

Pflugerville Independent School District
Comprehensive Annual Financial Report
For the Fiscal Year Ended August 31, 2020



**1401 West Pecan Street
Pflugerville, Texas 78660**
www.pfisd.net

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Pflugerville, Texas 78660
www.pfisd.net

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED August 31, 2020

PREPARED BY DEPARTMENT OF FINANCE

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

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Introductory Section

**PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
PRINCIPAL OFFICIALS AND ADVISORS**

BOARD OF TRUSTEES

Ms. Vernagene Mott
President

Ms. Renae Mitchell
Vice-President

Mr. Tony Hanson
Secretary

Ms. Cindy Gee
Member

Mr. Brian Allen
Member

Ms. Mary Kimmins
Member

Ms. Jean Mayer
Member

ADMINISTRATION

Dr. Douglas Killian
Superintendent of Schools

Dr. Troy Galow
Chief of Staff

Mr. Eduardo Ramos
Chief Operating Officer

Ms. Brandy Baker, M. Ed.
Chief Academic & Innovation Officer

Mr. Willie Watson
Chief Human Resources Officer

Ms. Tamra Spence
Communications Officer

Mr. Victor Valdez
Chief Technology Officer

**PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
PRINCIPAL OFFICIALS AND ADVISORS**

CONSULTANTS AND ADVISORS

Weaver and Tidwell, L.L.P.
Austin, Texas - Independent Auditors

Orrick, Herrington, & Sutcliffe, LLP
Austin, Texas - Bond Counsel

Estrada Hinojosa & Company, Inc.
Dallas, Texas - Financial Advisor

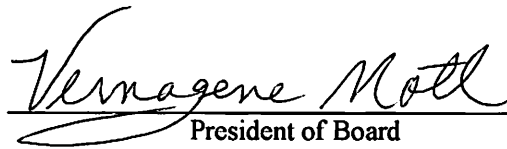
CERTIFICATE OF THE BOARD

Pflugerville Independent School District
Name of School District

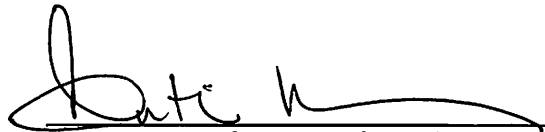
Travis
County

227-904
Co. - Dist. No.

We, the undersigned, certify that the attached annual financial reports of the above named school district were reviewed and approved for the year ended August 31, 2020, at a meeting of the Board of Trustees of such school district on January 21, 2021.



President of Board



Secretary of Board



January 21, 2021

Ms. Vernagene Mott, President and
Board of Trustee Members and Citizens of
Pflugerville Independent School District
1401 West Pecan
Pflugerville, Texas 78660

Dear Ms. Mott, Board Members and Citizens of Pflugerville Independent School District:

The Finance Department is pleased to submit the Comprehensive Annual Financial Report for the Pflugerville Independent School District (Pflugerville ISD) for the fiscal year ended August 31, 2020.

This report is published to provide the Board, citizens, our bondholders, staff and other interested parties with detailed information concerning the financial condition and activities of the school district.

Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. In our opinion, we believe the data, as presented, is accurate in all material aspects; that they are presented in a manner designed to fairly set forth 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 affairs are included in this report.

The MD&A (Management Discussion and Analysis) is a narrative introduction, overview and analysis to accompany the basic financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the independent auditor's report. The Statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

The Financial section is prepared in accordance with generally accepted accounting principles for governments, as prescribed by the Governmental Accounting Standards Board and other professional associations.

THE REPORTING ENTITY AND ITS SERVICES

This report includes all of the funds of the District, including activities considered by the State of Texas to be part of the K-12 public school system. Pflugerville ISD is an independent school district incorporated as a political subdivision of the State of Texas. A seven-member board governs the District in accordance with state statutes and regulations. Members of the Board serve staggered three-year terms without compensation and are elected from at-large member districts. The Board of Trustees operates as a policy making body, delegates management to the single executive head (the Superintendent of Schools), determines District goals and evaluates policies in terms of effectiveness in attaining those goals. The Superintendent of Schools and the administrative staff execute the policies of the Board, assume responsibility for the operation of the District, make recommendations to the Board in matters of policy and professional personnel, prepare the budget and report to the Board on matters related to the progress of the District in attaining the goals set by the Board.

The District provides a comprehensive range of school programs and services, as required by state statute, to over 25,000 enrolled students in grades Pre-K through 12. This includes basic elementary pre-kindergarten through grade five, middle school grades six through eight, high school grades nine through twelve, career and technical education, alternative schools, bilingual education, pupil transportation, food service, special education and numerous special programs for remedial and enriched education. A wide variety of electives in fine arts, athletics and technology supplement these basic programs.

ECONOMIC CONDITION AND OUTLOOK

Pflugerville ISD is located in and around the City of Pflugerville which is a rapidly growing suburb of the state's capital, Austin and a developing commercial center of Travis and Williamson counties. The district serves an estimated population of roughly 161,386 and being strategically located a few miles north of Austin along the I-35 corridor and 25 minutes from the Austin-Bergstrom International Airport, Pflugerville provides businesses a climate with easy access to several metropolitan areas without the big city challenges.

Pflugerville also stands out as an excellent commercial site with a friendly and welcoming residential community. The SH-130 toll road is the driving force behind Pflugerville's continuing growth. Housing development is thriving on the east side of Pflugerville near SH-130 as families are drawn to this area known for outstanding schools, affordable housing and easy access to work or play. More than seven major institutions of higher education surround Pflugerville ISD, including The University of Texas at Austin, Huston-Tillotson University, St. Edward's University, Southwestern University, Texas State University, Concordia University and the Austin Community College System.

Pflugerville ISD's access to both the Interstate 35 corridor as well as the state highways 45 and 130 has been a driving force behind the districts growing enrollment and tax base. In 2020, assessed valuation totaled \$14.8 billion. Over the past 5 years, the district's tax base grew an average of 11.2% and despite lower growth in 2020 as a result of the pandemic, the district estimates that taxable values will continue to remain strong for the foreseeable future.

The district faced economic challenges in the 19-20 school year as a result of the COVID-19 pandemic. Unemployment rates climbed as high as 11.4% in the Austin area. Despite record unemployment, the district's housing market remained strong with median home prices remaining at record levels due to tight home inventories. Historically low interest rates and housing market demand resulted in a fast recovery for the district's housing market. The District's taxable property values grew approximately \$1.2 billion from rises in existing property values and the addition of both new homes and businesses. The District's General Fund Balance increased for the tenth consecutive year to \$71.5 million and has tripled over that time period due to strong financial management.

The spring of 2020 brought financial challenges to the district's operating budget as a result of the pandemic. The district was forced to purchase unbudgeted PPE equipment and technology to quickly move towards virtual learning. It also spent additional funds in cleaning and sanitation supplies to ensure campuses remained clean and safe. In response to these unforeseen expenditures, the district cut over \$5 million in budgeted expenditures to end the year adding \$5.5 million to general operating fund balance. In addition and in preparation for the 20-21 budget, the district added \$9 million in assigned fund balance to position itself financially for the next two years as a result of the pandemic and the upcoming legislative session in 2021.

The district expects to grow by 4,610 students over the next 5 years to over 30,000 students. The district opened 3 new schools and a district stadium in 2017 and now has over 4 million square feet of building space with an average school building age of 18 years.

In May 2014, the citizens of the District passed a \$287 million, general obligation bond election. All of the major projects from that bond are now complete. Just after the 17-18 school year, in November 2018, the citizens of the District passed a \$332 million, general obligation bond election and a Tax Ratification Election which equated to an additional \$4.1 million in state funding and an overall two cent tax rate reduction to the overall Pflugerville ISD tax rate for the 19-20 fiscal year. In 19-20, the district further

reduced its overall tax rate by 7 cents as a result of House Bill 3. The 19-20 tax rate totaled \$1.45 which consisted of a maintenance and operations tax rate of \$0.99 and a debt service tax rate of \$0.46.

FOR THE FUTURE - The Board of Trustees adopted its mission, vision and values for the 2019-2020 school year that set high standards for the students and staff of the School District and are reviewed by the Board on an annual basis.

Mission Statement:

The mission of Pflugerville ISD is to provide an inspiring, engaging, and relevant education that empowers students to reach their full potential as productive members of a diverse global community

Our Values:

We believe that:

- Diversity is our strength
- All individuals have worth
- Relationships are foundational to success
- A safe and nurturing environment is non-negotiable
- All students have the right to diverse educational opportunities
- Social-emotional learning is as critical as academic focus
- Civic-mindedness must be explicitly cultivated in our students
- Community partnerships and high expectations improve student outcomes
- Innovation and strong work ethic ensure excellence

Our Vision:

Pflugerville ISD...Passionately Serving the Best Interest of Students

ACHIEVEMENTS

The Texas Education Agency (TEA) assigned Pflugerville ISD with an overall 2018-2019 state accountability rating of “B” for recognized performance. In the 2019-20 school year, school districts were not rated due to the declared state of disaster as a result of the COVID-19 pandemic.

For 2020, Distinction Designations were not awarded due to the cancellation of State of Texas Assessments of Academic Readiness (STAAR). Due to the COVID-19 pandemic, the performance section of the TAPR report was not updated.

FINANCIAL INFORMATION

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

Single Audit - As a recipient of state and federal financial assistance, the District is also responsible for ensuring an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management of the District. As a part of the District's single audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the District complied with applicable laws and regulations. The results of the District's single audit for the fiscal year ended August 31, 2020 provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Accounting System and Budgetary Control

The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board on governmental accounting. The District's accounting records for general governmental operations are maintained on a modified accrual basis as prescribed by the Texas Education Agency Financial Accountability System Resource Guide.

In developing and evaluating the District's accounting system, consideration is given to the adequacy of internal accounting structure. The internal accounting structure is designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. All internal control evaluations occur within the above framework. We believe the District's internal accounting structure adequately safeguards assets and provides reasonable assurance of proper recording of financial transactions.

Budgetary control is initiated at the onset when the Board of Trustees adopts the annual budget. To ensure budgetary compliance, the Texas Education Agency and the District established spending regulations and policies. For all administrators with line item or program responsibility, regulations set the level of budgetary control at the major functional expenditure level. All requested budget revisions that move money between functions require approval by the Board of Trustees for the General Fund, Food Service Fund and the Debt Services Fund.

GOVERNMENTAL CHANGES

The 2019 legislative session for the Biennium 2019-21 made major changes to school funding levels under HB 3 including increasing the Basic Allotment from \$5,140 per ADA to \$6,160 per ADA. The bill also increased funding for teacher compensation, reduced recapture for property wealthy school districts and cut local property for Texas taxpayers by providing an automatic tax rate reduction for districts with property values that grow by more than 2.5% per year. HB 3 also provided for full day Pre-K for all eligible 4-year old children through the Early Education Allotment as well as establishing a Dual Language Allotment.

Independent Audit

Texas School Law requires an annual audit of all District funds by an independent outside auditing firm. All Pflugerville ISD funds have been audited. The auditor's opinion is included in this report.

AWARDS AND ACKNOWLEDGEMENTS

GFOA Certificate of Achievement for Excellence

For the tenth year in a row, the Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Pflugerville ISD for its comprehensive annual financial report (CAFR) for the fiscal year ended August 31, 2019. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently

organized CAFR. 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 CAFR 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.

ASBO Certificate of Excellence in Financial Reporting

For the tenth year in a row, the Association of School Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to Pflugerville ISD for its CAFR for the fiscal year ended August 31, 2019. This award certifies that the report substantially conforms to the principles and standards of financial reporting as recommended and adopted by ASBO. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials.

A Certificate of Excellence is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Excellence in Financial Reporting program's requirements and we are submitting it to the ASBO to determine its eligibility for another certificate.

Acknowledgments

We respectfully acknowledge the responsible and sincere involvement of the school board, principals, administrators, program directors and coordinators in the financial affairs of the District.

Special appreciation is also expressed to members of the business office staff for their assistance and effort in maintaining the financial records of the District. Individual recognition is directed to Jeffri Orosco, Craig Pruett, Janie Ornelas, Nicole Ayer, Tamara Berding, Jackie Porter, Jeff Leth, Gracie Lopez, Dorothy Wright, Jennifer Davis, Sylvia Tappin, Lupe Berrelez, Liz Brannon, Reyna Gastelum, Mary Lynch, Clara Espinoza, Roxanna Jonse, Freda Ellison, Kareen Telesford, Angela Jenkins, Lisa Wagner and Sue Holmes for their combined efforts in closing out the accounting records and assisting in preparing the various financial reports at year-end.

Pflugerville ISD publicly solicits the active involvement of all citizens and school District personnel in its financial affairs.

Respectfully submitted,

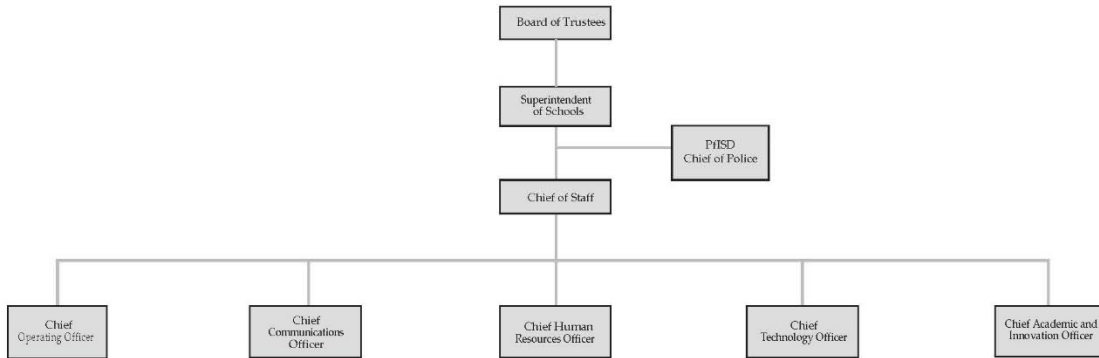


Douglas Killian, Ph.D.
Superintendent of Schools



Eduardo Ramos
Chief Operating Officer

2019-2020 Executive Leadership Organizational Chart



updated 12/11/20



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Pflugerville Independent School District
Texas**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

August 31, 2019

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

Pflugerville Independent School District

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended August 31, 2019.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink that reads 'Claire Hertz'.

Claire Hertz, SFO
President

A handwritten signature in black ink that reads 'David J. Lewis'.

David J. Lewis
Executive Director

Financial Section

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Independent Auditor's Report

To the Board of Trustees of
Pflugerville Independent School District
Pflugerville, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Pflugerville Independent School District (the District), as of and for the fiscal year ended August 31, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

The District's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of Pflugerville Independent School District, as of August 31, 2020, and the respective changes in financial position and where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

The Board of Trustees of
Pflugerville Independent School District

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Pflugerville Independent School District’s basic financial statements. The Introductory Section, Supplementary Information, and Statistical Section, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards, as required by 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), is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The Supplementary Information and the Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 Supplementary Information and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The Introductory and Statistical Sections (Other Information) have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

The Board of Trustees of
Pflugerville Independent School District

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 20, 2021 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 Pflugerville Independent School District's internal control over financial reporting and compliance.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Austin, Texas
January 20, 2021

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Management's Discussion and Analysis

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the Pflugerville Independent School District's annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ending August 31, 2020. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

Financial Highlights

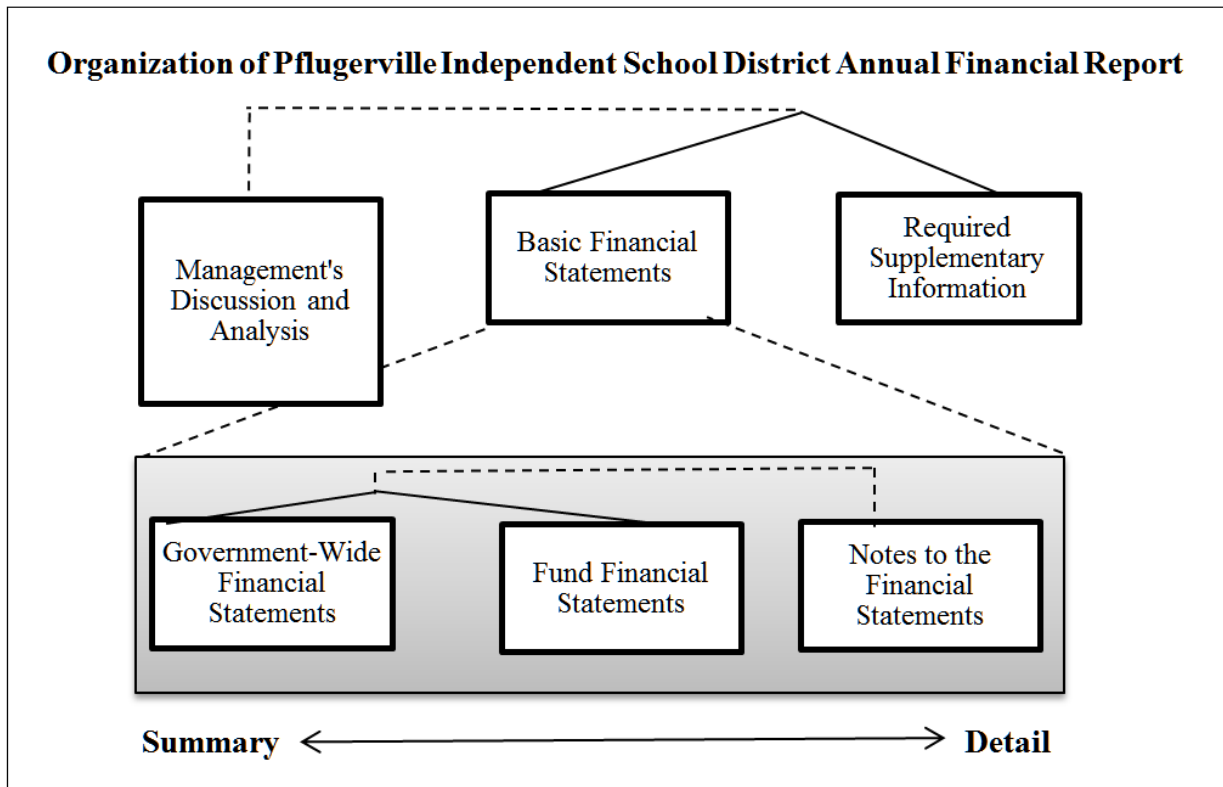
- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$71,908,585 (*net position*). Unrestricted net position reflects a deficit of \$71,662,382 primarily a result of a recording the other postemployment benefits liability in a pay as you go plan.
- Total net position of the District increased by \$9,212,218 largely due to the increase in property tax revenue resulting from an incline in property values and an increase in capital projects related to the 2018 bond package.
- The total fund balance of the general fund was \$71,477,167 and was an increase of \$5,540,317 from the prior year. The unassigned fund balance of the General Fund was \$60,970,312, or 25% of total general fund expenditures.

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 supplementary and other information in addition to the basic financial statements themselves, including schedules required by the state oversight agency, the Texas Education Agency (TEA).

Figure A-1 shows how the financial statements, management's discussion and analysis and required supplementary information are arranged and related to one another.

Figure A-1



PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS

Figure A-2

<i>Type of Statements</i>	Government-Wide	Governmental Funds	Proprietary Funds	Fiduciary Funds
<i>Scope</i>	Entire District's government (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary	Activities the District operates similar to private businesses: self-insurance and a parenting program	Instances in which the District is the trustee or agent for someone else's resources
<i>Required Financial Statements</i>	<ul style="list-style-type: none"> • Statement of net position • Statement of activities 	<ul style="list-style-type: none"> • Balance sheet • Statement of revenues, expenditures, and changes in fund balance 	<ul style="list-style-type: none"> • Statement of net position • Statement of revenues, expenses, and changes in net position • Statement of cash flows 	<ul style="list-style-type: none"> • Statement of fiduciary net position • Statement of changes in fiduciary net position
<i>Accounting basis and measurement focus</i>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
<i>Type of asset/liability information</i>	All assets and liabilities, both financial and capital, short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term debt included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term
<i>Type of inflow/outflow information</i>	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid	All revenues and expenses during year, regardless of when cash is received or paid

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

Government-wide Financial Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's net position and the changes in net position. Net position - the difference between the District's assets, liabilities, and deferred inflows/outflows of resources - are one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the District, one needs to consider additional non-financial factors such as changes in the District's tax base and the changes in student enrollment.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

The *government-wide financial statements* of the District include the governmental activities and business-type activities. The governmental activities of the District include activities such as instruction and related support services, extracurricular activities, plant maintenance and other nonstudent based services, debt service and general administration. Property taxes and grants finance most of these activities. The business-type activities of the District include an extended day program.

The *fund financial statements* provide more detailed information about the District's most significant funds - not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by State law and by bond covenants.
- The Board of Trustees establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

The District has the following types of funds:

Governmental funds - Most of the District's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund 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. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information in the subsequent pages that provide a financial analysis of governmental funds.

Proprietary funds – The District maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The District accounts for its extended day program in an enterprise fund. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District has two internal service funds that accounts for an employee group health insurance plan and a workers' compensation insurance program. These internal service funds' profits have been eliminated in the government wide presentations.

Fiduciary funds - The District is the trustee, or fiduciary, for certain funds. It is also responsible for other assets that - because of a trust arrangement - can be used only for the trust beneficiaries. The District is responsible for ensuring that the reported assets are used for their intended purposes. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and of changes in fiduciary net position. We exclude these activities from the District's government-wide financial statements because the District cannot use these assets to finance its operations.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS

Financial Analysis of the District as a Whole

Net Position

The District's combined net position was \$71,908,585 at August 31, 2020. The following table compares balances for the 2019-2020 fiscal year to the 2018-2019 fiscal year.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT'S NET POSITION

	Governmental Activities		Business-Type Activities		Totals	
	2020	2019	2020	2019	2020	2019
Current and Other Assets	\$ 368,109,562	\$ 341,561,543	\$ 535,105	\$ 820,550	\$ 368,644,667	\$ 342,382,093
Capital Assets, net of						
Depreciation	575,163,221	533,030,000	59,136	62,720	575,222,357	533,092,720
Total Assets	943,272,783	874,591,543	594,241	883,270	943,867,024	875,474,813
Total Deferred Outflows of Resources	58,025,938	61,536,191	-	-	58,025,938	61,536,191
Other Liabilities	29,644,816	14,209,156	121,086	105,080	29,765,902	14,314,236
Long-term Liabilities						
Outstanding	851,993,056	827,591,969	-	-	851,993,056	827,591,969
Total Liabilities	881,637,872	841,801,125	121,086	105,080	881,758,958	841,906,205
Total Deferred Inflows of Resources	48,225,419	32,408,432	-	-	48,225,419	32,408,432
Net Position:						
Net Investment in Capital Assets	132,632,110	118,164,621	59,136	62,720	132,691,246	118,227,341
Restricted	10,465,702	8,241,204	-	-	10,465,702	8,241,204
Unrestricted (deficit)	(71,662,382)	(64,487,648)	414,019	715,470	(71,248,363)	(63,772,178)
Total Net Position	\$ 71,435,430	\$ 61,918,177	\$ 473,155	\$ 778,190	\$ 71,908,585	\$ 62,696,367

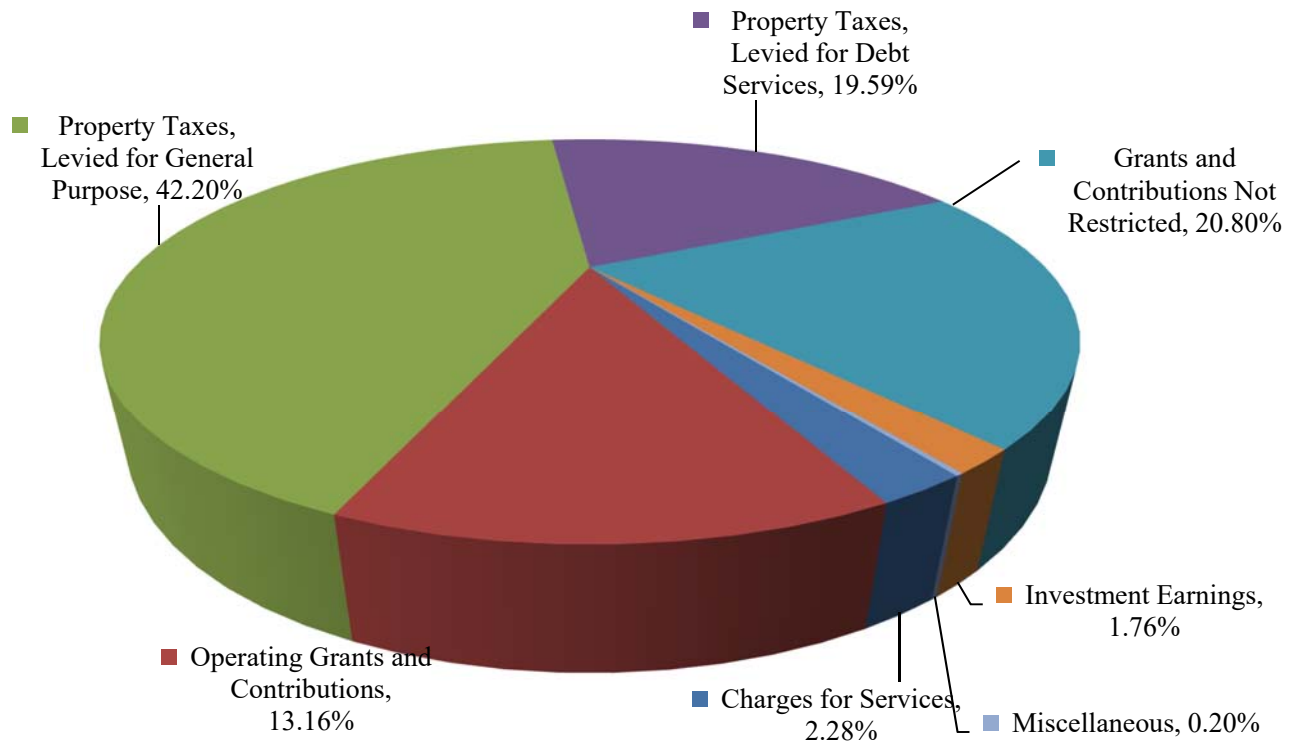
Changes in Net Position

Net position increased overall by \$9.2 million from prior year primarily due to the increase in capital projects related to the 2018 bond package. Although the District's overall net position is positive, the District's unrestricted net position reports a deficit due to reporting the District's proportionate share of the net pension and OPEB liability. The total district liability is reported in the governmental activities; however, the actual liability does not require the use of current resources at the fund level. Both plans are cost-sharing plans with the State of Texas; however, the TRS-Care plan is funded on a pay-as-you-go basis. The District has made all contractually required contributions as noted in the required supplementary information and has sufficient fund balance to meet the District's ongoing obligations to students and creditors.

