER \$100 OF ASSESSED VALUE)**  
**LAST TEN FISCAL YEARS <sup>1</sup>**  
**(UNAUDITED)**

**Table 6**  
**Page 1 of 2**

| <b>Taxing Entity</b>                     | <b>2014</b>     | <b>2015</b>     | <b>2016</b>     | <b>2017</b>     | <b>2018</b>     |
|------------------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| Cedar Hill Independent School District   |                 |                 |                 |                 |                 |
| Maintenance & Operations                 | \$ 1.040000     | \$ 1.040000     | \$ 1.040000     | \$ 1.040000     | \$ 1.040000     |
| Interest & Sinking                       | 0.485000        | 0.485000        | 0.485000        | 0.476000        | 0.476000        |
| <b>Total</b>                             | <b>1.525000</b> | <b>1.525000</b> | <b>1.525000</b> | <b>1.516000</b> | <b>1.516000</b> |
| City of Cedar Hill                       | 0.698760        | 0.698760        | 0.698760        | 0.698760        | 0.698760        |
| Dallas County                            | 0.243100        | 0.243100        | 0.243100        | 0.243100        | 0.243100        |
| Dallas County Community College District | 0.124700        | 0.124775        | 0.123650        | 0.122933        | 0.124238        |
| Dallas County Hospital District          | 0.276000        | 0.286000        | 0.286000        | 0.279400        | 0.279400        |
| Dallas County Schools                    | 0.010000        | 0.010000        | 0.010000        | 0.009271        | 0.010000        |
| City of Dallas                           | 0.797000        | 0.797000        | 0.797000        | 0.782500        | 0.780400        |
| City of Duncanville                      | 0.758447        | 0.758447        | 0.758447        | 0.758447        | 0.758447        |
| City of Grand Prairie                    | 0.795000        | 0.669998        | 0.669998        | 0.669998        | 0.669998        |
| City of Ovilla                           | 0.671900        | 0.671900        | 0.700000        | 0.700000        | 0.680399        |

<sup>1</sup> Tax year differs from fiscal year

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS**  
**(PER \$100 OF ASSESSED VALUE)**  
**LAST TEN FISCAL YEARS <sup>1</sup>**  
**(UNAUDITED)**

**Table 6**  
**Page 2 of 2**

| <b>Taxing Entity</b>                     | <b>2019</b>     | <b>2020</b>     | <b>2021</b>     | <b>2022</b>     | <b>2023</b>     |
|------------------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| Cedar Hill Independent School District   |                 |                 |                 |                 |                 |
| Maintenance & Operations                 | \$ 1.040000     | \$ 0.970000     | \$ 0.947300     | \$ 0.902400     | \$ 0.854600     |
| Interest & Sinking                       | 0.336000        | 0.336000        | 0.336000        | 0.336000        | 0.336000        |
| <b>Total</b>                             | <b>1.376000</b> | <b>1.306000</b> | <b>1.283300</b> | <b>1.238400</b> | <b>1.190600</b> |
| City of Cedar Hill                       | 0.697028        | 0.697028        | 0.688102        | 0.697029        | 0.657000        |
| Dallas County                            | 0.243100        | 0.243100        | 0.239740        | 0.227946        | 0.217946        |
| Dallas County Community College District | 0.124000        | 0.124000        | 0.124000        | 0.123510        | 0.115899        |
| Dallas County Hospital District          | 0.279400        | 0.269500        | 0.266100        | 0.255000        | 0.235800        |
| Dallas County Schools                    | 0.010000        | 0.010000        | 0.010000        | 0.010000        | 0.020000        |
| City of Dallas                           | 0.776700        | 0.776600        | 0.776300        | 0.773300        | 0.745800        |
| City of Duncanville                      | 0.748447        | 0.743447        | 0.716852        | 0.700000        | 0.650460        |
| City of Grand Prairie                    | 0.669998        | 0.669998        | 0.669998        | 0.664998        | 0.660000        |
| City of Ovilla                           | 0.660000        | 0.660000        | 0.660000        | 0.660000        | 0.626213        |

<sup>1</sup> Tax year differs from fiscal year

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**PRINCIPAL TAXPAYERS**  
**CURRENT AND NINE YEARS AGO**  
**(UNAUDITED)**

**Table 7**

| Name of Taxpayer              | Nature of Property   | 2023                   |      |                                    | 2014                   |      |                                    |
|-------------------------------|----------------------|------------------------|------|------------------------------------|------------------------|------|------------------------------------|
|                               |                      | Taxable Assessed Value | Rank | Percentage of Total Assessed Value | Taxable Assessed Value | Rank | Percentage of Total Assessed Value |
| BVFV Grand Prairie LLC        | Retail               | \$ 99,500,000          | 1    | 1.88%                              |                        |      |                                    |
| JPT Cedar Hill Investco I LLC | Retail               | 63,441,000             | 2    | 1.20%                              |                        |      |                                    |
| BW Midtown Cedar Hill LLC     | Apartments           | 63,000,000             | 3    | 1.19%                              |                        |      |                                    |
| Prep Hillside Real Estate LLC | Shopping Center/Mall | 55,000,000             | 4    | 1.04%                              |                        |      |                                    |
| Legacy of Cedar Hill MO       | Apartments           | 36,072,000             | 5    | 0.68%                              | \$ 13,224,710          | 7    | 0.52%                              |
| Legacy of Cedar Hill MO       | Apartments           | 34,736,000             | 6    | 0.66%                              | 13,900,640             | 6    | 0.54%                              |
| Mira Lagos Apartments LTD     | Apartments           | 33,100,000             | 7    | 0.63%                              |                        |      |                                    |
| Gates Cedar Hill LTD          | Apartments           | 32,000,000             | 8    | 0.60%                              | 16,200,000             | 3    | 0.64%                              |
| Legacy of Cedar Hill MO       | Apartments           | 29,392,000             | 9    | 0.56%                              | 12,972,650             | 8    | 0.51%                              |
| KRG Cedar Hill Plaza, LP      | Shopping Center/Mall | 27,750,000             | 10   | 0.52%                              | 28,485,610             | 2    | 1.12%                              |
| Uptown Village at Cedar Hill  | Shopping Center      |                        |      |                                    | 42,900,000             | 1    | 1.68%                              |
| T Cedar Hill Crossing TX LLC  | Retail               |                        |      |                                    | 12,642,650             | 9    | 0.50%                              |
| AP Cedar Hill LLC             | Apartments           |                        |      |                                    | 15,700,000             | 5    | 0.62%                              |
| Inland Western Cedar Hill     | Shopping Center      |                        |      |                                    | 15,926,130             | 4    | 0.62%                              |
| Walmart Stores Inc.           | Retail               |                        |      |                                    | 12,532,180             | 10   | 0.49%                              |
| <b>Totals</b>                 |                      | <b>\$ 473,991,000</b>  |      | <b>8.96%</b>                       | <b>\$ 184,484,570</b>  |      | <b>7.24%</b>                       |

Source: Cedar Hill Independent School District Tax Office  
and Dallas County Appraisal District

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 8**

| Tax Roll<br>for<br>Fiscal<br>Year | Tax Levy<br>for the<br>Fiscal<br>Year | Collected within the<br>Fiscal Year of the Levy |                                  | Collections<br>in<br>Subsequent<br>Years | Total Collections to Date |                                  |
|-----------------------------------|---------------------------------------|-------------------------------------------------|----------------------------------|------------------------------------------|---------------------------|----------------------------------|
|                                   |                                       | Amount                                          | Percentage<br>of Net Tax<br>Levy |                                          | Amount                    | Percentage<br>of Net Tax<br>Levy |
| 2014                              | \$ 38,071,712                         | \$ 37,647,276                                   | 98.9%                            | \$ 397,605                               | \$ 38,044,881             | 99.9%                            |
| 2015                              | 40,069,260                            | 39,749,941                                      | 99.2%                            | 259,767                                  | 40,009,708                | 99.9%                            |
| 2016                              | 41,278,203                            | 40,788,962                                      | 98.8%                            | 445,236                                  | 41,234,198                | 99.9%                            |
| 2017                              | 44,168,601                            | 43,687,766                                      | 98.9%                            | 421,718                                  | 44,109,484                | 99.9%                            |
| 2018                              | 47,916,951                            | 47,239,849                                      | 98.9%                            | 617,285                                  | 47,857,134                | 99.9%                            |
| 2019                              | 48,422,877                            | 47,736,085                                      | 99.0%                            | 613,696                                  | 48,349,781                | 99.8%                            |
| 2020                              | 49,789,612                            | 48,848,564                                      | 98.4%                            | 815,327                                  | 49,663,891                | 99.7%                            |
| 2021                              | 53,078,865                            | 52,078,564                                      | 98.8%                            | 699,255                                  | 52,777,819                | 99.4%                            |
| 2022                              | 54,033,010                            | 53,056,889                                      | 98.2%                            | 302,797                                  | 53,359,686                | 98.8%                            |
| 2023                              | 59,292,458                            | 57,586,045                                      | 97.1%                            | -                                        | 57,586,045                | 97.1%                            |

