

**Dallas
Independent
School
District**





School FIRST

Financial Integrity Rating System of Texas

2010 – 2011 Rating Presentation



Presented by

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Executive Director – Financial Services

School FIRST Background

- Expands the public education accountability system in Texas to Financial Services.
- Originated by SB875 of the 76th Texas Legislature in 1999.
- Primary goal is to improve the management of the school district's financial resources.

School FIRST Stated Objectives

- Assess the quality of financial management in Texas public schools.
- Measure and report the extent to which financial resources are allocated for direct instructional purposes.
- Fairly evaluate the quality of financial management decisions.
- Openly report results to the general public.

School FIRST Rating Categories

- Superior Achievement
- Above Standard Achievement
- Standard Achievement
- Substandard Achievement

Dallas ISD School FIRST Rating

- **Superior Achievement**
 - 6 Yes / No indicators: Dallas ISD - 5 Yes; 1 No
 - 14 indicators with points: Dallas ISD total points - 64 (maximum 70)
 - Required points for Superior Achievement rating – 64 to 70

School FIRST Areas for Improvement

- Material weaknesses in internal controls.
- Material noncompliance found in Single Audit findings.
- Received 4 points out of a possible 5 due to percentage of tax collected to tax levied.

School FIRST Required Disclosures

- The Superintendent's current employment contract is available on the District's Web site at the following link:
<http://www.dallasisd.org/cms/lib/TX01001475/centricity/domain/5920/milescontractweb.pdf>
- For the year ended June 30, 2011, the Superintendent received no outside compensation and/or fees for professional consulting and/or other personal services.
- For the year ended June 30, 2011, there were no gifts received by the Superintendent and/or Board Members (and First Degree Relatives, if any) from any district vendors.

School FIRST Required Disclosures

- There were no Business Transactions between the District and Board Members except for payments of \$15,625 made to TD Industries. The payments were made for services rendered under contracts previously approved by the Board of Trustees. Jack Lowe is the Chairman Emeritus of TD Industries.
- The following schedule details the reimbursements for business expenses received by the Superintendent and Board Members from the District for the year ended June 30, 2011.

Expense Reimbursements

Description of Reimbursement	Superintendent	Board Member District 1	Board Member District 2	Board Members District 3	Board Member District 4	Board Member District 5	Board Member District 6	Board Member District 7	Board Member District 8	Board Members District 9
Meals	\$1,443.79	-0-	-0-	\$1,600.00	\$225.00	\$725.00	\$675.00	\$375	\$750.00	\$1,875.00
Lodging	\$6,694.75	-0-	\$348.54	\$3,354.97	\$160.72	\$2,633.67	\$755.39	\$564.15	\$2,032.78	\$3,862.22
Transportation	\$10,472.65	-0-	\$239.50	\$2,549.65	-0-	\$918.65	\$662.22	\$239.50	\$804.70	\$1,932.92
Motor Fuel	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Other	\$2,101.34	\$160.00	-0-	\$2,369.68	\$645.00	\$1,290.00	\$1,664.95	\$365.00	\$2,754.33	\$1,129.86
Total	\$20,712.53	\$160.00	\$588.04	\$9,874.30	\$1,030.72	\$5,567.32	\$3,757.56	\$1,543.65	\$6,341.81	8,800.00

School FIRST Required Disclosures

General Fund Expenditures for the Three Months Ended
September 30, 2011 (in millions):

6100 Payroll and related costs	\$	179.3
6200 Contracted services		27.8
6300 Supplies and materials		8.4
6400 Other operating		2.5
6500 Debt service		1.2
6600 Capital expenditures		1.2
Total	\$	220.4

School FIRST Required Disclosures

- In the two fiscal years ended June 30, 2011 and 2012, the District drew funds from a short term financing note during the period between July and October in each year.
- For the year ended June 30, 2011, the General Fund balance exceeded 2% of the total expenditures of Functions 11 through 61.
- The District has not declared financial exigency at any time during the two years ended June 30, 2012.
- The District has had one Superintendent and one Interim Superintendent during the five years ended June 30, 2012.

School FIRST Required Disclosures

- The District has had five “Business Managers” during the five year period ended June 30, 2012.
- The District does not have student-to-staff ratios significantly (more than 85%) below the norm.
- For additional information regarding the financial condition of the District, please refer to the Annual Financial Report for the year ended June 30, 2011 and the 2012- 2013 Adopted Budget (Version 4.1) and related schedules.

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Q & A

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