The District's total general revenues, charges for services, and operating grants and contributions were approximately \$366 million. A significant portion, 62%, of the District's revenue comes from taxes (see Figure A-3), 21% comes from grants and contributions not restricted, 13% from operating grants and contributions and 4% relates to investment earnings, charges for services, and miscellaneous local and intermediate sources. The total cost of all programs and services was \$357.2 million. Of these costs, 52% are related to instruction expenses, similar to prior year. The major increase in expenses from the prior year was the increase in instructional expense and in capital outlay related to the 2018 bond projects.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS

Figure A-3 District Sources of Revenue for Fiscal Year 2020



PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT'S CHANGES IN NET POSITION

	Governmental Activities		Business-Type Activities		Totals	
	2020	2019	2020	2019	2020	2019
	Amount	Amount	Amount	Amount	Amount	Amount
Revenues						
Program Revenues:						
Charges for Services	\$ 5,529,394	\$ 8,105,752	\$ 2,810,170	\$ 4,113,495	\$ 8,339,564	\$ 12,219,247
Operating Grants and Contributions	48,735,937	43,006,286	-	-	48,735,937	43,006,286
General Revenues:						
Property Taxes, Levied for General Purposes	154,111,126	150,190,724	-	-	154,111,126	150,190,724
Property Taxes, Levied for Debt Service	71,526,841	65,184,659	-	-	71,526,841	65,184,659
Grants and Contributions Not Restricted	75,946,264	69,780,429	-	-	75,946,264	69,780,429
Investment Earnings	6,991,190	5,556,725	-	-	6,991,190	5,556,725
Miscellaneous	751,577	1,560	-	-	751,577	1,560
Total Revenues	363,592,329	341,826,135	2,810,170	4,113,495	366,402,499	345,939,630
Expenses						
Instruction	184,565,677	167,883,281	-	-	184,565,677	167,883,281
Instructional Resources and Media Services	4,750,865	4,391,870	-	-	4,750,865	4,391,870
Curriculum and Instructional Staff Development	9,526,888	8,591,814	-	-	9,526,888	8,591,814
Instructional Leadership	5,010,334	4,724,744	-	-	5,010,334	4,724,744
School Leadership	15,737,045	14,778,360	-	-	15,737,045	14,778,360
Guidance, Counseling, and Evaluation Services	11,847,192	10,835,242	-	-	11,847,192	10,835,242
Social Work Services	1,298,899	1,156,199	-	-	1,298,899	1,156,199
Health Services	3,656,475	3,247,217	-	-	3,656,475	3,247,217
Student Transportation	12,054,910	9,528,478	-	-	12,054,910	9,528,478
Food Services	11,780,500	13,642,607	-	-	11,780,500	13,642,607
Extracurricular Activities	10,845,133	11,151,947	-	-	10,845,133	11,151,947
General Administration	7,606,560	6,959,367	-	-	7,606,560	6,959,367
Plant Maintenance and Operations	33,249,211	23,271,012	-	-	33,249,211	23,271,012
Security and Monitoring Services	5,993,648	4,562,276	-	-	5,993,648	4,562,276
Data Processing Services	10,288,765	7,004,385	-	-	10,288,765	7,004,385
Community Services	651,929	351,132	-	-	651,929	351,132
Interest on Long-term Debt	25,037,521	17,506,597	-	-	25,037,521	17,506,597
Issuance Costs and Fees	-	3,416,158	-	-	-	3,416,158
Facilities Repair and Maintenance	157,654	14,991	-	-	157,654	14,991
Payments to Juvenile Justice Alternative						
Education Programs	34,031	5,418	-	-	34,031	5,418
Payments to Appraisal District	981,839	943,161	-	-	981,839	943,161
Extended Day Program	-	-	2,115,205	2,294,163	2,115,205	2,294,163
Total Expenses	355,075,076	313,966,256	2,115,205	2,294,163	357,190,281	316,260,419
Increase in Net Position Before Transfers	8,517,253	27,859,879	694,965	1,819,332	9,212,218	29,679,211
Transfers In (Out)	1,000,000	1,500,000	(1,000,000)	(1,500,000)	-	-
Change in Net Position	9,517,253	29,359,879	(305,035)	319,332	9,212,218	29,679,211
Net Position - Beginning	61,918,177	32,558,298	778,190	458,858	62,696,367	33,017,156
Prior Period Adjustment	-	-	-	-	-	-
Net Position - Beginning, as restated	61,918,177	32,558,298	778,190	458,858	62,696,367	33,017,156
Net Position - Ending	\$ 71,435,430	\$ 61,918,177	\$ 473,155	\$ 778,190	\$ 71,908,585	\$ 62,696,367

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS

The following table presents the cost of each of the District's largest functions as well as each function's net cost (total cost less fees generated by the activities and intergovernmental aid). The net cost reflects what state revenues as well as local tax dollars funded.

- The cost of all activities this year was \$357.2 million.
- The amount that local taxpayers paid for these activities through property taxes was \$225.6 million.
- Those who directly benefited from the programs paid \$8.3 million. Operating grants covered \$48.7 million.

NET COST OF SELECTED DISTRICT FUNCTIONS

	Total Cost of Services		Percent Change	Net Cost of Services		Percent Change
	2020	2019		2020	2019	
Instruction	\$ 184,565,677	\$ 167,883,281	10%	\$ 157,667,195	\$ 140,512,905	12%
School Leadership	15,737,045	14,778,360	6%	14,280,468	13,646,293	5%
Plant Maintenance and Operations	33,249,211	23,271,012	43%	31,587,065	21,711,722	45%
Debt Service - Interest	25,037,521	17,506,597	43%	24,394,842	16,686,965	46%
Facilities Repair and Maintenance	157,654	14,991	952%	157,429	14,879	958%

Governmental Activities

- Property tax rates for the 2019-2020 fiscal year decreased from the prior year rate of \$1.52 to \$1.45 per \$100 of valuation. Taxable values for the 2020 fiscal year increased by 10.9%.

Business-type Activities

- Business-type activities increased net position before transfers by \$694,965 due to the operation of the extended day program, and \$1,000,000 was transferred to the general fund.

Financial Analysis of the District's Funds

Revenues from governmental fund types totaled \$353.4 million, an increase of \$18.9 million from the preceding year. Property tax revenue increased \$10.3 million due to an approximate 10.9% increase in property tax values.

General Fund Budgetary Highlights

Over the course of the year, the District recommended and the Board approved revisions to budgeted revenue and appropriations. One change was to decrease the estimated state revenue and increase the federal revenue due to the CARES funding received by the District from the Federal Government. The increase in property taxes was due to increase of tax value from 2019 to 2020.

Resources available were approximately \$543,000 less than the final budgeted amounts and the largest difference was in the state aid program as a result of reduced state aid figures as a result of school closure for the spring semester beginning in March as a result of the COVID-19 pandemic.

The bottom line increase in fund balance for the year of \$5.5 million was \$1.6 million higher than the final budgeted net increase of \$3.9 million. Of this favorable variance, \$5 million was due to the district reducing budgets in the spring of 2020 in response to the pandemic. Original budgeted expenditures totaled \$250.8 million and the district ended the year with \$243.9 million in expenditures.

Differences between the originally-adopted budget and the final amended budget of the general fund were to increase fund balance by \$4.3 million. Amendments were approved by the governing body.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS

Financial Analysis of the Government's Funds

As noted earlier, the District uses fund compliance with finance-related legal requirements. Fund balances and percent of increase (decrease) for the governmental funds are as follows:

MAJOR GOVERNMENTAL FUND BALANCES

<u>Fund</u>	<u>2020</u>	<u>2019</u>	<u>Percent Change</u>
General Fund	\$ 71,477,167	\$ 65,936,850	8%
Debt Service	6,935,160	6,182,511	12%
Capital Projects	239,443,022	240,203,373	0%

General Fund

The General Fund encompasses the general governmental functions of the District and all other functions not accounted for in other funds. General Fund revenue exceeded expenses prior to other financing sources (uses) by \$4.6 million which is down \$7.3 million from last year. This decrease was the result of the increases in instruction costs, capital outlay, and defeasements of bonds during the year.

General Fund balance of \$71.4 million includes nonspendable inventories and prepaid items totaling \$1,044,855, and assigned fund balance of \$9.5 million primarily in the pandemic/fast growth stabilization fund, and unassigned fund balance of \$60.9 million.

General Fund revenues, expenditures, and explanations of significant increases/decreases are summarized as follows:

<u>Revenue Sources</u>	<u>2020</u>	<u>Percent Realized</u>	<u>2019</u>	<u>Increase (Decrease)</u>	<u>Percent Change</u>
Local	\$ 156,848,437	63%	\$ 154,584,089	\$ 2,264,348	1%
State	84,908,965	34%	76,441,212	8,467,753	11%
Federal	6,707,765	3%	4,675,121	2,032,644	43%
Totals	\$ 248,465,167	100%	\$ 235,700,422	\$ 12,764,745	

Local revenues, which are generated primarily from property taxes, increased by 1 percent relative to the 2018-2019 school year, due to the incline in property values. The increase in State revenue was the result of the increase in local tax revenues, which increased the state's funding level. Federal revenues make up only 3 percent of total realized revenues yet increased by 43 percent due to the CARES Act funding.

Expenditures for the General Fund totaled \$243,925,677, an increase of 9% from last year.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

Instruction and instructional related expenditures increased by \$10.6 million and instructional and school leadership expenditures increased by \$1,188,107. This increase was largely due to hiring additional staff and standard salary increases. Student support services expenditures increased by \$2.0 million due to increase in staff, pay increases, and increased transportation costs.

Debt Service Fund

The Debt Service Fund has a total fund balance of \$6.9 million, all of which is restricted for the payment of debt service. The District makes semi-annual debt service payments in February and August of each year. Debt service payments on bonded indebtedness, including bond fees, for the year ended August 31, 2020 were \$71.8 million. The Debt Service Fund balance increased due to the increase in property tax revenues as a result of property value increases.

Capital Projects Fund

The Capital Projects Fund has a total fund balance of \$239.4 million, all but \$1.1 million (for future capital projects) is restricted for bond authorization construction projects. The net decrease in fund balance during the current year of \$760,000 was primarily due to the District's interest earned by the Capital Projects Fund did not exceeded expenditures on continuing construction projects. Capital expenditures totaled \$88.7 million.

Interest earned in the Capital Projects Fund for the 2019-2020 fiscal year was \$4.6 million, which is due to investments held from bond proceeds.

Federal Awards

Federal awards are primarily grants that are restricted by law or other formal action to expenditures for specific purposes. The District operated its school breakfast and lunch program with the assistance of federal awards. All federal awards are subject to a budget in the grant application. Revenue from federal sources for the breakfast and lunch program was \$9.0 million. Revenues exceeded expenditures in the school breakfast and lunch program by \$961,138.

Enterprise Fund – Extended Day Program

The District operates an after school day care program for children in grades Pre-K to 5. This program is located at all elementary campuses and its employees work for Pflugerville ISD. Net position for this program decreased to \$694,965 before transfers to the general fund.

Internal Service Funds

These funds are used to account for the financing of goods or services provided by one department to other departments on a cost-reimbursement basis. The operations of the employee group health insurance plan and workers' compensation program are accounted for in these funds. The District retains a partial risk on its workers' compensation program. Reinsurance is retained for workers' compensation individual claims of \$450,000. The increase in net position for the employee group health insurance plan of \$3.2 million was the result of a stable health insurance costs that were less than the premiums paid in. The ending fund balance of approximately \$8.4 million ensures the District's self-funded health insurance program is well-funded. The net position for the workers' compensation program increased \$689,147 as a result of investment earnings.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS

Capital Assets and Long-term Liabilities

Capital Assets

The majority of capital assets of the District were those used in the performance of general governmental functions. The District has a policy of capitalizing items with a cost of over \$5,000. As of August 31, 2020, general governmental capital assets of the District amounted to \$575,163,221 and included land, buildings and improvements, furniture and equipment, and construction in progress. Additional information is available in Note 5 to the financial statements.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT'S CAPITAL ASSETS
(Net of Depreciation)

	Governmental Activities		Business-Type Activities		Totals	
	2020	2019	2020	2019	2020	2019
	Amount	Amount	Amount	Amount	Amount	Amount
Land	\$ 38,953,067	\$ 38,869,407	\$ -	\$ -	\$ 38,953,067	\$ 38,869,407
Buildings and Improvements	432,766,630	443,485,249	59,136	62,720	432,825,766	443,547,969
Furniture and Equipment	38,658,589	37,789,962	-	-	38,658,589	37,789,962
Construction in Progress	64,784,935	12,885,382	-	-	64,784,935	12,885,382
Totals	\$ 575,163,221	\$ 533,030,000	\$ 59,136	\$ 62,720	\$ 575,222,357	\$ 533,092,720

Construction Commitments

The District has active construction projects as of August 31, 2020. The projects include the construction and equipment of school facilities. At year end, the District's remaining commitments with contractors totaled \$81.5 million for all ongoing projects.

Long-Term Liabilities

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT'S LONG-TERM LIABILITIES OUTSTANDING

	Governmental Activities					
	2020		2019		Increase (Decrease)	
	Amount	%	Amount	%	Amount	%
General Obligation Bonds (Net)	\$ 695,387,412	82	\$ 660,985,209	80	\$ 34,402,203	5
Notes Payable	-	-	2,125,970	-	(2,125,970)	(100)
Arbitrage Liability	1,181	-	120,644	-	(119,463)	(99)
Health Insurance Claims	1,046,108	-	1,500,000	-	(453,892)	(30)
Workers' Compensation	572,236	-	655,400	-	(83,164)	(13)
Compensated Absences	1,792,115	-	1,356,099	-	436,016	32
Net Pension Liability	66,928,154	8	70,597,696	9	(3,669,542)	(5)
Net OPEB Liability	86,265,850	10	90,250,951	11	(3,985,101)	(4)
Totals	\$ 851,993,056	100	\$ 827,591,969	100	\$ 24,401,087	

At the end of the year, the District had \$695 million in bonds, which represents a 5 percent increase. The District's bonds carry "AAA" rating because the Permanent School Fund (PSF) of Texas guarantees the repayment of the bond issues. More detailed information about the District's debt is presented in Note 7 to the financial statements.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

Debt Administration

The Debt Service Fund is used to account for the accumulation of resources to pay principal and interest on general long-term debt. Revenue sources for this fund include receipts from property taxes and state funds. The Debt Service Fund contains fund balance reserves and interest earnings on those reserves. An excess of revenues over expenditures for the year amounted to \$0.8 million resulting in an ending fund balance of \$6.9 million.

All bonds are direct obligations of the District payable from and secured by the proceeds of a continuing, direct annual ad valorem tax levied, subject to the Texas State Attorney General limits as to rate, against all taxable property within the District. Eleven building and refunding bond issues remain outstanding and mature serially through the year 2045.

The applicable debt service fund tax rate was \$0.46/\$100 for the assessed valuation for the 2019-2020 school year.

The District defeased \$51.2 million of bonds in 2019-2020. The District's bond rating with Standard & Poor's was upgraded to "AA+". Additional information on the District's long-term liabilities can be found in the Note 7 to the financial statements as indicated in the table of contents of this report.

Additional information on the District's Pension liability can be found in Note 12 to the financial statements as indicated in the table of contents of this report.

Additional information on the District's OPEB liability can be found in Note 13 to the financial statements as indicated in the table of contents of this report.

Economic Factors and Next Year's Budgets and Rates

- The appraised Net Taxable Value used for the 2020-2021 budget preparation is \$17.1 billion or \$2.9 billion more than the 2019-2020 values. The higher values resulted in a budgeted increase of \$6.5 million in current local tax revenue for 2020-2021 compared to actual collections in the prior year in the General Fund. The District is currently taxing at \$.9623 per \$100 in assessed valuation which is due to a change in State funding from House Bill 3.
- The District's student enrollment was budgeted to increase by 358 students for a 2020-2021 total enrollment of 26,800. The student attendance rate was budgeted at 94%.
- Compared to the 2019-20 actual results, State aid decreased by approximately \$3.4 million for the 2020-21 General Fund budget. This decrease in State funding was the result of the increase in local tax revenue from the prior year as a result of House Bill 3.
- General Fund spending per attending student for the 2020-21 budget increased by \$390 or 4% compared to the 2019-20 budget.
- General fund budgeted expenditures for 2020-21 increased by \$13.8 million over the prior year's budget primarily due to a 3% pay raise and cost associated with student growth.
- If 2020-21 budget estimates are realized, the District's Unassigned General Fund Balance is expected to decrease by \$620,000 as a result of the challenges of the COVID-19 pandemic.
- In an effort to prepare for the unknown effects of the COVID-19 pandemic to state and local funding in the 20-21 school year and as a result of the upcoming legislative session, the district created a Fast Growth/Pandemic Stabilization assigned fund balance of \$9 million. There was in an effort to prepare the district financially for any unforeseen impacts to the 20-21 budget.

Contacting the District's Financial Management

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 Chief Operating Officer, Pflugerville ISD, 1401 West Pecan Street, Pflugerville, Texas 78660.

Basic Financial Statements

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PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
AUGUST 31, 2020

Exhibit A-1

Data Control Codes	Primary Government		Total	
	Governmental Activities	Business-type Activities		
ASSETS				
1110	Cash and Cash Equivalents	\$ 12,851,051	\$ 557,833	\$ 13,408,884
1120	Current Investments	334,389,682	-	334,389,682
1220	Property Taxes Receivables	6,087,291	-	6,087,291
1230	Allowance For Uncollectible Taxes (Credit)	(60,660)	-	(60,660)
1240	Due from Other Governments	11,428,686	-	11,428,686
1250	Accrued Interest	936,041	-	936,041
1260	Internal Balances	23,096	(23,096)	-
1290	Other Receivables	991,200	-	991,200
1300	Inventories, at Cost	723,731	-	723,731
1410	Prepaid Items	321,730	368	322,098
1490	Other Current Assets	417,714	-	417,714
Capital Assets:				
1510	Land	38,953,067	-	38,953,067
1520	Buildings and Improvements (Net)	432,766,630	59,136	432,825,766
1530	Furniture and Equipment (Net)	38,658,589	-	38,658,589
1580	Construction in Progress	64,784,935	-	64,784,935
1000	Total Assets	<u>943,272,783</u>	<u>594,241</u>	<u>943,867,024</u>
DEFERRED OUTFLOWS OF RESOURCES				
1705	Deferred outflows - pension	32,460,019	-	32,460,019
1706	Deferred outflows - OPEB	15,931,146	-	15,931,146
1710	Deferred Charge on Refunding	9,634,773	-	9,634,773
1700	Total Deferred Outflows of Resources	<u>58,025,938</u>	<u>-</u>	<u>58,025,938</u>
LIABILITIES				
2110	Accounts Payable	22,026,342	12,706	22,039,048
2140	Interest Payable	1,164,605	-	1,164,605
2150	Payroll Deductions and Withholdings	33,104	-	33,104
2160	Accrued Wages Payable	3,830,983	30,950	3,861,933
2180	Due to Other Governments	66,412	-	66,412
2200	Accrued Liabilities	2,454,495	-	2,454,495
2300	Unearned Revenue	68,875	77,430	146,305
Noncurrent Liabilities:				
2501	Due Within One Year	32,238,388	-	32,238,388
2502	Due in More Than One Year	666,560,664	-	666,560,664
2540	Net Pension Liability	66,928,154	-	66,928,154
2545	Net OPEB Liability	86,265,850	-	86,265,850
2000	Total Liabilities	<u>881,637,872</u>	<u>121,086</u>	<u>881,758,958</u>
DEFERRED INFLOWS OF RESOURCES				
2605	Deferred Inflows - Pension	10,905,530	-	10,905,530
2606	Deferred inflows - OPEB	37,319,889	-	37,319,889
2600	Total Deferred Inflows of Resources	<u>48,225,419</u>	<u>-</u>	<u>48,225,419</u>
NET POSITION				
3200	Net Investment in Capital Assets	132,632,110	59,136	132,691,246
3820	Restricted for Grants	2,863,311	-	2,863,311
3850	Restricted for Debt Service	7,602,391	-	7,602,391
3900	Unrestricted (deficit)	(71,662,382)	414,019	(71,248,363)
3000	Total Net Position	<u>\$ 71,435,430</u>	<u>\$ 473,155</u>	<u>\$ 71,908,585</u>

The accompanying notes to the financial statements are an integral part of this statement.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Data Control Codes	Functions/Programs	Expenses	Program Revenues	
			Charges for Services	Operating Grants and Contributions
Primary Government:				
Governmental Activities:				
0011	<i>Instruction</i>	\$ 184,565,677	\$ 883,227	\$ 26,015,255
0012	<i>Instructional Resources and Media Services</i>	4,750,865	-	292,617
0013	<i>Curriculum and Instructional Staff Development</i>	9,526,888	-	4,852,910
0021	<i>Instructional Leadership</i>	5,010,334	-	469,229
0023	<i>School Leadership</i>	15,737,045	-	1,456,577
0031	<i>Guidance, Counseling, and Evaluation Services</i>	11,847,192	-	1,257,425
0032	<i>Social Work Services</i>	1,298,899	-	246,055
0033	<i>Health Services</i>	3,656,475	-	512,389
0034	<i>Student Transportation</i>	12,054,910	-	892,072
0035	<i>Food Services</i>	11,780,500	2,969,693	8,636,845
0036	<i>Extracurricular Activities</i>	10,845,133	1,263,377	617,506
0041	<i>General Administration</i>	7,606,560	-	671,781
0051	<i>Plant Maintenance and Operations</i>	33,249,211	413,097	1,249,049
0052	<i>Security and Monitoring Services</i>	5,993,648	-	323,693
0053	<i>Data Processing Services</i>	10,288,765	-	141,911
0061	<i>Community Services</i>	651,929	-	457,719
0072	<i>Interest on Long-term Debt</i>	25,037,521	-	642,679
0081	<i>Facilities Repair and Maintenance</i>	157,654	-	225
0095	<i>Payments to Juvenile Justice Alternative Education Programs</i>	34,031	-	-
0099	<i>Payments to Appraisal District</i>	981,839	-	-
TG	Total Governmental Activities	<u>355,075,076</u>	<u>5,529,394</u>	<u>48,735,937</u>
Business-type-Activities:				
01	<i>Extended Day Program</i>	<u>2,115,205</u>	<u>2,810,170</u>	<u>-</u>
TB	Total Business-type Activities	<u>2,115,205</u>	<u>2,810,170</u>	<u>-</u>
TP	Total Primary Government	\$ <u>357,190,281</u>	\$ <u>8,339,564</u>	\$ <u>48,735,937</u>
General Revenues:				
MT	<i>Property Taxes, Levied for General Purposes</i>			
DT	<i>Property Taxes, Levied for Debt Service</i>			
GC	<i>Grants and Contributions Not Restricted to Specific Programs</i>			
IE	<i>Investment Earnings</i>			
MI	<i>Miscellaneous</i>			
FR	<i>Transfers</i>			
TR	Total General Revenues and Transfers			
CN	Change in Net Position			
NB	Net Position - Beginning			
NE	Net Position - Ending			