Source of Information: Cedar Hill Independent School District Business Office

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 9**

| Fiscal<br>Year | Governmental Activities        |                                             |                                 |                     |                    | Ratio of Debt<br>to Total<br>Assessed Value <sup>2</sup> | Total<br>Debt Per<br>Capita <sup>3</sup> | Debt<br>Per<br>ADA <sup>3</sup> |
|----------------|--------------------------------|---------------------------------------------|---------------------------------|---------------------|--------------------|----------------------------------------------------------|------------------------------------------|---------------------------------|
|                | General<br>Obligation<br>Bonds | Premium<br>Capital<br>Appreciation<br>Bonds | Accreted<br>Interest<br>on CABs | Premium<br>on Bonds | Total <sup>1</sup> |                                                          |                                          |                                 |
| 2014           | \$ 129,629,899                 | \$ 37,620,425                               | \$ 20,101,677                   | \$ 8,110,648        | \$ 195,462,649     | 7.66%                                                    | \$ 4,065                                 | \$ 26,400                       |
| 2015           | 125,831,985                    | 38,883,494                                  | 16,979,921                      | 8,316,570           | 190,011,970        | 7.03%                                                    | 3,917                                    | 25,556                          |
| 2016           | 123,764,585                    | 37,142,906                                  | 19,258,485                      | 7,828,503           | 187,994,479        | 6.73%                                                    | 3,889                                    | 24,821                          |
| 2017           | 121,183,930                    | 28,837,859                                  | 4,429,675                       | 8,966,082           | 163,417,546        | 5.41%                                                    | 3,355                                    | 22,042                          |
| 2018           | 119,262,094                    | 24,147,240                                  | 3,816,899                       | 8,319,492           | 155,545,725        | 4.76%                                                    | 3,210                                    | 21,060                          |
| 2019           | 108,705,716                    | 19,320,176                                  | 3,849,409                       | 7,679,153           | 139,554,454        | 3.84%                                                    | 2,628                                    | 19,138                          |
| 2020           | 102,779,411                    | 18,365,734                                  | 3,641,940                       | 3,575,692           | 128,362,777        | 3.25%                                                    | 2,646                                    | 18,102                          |
| 2021           | 101,330,626                    | 11,651,771                                  | 2,964,929                       | 3,122,889           | 119,070,215        | 2.78%                                                    | 2,533                                    | 17,426                          |
| 2022           | 100,672,169                    | 5,915,509                                   | 2,082,872                       | 2,682,551           | 111,353,101        | 2.17%                                                    | 2,253                                    | 17,547                          |
| 2023           | 90,680,504                     | 4,924,263                                   | 1,201,286                       | 2,250,606           | 99,056,659         | 1.87%                                                    | 2,192                                    | 16,029                          |

<sup>1</sup> General Obligation and Capital Appreciation Bonds Payable (net of related premiums, discounts and adjustments)

<sup>2</sup> See Table 5 for total assessed value

<sup>3</sup> See Table 13 for population and student enrollment data

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**RATIOS OF NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 10**

| <b>Fiscal Year</b> | <b>Assessed Value <sup>1</sup></b> | <b>Gross Bonded Debt <sup>2</sup></b> | <b>Less<br/>Net Position<br/>Restricted for<br/>Debt Service <sup>3</sup></b> | <b>Net Bonded Debt</b> | <b>Ratio of Net<br/>Bonded Debt<br/>to Assessed<br/>Value</b> | <b>Net Bonded<br/>Debt Per<br/>Capita <sup>4</sup></b> | <b>Net Bonded<br/>Debt Per<br/>ADA <sup>4</sup></b> |
|--------------------|------------------------------------|---------------------------------------|-------------------------------------------------------------------------------|------------------------|---------------------------------------------------------------|--------------------------------------------------------|-----------------------------------------------------|
| 2014               | \$ 2,550,668                       | \$ 195,462,649                        | \$ 7,655,771                                                                  | \$ 187,806,878         | 7.4%                                                          | \$ 3,906                                               | \$ 25,366                                           |
| 2015               | 2,703,698                          | 190,011,970                           | 7,956,434                                                                     | 182,055,536            | 6.7%                                                          | 3,753                                                  | 24,486                                              |
| 2016               | 2,794,540                          | 187,994,479                           | 12,338,053                                                                    | 175,656,426            | 6.3%                                                          | 3,634                                                  | 23,192                                              |
| 2017               | 3,018,646                          | 163,417,546                           | 14,593,279                                                                    | 148,824,267            | 4.9%                                                          | 3,055                                                  | 20,073                                              |
| 2018               | 3,269,298                          | 155,545,725                           | 15,123,810                                                                    | 140,421,915            | 4.3%                                                          | 3,335                                                  | 19,012                                              |
| 2019               | 3,633,762                          | 139,554,454                           | 6,909,684                                                                     | 132,644,770            | 3.7%                                                          | 2,498                                                  | 18,190                                              |
| 2020               | 3,944,804                          | 128,362,777                           | 4,278,396                                                                     | 124,084,381            | 3.1%                                                          | 2,558                                                  | 17,499                                              |
| 2021               | 4,276,773                          | 119,070,215                           | 5,808,749                                                                     | 113,261,466            | 2.6%                                                          | 2,410                                                  | 16,576                                              |
| 2022               | 5,131,651                          | 111,353,101                           | 11,516,472                                                                    | 99,836,629             | 1.9%                                                          | 2,020                                                  | 15,732                                              |
| 2023               | 5,289,475                          | 99,056,659                            | 14,485,853                                                                    | 84,570,806             | 1.6%                                                          | 1,871                                                  | 13,685                                              |

Source of Information: Cedar Hill Independent School District's Financial Statements

<sup>1</sup> 000's omitted - From Table 5, Total Taxable Assessed Value.

<sup>2</sup> Gross Bonded Debt includes all long-term general obligation debt (net of related premiums, discounts and adjustments)

<sup>3</sup> From the Government-wide Statement of Net Position

<sup>4</sup> See Table 13 for population and student enrollment data



**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**COMPUTATION OF ESTIMATED DIRECT AND OVERLAPPING DEBT**  
**June 30, 2023**  
**(UNAUDITED)**

**Table 11**

| <b>Taxing Jurisdiction</b>                                                                  | <b>Net Debt<br/>Amount</b> | <b>Outstanding<br/>as of <sup>1</sup></b> | <b>Percent<br/>Overlapping <sup>4</sup></b> | <b>Amount<br/>Overlapping</b> |
|---------------------------------------------------------------------------------------------|----------------------------|-------------------------------------------|---------------------------------------------|-------------------------------|
| <b>Overlapping:</b>                                                                         |                            |                                           |                                             |                               |
| City of Cedar Hill                                                                          | \$ 117,750,000             | 06/30/23                                  | 92.25%                                      | \$ 108,624,375                |
| Dallas County                                                                               | 236,605,000                | 06/30/23                                  | 1.54%                                       | 3,643,717                     |
| Dallas County Hospital District                                                             | 559,905,000                | 06/30/23                                  | 1.54%                                       | 8,622,537                     |
| Dallas County Community College                                                             | 375,515,000                | 06/30/23                                  | 1.54%                                       | 5,782,931                     |
| City of Dallas                                                                              | 2,175,175,416              | 06/30/23                                  | 0.04%                                       | 870,070                       |
| City of Duncanville                                                                         | 19,170,000                 | 06/30/23                                  | 0.35%                                       | 67,095                        |
| City of Grand Prairie                                                                       | 474,759,000                | 06/30/23                                  | 1.33%                                       | 6,314,295                     |
| City of Ovilla                                                                              | 3,060,000                  | 06/30/23                                  | 1.11%                                       | 33,966                        |
| <b>Total Net Overlapping Debt:</b>                                                          |                            |                                           |                                             | 133,958,986                   |
| Cedar Hill Independent School District Debt:                                                | 90,680,504                 | 06/30/23                                  | 100.00%                                     | 90,680,504 *                  |
| <b>Total Direct and Overlapping Debt:</b>                                                   |                            |                                           |                                             | <u><u>\$ 224,639,490</u></u>  |
| Ratio of Total Direct and Overlapping Debt to Total Taxable Assessed Valuation <sup>2</sup> |                            |                                           |                                             | 4.25%                         |
| Total Direct and Overlapping Debt per Capita <sup>3</sup>                                   |                            |                                           |                                             | \$ 4,971                      |
| 2021 Assessed Valuation per Capita <sup>3</sup>                                             |                            |                                           |                                             | \$ 117,052                    |

Source of Information: Texas Municipal Reports.

<sup>1</sup> Outstanding debt as of June 30, 2022 was unavailable for the overlapping taxing jurisdictions.

<sup>2</sup> The 2022 total taxable assessed valuation is \$4,276,773,111 (Table 5).

<sup>3</sup> The estimated 2022 population is 47,005 (Table 13).

<sup>4</sup> The percentage of overlapping debt is estimated using taxable assessed property values. Percentages were estimated by determining the portion of the overlapping taxing authority's taxable assessed value that is within the District's boundaries and dividing it by the overlapping taxing authority's total taxable assessed value.