The accompanying notes to the financial statements are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position

<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
\$ (157,667,195)	\$ -	\$ (157,667,195)
(4,458,248)	-	(4,458,248)
(4,673,978)	-	(4,673,978)
(4,541,105)	-	(4,541,105)
(14,280,468)	-	(14,280,468)
(10,589,767)	-	(10,589,767)
(1,052,844)	-	(1,052,844)
(3,144,086)	-	(3,144,086)
(11,162,838)	-	(11,162,838)
(173,962)	-	(173,962)
(8,964,250)	-	(8,964,250)
(6,934,779)	-	(6,934,779)
(31,587,065)	-	(31,587,065)
(5,669,955)	-	(5,669,955)
(10,146,854)	-	(10,146,854)
(194,210)	-	(194,210)
(24,394,842)	-	(24,394,842)
(157,429)	-	(157,429)
(34,031)	-	(34,031)
(981,839)	-	(981,839)
<u>(300,809,745)</u>	<u>-</u>	<u>(300,809,745)</u>
-	694,965	694,965
-	694,965	694,965
<u>(300,809,745)</u>	<u>694,965</u>	<u>(300,114,780)</u>
154,111,126	-	154,111,126
71,526,841	-	71,526,841
75,946,264	-	75,946,264
6,991,190	-	6,991,190
751,577	-	751,577
1,000,000	(1,000,000)	-
<u>310,326,998</u>	<u>(1,000,000)</u>	<u>309,326,998</u>
9,517,253	(305,035)	9,212,218
<u>61,918,177</u>	<u>778,190</u>	<u>62,696,367</u>
<u>\$ 71,435,430</u>	<u>\$ 473,155</u>	<u>\$ 71,908,585</u>

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET - GOVERNMENTAL FUNDS
AUGUST 31, 2020

Data Control Codes		General Fund	Debt Service Fund
ASSETS			
1110	<i>Cash and Cash Equivalents</i>	\$ 7,418,792	\$ 47,559
1120	<i>Current Investments</i>	60,355,599	6,953,780
1220	<i>Property Taxes Receivable</i>	4,236,952	1,850,339
1230	<i>Allowance For Uncollectible Taxes (Credit)</i>	(42,157)	(18,503)
1240	<i>Due from Other Governments</i>	5,208,051	-
1250	<i>Accrued Interest</i>	23,430	233
1260	<i>Due from Other Funds</i>	7,268,454	-
1290	<i>Other Receivables</i>	105,693	-
1300	<i>Inventories, at Cost</i>	723,125	-
1410	<i>Prepaid Items</i>	321,730	-
1000	Total Assets	\$ 85,619,669	\$ 8,833,408
1000a	Total Assets and Deferred Outflows of Resources	\$ 85,619,669	\$ 8,833,408
LIABILITIES			
2110	<i>Accounts Payable</i>	\$ 3,959,551	\$ -
2150	<i>Payroll Deductions and Withholdings</i>	33,104	-
2160	<i>Accrued Wages Payable</i>	3,708,036	-
2170	<i>Due to Other Funds</i>	2,240,924	-
2180	<i>Due to Other Governments</i>	-	66,412
2200	<i>Accrued Liabilities</i>	6,007	-
2300	<i>Unearned Revenues</i>	85	-
2000	Total Liabilities	9,947,707	66,412
DEFERRED INFLOWS OF RESOURCES			
2600	<i>Unavailable Revenue - Property Taxes</i>	4,194,795	1,831,836
	Total Deferred Inflows of Resources	4,194,795	1,831,836
FUND BALANCES			
Nonspendable:			
3410	<i>Inventories</i>	723,125	-
3430	<i>Prepaid Items</i>	321,730	-
Restricted:			
3450	<i>Grant Funds</i>	-	-
3470	<i>Capital Acquisitions and Contractual Obligations</i>	-	-
3480	<i>Debt Service</i>	-	6,935,160
Committed:			
3545	<i>Campus Activity</i>	-	-
Assigned:			
3550	<i>Construction</i>	-	-
3591	<i>Kickstart Program</i>	462,000	-
3592	<i>Fast Growth/Pandemic Stabilization</i>	9,000,000	-
3600	<i>Unassigned</i>	60,970,312	-
3000	Total Fund Balances	71,477,167	6,935,160
4000	Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 85,619,669	\$ 8,833,408

The accompanying notes to the financial statements are an integral part of this statement.

<u>Capital Projects Fund</u>	<u>Total Nonmajor Funds</u>	<u>Total Governmental Funds</u>
\$ 1,857,594	\$ 2,608,192	\$ 11,932,137
255,894,556	3,367,576	326,571,511
-	-	6,087,291
-	-	(60,660)
-	6,220,635	11,428,686
901,094	-	924,757
27,719	57,443	7,353,616
14,789	28,398	148,880
-	606	723,731
-	-	321,730
<u>\$ 258,695,752</u>	<u>\$ 12,282,850</u>	<u>\$ 365,431,679</u>
<u>\$ 258,695,752</u>	<u>\$ 12,282,850</u>	<u>\$ 365,431,679</u>
\$ 16,792,990	\$ 452,889	\$ 21,205,430
-	-	33,104
10,734	112,213	3,830,983
518	6,825,083	9,066,525
-	-	66,412
2,448,488	-	2,454,495
-	68,790	68,875
<u>19,252,730</u>	<u>7,458,975</u>	<u>36,725,824</u>
-	-	6,026,631
-	-	6,026,631
-	606	723,731
-	-	321,730
-	2,863,311	2,863,311
238,300,696	-	238,300,696
-	-	6,935,160
-	1,959,958	1,959,958
1,142,326	-	1,142,326
-	-	462,000
-	-	9,000,000
-	-	60,970,312
<u>239,443,022</u>	<u>4,823,875</u>	<u>322,679,224</u>
<u>\$ 258,695,752</u>	<u>\$ 12,282,850</u>	<u>\$ 365,431,679</u>

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PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE BALANCE SHEET FOR GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
AUGUST 31, 2020

Exhibit B-1R

Total Fund Balances - Governmental Funds (Exhibit B-1) \$ 322,679,224

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds. The governmental capital assets at year-end consist of:

Governmental Capital Assets Costs	\$ 772,007,135	
Accumulated Depreciation of Governmental Capital Assets	<u>(196,843,914)</u>	575,163,221

Property taxes receivable, which will be collected subsequent to year-end, but are not available soon enough to pay expenditures and, therefore, are deferred in the funds. 6,026,631

Long-term liabilities, including bonds payable, note payable, compensated absences, net pension liability, and net OPEB liability, are not due and payable in the current period and, therefore, are not reported as liabilities in the funds. Liabilities at year-end related to such items, consist of:

Bonds Payable, at Original Par	\$ (621,390,000)	
Premium on Bonds Payable	(73,997,412)	
Accrued Interest on the Bonds	(1,164,605)	
Compensated Absences	(1,792,115)	
Arbitrage Liability	(1,181)	
Net Pension Liability	(66,928,154)	
Net OPEB Liability	<u>(86,265,850)</u>	(851,539,317)

An internal service fund is used by the District to charge the costs of various services to the individual funds. The assets and liabilities of the following internal service funds are included with governmental activities:

Health Insurance	\$ 8,413,847	
Workers' Compensation	<u>891,305</u>	9,305,152

Deferred charge on refunding is reported as deferred outflow in the statement of net position and is not reported in the funds due to it is not a current financial resource available to pay for current expenditures. 9,634,773

Deferred outflows for pension represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expenses/expenditures) until then. 32,460,019

Deferred inflows for pension represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. (10,905,530)

Deferred outflows for OPEB represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expenses/expenditures) until then. 15,931,146

Deferred inflows for OPEB represents an acquisition of net position that applies to future period(s) and will not be recognized as an inflow of resources (revenue) until that time. (37,319,889)

Total Net Position - Governmental Activities (Exhibit A-1) \$ 71,435,430

The accompanying notes to the financial statements are an integral part of this statement.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

<u>Data Control Codes</u>		<u>General Fund</u>
	REVENUES	
5700	<i>Local and Intermediate Sources</i>	\$ 156,848,437
5800	<i>State Programs</i>	84,908,965
5900	<i>Federal Programs</i>	6,707,765
5020	Total Revenues	<u>248,465,167</u>
	EXPENDITURES	
	Current:	
0011	<i>Instruction</i>	146,570,007
0012	<i>Instructional Resources and Media Services</i>	3,499,779
0013	<i>Curriculum and Instructional Staff Development</i>	4,704,887
0021	<i>Instructional Leadership</i>	4,771,956
0023	<i>School Leadership</i>	14,039,953
0031	<i>Guidance, Counseling, and Evaluation Services</i>	10,592,708
0032	<i>Social Work Services</i>	1,104,987
0033	<i>Health Services</i>	3,335,249
0034	<i>Student Transportation</i>	9,844,007
0035	<i>Food Services</i>	140,039
0036	<i>Extracurricular Activities</i>	6,510,710
0041	<i>General Administration</i>	7,098,229
0051	<i>Plant Maintenance and Operations</i>	20,211,820
0052	<i>Security and Monitoring Services</i>	4,179,208
0053	<i>Data Processing Services</i>	3,944,119
0061	<i>Community Services</i>	157,938
	Debt Service:	
0071	<i>Principal on Long-term Debt</i>	2,125,970
0072	<i>Interest on Long-term Debt</i>	78,241
0073	<i>Issuance Costs and Fees</i>	-
	Capital Outlay:	
0081	<i>Facilities Acquisition and Construction</i>	-
	Intergovernmental:	
0095	<i>Payments to Juvenile Justice Alternative Education Programs</i>	34,031
0099	<i>Payments to Appraisal District</i>	981,839
6030	Total Expenditures	<u>243,925,677</u>
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>4,539,490</u>
	OTHER FINANCING SOURCES (USES)	
7911	<i>Issuance of Refunding Debt</i>	-
7915	<i>Transfers In</i>	1,000,000
7916	<i>Premium from Issuance of Bonds</i>	-
7949	<i>Other sources</i>	827
8940	<i>Payment to Bond Refunding Escrow Agent</i>	-
7080	Total Other Financing Sources	<u>1,000,827</u>
1200	Net Change in Fund Balances	5,540,317
0100	Fund Balances - Beginning	<u>65,936,850</u>
3000	Fund Balances - Ending	\$ <u>71,477,167</u>

The accompanying notes to the financial statements are an integral part of this statement.

<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total Nonmajor Funds</u>	<u>Total Governmental Funds</u>
\$ 71,708,864	\$ 4,798,701	\$ 4,893,369	\$ 238,249,371
642,679	-	2,815,995	88,367,639
-	-	20,040,314	26,748,079
<u>72,351,543</u>	<u>4,798,701</u>	<u>27,749,678</u>	<u>353,365,089</u>
-	10,062,862	8,941,574	165,574,443
-	390,622	75,939	3,966,340
-	76,174	3,970,855	8,751,916
-	19,475	121,148	4,912,579
-	46,623	194,169	14,280,745
-	-	387,807	10,980,515
-	38,890	114,358	1,258,235
-	-	97,607	3,432,856
-	3,147,357	-	12,991,364
-	409,459	10,482,117	11,031,615
-	538,633	939,553	7,988,896
-	318,064	14,133	7,430,426
-	21,913,436	600,803	42,726,059
-	3,106,123	71,570	7,356,901
-	5,084,421	467	9,029,007
-	-	347,366	505,304
42,140,000	-	-	44,265,970
25,926,058	-	-	26,004,299
3,769,980	653,076	-	4,423,056
-	42,918,184	-	42,918,184
-	-	-	34,031
-	-	-	981,839
<u>71,836,038</u>	<u>88,723,399</u>	<u>26,359,466</u>	<u>430,844,580</u>
<u>515,505</u>	<u>(83,924,698)</u>	<u>1,390,212</u>	<u>(77,479,491)</u>
32,385,000	67,800,000	-	100,185,000
-	-	-	1,000,000
4,247,946	14,909,347	-	19,157,293
-	455,000	-	455,827
<u>(36,395,802)</u>	<u>-</u>	<u>-</u>	<u>(36,395,802)</u>
<u>237,144</u>	<u>83,164,347</u>	<u>-</u>	<u>84,402,318</u>
752,649	(760,351)	1,390,212	6,922,827
<u>6,182,511</u>	<u>240,203,373</u>	<u>3,433,663</u>	<u>315,756,397</u>
<u>\$ 6,935,160</u>	<u>\$ 239,443,022</u>	<u>\$ 4,823,875</u>	<u>\$ 322,679,224</u>

PFLUGERVILLE 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 FISCAL YEAR ENDED AUGUST 31, 2020

Exhibit B-2R

Total Net Change in Fund Balances - Governmental Funds (Exhibit B-2) \$ 6,922,827

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. The governmental capital asset at year-end consist of:

Capital Assets <i>increased</i>	\$ 60,466,724	
Depreciation Expense	<u>(18,300,860)</u>	42,165,864

The net effect of miscellaneous transactions involving capital assets (transfers, adjustments and dispositions) is an increase (decrease) to net position. (32,643)

Because some property taxes will not be collected for several months after the District's fiscal year end, they are not considered "available" revenues and are deferred in the governmental funds. Deferred tax revenues increased (decreased) by this amount this year. 800,655

Issuance of bonds provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position.

Par Value	\$ (100,185,000)	
Premium	<u>(19,157,293)</u>	(119,342,293)

Repayment of note principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 2,125,970

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 42,140,000

Payment to escrow agent to remarket bonds from refunding proceeds. 36,395,802

Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. The increase (decrease) in interest reported in the statement of activities consist of the following:

Increase in Accrued Interest on Current Interest Bonds Payable	\$ (39,409)	
Decrease in Accrued Interest on Notes Payable	28,418	
Interest Adjustment for Defeasement - Net of defeased loss on refunding and premium defeased	1,710,862	
Decrease in arbitrage liability	119,463	
Amortization of Bond Premium	4,778,865	
Amortization of Deferred Charge on Refunding Bonds	<u>(1,208,365)</u>	5,389,834

The (increase) decrease in compensated absences is reported in the statement of activities but does not require the use of current financial resources and, therefore, is not reported as expenditures in the governmental funds. (436,016)

An internal service fund is used by the District to charge the costs of various services to the individual funds. The net activity of the following internal service funds are reported in the government-wide statements:

Health Insurance		3,247,777
Workers' Compensation		689,147

The net change in net pension liability, deferred outflows, and deferred inflows is reported in the statement of activities but does not require the use of current financial resources and, therefore, is not reported as expenditures in the governmental funds. The net change consists of the following:

Deferred Outflows Increased (Decreased)	\$ (5,549,196)	
Deferred Inflows (Increased) Decreased	(7,036,623)	
Net Pension Liability (Increased) Decreased	<u>3,669,542</u>	(8,916,277)

The net change in net OPEB liability, deferred outflows, and deferred inflows is reported in the statement of activities but does not require the use of current financial measurement and, therefore, is not reported as expenditures in the governmental funds. The net change consists of the following:

Deferred Outflows Increased (Decreased)	\$ 3,161,869	
Deferred Inflows (Increased) Decreased	(8,780,364)	
Net OPEB Liability (Increased) Decreased	<u>3,985,101</u>	<u>(1,633,394)</u>

Change in Net Position for Governmental Activities (Exhibit A-2) **\$ 9,517,253**

The accompanying notes to the financial statements are an integral part of this statement.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
AUGUST 31, 2020

Exhibit C-1

<u>Data Control Codes</u>		<u>Business-Type Activities</u>	<u>Governmental Activities</u>
		<u>Enterprise Fund - Extended Day Program</u>	<u>Internal Service Funds</u>
ASSETS			
Current Assets:			
1110	<i>Cash and Cash Equivalents</i>	\$ 557,833	\$ 918,914
1120	<i>Current Investments</i>	-	7,818,171
1250	<i>Accrued Interest</i>	-	11,284
1260	<i>Due from Other Funds</i>	-	1,736,563
1290	<i>Other Receivables</i>	-	842,320
1410	<i>Prepaid Items</i>	368	-
1490	<i>Other Current Assets</i>	-	417,714
	Total Current Assets	<u>558,201</u>	<u>11,744,966</u>
Noncurrent Assets:			
1520	<i>Buildings and Improvements</i>	89,600	-
1570	<i>Accumulated Depreciation</i>	(30,464)	-
	Total Noncurrent Assets	<u>59,136</u>	<u>-</u>
1000	Total Assets	<u>617,337</u>	<u>11,744,966</u>
LIABILITIES			
Current Liabilities:			
2110	<i>Accounts Payable</i>	12,706	822,046
2160	<i>Accrued Wages Payable</i>	30,950	-
2170	<i>Due to Other Funds</i>	23,096	558
2300	<i>Unearned Revenue</i>	77,430	-
	Total Current Liabilities	<u>144,182</u>	<u>822,604</u>
Noncurrent Liabilities:			
2123	<i>Claims Payable - Due Within One Year</i>	-	1,617,210
	Total Noncurrent Liabilities	<u>-</u>	<u>1,617,210</u>
2000	Total Liabilities	<u>144,182</u>	<u>2,439,814</u>
NET POSITION			
3200	<i>Investment in Capital Assets</i>	59,136	-
3900	<i>Unrestricted</i>	414,019	9,305,152
3000	Total Net Position	<u>\$ 473,155</u>	<u>\$ 9,305,152</u>

The accompanying notes to the financial statements are an integral part of this statement.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Exhibit C-2

<u>Data Control Codes</u>	<u>Business-Type Activities</u>	<u>Governmental Activities</u>
	<u>Enterprise Fund - Extended Day Program</u>	<u>Internal Service Funds</u>
OPERATING REVENUES		
5739 <i>Tuition and Fees</i>	\$ 2,733,045	\$ -
5754 <i>Interfund Services Provided</i>	-	22,521,067
5831 <i>TRS On-Behalf Payments</i>	77,125	923
5020 Total Operating Revenues	<u>2,810,170</u>	<u>22,521,990</u>
OPERATING EXPENSES		
6100 <i>Payroll Costs</i>	1,974,928	15,167
6200 <i>Purchased and Contracted Services</i>	12,623	2,423,972
6300 <i>Supplies and Materials</i>	45,868	1,965
6400 <i>Claims Expense and Other Operating Expenses</i>	78,202	16,241,368
6449 <i>Depreciation</i>	3,584	-
6030 Total Operating Expenses	<u>2,115,205</u>	<u>18,682,472</u>
Operating Income	<u>694,965</u>	<u>3,839,518</u>
NONOPERATING REVENUES		
7955 <i>Investment Earnings - Deposits and Investments</i>	-	97,406
8030 Total Nonoperating Revenues	<u>-</u>	<u>97,406</u>
Income before Transfers	694,965	3,936,924
8911 <i>Transfers Out</i>	<u>(1,000,000)</u>	<u>-</u>
1300 Change in Net Position	(305,035)	3,936,924
0100 Net Position - Beginning	778,190	5,368,228
3300 Net Position - Ending	<u>\$ 473,155</u>	<u>\$ 9,305,152</u>

The accompanying notes to the financial statements are an integral part of this statement.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Exhibit C-3

	<u>Business-Type Activities</u>	<u>Governmental Activities</u>
	<u>Enterprise Fund - Extended Day Program</u>	<u>Internal Service Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Employee and Employer	\$ -	\$ 21,001,869
Cash Received from Registration Fees and Tuition	2,860,754	-
Cash Payments to Suppliers for Goods and Services	(156,888)	-
Cash Payments for Employees	(1,986,107)	-
Cash Payments for Claims	-	(16,746,227)
Cash Payments for Administrative Services	-	(2,441,104)
Net Cash Provided by Operating Activities	<u>717,759</u>	<u>1,814,538</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers to Other Funds	<u>(1,000,000)</u>	-
Net Cash Used for Noncapital Financing Activities	<u>(1,000,000)</u>	-
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest and Dividends Received on Investments	-	115,131
Purchase of Investments	<u>-</u>	<u>(2,805,129)</u>
Net Cash Used for Investing Activities	<u>-</u>	<u>(2,689,998)</u>
Net Decrease in Cash and Cash Equivalents	(282,241)	(875,460)
Cash and Cash Equivalents at Beginning of Year	840,074	1,794,374
Cash and Cash Equivalents at End of Year	\$ <u>557,833</u>	\$ <u>918,914</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating Income	\$ 694,965	\$ 3,839,518
Depreciation Expense	3,584	-
Change in Assets and Liabilities:		
(Increase) in Other Receivables	-	(557,834)
(Increase) in Due from Other Funds	-	(1,520,121)
(Increase) in Prepaid Items	(368)	-
Decrease in Other Assets	-	348,400
Increase (Decrease) in Accounts Payable	(19,827)	242,765
(Decrease) in Accrued Wages Payable	(14,751)	-
Increase in Unearned Revenue	50,584	-
(Decrease) in Claims Payable	-	(538,190)
Increase in Due to Other Funds	3,572	-
Net Cash Provided by Operating Activities	\$ <u>717,759</u>	\$ <u>1,814,538</u>

The accompanying notes to the financial statements are an integral part of this statement.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
AUGUST 31, 2020

Exhibit D-1

<u>Data Control Codes</u>		<u>Private-Purpose Trust Fund</u>	<u>Agency Funds</u>
	ASSETS		
1110	<i>Cash and Cash Equivalents</i>	\$ 1,000	\$ 514,672
1120	<i>Current Investments</i>	265,915	-
1290	<i>Other Receivables</i>	-	602
1000	Total Assets	<u>266,915</u>	<u>\$ 515,274</u>
	LIABILITIES		
2110	<i>Accounts Payable</i>	-	\$ 3,657
2180	<i>Due to Other Governments</i>	1,000	-
2190	<i>Due to Student Groups</i>	-	511,617
2000	Total Liabilities	<u>1,000</u>	<u>\$ 515,274</u>
	NET POSITION		
3800	<i>Net Position Held in Trust</i>	<u>265,915</u>	
3000	Total Net Position	<u>\$ 265,915</u>	

The accompanying notes to the financial statements are an integral part of this statement.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUND
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Exhibit D-2

<u>Data Control Codes</u>	<u>Private-Purpose Trust Fund</u>
ADDITIONS	
5742 <i>Interest</i>	\$ 3,738
Total Additions	<u>3,738</u>
DEDUCTIONS	
6400 <i>Other Operating Expenses</i>	3,500
Total Deductions	<u>3,500</u>
Change in Net Position	238
Net Position - Beginning of Year	265,677
Net Position - End of Year	\$ <u>265,915</u>

The accompanying notes to the financial statements are an integral part of this statement.

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PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

AUGUST 31, 2020

Note 1 - Summary of Significant Accounting Policies

Reporting Entity

The Pflugerville Independent School District (District) is governed by a seven-member Board of Trustees (Board), which has governance responsibilities over all activities related to public elementary and secondary education within the District. Because members of the Board are elected by the public; have authority to make decisions; appoint management and significantly influence operations; and have primary accountability for fiscal matters; the District is not included in any other governmental reporting entity. The accompanying financial statements present the operations of the District. There are no component units, which are entities the District is considered to be financially accountable for, included within the reporting entity.

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

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the District. All fiduciary activities are reported only in the fund financial statements. 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*, which are supported by taxes and intergovernmental revenues, are reported separately from business-type activities which rely on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. Depreciation expense, self-insurance plans' net profit or loss, and compensated absences costs have been allocated to all applicable functions in order to present the expenditures of the District more accurately in the Statement of Activities. *Program revenues* include 1) charges to students or users 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 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.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

AUGUST 31, 2020

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers property tax revenues to be available if they are collected as of August 31, 2020 and all other revenues within 120 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as required under accrual accounting. However, debt service expenditures, as well as expenditures related to pension liability, OPEB liability, compensated absences and claims and judgments, are recorded only when payment is due.

The fiduciary fund financial statements reflect the District's trust and agency funds. The agency fund reports only assets and liabilities, and does not have a measurement focus. Both funds utilize the accrual basis of accounting.

Grant revenues, property taxes, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports the following major governmental funds:

- The *general fund* is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The *debt service fund* accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.
- The *capital projects fund* is used to account for proceeds from sales of bonds and other revenues to be used for authorized construction and other capital asset acquisitions.

The District reports the following nonmajor governmental funds:

- The *special revenue funds* are used to account for resources restricted to, or committed for specific purposes by a grantor. Federal and state financial assistance generally is accounted for in a special revenue fund. Generally, unused balances are returned to the grantor at the close of the specified project periods. With respect to the *National School Breakfast and Lunch Program*, campus activity funds, and special projects fund are rolled over from year to year for use in the program.

Additionally, the District reports the following fund types:

- The *enterprise fund* accounts for the District's operation of an extended day school care program. This fund is supported principally by revenues generated through program fees.
- The *internal service funds* are used to account for the operations of the District's self-funded employee group health insurance and workers' compensation plans.
- *Private purpose trust funds* are used to account for resources legally held in trust under which principal and income benefit individuals, private organizations or other governments. The District's private-purpose trust funds represent scholarship funds being held in trust for students.
- The *agency fund* is used to account for assets held by the District as an agent for student organizations. The fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operation.

Amounts reported as *program revenues* include 1) charges to students or users for goods, services, or privileges provided and 2) operating grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes, grants and contributions not restricted to a specific program, and investment income.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

AUGUST 31, 2020

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's internal service funds are charges to the funds and/or employees for self-funded health services and workers' compensation. Operating expenses for the internal service funds include the cost of services and administrative expenses. The principal operating revenues of the District's enterprise fund are fees charged for extended day program for students. Operating expenses of the enterprise fund include the cost of payroll, contracted services, supplies, other miscellaneous operating costs to run the program, and depreciation. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses for the internal service funds and the enterprise fund.

Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and certificates of deposit, with original maturities of three months or less from the date of acquisition.

Investments for the District, except for certain investment pools and commercial paper, are reported at fair value. The investment pools operate in accordance with appropriate state laws and regulations and are reported at amortized cost or fair value. Commercial paper maturing with one year from the date of purchase is reported at amortized cost.

Receivables and Payables

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

Property tax receivables, including unpaid property taxes, at year-end are shown net of an allowance for uncollectibles. The property tax receivable allowance is based on historical experience in collecting taxes. Revenues from property taxes are recognized when levied to the extent they are available. The District considers property taxes as available when collected. However, not all outstanding property taxes are expected to be collected within one year of the date of the financial statements.

Property values are determined by Williamson Central Appraisal District and Travis Central Appraisal District as of January 1 of each year. Prior to September 1 of each year, the District must adopt its annual budget and as soon thereafter as practicable, shall adopt a tax rate thus creating the tax levy. Property taxes for the current calendar year are levied on approximately October 1 of each year and are payable by January 31 of the following year. Property tax receivables are recorded as of the date levied. Unpaid taxes become delinquent on February 1 and a tax lien on real property is created as of July 1 of each year. Delinquent taxes collected are prorated between the general fund and the debt service fund based on rates adopted for the year of levy. Deferred inflows of resources are recorded in an amount equal to the net taxes receivable.

Inventories and Prepaid items

Inventories consisting of supplies and materials are valued at weighted average cost and they include maintenance, custodial, and office and instructional supplies. Inventories are recorded under the consumption method. Inventory is recorded as expenditures when consumed rather than when purchased. Commodities are recognized as revenues and expense in the period received.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

AUGUST 31, 2020

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

Capital Assets

Capital assets, which include land, construction in progress, buildings and improvements, and furniture and equipment, are reported in the governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost that equals or exceeds \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Buildings and improvements, and furniture and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Buildings and Improvements	7-50
Furniture and Equipment	5-30

Compensated Absences

The State of Texas has created a minimum leave program consisting of five days per year of leave with no limit on accumulation and transferability among districts for every eligible employee regularly employed in Texas public schools. Each district's local Board of Education is required to establish a sick leave plan. Local school districts may provide additional leave beyond the state minimum.

The District has a policy in place for local sick leave earned. An employee who retires from employment with the District shall be eligible for reimbursement of local sick leave under the following conditions:

1. The employee retires in accordance with Teacher Retirement System of Texas (TRS) guidelines.
2. The employee provides advance written notice of intent to retire from employment.
3. The employee has at least four years of service with the District.
4. The employee has at least 22 days of available local sick leave.

The employee shall be reimbursed for each day of local sick leave at a rate established by the Board. If the employee is reemployed with the District, days for which the employee received payment shall not be available to that employee. The rate established by the Board shall be in effect until the Board adopts a new rate.

Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities column. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

AUGUST 31, 2020

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.

The current requirements for general obligation bonds principal and interest expenditures are accounted for in the debt service fund. Notes payable principal and interest expenditures are accounted for in the general fund. The current requirements for arbitrage liability, compensated absences, pension and OPEB plans are accounted for in the governmental and proprietary funds. Current requirements for health insurance and workers' compensation are accounted for and liquidated in the respective internal service fund.

Deferred Outflows/Inflows of Resources

Deferred outflows of resources represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditures) until then. Deferred inflows of resources represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time.

Deferred outflows/inflows of resources are amortized as follows:

- Deferred outflows/inflows from pension and OPEB activities are amortized over the weighted average remaining service life of all participants in the respective qualified pension plan and OPEB plan, except for projected and actual earnings differences on investments which are amortized on a closed basis over a 5-year period.
- Deferred charge/gain on refunding is amortized over the shorter of the life of the refunded or refunding debt.
- Property taxes are recognized in the period the amount becomes available.
- District contributions to the pension and OPEB plans after the measurement date of each plan are recognized in the subsequent fiscal year.

Net Position Flow Assumption

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

Fund Balance Flow Assumptions

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

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

AUGUST 31, 2020

Fund Balance Policies

In the fund financial statements, governmental funds report fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which the amounts in the respective governmental funds can be spent. The District reports the following classifications of fund balance:

Nonspendable fund balance - amounts that are not in spendable form (such as inventory) or are required to be maintained intact.

Restricted fund balance - Amounts that can be spent only for specific purposes because of local, state or federal laws, or externally imposed conditions by grantors or creditors.

Committed fund balance - amounts constrained to specific purposes by the District itself, using its highest level of decision-making authority (i.e. 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.

Assigned fund balance - amounts the District intends to use for a specific purpose. The Board of Trustees (Board) delegates to the Superintendent or the Superintendent's designee the responsibility to assign funds as authorized by board policy approved by the Board. An assigned fund balance shall mean that portion of the fund balance that is spendable or available for appropriation but is tentatively earmarked for some specific purpose. The assigned intent may change over time as directed by the Superintendent or the Superintendent's designee. The Superintendent's designee, Chief Operating Officer, is not required to have board approval.

Unassigned fund balance - amounts that are available for any purpose. Positive amounts are reported only in the general fund.

It is the goal of the District to maintain a minimum fund balance for the general and debt service funds. The goal for the general fund shall be an unrestricted fund balance at a minimum between 60 and 90 days of operations. The goal for the debt service funds shall be 20 percent of the next fiscal year's bonded debt obligations.

Pension

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

Other Postemployment Benefits

The fiduciary net position of the Teacher Retirement System of Texas (TRS) TRS Care Plan has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other postemployment 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.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

AUGUST 31, 2020

Use of Estimates

The presentation 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, disclosure of contingent 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.

Data Control Codes

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

Note 2 - Stewardship, Compliance, and Accountability

Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund, National School Breakfast and Lunch Program special revenue fund, and debt service fund. All other governmental funds adopt project length budgets. All annual appropriations lapse at fiscal year-end. The following procedures are followed in establishing the budgetary data reflected in the financial schedules.

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

The appropriated budget is prepared by fund, function, and campus/department. The District's campus/department heads may make transfers of appropriations within a department. Transfers of appropriations between campus/department require the approval of the District's management. Transfers of appropriations between functions require the approval of the Board. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the function level within a fund. The District made several supplemental budgetary versions throughout the year, primarily in the general fund which were not significant.

Encumbrances

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as restricted, committed, or assigned, as appropriate.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

AUGUST 31, 2020

At August 31, 2020, certain amounts which were previously restricted, committed, or assigned for specific purposes have been encumbered in the governmental funds. These amounts are as follows:

	Encumbrances Included in:		
	Restricted Fund Balance	Committed Fund Balance	Assigned Fund Balance
General Fund	\$ -	\$ -	\$ 9,462,000
Capital Projects Fund	238,300,969	-	1,142,326
National School Breakfast and Lunch	2,560,935	-	-
Campus Activity Funds	-	1,959,958	-
Total Encumbrances	\$ 240,861,904	\$ 1,959,958	\$ 10,604,326

Note 3 - Deposits and Investments

Cash Deposits

The District's funds are required to be deposited and invested under the terms of a depository contract pursuant to the Texas School Depository Act. The depository bank pledges securities which comply with state law and these securities are held for safekeeping and trust with the District's and the depository bank's agent bank. The pledged securities are in compliance with the Texas Government Code, Chapter 2257 "Collateral for Public Funds", and are 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.

Investments

The District's investment policy is in accordance with the Public Funds Investment Act, the Public Funds Collateral Act, and federal and state laws. For fiscal year 2020, the District invested in LOGIC, Lone Star, TexPool, TexasDAILY, Texas CLASS, TexasTERM, commercial paper, money market mutual funds, municipal bonds, and U.S. Treasury and Agencies securities.

TexPool is duly chartered and overseen by the State Comptroller's Office, administered and managed by Federated Investors, Inc. State Street Bank serves as the custodial bank. The portfolio consists of U.S. Government securities; collateralized repurchase and reverse repurchase agreements; and AAA rated money market mutual funds.

LOGIC is duly chartered by the State of Texas Interlocal Cooperation Act, is administered by First Southwest Asset Management, Inc. and J.P. Morgan Investment Management, Inc. (JPMIM), and managed by JPMIM. J.P. Morgan Chase provides custody, fund accounting and transfer agency services. LOGIC may invest in obligations of the U.S. or its agencies and instrumentalities; repurchase agreements; SEC-registered money market funds rated in the highest rating category by at least one nationally recognized statistical rating organization (NRSRO); and commercial paper rated A-1, P-1 or equivalent by on NRSRO and is fully secured by an irrevocable letter of credit.

Lone Star Investment Pool is duly chartered by the State of Texas Interlocal Cooperation Act, is administered by First Public, LLC, and managed by Standish Mellon Investment Managers and American Beacon Advisors. The State Street Bank is the custodial bank. Lone Star Investment Pool is restricted to invest in obligations of the United States or its agencies and instrumentalities; other obligations insured by the United States; fully collateralized repurchase agreements having a defined termination date, secured by obligations described previously; and SEC-registered no-load money market mutual funds, the assets which consist exclusively of the obligations described above. The District currently invests in Lone Star Corporate Overnight, and Lone Star Corporate Overnight Plus.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

AUGUST 31, 2020

Texas CLASS is a local government investment pool organized under the authority of the Interlocal Cooperation Act, chapter 791, Texas Government Code, and the Public Funds Investment Act, chapter 2256, Texas Government Code. Texas CLASS was established in 1996. Pursuant to the Trust Agreement, Texas CLASS is supervised by a Board of Trustees who are elected by the Participants. The Board of Trustees supervises the Trust and its affairs and acts as the liaison between the Participants, the Custodian and the Program Administrator. Public Trust Advisors, LLC serves as Program Administrator. It intends to maintain a Net Asset Value of approximately \$1 per share. Wells Fargo Bank, N.A. is the custodial bank.

TexasTERM is a local government investment pool organized in the year 2000 in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. TexasTERM is directed by an Advisory Board of experienced local government officials, finance directors and treasurers and is administered by PFM Asset Management, LLC. US Bank, N.A. is the custodial bank. TexasTERM offers a series of professionally managed portfolios that are available to government entities in the State of Texas. The District currently invests in the following:

- TexasDAILY, a money market portfolio with daily liquidity that is rated AAAM* by Standard & Poor's.
- TexasTERM, a fixed-rate, fixed-term portfolio, rated AAAs* by Standard & Poor's, that enables investors to lock in a fixed rate for a term of 60 days to 365 days.

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.

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.

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The District's governmental and proprietary funds' investments are measured as presented in the table below. The District's investment balances, weighted average maturity, and credit risk of such investments are as follows:

	<u>Current Investments</u>	<u>Other Observable Inputs (Level 2)</u>	<u>Percent of Total Investments</u>	<u>Weighted Average Maturity (Days)</u>	<u>Credit Risk</u>
Investments Measured at Amortized Cost					
Investment Pools:					
Lone Star Corporate Overnight Fund	\$ 14,170,331	\$ -	4.2%	54	AAAm
TexPool	16,227,263	-	4.9%	32	AAAm
TexasDAILY	4,472,854	-	1.3%	48	AAAm
Commercial Paper	59,419,712	-	17.8%	90	A-1/A+/A/AA
Investments Measured at Fair Value, not Subject to Level Reporting					
Investment Pools:					
Lone Star Corporate Overnight Plus Fund	29,383,241	-	8.8%	65	AAAf/SI+
LOGIC	30,627,336	-	9.2%	51	AAAm
Texas CLASS	29,244,556	-	8.7%	54	AAAm
Texas TERM	26,000,000	-	7.8%	49	AAAf/AAAkf
Texas FIT Government Pool	3,602,676	-	1.1%	23	AAAmmf
Texas FIT Cash Pool	22,418,939	-	6.7%	108	AAAf/SI
Money Market Mutual Funds	94,565	-	0.0%	1	AAAm
Investments Subject to Fair Value, Subject to Level Reporting					
Municipal Bonds	1,508,034	1,508,034	0.5%	30	AA- / Aa3
U.S. Treasury Notes	62,826,213	62,826,213	18.8%	147	N/A
U.S. Treasury Bills	5,447,436	5,447,436	1.6%	9	N/A
U.S. Agency Securities	28,946,526	28,946,526	8.7%	42	AA+ / Aaa
Totals	\$ 334,389,682	\$ 98,728,209	100.00%	79	
Portfolio Weighted Average Maturity				79	

*Per GASB 40, Paragraph 7 - U.S. Treasury Securities do not require credit risk disclosure.

Investment Pools are measured at amortized cost or fair value. Such investments are not required to be reported by levels in the table above.

The Lone Star Corporate Overnight Fund, TexPool, and TexasDAILY investment pools and are external investment pools measured at amortized cost. In order to meet the criteria to be recorded at amortized cost, investment pools must transact at a stable net asset value per share and maintain certain maturity, quality, liquidity and diversification requirements within the investment pool. The investment pools transact at a net asset value of \$1.00 per share, have weighted average maturity of 60 days or less and weighted average life of 120 days or less, investments held are highly rated by nationally recognized statistical rating organization, have no more than 5% of portfolio with one issuer (excluding US government securities), and can meet reasonably foreseeable redemptions. Such pools have a redemption notice period of one day and no maximum transaction amounts. The investment pools' authorities may only impose restrictions on redemptions in the event of a general suspension of trading on major securities market, general banking moratorium or national or state emergency that affects the pools' liquidity.

Commercial paper maturing within one year from the purchase date is reported at amortized cost.

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The Lonestar Corporate Overnight Plus Fund, LOGIC, Texas CLASS, and TexasTERM investment pools are external investment pools measured at fair value. Such pools strategy is to seek preservation of principal, liquidity and current income through investment in a diversified portfolio of short-term marketable securities. The District has no unfunded commitments related to the investment pool. Each pool has a redemption notice period of one day and may redeem daily. The investment pool's authority may only impose restrictions on redemptions in the event of a general suspension of trading on major securities market, general banking moratorium or national or state emergency that affects the pool's liquidity.

Money market mutual funds are reported at net asset value of \$1.00 per share, i.e. fair value.

Municipal Bonds, U.S. Treasury Notes and U.S. Agency Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Credit Risk

State law and the District's investment policy limits investments in all categories to top ratings issued by nationally recognized statistical rating organizations. The credit ratings for investments are noted in the preceding table.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates may adversely affect the value of the investments. The District's investment policy limits the maturities of investments and prohibits any investment for speculative gains. Unless matched to a specific cash flow or specifically authorized by the Board, the District will not directly invest in securities maturing more than 24 months from the date of purchase. In no case will securities with a maturity of greater than 12 months exceed 50 percent of the total portfolio.

The District recognizes that investment risk can result from market price changes. Investment officers are expected to display prudence, discretion, and intelligence in the selection of securities, as a way to minimize risk. Investments of the District shall be selected in a manner that seeks to ensure the preservation of capital in the overall portfolio. The interest rate risk is managed as noted in the preceding table presentation of weighted average maturity in days for each investment type.

Concentration of Credit Risk

The District's investment policy requires the investment portfolio to be diversified in terms of investment instruments, maturity scheduling, and financial institutions in order to reduce the risk of loss resulting from over-concentration of assets in a specific class of investments, specific maturity, or specific issuer. The asset mix of the District's portfolio is expressed in terms of maximum commitment so as to allow sufficient flexibility to take advantage of market considerations within the context of its investment policy. The asset mix requirements are as follows:

U.S. Treasury Obligations	25% (maximum)
Money Market Mutual Fund	50% (maximum)
Commercial Paper	25% (maximum)
Certificates of Deposit	75% (maximum)
U.S. Government Securities	75% (maximum)
Public Funds Investment Pools	100% (maximum)
Repurchase Agreements	50% (maximum)

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No issuer of U.S. government securities or a single public funds investment pool will comprise more than 75 percent of the District’s investment portfolio. The District does not invest its portfolio in one investment pool. Funds are divided between six pools for diversification and security reasons.

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. As of August 31, 2020, District’s banks’ balances of \$15,880,574 were not exposed to custodial credit risk because such balances were insured and collateralized with securities held by the District’s agent in the District’s name.

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. District policy requires investments to be in the District’s name or held by the District’s agent in the District’s name. The District is not exposed to custodial risk due to the investments are in the District’s name or held by the District’s agent in the District's name.

Note 4 - Receivables

Tax revenues of the general and debt service fund are reported net of estimated uncollectible amounts. Total change in uncollectible amounts related to revenues of the current period increased (decreased) revenues as follows:

Change in Uncollectibles Related to General Fund Property Taxes	\$ (5,285)
Change in Uncollectibles Related to Debt Service Property Taxes	(2,587)
Total Change in Uncollectibles of the Current Fiscal Year	\$ <u>(7,872)</u>

Approximately 74% of the outstanding balance of property taxes receivable is not anticipated to be collected within the next year.

Governmental funds report unearned revenue in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unearned revenues reported in the governmental funds were as follows:

	<u>Unearned</u>
Kickstart (General Fund)	\$ 85
Funds Received Prior to Meeting all Eligibility Requirements, Primarily Grants (Special Revenue Funds)	68,790
Total Unearned Revenue for Governmental Funds	<u>68,875</u>
Tuition Fees for Next Year (Enterprise Fund)	77,430
Total Unearned Revenue for Proprietary Funds	<u>77,430</u>
Total Unearned Revenue	\$ <u>146,305</u>

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Note 5 - Capital Assets

The District's capital asset activity for the year ended August 31, 2020 is as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions and Transfers</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets, not being Depreciated:				
Land	\$ 38,869,407	\$ 83,660	\$ -	\$ 38,953,067
Construction in Progress	12,885,382	53,185,768	(1,286,215)	64,784,935
Total Capital Assets, not being Depreciated	<u>51,754,789</u>	<u>53,269,428</u>	<u>(1,286,215)</u>	<u>103,738,002</u>
Capital Assets, being Depreciated:				
Buildings and Improvements	594,749,169	1,192,539	914,051	596,855,759
Furniture and Equipment	65,683,654	6,004,757	(275,037)	71,413,374
Total Capital Assets, being Depreciated	<u>660,432,823</u>	<u>7,197,296</u>	<u>639,014</u>	<u>668,269,133</u>
Less Accumulated Depreciation for:				
Buildings and Improvements	(151,263,920)	(12,862,798)	37,589	(164,089,129)
Furniture and Equipment	(27,893,692)	(5,438,062)	576,969	(32,754,785)
Total Accumulated Depreciation	<u>(179,157,612)</u>	<u>(18,300,860)</u>	<u>614,558</u>	<u>(196,843,914)</u>
Total Capital Assets, being Depreciated, net	<u>481,275,211</u>	<u>(11,103,564)</u>	<u>1,253,572</u>	<u>471,425,219</u>
Governmental Activities Capital Assets, net	<u>\$ 533,030,000</u>	<u>\$ 42,165,864</u>	<u>\$ (32,643)</u>	<u>\$ 575,163,221</u>
Business-type Activities:				
Capital Assets, being Depreciated:				
Buildings and Improvements	\$ 89,600	\$ -	\$ -	\$ 89,600
Total Capital Assets, being Depreciated	<u>89,600</u>	<u>-</u>	<u>-</u>	<u>89,600</u>
Less Accumulated Depreciation for:				
Buildings and Improvements	(26,880)	(3,584)	-	(30,464)
Total Accumulated Depreciation	<u>(26,880)</u>	<u>(3,584)</u>	<u>-</u>	<u>(30,464)</u>
Business-type Activities Capital Assets, net	<u>\$ 62,720</u>	<u>\$ (3,584)</u>	<u>\$ -</u>	<u>\$ 59,136</u>

Depreciation expense for governmental activities was charged to functions/programs of the District as follows:

Governmental Activities		
11 Instruction		\$ 7,720,101
12 Instructional Resources and Media Services		655,306
13 Curriculum Development and Instructional Staff Development		4,468
23 School Leadership		577,095
31 Guidance, Counseling, and Evaluation Services		66,671
32 Social Work Services		2,789
34 Student Transportation		1,619,832
35 Food Services		1,166,338
36 Extracurricular Activities		2,596,590
41 General Administration		89,510
51 Plant Maintenance and Operations		2,373,650
52 Security and Monitoring Services		96,857
53 Data Processing Services		1,322,717
61 Community Services		8,936
Total Depreciation Expense-Governmental Activities		<u>\$ 18,300,860</u>

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
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Depreciation expense for business type activities was charged to functions/programs of the District as follows:

Business Type Activities	
21 School Leadership	\$ 3,584
Total Depreciation Expense-Governmental Activities	\$ 3,584

Construction Commitments

The District has active construction projects as of August 31, 2020. The projects include the construction and equipment of school facilities. At year-end, the District's commitments with contractors are as follows:

<u>Project</u>	<u>Approved Construction Budget</u>	<u>Remaining Commitment</u>
WHS Ticket Booth	\$ 160,788	\$ 831
NAVCON Group LLC-Repurpose Old TES	5,452,984	4,970
PACE Canopy	121,694	78,629
WES/WPS Combined (Phase 1 & 2)	5,974,156	66,825
WES/WPS Combined Pkg 3	178,264	46,871
Elementary School #22	34,339,716	20,456,946
Middle School #7	57,820,694	37,071,805
Weiss HS Ag Facility	2,135,653	1,553,026
Elementary School 22 - East Road	925,853	196,835
Connally HS Tennis Court Expansion	758,972	51,404
Transportation	10,734,835	9,239,932
Mott ES Traffic Improvements	1,303,971	20,299
Dessau ES Additions	246,493	70,385
Delco ES Additions	319,337	51,981
HVAC Replacements	3,733,475	590,365
Intercoms	97,357	249,086
Fire Alarms	1,184,299	610,601
Roof Replacements	9,231,663	6,186,638
Playground Upgrades	688,375	514,740
PHS Renovations-GMP 1	708,048	157,718
PHS Enclosed Corridor-Fine Arts	21,427	4,285
Safety & Security Upgrades	442,166	155,503
CTE Projects	243,212	82,622
Fine Arts Projects-District Wide	1,172,135	306,005
2018 Bond Contingency-Marquees	276,313	111,204
PHS Renovations - Athletics & Accessibility	576,752	541,510
HVAC Controls	1,079,085	227,590
District Athletics Remodel	2,008,399	63,084
District Accessibility Projects	2,939,000	2,048,931
District Athletic Upgrades Sod Replacement	1,542,326	738,551
Totals	\$ 146,417,442	\$ 81,499,172

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Note 6 - Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of August 31, 2020 is as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Governmental Funds:		
General Fund	\$ 7,268,454	\$ 2,240,924
Capital Projects Fund	27,719	518
Nonmajor-Other Governmental Funds	57,443	6,825,083
Proprietary Funds:		
Enterprise Fund - Extended Day Program	-	23,096
Internal Service Funds	1,736,563	558
Totals	\$ 9,090,179	\$ 9,090,179

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 other fund. Additionally, some lending/borrowing may occur between two or more funds. All interfund balances are expected to be repaid within one year.