\* Gross Bonded Debt

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**LEGAL DEBT MARGIN INFORMATION**  
**LAST TEN FISCAL YEARS**  
**(Amounts in Thousand)**  
**(UNAUDITED)**

**Table 12**  
**Page 1 of 2**

|                                                                         | <u>2014</u>      | <u>2015</u>      | <u>2016</u>       | <u>2017</u>       | <u>2018</u>       |
|-------------------------------------------------------------------------|------------------|------------------|-------------------|-------------------|-------------------|
| Maximum Debt Limit                                                      | \$ 255,067       | \$ 270,370       | \$ 279,454        | \$ 301,865        | \$ 326,930        |
| Total Net Debt Applicable to Limit                                      | <u>(187,807)</u> | <u>(182,056)</u> | <u>(175,656)</u>  | <u>(148,824)</u>  | <u>(140,422)</u>  |
| Legal Debt Margin                                                       | <u>\$ 67,260</u> | <u>\$ 88,314</u> | <u>\$ 103,798</u> | <u>\$ 153,041</u> | <u>\$ 186,508</u> |
| Total Net Debt Applicable to the Limit<br>as a Percentage of Debt Limit | 73.63%           | 67.34%           | 62.86%            | 49.30%            | 42.95%            |

**Computation of Legal Debt Margin**  
**(in thousands)**

|                                               |                   |
|-----------------------------------------------|-------------------|
| Assessed Value                                | \$ 5,289,475      |
| Debt limit (10% of assessed value)            |                   |
| Maximum Legal Debt                            | <u>528,948</u>    |
| Amount of Debt Applicable to Debt Limit:      |                   |
| Total Bonded Debt                             | 99,057            |
| Less: Reserve for Retirement of Bonded Debt   | <u>14,486</u>     |
| Total Amount of Debt Applicable to Debt Limit | <u>84,571</u>     |
| Legal Debt Margin                             | <u>\$ 444,377</u> |

Source of Information:  
Cedar Hill Independent School District's Financial Statements

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**LEGAL DEBT MARGIN INFORMATION**  
**LAST TEN FISCAL YEARS**  
**(Amounts in Thousand)**  
**(UNAUDITED)**

**Table 12**  
**Page 2 of 2**

|                                                                         | <u>2019</u>       | <u>2020</u>       | <u>2021</u>       | <u>2022</u>       | <u>2023</u>       |
|-------------------------------------------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Maximum Debt Limit                                                      | \$ 363,376        | \$ 394,480        | \$ 427,677        | \$ 513,165        | \$ 528,948        |
| Total Net Debt Applicable to Limit                                      | <u>(132,645)</u>  | <u>(124,084)</u>  | <u>(113,261)</u>  | <u>(99,837)</u>   | <u>(84,571)</u>   |
| Legal Debt Margin                                                       | <u>\$ 230,731</u> | <u>\$ 270,396</u> | <u>\$ 314,416</u> | <u>\$ 413,328</u> | <u>\$ 444,377</u> |
| Total Net Debt Applicable to the Limit<br>as a Percentage of Debt Limit | 36.50%            | 31.46%            | 26.48%            | 19.46%            | 15.99%            |

Source of Information:  
Cedar Hill Independent School District's Financial Statements

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

*Table 13*  
*Page 1 of 2*

| <b>Fiscal<br/>Year</b> | <b>Population <sup>2</sup></b> | <b>Residential<br/>Units <sup>3</sup></b> | <b>Assessed<br/>Value of<br/>Residential<br/>Units <sup>3</sup></b> | <b>Average<br/>Assessed<br/>Value<br/>of Units</b> | <b>Student<br/>Enrollment <sup>1</sup></b> |
|------------------------|--------------------------------|-------------------------------------------|---------------------------------------------------------------------|----------------------------------------------------|--------------------------------------------|
| 2014                   | 42,206                         | 14,275                                    | \$ 1,931,244,380                                                    | \$ 135,289                                         | 7,866                                      |
| 2015                   | 42,382                         | 14,395                                    | 2,092,281,990                                                       | 145,348                                            | 7,883                                      |
| 2016                   | 43,175                         | 14,516                                    | 2,343,793,250                                                       | 161,463                                            | 8,020                                      |
| 2017                   | 42,264                         | 14,618                                    | 2,577,925,490                                                       | 176,353                                            | 7,866                                      |
| 2018                   | 42,100                         | 14,713                                    | 2,933,988,550                                                       | 199,415                                            | 7,875                                      |
| 2019                   | 41,566                         | 14,777                                    | 3,190,351,200                                                       | 215,900                                            | 7,794                                      |
| 2020                   | 50,489                         | 14,822                                    | 3,408,307,919                                                       | 229,949                                            | 7,625                                      |
| 2021                   | 50,399                         | 14,964                                    | 3,571,007,790                                                       | 238,640                                            | 7,253                                      |
| 2022                   | 47,598                         | 16,045                                    | 3,565,029,555                                                       | 222,189                                            | 7,232                                      |
| 2023                   | 45,189                         | 16,673                                    | 3,550,284,935                                                       | 212,936                                            | 6,920                                      |

<sup>1</sup> Sources of Information unless otherwise noted:

Cedar Hill Independent School District Data Quality Department  
(PEIMS Fall/Summer Submissions)

<sup>2</sup> Cedar Hill Economic Development - Claritas Data

<sup>3</sup> Dallas County Appraisal District: Supplemental Estimated Values Report.

<sup>4</sup> Federal Economic Research Data and for Dallas County.

<sup>5</sup> Information is not available.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

*Table 13*  
*Page 2 of 2*

| <b>Fiscal<br/>Year</b> | <b>ADA <sup>1</sup></b> | <b>Unemployment Rate <sup>4</sup></b> | <b>Total<br/>Personal<br/>Income <sup>2</sup><br/>(in thousands)</b> | <b>Per Capita<br/>Personal<br/>Income <sup>4</sup></b> |
|------------------------|-------------------------|---------------------------------------|----------------------------------------------------------------------|--------------------------------------------------------|
| 2014                   | 7,404                   | 5.4%                                  | \$ 78,376                                                            | \$ 51,999                                              |
| 2015                   | 7,435                   | 4.3%                                  | 79,285                                                               | 52,603                                                 |
| 2016                   | 7,574                   | 4.0%                                  | 85,890                                                               | 54,456                                                 |
| 2017                   | 7,414                   | 3.9%                                  | 85,991                                                               | 55,859                                                 |
| 2018                   | 7,386                   | 3.7%                                  | 89,052                                                               | 58,993                                                 |
| 2019                   | 7,292                   | 4.5%                                  | 88,511                                                               | 62,782                                                 |
| 2020                   | 7,091                   | 12.6%                                 | 89,861                                                               | 65,401                                                 |
| 2021                   | 6,833                   | 7.5%                                  | 93,476                                                               | (5)                                                    |
| 2022                   | 6,346                   | 5.0%                                  | 79,143                                                               | (5)                                                    |
| 2023                   | 6,180                   | 4.8%                                  | (5)                                                                  | (5)                                                    |

<sup>1</sup> Sources of Information unless otherwise noted:

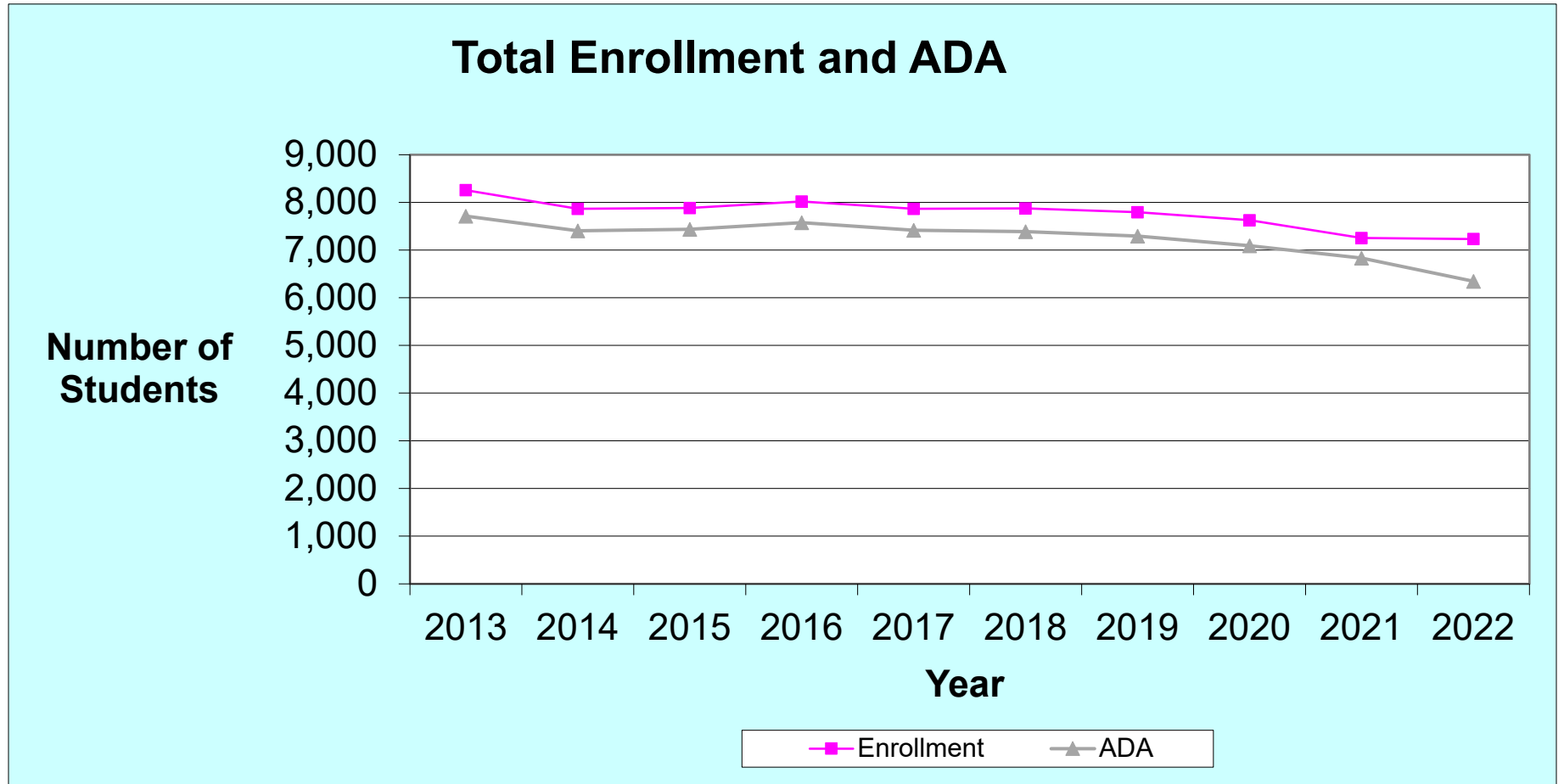
Cedar Hill Independent School District Data Quality Department  
(PEIMS Fall/Summer Submissions)