Interfund Transfers

Interfund transfers are defined as “flows of assets without equivalent flow of assets in return and without a requirement for repayment.” The following is a summary of the District’s transfers for the year ended August 31, 2020.

<u>Transfer Out</u>	<u>Transfers In</u>	<u>Amount</u>
Enterprise Fund-Extended Day Program	General Fund	\$ 1,000,000
Total		\$ 1,000,000

Transfers are used to supplement various programs accounted for in other funds in accordance with budgetary authorizations.

Transfers from the Enterprise Fund to the General Fund are to compensate for operating costs and building usage.

Note 7 - Long-term Liabilities

The District’s long-term liabilities consist of bond indebtedness, notes payable, arbitrage liability, health insurance, workers’ compensation, compensated absences, and net pension and OPEB liability. The current requirements for general obligation bonds principal and interest expenditures are accounted for in the debt service fund. The current requirements for health insurance and workers’ compensation are accounted for and liquidated in the respective internal service fund. Other long-term liabilities are generally liquidated with resources of the general fund.

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Changes in Long-term Liabilities

Long-term liability activity for the year ended August 31, 2020 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities					
Bonds Payable:					
General Obligation Bonds	\$ 596,945,000	\$ 100,185,000	\$ (75,740,000)	\$ 621,390,000	\$ 25,520,000
Issuance Premiums	64,040,209	19,157,293	(9,200,090)	73,997,412	4,920,832
Total Bonds Payable, gross	660,985,209	119,342,293	(84,940,090)	695,387,412	30,440,832
Note Payable	2,125,970	-	(2,125,970)	-	-
Arbitrage Liability	120,644	-	(119,463)	1,181	-
Health Insurance Claims	1,500,000	-	(453,892)	1,046,108	1,046,108
Workers' Compensation	655,400	-	(83,164)	572,236	572,236
Compensated Absences	1,356,099	577,053	(141,037)	1,792,115	179,212
Net Pension Liability	70,597,696	66,928,154	(70,597,696)	66,928,154	-
Net OPEB Liability	90,250,951	86,265,850	(90,250,951)	86,265,850	-
Governmental Activity					
Long-term Liabilities	\$ 827,591,969	\$ 273,113,350	\$ (248,712,263)	\$ 851,993,056	\$ 32,238,388

General Obligation Bonds

The District issues general obligation bonds to provide funds for the acquisition and construction/renovation of school buildings, equipment and technology (BLDG) and to refund general obligation bonds (REF). General obligation bonds are direct obligations and pledge the full faith and credit of the District. These bonds are issued as current interest bonds with various amounts of principal maturing each year. General obligation bonds currently outstanding as of August 31, 2020 are as follows:

<u>Series</u>	<u>Interest Rate</u>	<u>Original Issue</u>	<u>Maturity Date</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
2011 REF	4.00-5.00%	\$ 23,655,000	2025	\$ 13,865,000	\$ -	\$ (10,205,000)	\$ 3,660,000
2011A REF	2.00-5.00%	28,170,000	2028	3,125,000	-	(1,590,000)	1,535,000
2012 REF	2.00-5.00%	40,765,000	2030	32,185,000	-	(20,705,000)	11,480,000
2012A REF	0.50-5.00%	38,645,000	2026	10,980,000	-	(1,370,000)	9,610,000
2014 BLDG	0.50-5.00%	212,795,000	2039	183,335,000	-	(22,705,000)	160,630,000
2014A BLDG REMARKET	2.25%	26,925,000	2039	26,925,000	-	-	26,925,000
2014 REF	4.00-5.00%	107,275,000	2033	102,920,000	-	(13,735,000)	89,185,000
2019A BLDG	2.00-5.00%	174,180,000	2039	174,180,000	-	(5,430,000)	168,750,000
2019B BLDG	2.50%	49,430,000	2039	49,430,000	-	-	49,430,000
2020A BLDG	2.75-5.00%	67,800,000	2045	-	67,800,000	-	67,800,000
2020B REF	4.00%	32,385,000	2029	-	32,385,000	-	32,385,000
Totals				\$ 596,945,000	\$ 100,185,000	\$ (75,740,000)	\$ 621,390,000

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
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Annual debt service requirements to maturity for general obligation bonds are as follows:

<u>Year Ending August 31,</u>	<u>Principal Value</u>	<u>Interest</u>	<u>Total Requirements</u>
2021	\$ 25,520,000	\$ 25,873,069	\$ 51,393,069
2022	25,375,000	24,617,344	49,992,344
2023	26,135,000	23,849,219	49,984,219
2024	26,365,000	23,407,741	49,772,741
2025	27,600,000	22,184,626	49,784,626
2026	28,890,000	20,851,257	49,741,257
2027	30,315,000	19,423,988	49,738,988
2028	31,735,000	18,003,388	49,738,388
2029	33,135,000	16,611,063	49,746,063
2030	34,415,000	15,160,288	49,575,288
2031	35,945,000	13,630,088	49,575,088
2032	37,500,000	12,073,038	49,573,038
2033	39,155,000	10,418,038	49,573,038
2034	40,905,000	8,671,963	49,576,963
2035	42,675,000	6,900,288	49,575,288
2036	44,510,000	5,067,563	49,577,563
2037	33,975,000	3,218,563	37,193,563
2038	24,275,000	1,875,988	26,150,988
2039	25,375,000	772,156	26,147,156
2040	1,595,000	186,794	1,781,794
2041	1,135,000	149,256	1,284,256
2042	1,165,000	117,631	1,282,631
2043	1,200,000	85,113	1,285,113
2044	1,230,000	51,700	1,281,700
2045	1,265,000	17,394	1,282,394
Totals	\$ 621,390,000	\$ 273,217,551	\$ 894,607,551

As of August 31, 2020, the District has authorized but unissued bonds of \$52,090,000.

The interest rate borne by the bonds cannot exceed the lesser of a maximum rate of 8 percent or the maximum net effective interest rate permitted under Chapter 1204, Texas Government Code, as amended. In the event of a failed remarketing, a step rate of 7 percent will be invoked until such a time as the bonds are successfully remarketed. A failed remarketing will not be considered an event of default.

In February 2020, the District issued \$32,385,000 in Unlimited Tax Refunding Bonds, Series 2020B. These bonds were used to refund \$33,600,000 for certain Series 2011, 2012, and 2014 Unlimited Tax Refunding Bonds. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the governmental activities column of the statement of net position. The net carrying amount of the old debt exceeded the reacquisition price by \$1,972,385. This amount is being amortized over the remaining life of the refunded debt.

In May 2020, the District legally defeased outstanding bonds totaling \$17,260,000 by depositing approximately \$20,921,541 in trust with a bond escrow agent. An accounting loss of approximately \$1,590,679 is recognized on the statement of activities related to the defeasance.

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Prior to August 31, 2020, the District defeased certain outstanding bonds by placing available cash or the proceeds of new bonds, in an irrevocable trust to provide for all future debt service payments on the refunded bonds. Accordingly, the escrow accounts to provide for all future debt service payments are not included in the District's financial statements. At August 31, 2020, the following outstanding bonds are considered defeased:

2011	General Obligation Bonds (maturing 2022-2025, callable August 15, 2021)	\$ 16,395,000
2011A	General Obligation Bonds (maturing 2022-2028, callable February 15, 2021)	13,200,000
2011A	General Obligation Bonds (maturing 2018-2026, callable February 15, 2021)	5,185,000
2012	General Obligation Bonds (maturing 2024-2029, callable February 15, 2022)	17,760,000
2014	General Obligation Bonds (maturing 2037-2038, callable February 15, 2024)	17,620,000
2014	General Obligation Bonds (maturing 2038-2039, callable February 15, 2024)	26,875,000
		<u>\$ 97,035,000</u>

In accordance with the provisions of Section 148(f) of the Internal Revenue Code of 1986, as amended, bonds must satisfy certain arbitrage rebate requirements. Positive arbitrage is the excess of: (1) the amount earned on investments purchased with bond proceeds, or (2) the amount that such investments would have earned had such investments been invested at a rate equal to the yield on the bond issue. In order to comply with the arbitrage rebate requirements, positive arbitrage must be paid to the U.S. Treasury at the end of each five-year anniversary date of the bond issue. The District has estimated \$1,181 in arbitrage liability as of August 31, 2020, which is reported in the government-wide statements as such amount and is not required to be paid in the next year.

Note Payable

The District issued a note to provide funds to purchase solar panels. The note payable is a direct obligation and pledges the full faith and credit of the District.

<u>Description</u>	<u>Interest Rate</u>	<u>Original Issue</u>	<u>Maturity Date</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
Solar Panels	2.887%	\$ 4,926,823	2023	\$ 2,125,970	\$ -	\$ (2,125,970)	\$ -
<i>Totals</i>				<u>\$ 2,125,970</u>	<u>\$ -</u>	<u>\$ (2,125,970)</u>	<u>\$ -</u>

Note 8 - Revenues from Local and Intermediate Sources

During the current year, revenues from local and intermediate sources consisted of the following:

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Property Taxes	\$ 153,566,637	\$ 71,270,675	\$ -	\$ -	\$ 224,837,312
Charges for Services	1,147,686	-	-	4,307,628	5,455,314
Investment Earnings	1,614,184	438,189	4,798,701	42,712	6,893,786
Other	519,930	-	-	543,029	1,062,959
<i>Totals</i>	<u>\$ 156,848,437</u>	<u>\$ 71,708,864</u>	<u>\$ 4,798,701</u>	<u>\$ 4,893,369</u>	<u>\$ 238,249,371</u>

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

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Note 9 - Risk Management

Property/Liability

The District is exposed to various risks of loss related to property/liability losses for which the District is a member of the Texas Association of School Board Joint Account Self-Insurance Fund (Fund). The Fund was created to formulate, develop and administer a program of modified self-funding for the property and/or liability coverage for its membership, provide claims administration, and develop a comprehensive loss control program. The District pays contributions to the Fund for its automobile and school liability coverage. The District's agreement with the Fund provides that the Fund will be self-sustaining through member premiums and will provide, through commercial companies, reinsurance contracts.

Health Insurance Coverage

On January 1, 2011, the District implemented a self-funded employee group health insurance plan and such transactions are accounted for in an Internal Service Fund. During the 2019-2020 fiscal year, the District's monthly medical contributions were \$400 toward the total employee's cost for the medical plans that could include coverage for a spouse, qualifying individual, child(ren) or family.

Liabilities of the self-funded employee group health insurance plan are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities also include an estimated amount for claims that have been incurred but not reported (IBNR). The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. The result of the process to estimate the claims liability is based on the District's historical experience. An excess coverage insurance policy limits claims paid from the fund to an annual specific deductible of \$300,000. There were no significant reductions in insurance coverage from the prior year. Settlements have not exceeded coverages for each of the past three fiscal years. Changes in health insurance claims liability in fiscal years 2019 and 2020 were as follows:

<u>Fiscal Year</u> <u>General</u>	<u>Beginning of</u> <u>Year Accrual</u>	<u>Current Year</u> <u>Estimates</u>	<u>Claims</u> <u>Payments</u>	<u>End of Year</u> <u>Accrual</u>
2019	\$ 918,617	\$ 16,006,298	\$ (15,424,915)	\$ 1,500,000
2020	1,500,000	16,071,381	(16,525,273)	1,046,108

Workers' Compensation

The District is self-insured for worker's compensation coverage and such transactions are accounted for in an internal service fund. Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities also include an estimated amount for claims that have been incurred but not reported (IBNR). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards.

Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries for example from stop-loss or subrogation, are another component of the claims liability estimate.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

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The District contributed estimated premiums to the internal service fund based on standard state rates. The District purchased excess stop coverage from a commercial insurer licensed in the State of Texas. The District's retention under this excess policy is limited to \$450,000 per employee claim, with a cap on the District's liability for all claims at \$1,000,000 in a policy period. There were no significant reductions in insurance coverage from the prior year. Settlements have not exceeded coverages for each of the past three fiscal years. Changes in workers' compensation plan's claims liability in fiscal years 2019 and 2020 were as follows:

<u>Fiscal Year</u> <u>General</u>	<u>Beginning of</u> <u>Year Accrual</u>	<u>Current Year</u> <u>Estimates</u>	<u>Claims</u> <u>Payments</u>	<u>End of Year</u> <u>Accrual</u>
2019	\$ 468,988	\$ 327,881	\$ (141,469)	\$ 655,400
2020	655,400	244,717	(327,881)	572,236

Note 10 - Litigation and Contingent Liabilities

The District is a defendant in legal claims arising principally in the normal course of operations. In the opinion of the District's management, the claims will not have a material effect on the District's financial position, results of operations or liquidity.

The District participates in a number of federal and state financial assistance programs. Although the District's grant programs have been audited in accordance with the provisions of the Single Audit Act through August 31, 2020, these programs are subject to financial and compliance audits by the grantor agencies. The District is also subject to audit by the TEA of the attendance data upon which payments from the agency are based. These audits could result in questioned costs or refunds to be paid back to the granting agencies.

Note 11 - Pension Information

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) and 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.

Pension Plan Fiduciary Net Position

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

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

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Benefits Provided

TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in Texas. The pension formula is calculated using 2.3% (multiplier) times the average of the five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity, except for members who are grandfathered where 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 cost of living adjustments (COLAs). Ad hoc postemployment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as previously noted in the Plan Description above.

Contributions

Employee contribution rates are set in state statute, Texas Government Code 825.402. Contribution requirements are established or amended pursuant to Article XVI, 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. 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.

Rates for such plan fiscal years are as follows:

	Contribution Rates	
	2020	2019
Member	7.7%	7.7%
Non-Employer Contributing Entity (State)	7.5%	6.8%
Employers (District)	7.5%	6.8%
Employers (District - Non-OASDI)*	1.5%	1.5%

*SB12 requires an increase in employer contributions by public school districts, charter schools and regional education service centers. Prior to SB12, only those employers not participating in social security were required to pay a 1.5% contributions (Non-OASDI surcharge). Beginning September 1, 2019 all employers are required to pay the Public Education Employer contribution irrespective of participation in social security.

The contribution amounts for the District's fiscal year 2020 are as follows:

District Contributions	\$	5,333,570
Member Contributions		13,920,956
NECE on-behalf Contributions (State)		10,631,841

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.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

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As the non-employer contributing entity, 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 the 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, local or non-educational and general funds.
- When the employing district is a public junior college or junior college district, the employer shall contribute to the retirement system an amount equal to 50% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.

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

- 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.
- When a school district or charter school does not contribute to the Federal Old-Age, Survivors and Disability Insurance (OASDI) Program for certain employees, they must contribute 1.5% of the member’s salary.

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

At August 31, 2020, the District reported a liability of \$66,928,154 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 are as follows:

District's Proportionate Share of the Net Pension Liability	\$ 66,928,154
State's Proportionate Share of the Net Pension Liability Associated with the District	120,979,099
Total	\$ 187,907,253

The net pension liability was measured as of August 31, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as August 31, 2018 rolled forward to August 31, 2019. The District’s proportion of the net pension liability was based on the District’s contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2018 through August 31, 2019.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

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At the measurement date of August 31, 2019, the District’s proportion of the collective net pension liability was 0.1287498% which was an increase of 0.0004893% from its proportion measured as of August 31, 2018.

For the fiscal year ended August 31, 2020, the District recognized pension expense of \$33,253,959 and revenue of \$19,004,112 for support provided by the State.

At August 31, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 281,158	\$ 2,323,852
Changes of Assumptions	20,764,400	8,580,833
Difference Between Projected and Actual Earnings on Pension Plan Investments.	672,036	-
Changes in Proportion and Difference Between District's Contributions and the Proportionate Share of Contributions	5,408,855	845
District Contributions Paid Subsequent to the Measurement Date	5,333,570	-
Totals	\$ 32,460,019	\$ 10,905,530

\$5,333,570 reported as deferred outflows of resources resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended August 31, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending August 31,	
2021	\$ 4,393,231
2022	3,579,001
2023	3,959,248
2024	3,683,690
2025	1,211,609
Thereafter	(605,860)
Total	\$ 16,220,919

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
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Actuarial Methods and Assumptions

The actuarial valuation of the total pension liability was performed as of August 31, 2018. Update procedures were used to roll forward the total pension liability to August 31, 2019 and was determined using the following actuarial methods and assumptions:

Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Market Value
Single Discount Rate	7.25%
Long-term Expected Rate of Return	7.25%
Municipal Bond Rate as of August 2019	2.63%. 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)	2116
Inflation	2.30%
Salary Increases	3.05% to 9.05% Including Inflation
Ad hoc Postemployment Benefit Changes	None
Active Mortality Rates	Based on 90% of the RP 2014 Employing Mortality Tables for Males and Females with Full Generational Mortality. 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 Projection Scale U-MP.

The actuarial methods and assumptions are primarily based on a study of actual experience for the three year period ending August 31, 2018 and adopted in July 2018.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

AUGUST 31, 2020

Discount Rate and Long-Term Expected Rate of Return

A single discount rate of 7.25% 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 7.25%. The projection of cash flows used to determine the single discount rate assumed that contributions from active members and those of the contributing employers and the non-employer contributing entity will be made at the statutorily required rates. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TRS's target asset allocation as of August 31, 2019 are summarized below:

<u>Asset Class</u>	<u>Target Allocation*</u>	<u>Long-term Expected Arithmetic Real Rate of Return</u>
Global Equity:		
U.S.	18.00%	5.70%
Non-U.S. Developed	13.00%	6.90%
Emerging Markets	9.00%	8.95%
Directional Hedge Funds	4.00%	3.53%
Private Equity	13.00%	10.18%
Stable Value:		
U.S. Treasuries	11.00%	1.11%
Stable Value Hedge Funds	4.00%	3.09%
Real Return:		
Global Inflation Linked Bonds	3.00%	0.70%
Real Estate	14.00%	5.21%
Energy, Natural Resources and Infrastructure	5.00%	7.48%
Risk Parity:		
Risk Parity	5.00%	3.70%
Asset Allocation Leverage Cash	1.00%	(0.30%)
Totals	100.00%	

* FY 2019 target allocation based on the strategic asset allocation dated 10/1/2018.

Discount Rate Sensitivity Analysis

The following table presents the District's proportionate share of the TRS net pension liability calculated using the discount rate of 7.25%, as well as what the District's proportionate share of the net pension liability would be if it was calculated using a discount rate that is 1% lower or 1% higher than the current rate:

	<u>1% Decrease (6.25%)</u>	<u>Current Discount Rate (7.25%)</u>	<u>1% Increase (8.25%)</u>
District's Proportionate Share of the Net Pension Liability	\$ 102,878,295	\$ 66,928,154	\$ 37,801,600

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

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Change of Assumptions since the Prior Measurement Date

- The single discount rate as of August 31, 2018 was a blended rate of 6.907% and that has changed to the long-term rate of return of 7.25% as of August 31, 2019.
- With the enactment of SB3 by the 2019 Texas Legislature, an assumption has been made about how this would impact future salaries. It is assumed that eligible active members will each receive a \$2,700 increase in fiscal year 2020. This is in addition to the salary increase expected based on the actuarial assumptions.

Change of Benefit Terms since the Prior Measurement Date

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

Note 12 - Defined Other Postemployment 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 plan is administered through a trust by the Teacher Retirement System of Texas (TRS) Board of Trustees. It is established and administered in accordance with the Texas Insurance Code, Chapter 1575.

OPEB Plan Fiduciary Net Position

Detailed information about the TRS-Care's fiduciary net position is available in the separately-issued TRS Comprehensive Annual Financial Report that includes financial statements and required supplementary information.

That report may be obtained on the Internet at http://www.trs.texas.gov/Pages/about_archive_caftr.aspx; by writing to TRS at 1000 Red River Street, Austin, Texas, 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. The Board of Trustees of TRS 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 premium rates for retirees are reflected in the following table:

TRS-Care Monthly Plan Premium Rates

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

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

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Contributions

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

Texas Insurance Code, section 1575.202 establishes the State’s contribution rate which is 1.25% of the employee’s salary. Section 1575.203 establishes the active employee’s rate which is 0.65% of pay. Section 1575.204 establishes an employer contribution rate of not less than 0.25% or not more than 0.75% of the salary of each active employee of the public. The actual employer contribution rate is prescribed by the Legislature in the General Appropriations Act.

Rates for such plan fiscal years are as follows:

	Contribution Rates	
	2020	2019
Active Employee	0.65%	0.65%
Non-employer Contribution Entity (State)	1.25%	1.25%
Employers (District)	0.75%	0.75%
Federal/Private Funding*	1.25%	1.25%

*Contributions paid from federal funds and private grants are remitted by the employer (District) and paid at the State rate.

The contribution amounts for the District’s fiscal year 2020 are as follows:

District Contributions	\$ 1,458,564
Member Contributions	1,174,820
NECE On-behalf Contributions (State)	2,618,077

In addition, the State of Texas contributed \$853,598, \$588,212 and \$452,987 in 2020, 2019, and 2018, respectively, for on-behalf payments for Medicare Part D.

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 hiring a TRS retiree, employers are required to pay TRS-Care a monthly surcharge of \$535 per retiree.

TRS-Care received a supplemental appropriation from the State of Texas as the Non-Employer Contributing Entity in the amount of \$73.6 million in fiscal year 2019.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

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

At August 31, 2020, the District reported a liability of \$86,265,850 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 are as follows:

District's Proportionate Share of the Net OPEB Liability	\$ 86,265,850
State's Proportionate Share of the Net OPEB Liability Associated with the District	114,628,020
Total	<u>\$ 200,893,870</u>

The net OPEB liability was measured as of August 31, 2019 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as August 31, 2018 rolled forward to August 31, 2019. 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, 2018 through August 31, 2019.

At the measurement date of August 31, 2019, the employer’s proportion of the collective net OPEB liability was 0.1824141% which was an increase of 0.0016625% from its proportion measured as of August 31, 2018.

For the fiscal year ended August 31, 2020, the District recognized OPEB expense of \$6,113,082 and revenue of \$3,021,124 for support provided by the State.

At August 31, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to other post-employment benefits from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 4,232,072	\$ 14,116,492
Changes of Assumptions	4,791,395	23,203,397
Difference between Projected and Actual Earnings on OPEB Plan Investments	9,307	-
Changes in Proportion and Difference between District's Contributions and the Proportionate Share of Contributions	5,439,807	-
District Contributions Paid Subsequent to the Measurement Date	1,458,564	-
Totals	<u>\$ 15,931,145</u>	<u>\$ 37,319,889</u>

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

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\$1,458,465 reported as deferred outflows of resources resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended August 31, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending		
August 31,		
2021	\$	(4,003,123)
2022		(4,003,123)
2023		(4,006,136)
2024		(4,007,858)
2025		(4,007,387)
<i>Thereafter</i>		(2,819,679)
Total	\$	<u>(22,847,306)</u>

Actuarial Methods and Assumptions

The actuarial valuation of the total OPEB liability was performed as of August 31, 2018. Update procedures were used to roll forward the total OPEB liability to August 31, 2019.

The actuarial valuation of the OPEB plan offered through TRS-Care is similar to the actuarial valuation performed for the pension plan, except that the OPEB valuation is more complex. The following assumptions used for the valuation of the TRS-Care OPEB liability are identical to the assumptions employed in the August 31, 2019 TRS annual pension actuarial valuation:

<u>Demographic Assumptions</u>	<u>Economic Assumptions</u>
Rates of mortality	General inflation
Rates of retirement	Wage inflation
Rates of termination	Salary increases
Rates of disability	

See Note 11 for detail on these assumptions. The demographic assumptions were developed in the experience study performed for TRS for the period ending August 31, 2017.

The initial medical trend rates were 10.25% for Medicare retirees and 7.50% for non-Medicare retirees. There was an initial prescription drug trend rate of 10.25% for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.50 % over a period of 13 years.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
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The following methods and additional assumptions were used in the TRS-Care OPEB valuation:

Actuarial cost method	Individual entry age normal
Single discount rate	2.63%
Aging factors	Based on plan specific experience
Election rates	Normal retirement: 65% participation prior to age 65 and 50% after age 65. 25% of pre-65 retirees are assumed to discontinue coverage at age 65.
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claims costs.
Ad hoc postemployment benefit changes	None

The impact of the Cadillac Tax that is returning in fiscal year 2023 has been calculated as a portion of the trend assumption. Assumptions and methods used to determine the impact of the Cadillac Tax include:

- 2018 thresholds of \$850/\$2,292 were indexed annually by 2.30%.
- Premium data submitted was not adjusted for permissible exclusions to the Cadillac Tax.
- There were no special adjustments to the dollar limit other than those permissible for non-Medicare retirees over 55.

Results indicate that the value of the excise tax would be reasonably represented by a 25 basis point addition to the long-term trend rate assumption.

Discount Rate

A single discount rate of 2.63% was used to measure the total OPEB liability at August 31, 2019. This was a decrease of 1.06% in the discount rate since the August 31, 2018 measurement date. The plan is essentially a “pay-as-you-go” plan, and based on the assumption that contributions are made at the statutorily required rates, the OPEB plan’s fiduciary net position was projected to not be able to make all future benefit payments to current members and therefore, the single discount rate is equal to the prevailing municipal bond rate. 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”.

Sensitivity Analysis of Rates

Discount Rate

The following table presents the District’s proportionate share of the TRS-Care net OPEB liability, as well as what the District’s proportionate share of the net OPEB liability would be if it were calculated using a discount rate that was 1% less than and 1% greater than the discount rate that was used (2.63%) in measuring the net OPEB liability.

	1% Decrease (1.63%)	Current Discount Rate (2.63%)	1% Increase (3.63%)
District's Proportionate Share of the Net OPEB Liability	\$ 104,150,562	\$ 86,265,851	\$ 72,274,625

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

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AUGUST 31, 2020

Healthcare Cost Trend Rates

The following table presents the District's proportionate share of net OPEB liability using the assumed healthcare cost trend rate, as well as what the net OPEB liability would be if it were calculated using a trend rate that is 1% lower or 1% higher than the assumed health-care cost trend rate:

	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend Rate</u>	<u>1% Increase</u>
District's Proportionate Share of the Net OPEB Liability	\$ 70,372,655	\$ 86,265,851	\$ 107,555,435

Change of Assumptions since the Prior Measurement Date

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

- The discount rate changed from 3.69% as of August 31, 2018 to 2.63% as of August 31, 2019. This change increased the total OPEB liability.
- The participation rate for pre-65 retirees was lowered from 70% to 65%. The participation rate for post-65 retirees was lowered from 75% to 50%. 25% of pre-65 retirees are assumed to discontinue their coverage at age 65. There was no lapse assumption in the prior valuation. These changes decreased the total OPEB liability.
- The trend rates were reset to better reflect the plan's anticipated experience. This change increased the total OPEB liability.
- The percentage of retirees who are assumed to have two-person coverage was lowered from 20% to 15%. In addition, the participation assumption for the surviving spouses of employees that die while actively employed was lowered from 20% to 10%. These changes decreased the total OPEB liability.

Change of Benefit Terms since the Prior Measurement Date

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

Note 13 - Nonmonetary Transactions

During 2020, the District received textbooks purchased by the State of Texas for the benefit of the District for a purchase price of \$1,036,840. The District receives the textbooks as part of state funding for textbook allotment. The textbooks have been recorded in the amount of \$1,036,840 in a special revenue fund as both state revenues and expenditures, which represents the amount of consideration given by the State of Texas.

Note 14 – Subsequent Events

In March 2020, the World Health Organization declared the novel coronavirus ("COVID-19") a global pandemic and recommended containment and mitigation measures worldwide. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected public education, workforces, economies, and financial markets globally, potentially leading to an economic downturn. It has also disrupted the normal operations of many businesses and organizations. It is not possible for management to predict the duration or magnitude of the adverse results of the outbreak and its disruptive effects on the District's operations and financial results at this time.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

AUGUST 31, 2020

In September 2020, the District issued \$52,090,000 Unlimited Tax Refunding Bonds, Series 2020C. Proceeds from the sale of the Bonds were utilized to refund Unlimited Tax Refunding Bonds Series 2014 and Unlimited Tax School Building Bonds Series 2014.

Note 15 – Recent Accounting Pronouncements

GASB Statement No. 84, *Fiduciary Activities* (GASB 84), establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on 1) whether a government is controlling the assets of the fiduciary activity and 2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The requirements of this statement were originally effective for reporting periods beginning after December 15, 2018; however, issuance of GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance* (GASB 95), extended the effective date of GASB 84 to reporting periods beginning after December 15, 2019, with earlier application encouraged. GASB 84 will be implemented in the District's fiscal year 2021 financial statements and the impact has not yet been determined.

GASB Statement No. 87, *Leases* (GASB 87), establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under GASB 87, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The requirements of this statement were originally effective for reporting periods beginning after December 15, 2019; however, issuance of GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance* (GASB 95), extended the effective date of GASB 87 to reporting periods beginning after June 15, 2021, with earlier application encouraged. GASB 87 will be implemented in the District's fiscal year 2022 financial statements and the impact has not yet been determined.

Required Supplementary Information

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PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED August 31, 2020

Exhibit E-1

Data Control Codes	1		2		3		Variance with Final Budget Positive (Negative)
	Budgeted Amounts				Actual		
	Original	Final					
REVENUES							
5700	Local and Intermediate Sources	\$ 157,915,699	\$ 156,652,000	\$ 156,848,437	\$ 196,437		
5800	State Programs	88,318,000	86,167,000	84,908,965	(1,258,035)		
5900	Federal Programs	4,200,000	6,189,000	6,707,765	518,765		
5020	Total Revenues	<u>250,433,699</u>	<u>249,008,000</u>	<u>248,465,167</u>	<u>(542,833)</u>		
EXPENDITURES							
Current:							
0011	Instruction	148,147,790	146,550,000	146,570,007	(20,007)		
0012	Instructional Resources and Media Services	3,608,283	3,550,000	3,499,779	50,221		
0013	Curriculum and Instructional Staff Development	7,787,621	6,950,000	4,704,887	2,245,113		
0021	Instructional Leadership	4,958,391	4,736,000	4,771,956	(35,956)		
0023	School Leadership	14,208,432	13,700,000	14,039,953	(339,953)		
0031	Guidance, Counseling, and Evaluation Services	10,673,816	10,241,000	10,592,708	(351,708)		
0032	Social Work Services	1,109,153	1,110,000	1,104,987	5,013		
0033	Health Services	3,036,428	3,150,000	3,335,249	(185,249)		
0034	Student Transportation	9,712,124	10,060,000	9,844,007	215,993		
0035	Food Services	163,351	143,000	140,039	2,961		
0036	Extracurricular Activities	7,368,445	6,422,000	6,510,710	(88,710)		
0041	General Administration	6,714,733	6,810,000	7,098,229	(288,229)		
0051	Plant Maintenance and Operations	22,453,496	19,925,000	20,211,820	(286,820)		
0052	Security and Monitoring Services	3,714,008	4,585,001	4,179,208	405,793		
0053	Data Processing Services	3,682,229	3,788,000	3,944,119	(156,119)		
0061	Community Services	275,000	147,000	157,938	(10,938)		
Debt Service:							
0071	Principal on Long-term Debt	2,114,857	2,125,971	2,125,970	1		
0072	Interest on Long-term Debt	89,542	78,029	78,241	(212)		
Intergovernmental:							
0095	Payments to Juvenile Justice Alternative Education Programs	35,000	36,000	34,031	1,969		
0099	Payments to Appraisal District	987,000	982,000	981,839	161		
6030	Total Expenditures	<u>250,839,699</u>	<u>245,089,001</u>	<u>243,925,677</u>	<u>1,163,324</u>		
1100	Excess of Revenues Over (Under) Expenditures	<u>(406,000)</u>	<u>3,918,999</u>	<u>4,539,490</u>	<u>620,491</u>		
OTHER FINANCING SOURCES (USES)							
7915	Transfers In	-	-	1,000,000	1,000,000		
7949	Other sources	-	-	827	827		
7080	Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>1,000,827</u>	<u>1,000,827</u>		
1200	Net Change in Fund Balance	<u>(406,000)</u>	<u>3,918,999</u>	<u>5,540,317</u>	<u>1,621,318</u>		
0100	Fund Balance - Beginning	<u>65,936,850</u>	<u>65,936,850</u>	<u>65,936,850</u>	<u>-</u>		
3000	Fund Balance - Ending	<u>\$ 65,530,850</u>	<u>\$ 69,855,849</u>	<u>\$ 71,477,167</u>	<u>\$ 1,621,318</u>		

The accompanying notes to the required supplementary information are an integral part of this schedule.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
OF A COST-SHARING MULTIPLE-EMPLOYER PENSION PLAN
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE LAST SIX FISCAL YEARS*

	<u>2020</u>
District's Proportion of the Net Pension Liability	0.1287498%
District's Proportionate Share of the Net Pension Liability	\$ 66,928,154
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>120,979,099</u>
Totals	\$ <u><u>187,907,253</u></u>
District's Covered Payroll	\$ 158,745,217
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	42.16%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.24%

* The amounts presented for the fiscal years were determined as of the Plan's fiscal year end, August 31 of the prior year.
Ten years of data is not available.

The accompanying notes to the required supplementary information are an integral part of this schedule.

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
	0.1282605%	0.1258390%	0.1226176%	0.1268027%	0.0761906%
\$	70,597,696	\$ 40,236,542	\$ 46,335,385	\$ 44,823,067	\$ 20,351,563
	<u>128,385,868</u>	<u>75,149,622</u>	<u>88,868,752</u>	<u>83,980,979</u>	<u>71,421,318</u>
\$	<u>198,983,564</u>	<u>\$ 115,386,164</u>	<u>\$ 135,204,137</u>	<u>\$ 128,804,046</u>	<u>\$ 91,772,881</u>
\$	151,928,074	\$ 144,779,681	\$ 138,699,493	\$ 132,269,564	\$ 125,898,401
	46.47%	27.79%	33.41%	33.89%	16.17%
	73.74%	82.17%	78.00%	78.43%	83.25%

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS TO THE TEACHER RETIREMENT
SYSTEM OF TEXAS PENSION PLAN
FOR THE LAST SIX FISCAL YEARS*

	<u>2020</u>
Contractually Required Contributions	\$ 5,333,570
Contributions in Relation to the Contractually Required Contributions	<u>(5,333,570)</u>
Contribution Deficiency (Excess)	\$ <u><u>-</u></u>
District's Covered Payroll	\$ 180,750,196
Contributions as a Percentage of Covered Payroll	2.95%

*The amounts presented for the fiscal years were determined as of the District's fiscal year end.
Ten years of data is not available.

The accompanying notes to the required supplementary information are an integral part of this schedule.

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 4,496,413	\$ 4,335,358	\$ 4,124,269	\$ 3,895,873	\$ 3,754,408
<u>(4,496,413)</u>	<u>(4,335,358)</u>	<u>(4,124,269)</u>	<u>(3,895,873)</u>	<u>(3,754,408)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 158,745,217	\$ 151,928,074	\$ 144,779,681	\$ 138,699,493	\$ 132,269,564
2.83%	2.85%	2.85%	2.81%	2.84%

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

Exhibit E-4

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
OF A COST-SHARING MULTIPLE-EMPLOYER OPEB PLAN
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE LAST THREE FISCAL YEARS***

	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's proportion of the net OPEB liability	0.1824141%	0.1807516%	0.1713333%
District's proportionate share of the net OPEB liability	\$ 86,265,850	\$ 90,250,951	\$ 74,506,447
State's proportionate share of the net pension liability associated with the District	<u>114,628,020</u>	<u>132,354,997</u>	<u>115,824,645</u>
Totals	<u>\$ 200,893,870</u>	<u>\$ 222,605,948</u>	<u>\$ 190,331,092</u>
District's Covered Payroll	\$ 158,745,217	\$ 151,928,074	\$ 144,779,681
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	54.34%	59.40%	51.46%
Plan fiduciary net position as a percentage of the total OPEB liability	2.66%	1.57%	0.91%

* The amounts presented for the fiscal year were determined as of the Plan's fiscal year end, August 31 of the prior year.
Ten years of data is not available.

The accompanying notes to the required supplementary information are an integral part of this schedule.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS TO THE TEACHER RETIREMENT
SYSTEM OF TEXAS OPEB PLAN
FOR THE LAST THREE FISCAL YEARS*

Exhibit E-5

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually Required Contributions	\$ 1,458,564	\$ 1,295,147	\$ 1,247,020
Contributions in Relation to the Contractually Required Contributions	<u>(1,458,564)</u>	<u>(1,295,147)</u>	<u>(1,247,020)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 180,750,196	\$ 158,745,217	\$ 151,928,074
Contributions as a Percentage of Covered Payroll	0.81%	0.82%	0.82%

*The amounts presented for the fiscal year were determined as of the District's fiscal year end.
Ten years of data is not available.

The accompanying notes to the required supplementary information are an integral part of this schedule.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
AUGUST 31, 2020

Note 1 - Budget

Budgetary Information

The District adopts annual appropriations type budgets for the General Fund, *National School Breakfast and Lunch Program* Special Revenue Fund, and the Debt Service Fund using the same method of accounting as for financial reporting, as required by law. The remaining Special Revenue Funds (primarily federal grant programs) utilize a managerial type budget approved at the fund level by the Board of Trustees upon acceptance of the grants. These grants are subject to Federal, State and locally imposed project length budgets and monitoring through submission of reimbursement reports. The budgets are prepared on a basis of accounting that is used for reporting in accordance with generally accepted accounting principles.

Expenditures may not legally exceed budgeted appropriations at the function or activity level. Expenditure requests which would require an increase in total budgeted appropriations must be approved by the Trustees through formal budget amendment. State law prohibits trustees from making budget appropriations in excess of funds available and estimated revenues. State law also prohibits amendment of the budget after fiscal year end. Supplemental appropriations were made to the General Fund during the fiscal year ended August 31, 2020.

The administrative level at which responsibility for control of budgeted appropriations begins is at the organizational level within each function of operations. The finance department reviews closely the expenditure requests submitted by the various organizational heads (principal and department heads) throughout the year to ensure proper spending compliance. No public funds of the District shall be expended in any manner other than as provided for in the budget adopted by the Board of Trustees.

The official school budget was prepared for adoption for budgeted governmental fund types prior to August 22, 2019. The budget was formally adopted by the Board of Trustees at a duly advertised public meeting prior to the expenditure of funds. The final amended budget is filed with the Texas Education Agency (TEA) through inclusion in the annual financial and compliance report.

Encumbrance accounting is utilized in all government fund types. Encumbrances for goods or purchased services are documented by purchase orders or contracts. Under Texas law, appropriations lapse at year-end and encumbrances outstanding at that time are appropriately provided for in the subsequent year's budget.

Note 2 – Net Pension Liability and Net OPEB Liability

The following factors significantly affect trends in the amounts reported for the District's proportionate share of the net pension liability and net OPEB liability:

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
AUGUST 31, 2020

Changes in Actuarial Assumptions and Inputs

Measurement Date August 31,	Net Pension Liability		Net OPEB Liability
	Discount Rate	Long-term Expected Rate of Return	Discount Rate
2019	7.250%	7.250%	2.630%
2018	6.907%	7.250%	3.690%
2017	8.000%	8.000%	3.420%
2016	8.000%	8.000%	
2015	8.000%	8.000%	
2014	8.000%	8.000%	

Changes in Demographic and Economic Assumptions

For Measurement Dates August 31, 2019 and 2014-2017 – No changes in assumptions.

For Measurement Date August 31, 2018 – Net Pension Liability and Net OPEB Liability:

- Demographic assumptions including post-retirement mortality, termination rates, and rates of retirement and economic assumptions, including rates of salary increase for individual participants were updated based on the experience study performed for TRS for the period ending August 31, 2017.

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Supplementary Information

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PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Exhibit F-1

Data Control Codes	1		2	3	Variance with Final Budget Positive (Negative)
	Budgeted Amounts			Actual	
	Original	Final			
REVENUES					
5700	Local and Intermediate Sources	\$ 71,852,000	\$ 71,635,000	\$ 71,708,864	\$ 73,864
5800	State Programs	-	651,000	642,679	(8,321)
5020	Total Revenues	<u>71,852,000</u>	<u>72,286,000</u>	<u>72,351,543</u>	<u>65,543</u>
EXPENDITURES					
Debt Service:					
0071	Principal on Long-term Debt	24,520,000	75,740,000	42,140,000	33,600,000
0072	Interest on Long-term Debt	25,076,832	25,926,058	25,926,058	-
0073	Issuance Costs and Fees	21,531,305	6,568,942	3,769,980	2,798,962
6030	Total Expenditures	<u>71,128,137</u>	<u>108,235,000</u>	<u>71,836,038</u>	<u>36,398,962</u>
1100	Excess (Deficiency) of Revenues Over (Under)				
1100	Expenditures	<u>723,863</u>	<u>(35,949,000)</u>	<u>515,505</u>	<u>36,464,505</u>
OTHER FINANCING SOURCES (USES)					
7911	Issuance of Bonds	-	32,385,000	32,385,000	-
7916	Premium from Issuance of Bonds	-	4,247,000	4,247,946	946
8940	Payment to Bond Refunding Escrow Agent	-	-	(36,395,802)	(36,395,802)
7080	Total Other Financing Sources	<u>-</u>	<u>36,632,000</u>	<u>237,144</u>	<u>(36,394,856)</u>
1200	Net Change in Fund Balance	723,863	683,000	752,649	69,649
0100	Fund Balance - Beginning	<u>6,182,511</u>	<u>6,182,511</u>	<u>6,182,511</u>	<u>-</u>
3000	Fund Balance - Ending	<u>\$ 6,906,374</u>	<u>\$ 6,865,511</u>	<u>\$ 6,935,160</u>	<u>\$ 69,649</u>

Nonmajor Governmental Funds

Special Revenue Funds

The Special Revenue Funds are used to account for financial resources restricted to or committed for specific purposes by a grantor or the District's board of trustees. These funds may be locally, state, or federally funded.

Programs accounted for in the Special Revenue Funds include:

ESSA, Title IX, Part A – Education for the Homeless Children and Youth

Funds used to provide enriched and educational services, including tutoring, to enable homeless students to be promoted or to show academic progress toward on-grade level expectations. Also to ensure that these students have access to needed specialized services, that they are able to regularly and safely get to school, and that these students and their families are aware of all community and district resources available to meet their basic needs.

ESSA, Title I, Part A – Improving Basic Programs

Funds granted 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 developed for all children.

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.

National School Breakfast and Lunch Program (Child Nutrition)

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 granted to provide career and technical education to develop new and/or improve career and technical education programs for paid and unpaid employment.

ESSA, Title II, Part A – Teacher and Principal Training and Recruiting

Funds for increasing student academic achievement through improving teacher and principal quality and increasing the number of highly qualified teachers in classrooms and highly qualified principals and assistant principals in schools.

Title III, Part A – English Language Acquisition and Language Enhancement

Funds granted 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.

COVID-19 – Elementary and Secondary School Emergency Relief Fund

Funds allocated from the federal government for eligible administrative costs for activities attributed during the COVID-19 pandemic.

Medicaid Administrative Claiming Program – MAC

Funds allocated for reimbursement of eligible administrative costs for activities attributed to the implementation of the Medicaid state plan.

LEP Summer School

Funds to provide summer school instruction for LEP students.

Title IV, Part A, Subpart 1

Funds to provide all students access to a well-rounded education, improve academic outcomes by maintaining safe and healthy students and the use of technology to advance student academic achievement.

State Supplemental Visually Impaired (SSVI)

Funds granted to support the education needs of students who have visual impairments.

Noneducational Community-Based Support

Funds granted to provide noneducational community-based support services to students with disabilities who would remain or have to be placed in residential facilities for educational reasons without the provision of these services.

Advanced Placement Incentives

Funds intended to reward students, teachers, and campuses for high achievement. Campuses are awarded money for each student who scored three or above on an AP examination or four or above on an IB examination.

Instructional Materials Allotment

This fund classification is to be used to account, on a project basis, for funds awarded to school districts to purchase technological software, equipment, or textbooks that contribute to student learning, or to pay for training for educational personnel involved in the use of these materials.

Read to Succeed (License Plate Program)

Funds to be used to provide access to quality reading materials in the library and encourage children to visit the school library.

Miscellaneous State Grants

Funds to provide stipends for teachers who attended an Academy to improve their teaching skills during the summer, and to assist with paying testing fees for students to obtain licenses in their career area.

Other State Special Revenue

Fund has included Pre-K grant, Read to Succeed, and TEA payments for Summer Academy or Math/Reading Academies.

Campus Activity Funds

This fund classification is used to account for transactions related to a principal's activity fund.

Special Projects

This fund classification is used to account for special local grants such as the Pflugerville Education Foundation Grant.

STEM Grant and CTE Initiative

Funds to be used to improve student performance in science, technology, engineering, and math (STEM) and career and technical education (CTE).

CS K12 Pathway Grant

Fun to support computer science in Central Texas. To build out CS pathways that are accessible to all students during the school day and lead to successful completion of the College Board AP Computer Science Principles course and exam.

CHS Culinary Arts/Aramark

Funds to be used for the Culinary Arts Program and Connally High School for 2012 – 2013 through 2017 -2018.