<sup>2</sup> Cedar Hill Economic Development - Claritas Data

<sup>3</sup> Dallas County Appraisal District: Supplemental Estimated Values Report.

<sup>4</sup> Federal Economic Research Data and for Dallas County.

<sup>5</sup> Information is not available.



**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**
**Table 15**
**PRINCIPAL EMPLOYERS**
**CURRENT YEAR AND NINE YEARS AGO <sup>1</sup>**
**(UNAUDITED)**

| Principal Employer             | 2022                   |      |                                                   | 2013                   |      |                                                   |
|--------------------------------|------------------------|------|---------------------------------------------------|------------------------|------|---------------------------------------------------|
|                                | Estimated<br>Employees | Rank | Percentage<br>of Total<br>Employment <sup>1</sup> | Estimated<br>Employees | Rank | Percentage<br>of Total<br>Employment <sup>1</sup> |
| Wal-Mart Supercenter           | 358                    | 1    | 1.33%                                             | 436                    | 1    | 1.84%                                             |
| Super Target                   | 220                    | 2    | 0.82%                                             | 180                    | 3    | 0.76%                                             |
| Home Depot                     | 175                    | 3    | 0.65%                                             | 125                    | 5    | 0.53%                                             |
| JC Penney Distribution Center  | 160                    | 4    | 0.59%                                             | 425                    | 2    | 1.79%                                             |
| Total Highway Maintenance, LLC | 130                    | 5    | 0.48%                                             |                        |      |                                                   |
| Idx Dallas, LLC                | 125                    | 6    | 0.46%                                             |                        |      |                                                   |
| MJB Wood Group, Inc.           | 120                    | 7    | 0.44%                                             |                        |      |                                                   |
| Central States Manufacturing   | 108                    | 8    | 0.40%                                             |                        |      |                                                   |
| DMI Corporation                | 105                    | 9    | 0.39%                                             | 150                    | 4    | 0.63%                                             |
| Judge Fite Company, Inc.       | 95                     | 10   | 0.35%                                             |                        |      |                                                   |
| Dillard's                      |                        |      |                                                   | 125                    | 5    | 0.53%                                             |
| JC Penney, Department Store    |                        |      |                                                   | 120                    | 8    | 0.51%                                             |
| Crestview Court                |                        |      |                                                   | 120                    | 8    | 0.51%                                             |
| Babe's Chicken                 |                        |      |                                                   | 115                    | 9    | 0.49%                                             |
| Trinity School                 |                        |      |                                                   | 110                    | 10   | 0.46%                                             |
|                                | <u>1,596</u>           |      | <u>5.91%</u>                                      | <u>1,906</u>           |      | <u>8.05%</u>                                      |

Source: City of Cedar Hill, Texas, Annual Comprehensive Financial Report for the year ended September 30, 2022

Note: Cedar Hill ISD and City of Cedar Hill are not included in the rankings.

<sup>1</sup> Total estimated workforce in 2022 and 2013 is 26,974 and 23,677, respectively.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION <sup>1</sup>**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 16**  
**Page 1 of 2**

|                                                       | <b>2014</b>  | <b>2015</b>  | <b>2016</b>  | <b>2017</b>  | <b>2018</b>  |
|-------------------------------------------------------|--------------|--------------|--------------|--------------|--------------|
| <b>Teacher</b>                                        |              |              |              |              |              |
| Substitute Teacher (Full time)                        | 3.8          | -            | -            | 2.0          | 4.9          |
| Teacher                                               | 469.2        | 454.1        | 468.7        | 479.6        | 467.3        |
| <b>Professional Support</b>                           |              |              |              |              |              |
| Audiologist                                           | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          |
| Counselor                                             | 21.9         | 19.3         | 20.4         | 22.0         | 21.0         |
| Educational Diagnostician                             | 8.0          | 9.0          | 8.5          | 8.5          | 6.0          |
| Librarian                                             | 8.0          | 7.0          | 7.0          | 6.0          | 7.0          |
| School Nurse                                          | 6.8          | 7.0          | 5.6          | 5.2          | 5.0          |
| LSSP/Psychologist                                     | 1.0          | 1.0          | 1.0          | 1.0          | 2.0          |
| Speech Therapist / Pathologist                        | 7.0          | 7.0          | 7.0          | 7.0          | 7.0          |
| Teacher Facilitator/Supervisor                        | 4.2          | 2.2          | 3.0          | 3.0          | 13.3         |
| Department Head                                       | -            | -            | -            | -            | 1.0          |
| Athletic Trainer                                      | 4.0          | 4.0          | 4.0          | 4.0          | 4.0          |
| Instructional Materials Coordinator                   | -            | -            | -            | -            | 1.9          |
| Security                                              | -            | -            | -            | -            | -            |
| Instructional Coach                                   | -            | -            | -            | -            | -            |
| Other Campus Professional Support                     | 2.0          | 2.0          | 2.0          | 2.9          | 2.0          |
| Other Non-Instructional Dist. Prof                    | 15.5         | 16.0         | 18.0         | 15.8         | 15.0         |
| <b>Campus Administration</b>                          |              |              |              |              |              |
| Assistant Principal                                   | 16.1         | 16.0         | 15.5         | 18.1         | 20.1         |
| Principal                                             | 13.0         | 13.0         | 11.0         | 11.0         | 11.0         |
| Teacher Supervisor                                    | -            | -            | -            | -            | -            |
| <b>Central Administration</b>                         |              |              |              |              |              |
| Assistant/ Associate/Deputy Supt                      | 2.5          | 5.0          | 5.0          | 3.0          | 2.0          |
| Exec. Director or Director Instr Programs             | 2.0          | 2.0          | -            | 1.0          | 2.0          |
| Superintendent                                        | -            | 1.0          | 1.0          | 1.0          | 1.0          |
| Teacher Supervisor                                    | 14.5         | 9.0          | 13.0         | 12.0         | 9.0          |
| Athletic Director                                     | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          |
| Business Manager                                      | 1.0          | -            | -            | -            | 1.0          |
| Human Resource Director                               | -            | -            | -            | -            | 1.0          |
| <b>Educational Aides</b>                              |              |              |              |              |              |
| Educational Aide                                      | 85.6         | 79.9         | 78.5         | 81.0         | 75.8         |
| <b>Auxiliary &amp; Paraprofessional Support Staff</b> |              |              |              |              |              |
| Aux & Paraprofessional Support                        | 272.3        | 271.5        | 263.5        | 267.9        | 212.2        |
| <b>Total</b>                                          | <b>960.4</b> | <b>928.0</b> | <b>934.7</b> | <b>954.0</b> | <b>894.5</b> |