Miscellaneous Local Grants

Funds received from other local sources with restricted purposes.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AUGUST 31, 2020

Data Control Codes	206	211
	ESSA, Title IX, Part A - Education for the Homeless Children and Youth	ESSA Title I, Part A - Improving Basic Programs
	<hr/>	<hr/>
	ASSETS	
1110 <i>Cash and Cash Equivalents</i>	\$ -	\$ 12,258
1120 <i>Current Investments</i>	-	-
1240 <i>Due from Other Governments</i>	12,015	709,840
1260 <i>Due from Other Funds</i>	-	-
1290 <i>Other Receivables</i>	17,211	5,512
1300 <i>Inventories, at Cost</i>	-	-
1000 Total Assets	\$ 29,226	\$ 727,610
	<hr/>	<hr/>
	LIABILITIES	
2110 <i>Accounts Payable</i>	\$ 50	\$ 41,235
2160 <i>Accrued Wages Payable</i>	781	48,112
2170 <i>Due to Other Funds</i>	28,395	638,263
2300 <i>Unearned Revenues</i>	-	-
2000 Total Liabilities	29,226	727,610
	<hr/>	<hr/>
	FUND BALANCES	
Nonspendable:		
3410 <i>Inventories</i>	-	-
Restricted:		
3450 <i>Grant Funds</i>	-	-
Committed:		
3545 <i>Campus Activity</i>	-	-
3000 Total Fund Balances	-	-
	<hr/>	<hr/>
4000 Total Liabilities and Fund Balances	\$ 29,226	\$ 727,610
	<hr/>	<hr/>

224	225	240	244
<u>IDEA - Part B, Formula</u>	<u>IDEA - Part B, Preschool</u>	<u>National School Breakfast and Lunch Program</u>	<u>Career and Technical - Basic Grant</u>
\$ 810,379	\$ -	\$ 808,796	\$ -
-	-	1,941,228	-
1,079,860	6,516	2,685	20,651
-	-	37,488	-
-	-	2,547	-
-	-	-	-
<u>\$ 1,890,239</u>	<u>\$ 6,516</u>	<u>\$ 2,792,744</u>	<u>\$ 20,651</u>
\$ -	\$ -	\$ 222,760	\$ -
45,116	323	-	-
1,845,123	6,193	9,049	20,651
-	-	-	-
<u>1,890,239</u>	<u>6,516</u>	<u>231,809</u>	<u>20,651</u>
-	-	-	-
-	-	2,560,935	-
-	-	-	-
<u>-</u>	<u>-</u>	<u>2,560,935</u>	<u>-</u>
<u>\$ 1,890,239</u>	<u>\$ 6,516</u>	<u>\$ 2,792,744</u>	<u>\$ 20,651</u>

Continued

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AUGUST 31, 2020

Data Control Codes	255	263
	ESSA, Title II, Part A - Teacher and Principal Training and Recruiting	Title III, Part A - English Language Acquisition and Language Enhancement
ASSETS		
1110 <i>Cash and Cash Equivalents</i>	\$ -	\$ 1,017
1120 <i>Current Investments</i>	-	-
1240 <i>Due from Other Governments</i>	163,565	123,930
1260 <i>Due from Other Funds</i>	-	-
1290 <i>Other Receivables</i>	-	-
1300 <i>Inventories, at Cost</i>	-	-
1000 Total Assets	\$ 163,565	\$ 124,947
LIABILITIES		
2110 <i>Accounts Payable</i>	\$ 2,481	\$ 13,883
2160 <i>Accrued Wages Payable</i>	2,204	13,432
2170 <i>Due to Other Funds</i>	158,880	97,632
2300 <i>Unearned Revenues</i>	-	-
2000 Total Liabilities	163,565	124,947
FUND BALANCES		
Nonspendable:		
3410 <i>Inventories</i>	-	-
Restricted:		
3450 <i>Grant Funds</i>	-	-
Committed:		
3545 <i>Campus Activity</i>	-	-
3000 Total Fund Balances	-	-
4000 Total Liabilities and Fund Balances	\$ 163,565	\$ 124,947

266	272	286	289
COVID-19 - Elementary and Secondary School Emergency Relief Fund	Medicaid Administrative Claiming Program - MAC	LEP Summer School	Title IV, Part A, Subpart 1
\$ -	\$ 120,597	\$ 22,707	\$ 81,972
-	-	-	-
2,382,857	-	-	55,395
-	-	-	-
-	-	-	-
<u>\$ 2,382,857</u>	<u>\$ 120,597</u>	<u>\$ 22,707</u>	<u>\$ 137,367</u>
\$ 4,888	\$ -	\$ -	\$ 2,655
-	1,468	-	-
2,377,969	491	-	52,740
-	-	-	-
<u>2,382,857</u>	<u>1,959</u>	<u>-</u>	<u>55,395</u>
-	-	-	-
-	118,638	22,707	81,972
-	-	-	-
<u>-</u>	<u>118,638</u>	<u>22,707</u>	<u>81,972</u>
<u>\$ 2,382,857</u>	<u>\$ 120,597</u>	<u>\$ 22,707</u>	<u>\$ 137,367</u>

Continued

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AUGUST 31, 2020

Data Control Codes	385	392
	State Supplemental Visually Impaired (SSVI)	Noneducational Community - Based Support
ASSETS		
1110 <i>Cash and Cash Equivalents</i>	\$ -	\$ -
1120 <i>Current Investments</i>	-	-
1240 <i>Due from Other Governments</i>	6,311	3,647
1260 <i>Due from Other Funds</i>	-	-
1290 <i>Other Receivables</i>	-	-
1300 <i>Inventories, at Cost</i>	-	-
1000 Total Assets	\$ 6,311	\$ 3,647
LIABILITIES		
2110 <i>Accounts Payable</i>	\$ -	\$ 2
2160 <i>Accrued Wages Payable</i>	-	-
2170 <i>Due to Other Funds</i>	6,311	3,645
2300 <i>Unearned Revenues</i>	-	-
2000 Total Liabilities	6,311	3,647
FUND BALANCES		
Nonspendable:		
3410 <i>Inventories</i>	-	-
Restricted:		
3450 <i>Grant Funds</i>	-	-
Committed:		
3545 <i>Campus Activity</i>	-	-
3000 Total Fund Balances	-	-
4000 Total Liabilities and Fund Balances	\$ 6,311	\$ 3,647

397	410	422	427
<u>Advanced Placement Incentives</u>	<u>State Textbook Fund</u>	<u>Read to Succeed</u>	<u>Miscellaneous State Grants</u>
\$ 35,360	\$ -	\$ 156	\$ -
-	-	-	-
-	1,626,483	-	1,000
-	-	-	-
-	-	-	-
<u>\$ 35,360</u>	<u>\$ 1,626,483</u>	<u>\$ 156</u>	<u>\$ 1,000</u>
\$ -	\$ 87,668	\$ -	\$ -
-	-	-	-
-	1,538,815	-	1,000
-	-	-	-
<u>-</u>	<u>1,626,483</u>	<u>-</u>	<u>1,000</u>
-	-	-	-
35,360	-	156	-
-	-	-	-
<u>35,360</u>	<u>-</u>	<u>156</u>	<u>-</u>
<u>\$ 35,360</u>	<u>\$ 1,626,483</u>	<u>\$ 156</u>	<u>\$ 1,000</u>

Continued

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AUGUST 31, 2020

429

461

<u>Data Control Codes</u>	<u>Other State Special Revenue</u>	<u>Campus Activity Funds</u>
ASSETS		
1110 <i>Cash and Cash Equivalents</i>	\$ -	\$ 599,833
1120 <i>Current Investments</i>	-	1,426,348
1240 <i>Due from Other Governments</i>	25,880	-
1260 <i>Due from Other Funds</i>	-	19,955
1290 <i>Other Receivables</i>	-	822
1300 <i>Inventories, at Cost</i>	-	606
1000 Total Assets	\$ 25,880	\$ 2,047,564
LIABILITIES		
2110 <i>Accounts Payable</i>	\$ -	\$ 72,177
2160 <i>Accrued Wages Payable</i>	-	777
2170 <i>Due to Other Funds</i>	25,880	14,046
2300 <i>Unearned Revenues</i>	-	-
2000 Total Liabilities	25,880	87,000
FUND BALANCES		
Nonspendable:		
3410 <i>Inventories</i>	-	606
Restricted:		
3450 <i>Grant Funds</i>	-	-
Committed:		
3545 <i>Campus Activity</i>	-	1,959,958
3000 Total Fund Balances	-	1,960,564
4000 Total Liabilities and Fund Balances	\$ 25,880	\$ 2,047,564

481	483	485	490	491
<u>Special Projects</u>	<u>STEM Grant and CTE Initiative</u>	<u>CS K12 Pathways</u>	<u>CHS Culinary Arts/Aramark</u>	<u>Miscellaneous Local Grants</u>
\$ 76,313	\$ 14,319	\$ 1,147	\$ 20,522	\$ 2,816
-	-	-	-	-
-	-	-	-	-
-	-	2,306	-	-
-	-	-	-	-
<u>\$ 76,313</u>	<u>\$ 14,319</u>	<u>\$ 3,453</u>	<u>\$ 20,522</u>	<u>\$ 2,816</u>
\$ 2,210	\$ -	\$ 2,880	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
68,790	-	-	-	-
<u>71,000</u>	<u>-</u>	<u>2,880</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
5,313	14,319	573	20,522	2,816
-	-	-	-	-
<u>5,313</u>	<u>14,319</u>	<u>573</u>	<u>20,522</u>	<u>2,816</u>
<u>\$ 76,313</u>	<u>\$ 14,319</u>	<u>\$ 3,453</u>	<u>\$ 20,522</u>	<u>\$ 2,816</u>

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AUGUST 31, 2020

<u>Data Control Codes</u>		<u>Total Nonmajor Funds (See Exhibit B-1)</u>
	ASSETS	
1110	<i>Cash and Cash Equivalents</i>	\$ 2,608,192
1120	<i>Current Investments</i>	3,367,576
1240	<i>Due from Other Governments</i>	6,220,635
1260	<i>Due from Other Funds</i>	57,443
1290	<i>Other Receivables</i>	28,398
1300	<i>Inventories, at Cost</i>	606
1000	Total Assets	\$ <u>12,282,850</u>
	LIABILITIES	
2110	<i>Accounts Payable</i>	\$ 452,889
2160	<i>Accrued Wages Payable</i>	112,213
2170	<i>Due to Other Funds</i>	6,825,083
2300	<i>Unearned Revenues</i>	68,790
2000	Total Liabilities	<u>7,458,975</u>
	FUND BALANCES	
	Nonspendable:	
3410	<i>Inventories</i>	606
	Restricted:	
3450	<i>Grant Funds</i>	2,863,311
	Committed:	
3545	<i>Campus Activity</i>	1,959,958
3000	Total Fund Balances	<u>4,823,875</u>
4000	Total Liabilities and Fund Balances	\$ <u>12,282,850</u>

Continued

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PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Data Control Codes	206	211
	ESSA, Title IX, Part A - Education for the Homeless Children and Youth	ESSA Title I, Part A - Improving Basic Programs
REVENUES		
5700 <i>Local and Intermediate Sources</i>	\$ -	\$ -
5800 <i>State Programs</i>	-	-
5900 <i>Federal Programs</i>	28,940	3,030,529
5020 Total Revenues	<u>28,940</u>	<u>3,030,529</u>
EXPENDITURES		
Current:		
0011 <i>Instruction</i>	7,222	1,876,913
0012 <i>Instructional Resources and Media Services</i>	-	17,727
0013 <i>Curriculum and Instructional Staff Development</i>	-	666,946
0021 <i>Instructional Leadership</i>	350	25,575
0023 <i>School Leadership</i>	-	70,057
0031 <i>Guidance, Counseling, and Evaluation Services</i>	31	49,054
0032 <i>Social Work Services</i>	21,202	54,155
0033 <i>Health Services</i>	-	-
0035 <i>Food Services</i>	-	-
0036 <i>Extracurricular Activities</i>	-	-
0041 <i>General Administration</i>	-	-
0051 <i>Plant Maintenance and Operations</i>	-	-
0052 <i>Security and Monitoring Services</i>	-	-
0053 <i>Data Processing Services</i>	-	-
0061 <i>Community Services</i>	135	270,102
6030 Total Expenditures	<u>28,940</u>	<u>3,030,529</u>
1100 Excess (Deficiency) of Revenues Over (Under)		
1100 Expenditures	<u>-</u>	<u>-</u>
1200 Net Change in Fund Balances	-	-
0100 Fund Balances - Beginning	-	-
3000 Fund Balances - Ending	<u>\$ -</u>	<u>\$ -</u>

224	225	240	244
<u>IDEA - Part B, Formula</u>	<u>IDEA - Part B, Preschool</u>	<u>National School Breakfast and Lunch Program</u>	<u>Career and Technical - Basic Grant</u>
\$ -	\$ -	\$ 2,927,142	\$ -
-	-	59,282	-
3,895,518	34,859	9,019,750	164,283
<u>3,895,518</u>	<u>34,859</u>	<u>12,006,174</u>	<u>164,283</u>
3,720,915	33,569	-	134,407
-	-	-	-
47,715	1,290	-	29,876
91,328	-	-	-
-	-	-	-
28,357	-	-	-
-	-	-	-
5,738	-	-	-
-	-	10,458,233	-
1,465	-	-	-
-	-	-	-
-	-	586,803	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>3,895,518</u>	<u>34,859</u>	<u>11,045,036</u>	<u>164,283</u>
-	-	961,138	-
-	-	961,138	-
-	-	1,599,797	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,560,935</u>	<u>\$ -</u>

Continued

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Data Control Codes	255	263
	ESSA, Title II, Part A - Teacher and Principal Training and Recruiting	Title III, Part A - English Language Acquisition and Language Enhancement
REVENUES		
5700 <i>Local and Intermediate Sources</i>	\$ -	\$ -
5800 <i>State Programs</i>	-	-
5900 <i>Federal Programs</i>	392,907	616,149
5020 Total Revenues	<u>392,907</u>	<u>616,149</u>
EXPENDITURES		
Current:		
0011 <i>Instruction</i>	23,477	124,356
0012 <i>Instructional Resources and Media Services</i>	-	-
0013 <i>Curriculum and Instructional Staff Development</i>	360,987	445,119
0021 <i>Instructional Leadership</i>	-	3,051
0023 <i>School Leadership</i>	7,094	136
0031 <i>Guidance, Counseling, and Evaluation Services</i>	-	-
0032 <i>Social Work Services</i>	-	-
0033 <i>Health Services</i>	-	-
0035 <i>Food Services</i>	-	-
0036 <i>Extracurricular Activities</i>	-	-
0041 <i>General Administration</i>	1,349	-
0051 <i>Plant Maintenance and Operations</i>	-	-
0052 <i>Security and Monitoring Services</i>	-	-
0053 <i>Data Processing Services</i>	-	-
0061 <i>Community Services</i>	-	43,487
6030 Total Expenditures	<u>392,907</u>	<u>616,149</u>
1100 <i>Excess (Deficiency) of Revenues Over (Under)</i>		
1100 <i>Expenditures</i>	<u>-</u>	<u>-</u>
1200 Net Change in Fund Balances	-	-
0100 Fund Balances - Beginning	<u>-</u>	<u>-</u>
3000 Fund Balances - Ending	<u>\$ -</u>	<u>\$ -</u>

266	272	286	289
COVID-19 - Elementary and Secondary School Emergency Relief Fund	Medicaid Administrative Claiming Program - MAC	LEP Summer School	Title IV, Part A, Subpart 1
\$ -	\$ -	\$ -	\$ -
-	-	-	-
2,382,857	187,632	22,707	264,183
<u>2,382,857</u>	<u>187,632</u>	<u>22,707</u>	<u>264,183</u>
11,272	-	-	49,461
-	-	-	-
2,371,585	-	-	1,562
-	-	-	-
-	-	-	42,000
-	-	-	39,001
-	68,994	-	16,716
-	-	-	-
-	-	-	-
-	-	-	230
-	-	-	33,241
-	-	-	-
-	-	-	-
<u>2,382,857</u>	<u>68,994</u>	<u>-</u>	<u>182,211</u>
-	118,638	22,707	81,972
-	118,638	22,707	81,972
-	-	-	-
<u>\$ -</u>	<u>\$ 118,638</u>	<u>\$ 22,707</u>	<u>\$ 81,972</u>

Continued

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Data Control Codes	385	392
Data Control Codes	State Supplemental Visually Impaired (SSVI)	Noneducational Community - Based Support
REVENUES		
5700 <i>Local and Intermediate Sources</i>	\$ -	\$ -
5800 <i>State Programs</i>	9,810	3,461
5900 <i>Federal Programs</i>	-	-
5020 Total Revenues	<u>9,810</u>	<u>3,461</u>
EXPENDITURES		
Current:		
0011 <i>Instruction</i>	8,760	-
0012 <i>Instructional Resources and Media Services</i>	-	-
0013 <i>Curriculum and Instructional Staff Development</i>	-	-
0021 <i>Instructional Leadership</i>	-	-
0023 <i>School Leadership</i>	-	-
0031 <i>Guidance, Counseling, and Evaluation Services</i>	1,050	-
0032 <i>Social Work Services</i>	-	-
0033 <i>Health Services</i>	-	-
0035 <i>Food Services</i>	-	-
0036 <i>Extracurricular Activities</i>	-	-
0041 <i>General Administration</i>	-	-
0051 <i>Plant Maintenance and Operations</i>	-	-
0052 <i>Security and Monitoring Services</i>	-	-
0053 <i>Data Processing Services</i>	-	-
0061 <i>Community Services</i>	-	3,461
6030 Total Expenditures	<u>9,810</u>	<u>3,461</u>
1100 Excess (Deficiency) of Revenues Over (Under)		
1100 Expenditures	<u>-</u>	<u>-</u>
1200 Net Change in Fund Balances	-	-
0100 Fund Balances - Beginning	-	-
3000 Fund Balances - Ending	<u>\$ -</u>	<u>\$ -</u>

397	410	422	427
<u>Advanced Placement Incentives</u>	<u>State Textbook Fund</u>	<u>Read to Succeed</u>	<u>Miscellaneous State Grants</u>
\$ -	\$ -	\$ -	\$ -
49,440	2,663,323	260	-
-	-	-	-
<u>49,440</u>	<u>2,663,323</u>	<u>260</u>	<u>-</u>
-	2,663,323	-	1,000
-	-	104	-
14,080	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>14,080</u>	<u>2,663,323</u>	<u>104</u>	<u>1,000</u>
<u>35,360</u>	<u>-</u>	<u>156</u>	<u>(1,000)</u>
35,360	-	156	(1,000)
-	-	-	1,000
<u>\$ 35,360</u>	<u>\$ -</u>	<u>\$ 156</u>	<u>\$ -</u>

Continued

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

	429	461
Data Control Codes	Other State Special Revenue	Campus Activity Funds
REVENUES		
5700 <i>Local and Intermediate Sources</i>	\$ -	\$ 1,769,589
5800 <i>State Programs</i>	25,880	4,342
5900 <i>Federal Programs</i>	-	-
5020 Total Revenues	<u>25,880</u>	<u>1,773,931</u>
EXPENDITURES		
Current:		
0011 <i>Instruction</i>	-	213,945
0012 <i>Instructional Resources and Media Services</i>	-	57,608
0013 <i>Curriculum and Instructional Staff Development</i>	-	13,670
0021 <i>Instructional Leadership</i>	-	844
0023 <i>School Leadership</i>	-	95,624
0031 <i>Guidance, Counseling, and Evaluation Services</i>	-	267,315
0032 <i>Social Work Services</i>	-	-
0033 <i>Health Services</i>	-	6,159
0035 <i>Food Services</i>	-	-
0036 <i>Extracurricular Activities</i>	-	936,466
0041 <i>General Administration</i>	-	12,754
0051 <i>Plant Maintenance and Operations</i>	-	13,770
0052 <i>Security and Monitoring Services</i>	25,880	12,449
0053 <i>Data Processing Services</i>	-	-
0061 <i>Community Services</i>	-	8,207
6030 Total Expenditures	<u>25,880</u>	<u>1,638,811</u>
1100 <i>Excess (Deficiency) of Revenues Over (Under)</i>		
1100 <i>Expenditures</i>	<u>-</u>	<u>135,120</u>
1200 Net Change in Fund Balances	-	135,120
0100 Fund Balances - Beginning	-	1,825,444
3000 Fund Balances - Ending	<u>\$ -</u>	<u>\$ 1,960,564</u>

481	483	485	490	491
<u>Special Projects</u>	<u>STEM Grant and CTE Initiative</u>	<u>CS K12 Pathways</u>	<u>CHS Culinary Arts/Aramark</u>	<u>Miscellaneous Local Grants</u>
\$ 93,930	\$ 14,319	\$ 38,047	\$ 23,642	\$ 26,700
-	-	197	-	-
-	-	-	-	-
<u>93,930</u>	<u>14,319</u>	<u>38,244</u>	<u>23,642</u>	<u>26,700</u>
49,734	-	20,100	3,120	-
500	-	-	-	-
454	-	17,571	-	-
-	-	-	-	-
21,258	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	23,884
1,622	-	-	-	-
30	-	-	-	-
-	-	-	-	-
467	-	-	-	-
21,974	-	-	-	-
<u>96,039</u>	<u>-</u>	<u>37,671</u>	<u>3,120</u>	<u>23,884</u>
<u>(2,109)</u>	<u>14,319</u>	<u>573</u>	<u>20,522</u>	<u>2,816</u>
(2,109)	14,319	573	20,522	2,816
7,422	-	-	-	-
<u>\$ 5,313</u>	<u>\$ 14,319</u>	<u>\$ 573</u>	<u>\$ 20,522</u>	<u>\$ 2,816</u>

Continued

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

<u>Data Control Codes</u>		<u>Total Nonmajor Funds (See Exhibit B-2)</u>
REVENUES		
5700	<i>Local and Intermediate Sources</i>	\$ 4,893,369
5800	<i>State Programs</i>	2,815,995
5900	<i>Federal Programs</i>	20,040,314
5020	Total Revenues	<u>27,749,678</u>
EXPENDITURES		
Current:		
0011	<i>Instruction</i>	8,941,574
0012	<i>Instructional Resources and Media Services</i>	75,939
0013	<i>Curriculum and Instructional Staff Development</i>	3,970,855
0021	<i>Instructional Leadership</i>	121,148
0023	<i>School Leadership</i>	194,169
0031	<i>Guidance, Counseling, and Evaluation Services</i>	387,807
0032	<i>Social Work Services</i>	114,358
0033	<i>Health Services</i>	97,607
0035	<i>Food Services</i>	10,482,117
0036	<i>Extracurricular Activities</i>	939,553
0041	<i>General Administration</i>	14,133
0051	<i>Plant Maintenance and Operations</i>	600,803
0052	<i>Security and Monitoring Services</i>	71,570
0053	<i>Data Processing Services</i>	467
0061	<i>Community Services</i>	347,366
6030	Total Expenditures	<u>26,359,466</u>
1100	<i>Excess (Deficiency) of Revenues Over (Under)</i>	
1100		<u>1,390,212</u>
1200	Net Change in Fund Balances	1,390,212
0100	Fund Balances - Beginning	<u>3,433,663</u>
3000	Fund Balances - Ending	\$ <u>4,823,875</u>

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PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
AUGUST 31, 2020

Internal Service Funds

Internal Service Funds are used to account for the operations of the District's self-funded insurance programs.

Health Insurance Fund

This fund is used to account for the operations of the District's medical insurance program, which is supported by both employee and employer contributions. Expenses include claims, excess loss insurance premiums, and related administrative costs.