Source of Information: Cedar Hill Independent School District Finance Office

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION <sup>1</sup>**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 16**  
**Page 2 of 2**

|                                                       | <b>2019</b>  | <b>2020</b>  | <b>2021</b>  | <b>2022</b>  | <b>2023</b>  |
|-------------------------------------------------------|--------------|--------------|--------------|--------------|--------------|
| <b>Teacher</b>                                        |              |              |              |              |              |
| Substitute Teacher (Full time)                        | 2.6          | 2.1          | -            | 8.0          | 1.0          |
| Teacher                                               | 467.7        | 453.9        | 458.2        | 425.1        | 437.7        |
| <b>Professional Support</b>                           |              |              |              |              |              |
| Audiologist                                           | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          |
| Counselor                                             | 21.0         | 19.0         | 19.9         | 19.7         | 19.5         |
| Educational Diagnostician                             | 7.0          | 8.0          | 4.9          | 4.9          | 8.0          |
| Librarian                                             | 7.0          | 5.9          | 5.8          | 5.0          | 4.8          |
| School Nurse                                          | 4.5          | 5.0          | 5.0          | 3.0          | 4.8          |
| LSSP/Psychologist                                     | 2.0          | 2.0          | 1.0          | -            | -            |
| Speech Therapist / Pathologist                        | 7.0          | 7.0          | 6.0          | 4.9          | 7.0          |
| Teacher Facilitator/Supervisor                        | 11.3         | 13.1         | 14.8         | 14.8         | -            |
| Department Head                                       | 1.1          | 1.2          | 1.1          | 0.1          | 0.1          |
| Athletic Trainer                                      | 4.0          | 4.0          | 4.0          | 4.0          | 4.0          |
| Instructional Materials Coordinator                   | 9.0          | 9.0          | 8.0          | 13.0         | 13.9         |
| Security                                              | 3.0          | 4.0          | 3.0          | 4.0          | 4.0          |
| Instructional Coach                                   | -            | -            | -            | 9.8          | 7.4          |
| Other Campus Professional Support                     | 5.0          | 5.0          | 1.5          | 5.0          | 5.0          |
| Other Non-Instructional Dist. Prof                    | 14.8         | 13.7         | 21.0         | 28.3         | 25.1         |
| <b>Campus Administration</b>                          |              |              |              |              |              |
| Assistant Principal                                   | 19.2         | 17.5         | 15.3         | 15.3         | 16.3         |
| Principal                                             | 14.0         | 13.0         | 9.5          | 9.5          | 9.6          |
| Teacher Supervisor                                    | -            | -            | 1.0          | 1.0          | -            |
| <b>Central Administration</b>                         |              |              |              |              |              |
| Assistant/ Associate/Deputy Supt                      | 4.8          | 4.0          | 3.0          | 3.0          | 3.0          |
| Exec. Director or Director Instr Programs             | 5.0          | 4.0          | 9.0          | 9.0          | 4.0          |
| Superintendent                                        | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          |
| Teacher Supervisor                                    | 10.0         | 9.0          | 10.4         | 10.4         | -            |
| Athletic Director                                     | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          |
| Business Manager                                      | -            | 1.0          | 2.0          | 2.0          | 1.0          |
| Human Resource Director                               | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          |
| <b>Educational Aides</b>                              |              |              |              |              |              |
| Educational Aide                                      | 80.0         | 75.5         | 76.2         | 76.2         | 63.5         |
| <b>Auxiliary &amp; Paraprofessional Support Staff</b> |              |              |              |              |              |
| Aux & Paraprofessional Support                        | 213.5        | 204.5        | 195.2        | 195.2        | 195.8        |
| <b>Total</b>                                          | <b>917.5</b> | <b>885.4</b> | <b>879.8</b> | <b>875.2</b> | <b>839.5</b> |

Source of Information: Cedar Hill Independent School District Finance Office

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**OPERATING STATISTICS**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 17**  
**Page 1 of 2**

| <b>Fiscal Year</b> | <b>Average Daily Attendance</b> | <b>Governmental Operating Expenditures <sup>1</sup></b> | <b>Cost Per Student</b> | <b>Percentage Change</b> | <b>Government Wide Expenses</b> |
|--------------------|---------------------------------|---------------------------------------------------------|-------------------------|--------------------------|---------------------------------|
| 2014               | 7,404                           | \$ 64,485,566                                           | \$ 8,710                | 0.31%                    | \$ 74,783,112                   |
| 2015               | 7,435                           | 62,767,270                                              | 8,442                   | -2.66%                   | 74,265,275                      |
| 2016               | 7,574                           | 68,160,564                                              | 8,999                   | 8.59%                    | 82,764,725                      |
| 2017               | 7,414                           | 67,940,862                                              | 9,164                   | -0.32%                   | 83,796,335                      |
| 2018               | 7,386                           | 74,028,530                                              | 10,023                  | 8.96%                    | 65,295,484                      |
| 2019               | 7,292                           | 79,182,679                                              | 10,859                  | 6.96%                    | 92,801,023                      |
| 2020               | 7,091                           | 75,132,533                                              | 10,595                  | -5.11%                   | 90,525,844                      |
| 2021               | 6,833                           | 75,321,684                                              | 11,023                  | 0.25%                    | 84,833,378                      |
| 2022               | 6,346                           | 81,701,865                                              | 12,875                  | 8.47%                    | 82,801,713                      |
| 2023               | 6,180                           | 84,484,609                                              | 13,671                  | 3.41%                    | 86,487,254                      |

Source: Nonfinancial information from District records

<sup>1</sup> Governmental operating expenditures are total expenditures less debt service and capital outlay (to the extent capitalized for the government-wide statement of net position) and expenditures for capitalized assets included within the functional expenditures categories.

<sup>2</sup> Texas law mandates that no more than 22 students can be assigned to one classroom teacher in kindergarten through fourth grade.

<sup>3</sup> Source of Information: Texas Academic Performance Report for years 2012 through 2015. Beginning in FY 2016, Fall PEIMS Submission report PDM1-110-004 was used.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**OPERATING STATISTICS**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

*Table 17*  
*Page 2 of 2*

| <b>Fiscal Year</b> | <b>Cost Per Student</b> | <b>Percentage Change</b> | <b>Number of Teaching Staff <sup>3</sup></b> | <b>Student to Teacher Ratio <sup>2</sup></b> |
|--------------------|-------------------------|--------------------------|----------------------------------------------|----------------------------------------------|
| 2014               | \$ 9,989                | 0.31%                    | 473                                          | 15.7                                         |
| 2015               | 10,927                  | -2.66%                   | 450                                          | 16.5                                         |
| 2016               | 11,302                  | 8.59%                    | 469                                          | 16.1                                         |
| 2017               | 8,840                   | -32.00%                  | 479                                          | 15.5                                         |
| 2018               | 12,726                  | 8.96%                    | 467                                          | 15.8                                         |
| 2019               | 12,766                  | 6.96%                    | 468                                          | 15.6                                         |
| 2020               | 12,415                  | -5.11%                   | 457                                          | 15.5                                         |
| 2021               | 13,048                  | 0.30%                    | 461                                          | 14.8                                         |
| 2022               | 13,048                  | 11.03%                   | 433                                          | 14.7                                         |
| 2023               | 13,995                  | 97.00%                   | 439                                          | 14.1                                         |

<sup>1</sup> Governmental operating expenditures are total expenditures less debt service and capital outlay (to the extent capitalized for the government-wide statement of net position) and expenditures for capitalized assets included within the functional expenditures categories.

<sup>2</sup> Texas law mandates that no more than 22 students can be assigned to one classroom teacher in kindergarten through fourth grade.

<sup>3</sup> Source of Information: Texas Academic Performance Report for years 2012 through 2015. Beginning in FY 2016, Fall PEIMS Submission report PDM1-110-004 was used.



**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**TEACHER SALARY DATA**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 18**

| <b>Fiscal<br/>Year</b> | <b>Minimum<br/>Salary<sup>2</sup></b> | <b>Maximum<br/>Salary<sup>2</sup></b> | <b>District<br/>Average<br/>Salary<sup>2</sup></b> | <b>State<br/>Average<br/>Salary<sup>1</sup></b> |
|------------------------|---------------------------------------|---------------------------------------|----------------------------------------------------|-------------------------------------------------|
| 2014                   | \$ 46,470                             | \$ 57,941                             | \$ 50,206                                          | \$ 49,692                                       |
| 2015                   | 48,820                                | 57,006                                | 50,371                                             | 50,715                                          |
| 2016                   | 50,308                                | 59,993                                | 53,489                                             | 51,891                                          |
| 2017                   | 51,749                                | 61,321                                | 55,023                                             | 52,525                                          |
| 2018                   | 52,029                                | 64,284                                | 56,129                                             | 53,334                                          |
| 2019                   | 52,500                                | 66,351                                | 57,253                                             | 54,122                                          |
| 2020                   | 53,000                                | 66,351                                | 59,076                                             | 55,834                                          |
| 2021                   | 53,000                                | 69,241                                | 58,898                                             | 57,091                                          |
| 2022                   | 54,306                                | 66,145                                | 58,516                                             | 57,641                                          |
| 2023                   | 56,000                                | 77,061                                | 59,032                                             | *                                               |

Sources of Information:

<sup>1</sup> Texas Academic Performance Report (\*2023 not published)

<sup>2</sup> Cedar Hill Independent School District Payroll Records

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**SCHOOL BUILDING INFORMATION**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 19**  
**Page 1 of 4**

| <b>Building:</b>            | <b>2014</b> | <b>2015</b> | <b>2016</b> | <b>2017</b> | <b>2018</b> |
|-----------------------------|-------------|-------------|-------------|-------------|-------------|
| <b>HIGH SCHOOLS</b>         |             |             |             |             |             |
| Cedar Hill (1978)           |             |             |             |             |             |
| Square Footage <sup>1</sup> | 488,442     | 488,442     | 488,442     | 488,442     | 488,442     |
| Capacity <sup>2</sup>       | 38,071,712  | 2,200       | 2,200       | 397,605     | 399,805     |
| Enrollment <sup>3</sup>     | 1,694       | 1,688       | 1,671       | 1,701       | 1,689       |
| Ninth Grade Center (2005)   |             |             |             |             |             |
| Square Footage <sup>1</sup> | 248,819     | 248,819     | 248,819     | 248,819     | 248,819     |
| Capacity <sup>2</sup>       | 41,278,203  | 2,500       | 2,500       | 445,236     | 447,736     |
| Enrollment <sup>3</sup>     | 538         | 565         | 618         | 540         | 575         |
| Collegiate (1997)           |             |             |             |             |             |
| Square Footage <sup>1</sup> | 67,347      | 67,347      | 67,347      | 67,347      | 67,347      |
| Capacity <sup>2</sup>       | 49,789,612  | 800         | 800         | 815,327     | 816,127     |
| Enrollment <sup>3</sup>     | 371         | 379         | 406         | 406         | 403         |
| <b>MIDDLE SCHOOLS</b>       |             |             |             | 699,255     | 699,255     |
| W S Permenter (1989)        |             |             |             |             |             |
| Square Footage <sup>1</sup> | 152,465     | 152,465     | 152,465     | 302,797     | 455,262     |
| Capacity <sup>2</sup>       | 1,200       | 1,200       | 1,200       | 1,200       | 1,200       |
| Enrollment <sup>3</sup>     | 59,292,458  | 57,586,045  | 1           | -           | 57,586,045  |
| Bessie Coleman (2005)       |             |             |             |             |             |
| Square Footage <sup>1</sup> | 135,310     | 135,310     | 135,310     | 135,310     | 135,310     |
| Capacity <sup>2</sup>       | 1,200       | 1,200       | 1,200       | 1,200       | 1,200       |
| Enrollment <sup>3</sup>     | 589         | 588         | 796         | 754         | 778         |
| Collegiate Academy (1997)   |             |             |             |             |             |
| Square Footage <sup>1</sup> | 67,347      | 67,347      | 67,347      | 67,347      | 67,347      |
| Capacity <sup>2</sup>       | 800         | 800         | 800         | 800         | 800         |
| Enrollment <sup>3</sup>     | 556         | 540         | 94          | 207         | 302         |

Source of Information:

<sup>1</sup> Insurance Property Valuation Schedule. Square footage is based on structured building and does not include temporary classrooms.

<sup>2</sup> Functional capacity for the buildings as constructed, not including T buildings.

<sup>3</sup> Fall PEIMS Submission for the applicable year. Report PRF5C044 was used prior to FY 2016. Beginning in FY 2016, report PDM1120009 was used.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**SCHOOL BUILDING INFORMATION**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 19**  
**Page 2 of 4**

| <b>Building:</b>            | <b>2019</b> | <b>2020</b> | <b>2021</b> | <b>2022</b> | <b>2023</b> |
|-----------------------------|-------------|-------------|-------------|-------------|-------------|
| <b>HIGH SCHOOLS</b>         |             |             |             |             |             |
| Cedar Hill (1978)           |             |             |             |             |             |
| Square Footage <sup>1</sup> | 488,442     | 488,442     | 488,442     | 488,442     | 488,442     |
| Capacity <sup>2</sup>       | 2,200       | 2,200       | 2,200       | 2,200       | 2,200       |
| Enrollment <sup>3</sup>     | 1,721       | 1,645       | 2,279       | 2,277       | 2,201       |
| Ninth Grade Center (2005)   |             |             |             |             |             |
| Square Footage <sup>1</sup> | 248,819     | 248,819     | 248,819     | 248,819     | 248,819     |
| Capacity <sup>2</sup>       | 2,500       | 2,500       | 2,500       | 2,500       | 2,500       |
| Enrollment <sup>3</sup>     | 566         | 626         | -           | -           | -           |
| Collegiate (1997)           |             |             |             |             |             |
| Square Footage <sup>1</sup> | 67,347      | 67,347      | 67,347      | 67,347      | 67,347      |
| Capacity <sup>2</sup>       | 800         | 800         | 800         | 800         | 800         |
| Enrollment <sup>3</sup>     | 371         | 355         | 365         | 365         | 314         |
| W S Permenter (1989)        |             |             |             |             |             |
| Square Footage <sup>1</sup> | 152,465     | 152,465     | 152,465     | 152,465     | 152,465     |
| Capacity <sup>2</sup>       | 1,200       | 1,200       | 1,200       | 1,200       | 1,200       |
| Enrollment <sup>3</sup>     | 803         | 776         | 735         | 735         | 626         |
| Bessie Coleman (2005)       |             |             |             |             |             |
| Square Footage <sup>1</sup> | 135,310     | 135,310     | 135,310     | 135,310     | 135,310     |
| Capacity <sup>2</sup>       | 1,200       | 1,200       | 1,200       | 1,200       | 1,200       |
| Enrollment <sup>3</sup>     | 769         | 779         | 733         | 733         | 649         |
| Collegiate Academy (1997)   |             |             |             |             |             |
| Square Footage <sup>1</sup> | 67,347      | 67,347      | 67,347      | 67,347      | 67,347      |
| Capacity <sup>2</sup>       | 800         | 800         | 800         | 800         | 800         |
| Enrollment <sup>3</sup>     | 300         | 303         | 285         | 285         | 270         |

Source of Information:

<sup>1</sup> Insurance Property Valuation Schedule. Square footage is based on structured building and does not include temporary classrooms.

<sup>2</sup> Functional capacity for the buildings as constructed, not including T buildings.

<sup>3</sup> Fall PEIMS Submission for the applicable year. Report PRF5C044 was used prior to FY 2016. Beginning in FY 2016, report PDM1120009 was used.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**SCHOOL BUILDING INFORMATION**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 19**  
**Page 3 of 4**

| <b>Building:</b>            | <b>2014</b> | <b>2015</b> | <b>2016</b> | <b>2017</b> | <b>2018</b> |
|-----------------------------|-------------|-------------|-------------|-------------|-------------|
| <b>ELEMENTARY SCHOOLS</b>   |             |             |             |             |             |
| Bray (1944)                 |             |             |             |             |             |
| Square Footage <sup>1</sup> | 34,478      | 34,478      | 34,478      | 34,478      | 34,478      |
| Capacity <sup>2</sup>       | 300         | 300         | 300         | 300         | 300         |
| Enrollment <sup>3</sup>     | 218         | 301         | 249         | 255         | 272         |
| Plummer (1973)              |             |             |             |             |             |
| Square Footage <sup>1</sup> | 44,910      | 44,910      | 44,910      | 44,910      | 44,910      |
| Capacity <sup>2</sup>       | 750         | 750         | 750         | 750         | 750         |
| Enrollment <sup>3</sup>     | 533         | 521         | 588         | 597         | 582         |
| High Pointe (1985)          |             |             |             |             |             |
| Square Footage <sup>1</sup> | 67,239      | 67,239      | 67,239      | 67,239      | 67,239      |
| Capacity <sup>2</sup>       | 750         | 750         | 750         | 750         | 750         |
| Enrollment <sup>3</sup>     | 566         | 565         | 556         | 486         | 470         |
| Highlands (1987)            |             |             |             |             |             |
| Square Footage <sup>1</sup> | 69,678      | 69,678      | 69,678      | 69,678      | 69,678      |
| Capacity <sup>2</sup>       | 750         | 750         | 750         | 750         | 750         |
| Enrollment <sup>3</sup>     | 649         | 599         | 662         | 654         | 607         |
| Waterford Oaks (1990)       |             |             |             |             |             |
| Square Footage <sup>1</sup> | 71,998      | 71,998      | 71,998      | 71,998      | 71,998      |
| Capacity <sup>2</sup>       | 750         | 750         | 750         | 750         | 750         |
| Enrollment <sup>3</sup>     | 588         | 538         | 572         | 570         | 565         |
| Lake Ridge (2002)           |             |             |             |             |             |
| Square Footage <sup>1</sup> | 69,350      | 69,350      | 69,350      | 69,350      | 69,350      |
| Capacity <sup>2</sup>       | 750         | 750         | 750         | 750         | 750         |
| Enrollment <sup>3</sup>     | 345         | 397         | 404         | 378         | 328         |
| Collegiate Prep (2002)      |             |             |             |             |             |
| Square Footage <sup>1</sup> | 70,000      | 70,000      | 70,000      | 70,000      | 70,000      |
| Capacity <sup>2</sup>       | 800         | 800         | 800         | 800         | 800         |
| Enrollment <sup>3</sup>     | 572         | 523         | 502         | 481         | 484         |

Source of Information:

<sup>1</sup> Insurance Property Valuation Schedule. Square footage is based on structured building and does not include temporary classrooms.

<sup>2</sup> Functional capacity for the buildings as constructed, not including T buildings.

<sup>3</sup> Fall PEIMS Submission for the applicable year. Report PRF5C044 was used prior to FY 2016. Beginning in FY 2016, report PDM1-120-009 was used.

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**SCHOOL BUILDING INFORMATION**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 19**  
**Page 4 of 4**

| <b>Building:</b>            | <b>2019</b> | <b>2020</b> | <b>2021</b> | <b>2022</b> | <b>2023</b> |
|-----------------------------|-------------|-------------|-------------|-------------|-------------|
| <b>ELEMENTARY SCHOOLS</b>   |             |             |             |             |             |
| Bray (1944)                 |             |             |             |             |             |
| Square Footage <sup>1</sup> | 34,478      | 34,478      | 34,478      | 34,478      | 34,478      |
| Capacity <sup>2</sup>       | 300         | 300         | 300         | 300         | 300         |
| Enrollment <sup>3</sup>     | 251         | 237         | 256         | 236         | 238         |
| Plummer (1973)              |             |             |             |             |             |
| Square Footage <sup>1</sup> | 44,910      | 44,910      | 44,910      | 44,910      | 44,910      |
| Capacity <sup>2</sup>       | 750         | 750         | 750         | 750         | 750         |
| Enrollment <sup>3</sup>     | 607         | 592         | 491         | 491         | 475         |
| High Pointe (1985)          |             |             |             |             |             |
| Square Footage <sup>1</sup> | 67,239      | 67,239      | 67,239      | 67,239      | 67,239      |
| Capacity <sup>2</sup>       | 750         | 750         | 750         | 750         | 750         |
| Enrollment <sup>3</sup>     | 406         | 387         | 309         | 309         | 328         |
| Highlands (1987)            |             |             |             |             |             |
| Square Footage <sup>1</sup> | 69,678      | 69,678      | 69,678      | 69,678      | 69,678      |
| Capacity <sup>2</sup>       | 750         | 750         | 750         | 750         | 750         |
| Enrollment <sup>3</sup>     | 604         | 563         | 489         | 489         | 488         |
| Waterford Oaks (1990)       |             |             |             |             |             |
| Square Footage <sup>1</sup> | 71,998      | 71,998      | 71,998      | 71,998      | 71,998      |
| Capacity <sup>2</sup>       | 750         | 750         | 750         | 750         | 750         |
| Enrollment <sup>3</sup>     | 578         | 497         | 483         | 483         | 438         |
| Lake Ridge (2002)           |             |             |             |             |             |
| Square Footage <sup>1</sup> | 69,350      | 69,350      | 69,350      | 69,350      | 69,350      |
| Capacity <sup>2</sup>       | 750         | 750         | 750         | 750         | 750         |
| Enrollment <sup>3</sup>     | 328         | 370         | 366         | 366         | 398         |
| Collegiate Prep (2002)      |             |             |             |             |             |
| Square Footage <sup>1</sup> | 70,000      | 70,000      | 70,000      | 70,000      | 70,000      |
| Capacity <sup>2</sup>       | 800         | 800         | 800         | 800         | 800         |
| Enrollment <sup>3</sup>     | 500         | 493         | 482         | 482         | 495         |

Source of Information:

<sup>1</sup> Insurance Property Valuation Schedule. Square footage is based on structured building and does not include temporary classrooms.

<sup>2</sup> Functional capacity for the buildings as constructed, not including T buildings.

<sup>3</sup> Fall PEIMS Submission for the applicable year. Report PRF5C044 was used prior to FY 2016. Beginning in FY 2016, report PDM1-120-009 was used.



**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**Required Responses to Selected School FIRST Indicators**  
**For the Year Ended June 30, 2023**

**Schedule L-1**

|     |                                                                                                                                                                                                                                                                                                                                                                                                                              |              |
|-----|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|
| 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 <b>to not have made</b> timely payments.) 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.                                                                                                                                                                                                                                                                          | Yes          |
| SF4 | Was the school district issued a warrant hold? Even if the issue surrounding the initial warrant hold was resolved and cleared within 30 days, the school district is considered to have been issued a warrant hold.                                                                                                                                                                                                         | No           |
| SF5 | Did the Annual Financial Report disclose any instances of material weaknesses in internal controls over financial reporting and compliance for local, state, or federal funds?                                                                                                                                                                                                                                               | No           |
| SF6 | Was there any disclosure in the Annual Financial Report of material noncompliance for grants, contracts, and laws related to local, state, or federal funds?                                                                                                                                                                                                                                                                 | No           |
| SF7 | Did the school district post the required financial information on its website in accordance with Government Code, Local Government Code, Texas Education Code, Texas Administrative Code and other statutes, laws and rules that were in effect at the school district's fiscal year end?                                                                                                                                   | Yes          |
| SF8 | Did the school board members discuss the school district's property values at a board meeting within 120 days before the school district adopted its budget?                                                                                                                                                                                                                                                                 | Yes          |
| SF9 | Total accumulated accretion on CABs included in government-wide financial statements at fiscal year-end.                                                                                                                                                                                                                                                                                                                     | \$ 1,201,286 |

NOTE: This schedule is to be included as part of the annual financial audit report (AFR) submission on the required due date and published as a part of the school district's AFR. This schedule should be submitted in the data feed file and submitted as an Adobe Acrobat portable document file (pdf).



## **FEDERAL AWARDS SECTION**



**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN  
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Trustees  
Cedar Hill Independent School District

We have audited, in accordance with the 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 Cedar Hill Independent School District (the “District”), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District’s basic financial statements, and have issued our report thereon dated November 13, 2023.

**Internal Control Over Financial Reporting**

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

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

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

To the Board of Trustees  
Cedar Hill Independent School District

### **Compliance and Other Matters**

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

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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

Dallas, Texas  
November 13, 2023

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR  
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Trustees  
Cedar Hill Independent School District

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

***Opinion on Each Major Program***

We have audited Cedar Hill Independent School District’s (the “District”) compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District’s major federal programs for the year ended June 30, 2023. The District’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District’s 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 June 30, 2023.

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

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

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

***Responsibilities of Management for Compliance***

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

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

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

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

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

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

### **Report on Internal Control Over Compliance**

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

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

To the Board of Trustees  
Cedar Hill Independent School District

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.

*Whitley Penn LLP*

Dallas, Texas  
November 13, 2023

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended June 30, 2023**

**I. Summary of Auditors' Results**

**Financial Statements**

---

|                                                                                        |               |
|----------------------------------------------------------------------------------------|---------------|
| Type of auditors' report issued:                                                       | Unmodified    |
| Internal control over financial reporting:                                             |               |
| Material weakness( es) identified?                                                     | No            |
| Significant deficiencies identified that are not considered to be material weaknesses? | None reported |
| Noncompliance material to financial statements noted?                                  | No            |

**Federal Awards**

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|                                                                                                      |               |
|------------------------------------------------------------------------------------------------------|---------------|
| Internal control over major programs:                                                                |               |
| Material weakness( es) identified?                                                                   | No            |
| Significant deficiencies identified that are not considered to be material weaknesses?               | None reported |
| Type of auditors' report issued on compliance with major programs:                                   | Unmodified    |
| Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516( a) ? | No            |

**Identification of major programs:**

| <u>Name of Federal Program or Cluster</u> | <u>Assistance Listing Number ( ALN)</u> |
|-------------------------------------------|-----------------------------------------|
|-------------------------------------------|-----------------------------------------|

**US Department of Agriculture**

|                                                                 |        |
|-----------------------------------------------------------------|--------|
| Child Nutrition Cluster:                                        |        |
| <i>School Breakfast Program</i>                                 | 10.553 |
| <i>National School Lunch Program</i>                            | 10.555 |
| <i>COVID-19 Emergency Operational Cost Reimbursement - NSLP</i> | 10.555 |

**US Department of Education**

|                                                          |         |
|----------------------------------------------------------|---------|
| <i>COVID-19 CRSSA Act ESSER Fund II - Hold Harmless</i>  | 84.425D |
| <i>COVID-19 ARP Act ESSER Fund III</i>                   | 84.425U |
| <i>COVID-19 ARP Act ESSER Fund III: TCLAS</i>            | 84.425U |
| <i>COVID-19 CRSSA Act ESSER Fund II: ARP HOMELESS II</i> | 84.425W |

|                                                                        |           |
|------------------------------------------------------------------------|-----------|
| Dollar Threshold Considered Between Type A and Type B Federal Programs | \$750,000 |
|------------------------------------------------------------------------|-----------|

|                                        |     |
|----------------------------------------|-----|
| Auditee qualified as low risk auditee? | Yes |
|----------------------------------------|-----|

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
***SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)***  
***For the Year Ended June 30, 2023***

**II. Financial Statement Findings**

None Reported

**III. Federal Awards Findings and Questioned Costs**

None Reported

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended June 30, 2023**

**Exhibit K-1**  
**Page 1 of 2**

| (1)<br>Federal Grantor/<br>Pass-Through Grantor/<br>Program Title                   | (2)<br>Federal<br>ALN | (2A)<br>Pass Through Entity<br>Identifying Number | (3)<br>Federal<br>Expenditures |
|-------------------------------------------------------------------------------------|-----------------------|---------------------------------------------------|--------------------------------|
| <b>U.S. Department of Agriculture</b>                                               |                       |                                                   |                                |
| <b>Passed Through Texas Education Agency:</b>                                       |                       |                                                   |                                |
| Cash Assistance:                                                                    |                       |                                                   |                                |
| School Breakfast Program (SBP) - Seamless Summer Option                             | 10.553                | 71402301                                          | \$ 810,874                     |
| National School Lunch Program (NSLP) - Seamless Summer Option                       | 10.555                | 71302301                                          | 2,424,067                      |
| COVID-19 Emergency Operational Cost Reimbursement - NSLP                            | 10.555                | 52302001                                          | 267,636                        |
| <b>Passed Through Texas Department of Agriculture:</b>                              |                       |                                                   |                                |
| Non Cash Assistance (Commodities):                                                  |                       |                                                   |                                |
| National School Lunch Program                                                       | 10.555                | 806780706                                         | 358,178                        |
| Total Child Nutrition Cluster (ALN 10.555, 10.553)                                  |                       |                                                   | <u>3,860,755</u>               |
| <b>Passed Through Texas Department of Agriculture:</b>                              |                       |                                                   |                                |
| Cash Assistance:                                                                    |                       |                                                   |                                |
| Child and Adult Care Food Program (CACFP)                                           | 10.558                | 806780706                                         | 145,077                        |
| P-EBT Local Level Administrative Cost Grant                                         | 10.649                | 71302301                                          | 5,950                          |
| <b>Total U.S. Department of Agriculture</b>                                         |                       |                                                   | <u><b>4,011,782</b></u>        |
| <b>U.S. Department of Education</b>                                                 |                       |                                                   |                                |
| <b>Direct:</b>                                                                      |                       |                                                   |                                |
| Gaining Early Awareness and Readiness for Undergraduate Programs (Ready 4 Gear Up!) | 84.334A               | P334A170015-22                                    | 1,066,186                      |
| LEP Summer School                                                                   | 84.369A               | 69552102                                          | 5,836                          |
| <b>Passed Through Texas Education Agency:</b>                                       |                       |                                                   |                                |
| ESEA Title I, Part A - Improving Basic Programs                                     | 84.010A               | 23610101057904                                    | 1,609,460                      |
| Title I, 1003 (a) School Improvement                                                | 84.010A               | 23610141057904                                    | 61,993                         |
| Total ALN 84.010                                                                    |                       |                                                   | <u>1,671,453</u>               |
| IDEA - Part B, Formula                                                              | 84.027A               | 236600010579046000                                | 1,468,498                      |
| IDEA - Part B, Formula (American Rescue Plan)                                       | 84.027X               | 225350020579045000                                | 155,382                        |
| IDEA - Part B, Preschool                                                            | 84.173A               | 236610010579046000                                | 22,970                         |
| IDEA - Part B, Preschool (American Rescue Plan)                                     | 84.173X               | 225360020579045000                                | 4,184                          |
| Total Special Education Cluster (ALN 84.027, 84.173)                                |                       |                                                   | <u>1,651,034</u>               |
| Career and Technical - Basic Grant                                                  | 84.048A               | 23420006057904                                    | 90,324                         |
| COVID-19 CRSSA Act ESSER Fund II - Hold Harmless                                    | 84.425D               | 21521001057904                                    | 4,129,192                      |
| COVID-19 ARP Act ESSER Fund III                                                     | 84.425U               | 21528001057904                                    | 2,364,875                      |
| COVID-19 ARP Act ESSER Fund III: TCLAS                                              | 84.425U               | 21528042057904                                    | 292,418                        |
| COVID-19 CRSSA Act ESSER Fund II: ARP HOMELESS II                                   | 84.425W               | 21533002057904                                    | 23,947                         |
| Total ALN 84.425                                                                    |                       |                                                   | <u>6,810,432</u>               |
| <b>Passed Through Region X Education Service Center:</b>                            |                       |                                                   |                                |
| ESEA, Title III, Part A - English Language Acquisition                              | 84.365A               | 23671001057904                                    | 108,544                        |
| ESSA Title II, Part A - Supporting Effective Instruction                            | 84.367A               | 23694501057904                                    | 369,817                        |
| Title IV Part A - Student Support and Academic Enrichment                           | 84.424A               | 23680101057904                                    | 272,347                        |
| <b>Total U.S. Department of Education</b>                                           |                       |                                                   | <u><b>12,045,973</b></u>       |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended June 30, 2023**

*Exhibit K-1*  
*Page 2 of 2*

| (1)<br>Federal Grantor/<br>Pass-Through Grantor/<br>Program Title | (2)<br>Federal<br>ALN | (2A)<br>Pass Through Entity<br>Identifying Number | (3)<br>Federal<br>Expenditures |
|-------------------------------------------------------------------|-----------------------|---------------------------------------------------|--------------------------------|
| <b>U.S. Department of Health and Human Services</b>               |                       |                                                   |                                |
| <b>Passed Through Texas Health and Human Services Commission:</b> |                       |                                                   |                                |
| <i>Medicaid Administrative Claiming (MAC) Program</i>             | 93.778                | 000537900296                                      | \$ 246,529                     |
| <i>Total Medicaid Cluster (ALN 93.778)</i>                        |                       |                                                   | <u>246,529</u>                 |
| <b>Total U.S. Department of Health and Human Services</b>         |                       |                                                   | <u><b>246,529</b></u>          |
|                                                                   |                       |                                                   |                                |
| <b>Total Expenditures of Federal Awards</b>                       |                       |                                                   | <u><b>\$ 16,304,284</b></u>    |

**Note 1 - Basis of Accounting**

The District accounts for all awards under federal programs in the General and Certain Special Revenue Funds in accordance with the Texas Education Agency's *Financial Accountability System Resource Guide*. These programs are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current assets.

The modified accrual basis of accounting is used for these funds. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the liability is incurred, if measurable, except for certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources. Expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited to reimbursement. Pass-through entity identifying numbers are presented where available.

Federal grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant, and accordingly, when such funds are received, they are recorded as unearned revenues until earned. Generally, unused balances are returned to the grantor at the close of specified project periods. The District has not elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

**Note 2 - Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the District under programs of the federal government for the year ended June 30, 2023. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Because the schedule presents on a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position or cash flows of the District.

**Note 3 - Reconciliation to Basic Financial Statements**

The following is a reconciliation of the federal program revenues reported in the District's Annual Financial Report and total expenditures per the Schedule of Expenditures of Federal Awards:

|                                                     |                      |
|-----------------------------------------------------|----------------------|
| Federal Program Revenues (Per Exhibit C-3)          | \$ 17,498,511        |
| School Health and Related Services (SHARS)          | (387,490)            |
| E-Rate                                              | (384,881)            |
| Air Force ROTC                                      | (58,266)             |
| JROTC                                               | (10,355)             |
| United States Treasury Subsidy Payment - 2013 QSCBs | (353,235)            |
|                                                     | <u>\$ 16,304,284</u> |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)**

*Exhibit K-2*

**Note 4 - General Fund Expenditures**

Federal awards reported in the general fund are summarized as follows:

| <b>Program or Source</b>                                              | <b>Federal<br/>ALN</b> | <b>Amount</b>              |
|-----------------------------------------------------------------------|------------------------|----------------------------|
| SHARS                                                                 |                        | \$ 387,490                 |
| E-Rate                                                                |                        | 384,881                    |
| Air Force ROTC                                                        |                        | 58,266                     |
| Medicaid Administrative Claiming (MAC) Program                        | 93.778                 | 246,529                    |
| Indirect Costs:                                                       |                        |                            |
| School Breakfast Program (SBP) - Seamless Summer Option               | 10.553                 | 82,845                     |
| National School Lunch Program (NSLP) - Seamless Summer Option         | 10.555                 | 247,661                    |
| Title I, Part A                                                       | 84.010A                | 63,706                     |
| Title I, 1003                                                         | 84.010A                | 4,273                      |
| IDEA B, Formula                                                       | 84.027A                | 71,227                     |
| IDEA B, Formula - ARP                                                 | 84.027X                | 4,813                      |
| IDEA B, Preschool                                                     | 84.173A                | 1,265                      |
| IDEA B, Preschool - ARP                                               | 84.173X                | 228                        |
| Career & Technical - Basic Grant                                      | 84.048A                | 4,974                      |
| Ready 4 Gear Up!                                                      | 84.334A                | 29,394                     |
| ESEA, Title III, Part A - English Language Acquisition                | 84.365A                | 3,594                      |
| ESSA Title II, Part A - Teacher and Principal Training and Recruiting | 84.367A                | 13,103                     |
| Title IV Part A - Student Support and Academic Enrichment             | 84.424A                | 4,830                      |
| COVID-19 - CRRSA ESSER II                                             | 84.425D                | 575,638                    |
| COVID-19 - ARP ESSER III                                              | 84.425U                | 340,719                    |
| COVID-19 - ARP ESSER III TCLAS                                        | 84.425U                | 19,207                     |
| COVID-19 CRSSA Act ESSER Fund II: ARP HOMELESS II                     | 84.425W                | 3,540                      |
| <b>Total</b>                                                          |                        | <u><u>\$ 2,548,183</u></u> |

**CEDAR HILL INDEPENDENT SCHOOL DISTRICT*****SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS******For the Year Ended June 30, 2023***

Federal regulations, Title 2 U.S. Code of Federal Regulations Section 200.511 states, "The auditee is responsible for follow-up and corrective action on all audit findings. As part of this responsibility, the auditee must prepare a summary schedule of prior audit findings." The summary schedule of prior audit findings must report the status of the following:

- All audit findings included in the prior audit's schedule of findings and questioned costs, and
- All audit findings reported in the prior audit's summary schedule of prior audit findings except audit findings listed as corrected.

**I. Prior Audit Findings**

Not Applicable

## **CEDAR HILL INDEPENDENT SCHOOL DISTRICT**

### ***CORRECTIVE ACTION PLAN***

***For the Year Ended June 30, 2023***

Federal regulations, Title 2 U.S. Code of Federal Regulations §200.511 states, "At the completion of the audit, the auditee must prepare, in a document separate from the auditor's findings described in §200.516 Audit findings, a corrective action plan to address each audit finding included in the current year auditor's reports."

#### **I. Corrective Action Plan**

Not Applicable