Workers' Compensation Fund

This fund is used to account for the operations of the District's self-funded workers' compensation plan, which is supported by employer contributions. Expenses include benefit payments for employees, excess loss insurance premiums, and related administrative costs.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
AUGUST 31, 2020

Data Control Codes	753 <u>Health Insurance</u>	772 <u>Workers' Compensation</u>	Total Internal Service Funds
ASSETS			
Current Assets:			
1110	\$ 88,077	\$ 830,837	\$ 918,914
1120	7,446,857	371,314	7,818,171
1250	11,284	-	11,284
1260	1,520,157	216,406	1,736,563
1290	842,320	-	842,320
1490	361,000	56,714	417,714
	<u>10,269,695</u>	<u>1,475,271</u>	<u>11,744,966</u>
1000	<u>10,269,695</u>	<u>1,475,271</u>	<u>11,744,966</u>
LIABILITIES			
Current Liabilities:			
2110	810,316	11,730	822,046
2170	558	-	558
	<u>810,874</u>	<u>11,730</u>	<u>822,604</u>
Noncurrent Liabilities:			
2123	1,044,974	572,236	1,617,210
	<u>1,044,974</u>	<u>572,236</u>	<u>1,617,210</u>
2000	<u>1,855,848</u>	<u>583,966</u>	<u>2,439,814</u>
NET POSITION			
3900	8,413,847	891,305	9,305,152
3000	<u>\$ 8,413,847</u>	<u>\$ 891,305</u>	<u>\$ 9,305,152</u>

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Exhibit H-2

<u>Data Control Codes</u>	753	772	Total
	<u>Health Insurance</u>	<u>Workers' Compensation</u>	<u>Internal Service Funds</u>
OPERATING REVENUES			
5754 <i>Interfund Services Provided</i>	\$ 21,437,383	\$ 1,083,684	\$ 22,521,067
5831 <i>TRS On-behalf Payments</i>	923	-	923
5020 Total Operating Revenues	<u>21,438,306</u>	<u>1,083,684</u>	<u>22,521,990</u>
OPERATING EXPENSES			
6100 <i>Payroll Costs</i>	15,167	-	15,167
6200 <i>Purchased and Contracted Services</i>	2,352,843	71,129	2,423,972
6300 <i>Supplies and Materials</i>	1,965	-	1,965
6400 <i>Claims Expense and Other Operating Expenses</i>	15,913,629	327,739	16,241,368
6030 Total Operating Expenses	<u>18,283,604</u>	<u>398,868</u>	<u>18,682,472</u>
Operating Income	<u>3,154,702</u>	<u>684,816</u>	<u>3,839,518</u>
NONOPERATING REVENUES			
7955 <i>Investment Earnings - Deposits and Investments</i>	93,075	4,331	97,406
8030 Total Nonoperating Revenues	<u>93,075</u>	<u>4,331</u>	<u>97,406</u>
Income (Loss) before Transfers	3,247,777	689,147	3,936,924
1300 Change in Net Position	3,247,777	689,147	3,936,924
0100 Net Position - Beginning	5,166,070	202,158	5,368,228
3300 Net Position - Ending	<u>\$ 8,413,847</u>	<u>\$ 891,305</u>	<u>\$ 9,305,152</u>

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020 August 31, 2020

Exhibit H-3

	753	772	Total
	<u>Health Insurance</u>	<u>Workers' Compensation</u>	<u>Internal Service Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Employee and Employer	\$ 19,918,149	\$ 1,083,720	\$ 21,001,869
Cash Payments for Claims	(16,314,153)	(432,074)	(16,746,227)
Cash Payments for Administrative Services	(2,369,975)	(71,129)	(2,441,104)
Net Cash Provided by (Used for) Operating Activities	<u>1,234,021</u>	<u>580,517</u>	<u>1,814,538</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and Dividends Received on Investments	110,800	4,331	115,131
Purchase of Investments	(2,650,798)	(154,331)	(2,805,129)
Net Cash Provided by (Used for) Investing Activities	<u>(2,539,998)</u>	<u>(150,000)</u>	<u>(2,689,998)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,305,977)	430,517	(875,460)
Cash and Cash Equivalents at Beginning of Year	1,394,054	400,320	1,794,374
Cash and Cash Equivalents at End of Year	<u>\$ 88,077</u>	<u>\$ 830,837</u>	<u>\$ 918,914</u>
RECONCILIATION OF OPERATING INCOME TO NET			
CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:			
Operating Income	\$ 3,154,702	\$ 684,816	\$ 3,839,518
Change in Assets and Liabilities:			
(Increase) in Other Receivables	(557,834)	-	(557,834)
(Increase) Decrease in Due from Other Funds	(1,520,157)	36	(1,520,121)
Decrease in Other Assets	348,400	-	348,400
Increase (Decrease) in Accounts Payable	263,936	(21,171)	242,765
Increase (Decrease) in Claims Payable	(455,026)	(83,164)	(538,190)
Net Cash Provided by (Used for) Operating Activities	<u>\$ 1,234,021</u>	<u>\$ 580,517</u>	<u>\$ 1,814,538</u>

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Fiduciary Fund

Agency Fund

The District's agency fund is used to account for assets held by the District as an agent for student organizations. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

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PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FIDUCIARY FUND
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Exhibit I-1

Data Control Codes		Beginning Balance 9/1/19	Additions	Deductions	Ending Balance 8/31/20
ASSETS					
1110	<i>Cash and Cash Equivalents</i>	\$ 457,052	\$ 769,200	\$ 711,580	\$ 514,672
1290	<i>Other Receivables</i>	57	2,830	2,285	602
1000	Total Assets	<u>\$ 457,109</u>	<u>\$ 772,030</u>	<u>\$ 713,865</u>	<u>\$ 515,274</u>
LIABILITIES					
2110	<i>Accounts Payable</i>	\$ 9,474	\$ 613,139	\$ 618,956	\$ 3,657
2190	<i>Due to Student Groups</i>	447,635	1,077,439	1,013,457	511,617
2000	Total Liabilities	<u>\$ 457,109</u>	<u>\$ 1,690,578</u>	<u>\$ 1,632,413</u>	<u>\$ 515,274</u>

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

<u>Year Ended August 31,</u>	<u>1</u>		<u>2</u>		<u>3</u>
	<u>Tax Rates</u>				<u>Net Assessed/Appraised Value For School Tax Purposes</u>
	<u>Maintenance</u>		<u>Debt Service</u>		
2011 and prior years	\$	Various	\$	Various	\$ Various
2012		1.04		0.44	7,151,132,095
2013		1.04		0.50	7,294,605,195
2014		1.04		0.50	7,744,462,403
2015		1.04		0.50	8,712,782,857
2016		1.04		0.50	9,672,047,532
2017		1.04		0.50	10,913,640,260
2018		1.04		0.50	12,314,585,844
2019		1.06		0.46	14,199,963,618
2020		0.99		0.46	15,751,651,724

10	20	31	32	40	50
Beginning	Current	Maintenance	Debt Service	Entire	Ending
Balance	Year's	Collections	Collections	Year's	Balance
9/1/19	Total Levy			Adjustments	8/31/20
\$ 2,457,436	\$ -	\$ 14,926	\$ 6,028	\$ (1,784)	\$ 2,434,698
218,887	-	3,703	1,567	(84)	213,533
201,330	-	12,328	5,927	13,620	196,695
192,964	-	35,012	16,832	49,721	190,841
150,540	-	78,452	37,717	102,883	137,254
184,807	-	96,464	46,377	130,326	172,292
274,642	-	(164,596)	(79,133)	(256,118)	262,253
447,272	-	(259,157)	(124,594)	(474,119)	356,904
1,150,886	-	(624,832)	(271,154)	(1,484,301)	562,571
-	228,398,950	153,724,471	71,427,532	(1,686,697)	1,560,250
\$ 5,278,764	\$ 228,398,950	\$ 152,916,771	\$ 71,067,099	\$ (3,606,553)	\$ 6,087,291

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL
NATIONAL SCHOOL BREAKFAST AND LUNCH PROGRAM
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Exhibit J-2

Data Control Codes		1	2	3	Variance with Final Budget Positive (Negative)
		Budgeted Amounts		Actual	
		Original	Final		
REVENUES					
5700	Local and Intermediate Sources	\$ 4,119,497	\$ 3,000,000	\$ 2,927,142	\$ (72,858)
5800	State Programs	65,000	60,000	59,282	(718)
5900	Federal Programs	8,466,027	9,025,000	9,019,750	(5,250)
5020	Total Revenues	<u>12,650,524</u>	<u>12,085,000</u>	<u>12,006,174</u>	<u>(78,826)</u>
EXPENDITURES					
Current:					
0035	Food Services	11,628,544	11,225,000	10,458,233	766,767
0051	Plant Maintenance and Operations	564,582	562,000	586,803	(24,803)
6030	Total Expenditures	<u>12,193,126</u>	<u>11,787,000</u>	<u>11,045,036</u>	<u>741,964</u>
1100	Excess (Deficiency) of Revenues Over (Under)				
1100	Expenditures	<u>457,398</u>	<u>298,000</u>	<u>961,138</u>	<u>663,138</u>
1200	Net Change in Fund Balance	457,398	298,000	961,138	663,138
0100	Fund Balance - Beginning	<u>1,599,797</u>	<u>1,599,797</u>	<u>1,599,797</u>	<u>-</u>
3000	Fund Balance - Ending	<u>\$ 2,057,195</u>	<u>\$ 1,897,797</u>	<u>\$ 2,560,935</u>	<u>\$ 663,138</u>

Statistical Section
(Unaudited)

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PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

STATISTICAL SECTION

The statistical section of the Pflugerville Independent School District's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's economic condition and overall financial health. To assist financial statement users, the information contained within this section is categorized as follows:

Financial Trends

These schedules contain trend information to show how the District's financial performance and position have changed over time

Revenue Capacity

These schedules contain information to help assess the factors affecting the District's most significant local revenue source, property tax.

Debt Capacity

These schedules present information to help assess the affordability of the District's current debt burden and its ability to issue additional debt in the future

Demographic and Economic Information

These schedules provide demographic and economic indicators to help in understanding the environment in which the District operates and to facilitate in comparisons over time.

Operating Information

These schedules provide information about the District's operations and resources to assist in using the financial statement information to better understand and assess the District's economic condition.

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

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

(ACCRUAL BASIS OF ACCOUNTING)

	<u>2020</u>	<u>2019</u>	<u>2018 ⁽¹⁾</u>	<u>2017</u>
Governmental Activities:				
Net Investment in Capital Assets	\$ 132,632,110	\$ 118,164,621	\$ 72,913,923	\$ 70,572,742
Restricted	10,465,702	8,241,204	8,219,942	5,078,400
Unrestricted	<u>(71,662,382)</u>	<u>(64,487,648)</u>	<u>(48,575,567)</u>	<u>32,894,914</u>
Total Governmental Activities Net Position	<u>\$ 71,435,430</u>	<u>\$ 61,918,177</u>	<u>\$ 32,558,298</u>	<u>\$ 108,546,056</u>
Business-type Activities:				
Net Investment in Capital Assets	\$ 59,136	\$ 62,720	\$ 66,304	\$ 69,888
Unrestricted	<u>414,019</u>	<u>715,470</u>	<u>392,554</u>	<u>160,678</u>
Total Business-type Activities Net Position	<u>\$ 473,155</u>	<u>\$ 778,190</u>	<u>\$ 458,858</u>	<u>\$ 230,566</u>
Primary Government:				
Net Investment in Capital Assets	\$ 132,691,246	\$ 118,227,341	\$ 72,980,227	\$ 70,642,630
Restricted	10,465,702	8,241,204	8,219,942	5,078,400
Unrestricted	<u>(71,248,363)</u>	<u>(63,772,178)</u>	<u>(48,183,013)</u>	<u>33,055,592</u>
Total Primary Government Net Position	<u>\$ 71,908,585</u>	<u>\$ 62,696,367</u>	<u>\$ 33,017,156</u>	<u>\$ 108,776,622</u>

Source: District Financial Statements

⁽¹⁾ GASB Statement No. 75, Other Post Employment Benefits, was implemented in FY 2018, resulting in a deficit unrestricted net position.

Table 1

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$	74,971,698	\$ 63,674,882	\$ 57,716,900	\$ 39,651,143	\$ 31,823,815	\$ 31,462,570
	3,686,881	3,581,479	4,493,919	2,833,628	2,553,638	3,014,281
	<u>23,416,244</u>	<u>21,755,040</u>	<u>40,142,710</u>	<u>43,425,207</u>	<u>39,734,667</u>	<u>28,326,217</u>
\$	<u>102,074,823</u>	<u>89,011,401</u>	<u>102,353,529</u>	<u>85,909,978</u>	<u>74,112,120</u>	<u>62,803,068</u>
\$	73,472	\$ 77,056	\$ 80,640	\$ -	\$ 87,808	\$ -
	163,190	160,317	65,344	189,862	(14,204)	(32,578)
\$	<u>236,662</u>	<u>237,373</u>	<u>145,984</u>	<u>189,862</u>	<u>73,604</u>	<u>(32,578)</u>
\$	75,045,170	\$ 63,751,938	\$ 57,797,540	\$ 39,651,143	\$ 31,911,623	\$ 31,462,570
	3,686,881	3,581,479	4,493,919	2,833,628	2,553,638	3,014,281
	<u>23,579,434</u>	<u>21,915,357</u>	<u>40,208,054</u>	<u>43,615,069</u>	<u>39,720,463</u>	<u>28,293,639</u>
\$	<u>102,311,485</u>	<u>89,248,774</u>	<u>102,499,513</u>	<u>86,099,840</u>	<u>74,185,724</u>	<u>62,770,490</u>

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

(ACCRUAL BASIS OF ACCOUNTING)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Expenses				
Governmental Activities:				
Instruction	\$ 184,565,677	\$ 167,883,281	\$ 99,151,716	\$ 146,006,306
Instructional Resources and Media Services	4,750,865	4,391,870	3,221,620	4,229,686
Curriculum and Instructional Staff Development	9,526,888	8,591,814	5,205,104	7,347,015
Instructional Leadership	5,010,334	4,724,744	2,939,047	3,997,004
School Leadership	15,737,045	14,778,360	9,305,411	13,983,079
Guidance, Counseling, and Evaluation Services	11,847,192	10,835,242	6,425,061	9,308,458
Social Work Services	1,298,899	1,156,199	582,370	792,648
Health Services	3,656,475	3,247,217	1,997,439	2,781,144
Student Transportation	12,054,910	9,528,478	8,758,989	7,735,715
Food Services	11,780,500	13,642,607	13,429,761	12,507,829
Extracurricular Activities	10,845,133	11,151,947	8,784,211	9,111,862
General Administration	7,606,560	6,959,367	4,920,448	5,830,302
Plant Maintenance and Operations	33,249,211	23,271,012	19,346,545	25,520,649
Security and Monitoring Services	5,993,648	4,562,276	3,527,878	4,038,212
Data Processing Services	10,288,765	7,004,385	5,391,129	8,805,884
Community Services	651,929	351,132	93,124	193,103
Interest on Long-term Debt	25,037,521	17,506,597	17,691,309	18,890,061
Issuance Costs and Fees	-	3,416,158	31,305	31,309
Facilities Repair and Maintenance	157,654	14,991	221,547	415,375
Payments Related to Shared Service Arrangements	-	-	-	-
Payments to Juvenile Justice Alternative Ed. Program	34,031	5,418	13,588	2,580
Payments to Appraisal District	981,839	943,161	877,432	803,603
Total Governmental Activities Expenses	<u>355,075,076</u>	<u>313,966,256</u>	<u>211,915,034</u>	<u>282,331,824</u>
Business-type Activities:				
Extended Day Program	2,115,205	2,294,163	2,228,662	2,187,963
Total Primary Government Expenses	<u>357,190,281</u>	<u>316,260,419</u>	<u>214,143,696</u>	<u>284,519,787</u>
Program Revenues				
Governmental Activities:				
Charges for Services:				
Instruction	883,227	1,475,336	1,415,477	1,156,829
Food Services	2,969,693	4,194,927	4,253,912	3,957,249
Extracurricular Activities	1,263,377	1,824,697	1,753,955	1,790,949
Other Activities	413,097	610,792	639,922	632,667
Operating Grants and Contributions	48,735,937	43,006,286	(11,395,882)	32,160,644
Total Primary Government Governmental Activities Program Revenues	<u>54,265,331</u>	<u>51,112,038</u>	<u>(3,332,616)</u>	<u>39,698,338</u>
Business-type Activities:				
Charges for Services	2,810,170	4,113,495	4,031,954	3,681,867
Total Business-Type Activities Program Revenues	<u>2,810,170</u>	<u>4,113,495</u>	<u>4,031,954</u>	<u>3,681,867</u>
Total Primary Government Program Revenues	<u>57,075,501</u>	<u>55,225,533</u>	<u>699,338</u>	<u>43,380,205</u>
Net (Expense)/Revenue				
Total Primary Government Net Expense	<u>\$ (300,114,780)</u>	<u>\$ (261,034,886)</u>	<u>\$ (213,444,358)</u>	<u>\$ (241,139,582)</u>

Table 2
Page 1 of 2

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$	140,567,674	\$ 128,212,451	\$ 122,256,562	\$ 114,690,363	\$ 109,251,840	\$ 108,337,542
	3,584,223	3,277,760	3,389,564	3,220,656	3,279,662	3,196,747
	7,723,707	7,275,734	6,899,437	5,832,985	6,335,867	6,099,548
	4,212,433	2,536,160	2,591,939	2,351,868	2,219,164	2,456,580
	13,155,038	11,642,765	11,399,172	10,831,744	10,173,649	10,159,941
	9,325,728	7,818,428	7,478,095	6,965,991	6,576,716	6,588,865
	778,068	665,804	642,344	539,198	501,903	475,137
	2,785,555	2,428,883	2,175,192	1,939,741	1,899,532	1,828,229
	7,543,509	8,457,815	8,253,644	7,688,544	7,104,168	7,466,658
	12,447,702	12,324,547	12,125,168	12,009,734	11,264,856	11,457,443
	8,443,556	7,804,164	7,283,955	7,194,257	6,838,249	6,651,685
	5,268,966	4,110,257	4,185,979	3,705,361	3,643,282	3,840,998
	25,869,002	18,611,278	14,801,261	12,624,898	12,636,964	13,208,973
	3,630,611	5,262,884	3,165,308	2,758,741	2,708,046	2,383,226
	5,425,964	8,227,751	4,341,709	3,878,344	3,394,096	3,767,644
	173,598	103,863	87,933	124,220	134,188	251,683
	19,862,534	20,542,013	18,298,857	14,493,953	14,439,419	17,453,765
	34,703					
	173,414	-	-	-	2,277,256	13,136
	-	2,314,664	2,204,665	2,092,300	1,810,439	2,505,714
	18,946	1,892	1,978	-	15,319	15,642
	779,770	722,627	599,885	577,357	466,306	564,007
	<u>271,804,701</u>	<u>252,341,740</u>	<u>232,182,647</u>	<u>213,520,255</u>	<u>206,970,921</u>	<u>208,723,163</u>
	2,314,571	2,296,403	2,165,603	1,959,222	1,648,334	211,715
	<u>274,119,272</u>	<u>254,638,143</u>	<u>234,348,250</u>	<u>215,479,477</u>	<u>208,619,255</u>	<u>208,934,878</u>
	1,079,399	1,028,362	1,080,924	1,104,995	908,105	1,080,738
	3,975,638	3,937,867	3,910,949	4,238,437	3,890,454	3,814,485
	1,895,244	1,696,779	2,030,827	1,456,031	1,537,818	1,441,675
	504,679	493,471	555,887	800,795	928,113	877,405
	33,706,817	27,167,670	30,227,697	27,680,515	33,479,272	34,786,457
	<u>41,161,777</u>	<u>34,324,149</u>	<u>37,806,284</u>	<u>35,280,773</u>	<u>40,743,762</u>	<u>42,000,760</u>
	3,813,860	3,787,792	3,321,725	2,775,480	2,154,516	179,137
	<u>3,813,860</u>	<u>3,787,792</u>	<u>3,321,725</u>	<u>2,775,480</u>	<u>2,154,516</u>	<u>179,137</u>
	44,975,637	38,111,941	41,128,009	38,056,253	42,898,278	42,179,897
	<u>44,975,637</u>	<u>38,111,941</u>	<u>41,128,009</u>	<u>38,056,253</u>	<u>42,898,278</u>	<u>42,179,897</u>
\$	<u><u>(229,143,635)</u></u>	<u><u>(216,526,202)</u></u>	<u><u>(193,220,241)</u></u>	<u><u>(177,423,224)</u></u>	<u><u>(165,720,977)</u></u>	<u><u>(166,754,981)</u></u>

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

(ACCRUAL BASIS OF ACCOUNTING)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property Taxes, Levied for General Purposes	\$ 154,111,126	\$ 150,190,724	\$ 127,266,914	\$ 112,203,219
Property Taxes, Levied for Debt Service	71,526,841	65,184,659	61,148,106	54,222,292
Grants and Contributions Not Restricted to Specific Prog.	75,946,264	69,780,429	77,541,625	79,229,802
Investment Earnings	6,991,190	5,556,725	2,088,058	1,575,711
Miscellaneous	751,577	1,560	286,793	373,695
Transfers	1,000,000	1,500,000	1,575,000	1,500,000
Total Governmental Activities General Revenues	<u>310,326,998</u>	<u>292,214,097</u>	<u>269,906,496</u>	<u>249,104,719</u>
Business-type Activities:				
Transfers	(1,000,000)	(1,500,000)	(1,575,000)	(1,500,000)
Total Business-type Activities General Revenues	<u>(1,000,000)</u>	<u>(1,500,000)</u>	<u>(1,575,000)</u>	<u>(1,500,000)</u>
Total Primary Government General Revenues	<u>\$ 309,326,998</u>	<u>\$ 290,714,097</u>	<u>\$ 268,331,496</u>	<u>\$ 247,604,719</u>
Change in Net Position				
Governmental Activities	9,517,253	29,359,879	54,658,846	6,471,233
Business-type Activities	(305,035)	319,332	228,292	(6,096)
Total Change in Net Position	<u>\$ 9,212,218</u>	<u>\$ 29,679,211</u>	<u>\$ 54,887,138</u>	<u>\$ 6,465,137</u>

Source: District Financial Statements

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ 100,136,037	\$ 90,263,484	\$ 80,406,030	\$ 75,700,506	\$ 74,620,548	\$ 74,151,360
48,142,601	43,403,630	38,628,467	36,425,476	31,339,637	29,893,334
92,312,300	91,045,377	89,749,248	76,832,576	74,534,585	70,295,035
1,420,938	1,619,602	287,320	236,966	475,331	493,138
194,470	1,777	548,849	295,589	272,522	557,567
1,500,000	1,400,000	1,200,000	700,000	400,000	-
<u>243,706,346</u>	<u>227,733,870</u>	<u>210,819,914</u>	<u>190,191,113</u>	<u>181,642,623</u>	<u>175,390,434</u>
(1,500,000)	(1,400,000)	(1,200,000)	(700,000)	(400,000)	-
<u>(1,500,000)</u>	<u>(1,400,000)</u>	<u>(1,200,000)</u>	<u>(700,000)</u>	<u>(400,000)</u>	<u>-</u>
<u>\$ 242,206,346</u>	<u>\$ 226,333,870</u>	<u>\$ 209,619,914</u>	<u>\$ 189,491,113</u>	<u>\$ 181,242,623</u>	<u>\$ 175,390,434</u>
13,063,422	9,716,279	16,443,551	11,951,631	15,415,464	8,668,031
(711)	91,389	(43,878)	116,258	106,182	(32,578)
<u>\$ 13,062,711</u>	<u>\$ 9,807,668</u>	<u>\$ 16,399,673</u>	<u>\$ 12,067,889</u>	<u>\$ 15,521,646</u>	<u>\$ 8,635,453</u>

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
General Fund				
Nonspendable:				
Investment in Inventories	\$ 723,125	\$ 279,487	\$ 299,429	\$ 342,042
Prepaid Items	321,730	257,681	102,818	2,995,738
Committed:				
Other Purposes	-	164,142	462,000	-
Assigned:				
Solar Panels	-	1,616,948	2,851,995	3,422,394
Kickstart Program	462,000	462,000	-	-
Fast Growth Stabilization	9,000,000	6,000,000	-	-
Other Purposes	-	122,998	43,280	6,000,000
Unassigned	<u>60,970,312</u>	<u>57,033,594</u>	<u>51,239,775</u>	<u>37,987,851</u>
Total General Fund	<u>\$ 71,477,167</u>	<u>\$ 65,936,850</u>	<u>\$ 54,999,297</u>	<u>\$ 50,748,025</u>
 All Other Governmental Funds				
Nonspendable:				
Investment in Inventories	\$ 606	\$ 394	\$ 13,258	\$ 735
Prepaid Items	-	-	-	120
Restricted:				
Grant Funds	2,863,311	1,608,219	2,111,397	2,020,118
Land Acquisitions and Construction Projects	238,300,696	237,488,101	19,105,052	35,300,749
Debt Service	6,935,160	6,182,511	5,369,917	2,588,975
Committed:				
Other	-	-	1,714,303	1,687,542
Campus Activity	1,959,958	1,825,050	-	-
Assigned:				
Construction	1,142,326	2,715,272	3,400,000	3,400,000
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total All Other Governmental Funds	<u>\$ 251,202,057</u>	<u>\$ 249,819,547</u>	<u>\$ 31,713,927</u>	<u>\$ 44,998,239</u>

Source: District Financial Statements

Fund balance classifications for fiscal years prior to 2011 have been recast to reflect GASB Statement No. 54 classifications for comparative purposes.

Table 3

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$	335,941	\$ 268,390	\$ 257,734	\$ 328,717	\$ 379,652	\$ 268,198
	462,001	159,852	605,467	215,032	145,746	788,398
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	3,000,000	1,753,000	-	7,411,000	3,500,000	10,548
	37,560,955	34,002,263	33,284,754	27,960,681	26,586,007	24,206,347
\$	<u>41,358,897</u>	<u>36,183,505</u>	<u>34,147,955</u>	<u>35,915,430</u>	<u>30,611,405</u>	<u>25,273,491</u>
\$	846	\$ 525	\$ 235	\$ -	\$ -	\$ 108,093
	-	8,487	21,802	42,885	125,537	167,593
	1,885,068	1,690,568	1,853,342	-	-	808,623
	154,984,692	254,347,893	285,595,606	24,883,326	44,268,455	77,757,689
	1,547,882	1,734,910	4,466,719	2,487,587	2,291,476	1,643,443
	1,719,868	1,598,142	1,489,908	2,838,321	2,638,972	1,210,069
	-	-	-	-	-	-
	-	-	2,000,000	-	-	-
	-	-	-	-	-	-
\$	<u>160,138,356</u>	<u>259,380,525</u>	<u>295,427,612</u>	<u>30,252,119</u>	<u>49,324,440</u>	<u>81,695,510</u>

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2020⁽¹⁾</u>	<u>2019⁽¹⁾</u>	<u>2018⁽¹⁾</u>	<u>2017⁽¹⁾</u>
REVENUES				
Local and Intermediate Sources	\$ 238,249,371	\$ 229,684,293	\$ 198,823,680	\$ 176,755,677
State Programs	88,366,639	82,620,023	86,751,471	87,963,494
Federal Programs	26,749,079	22,232,310	21,983,952	21,120,334
Total Revenues	<u>353,365,089</u>	<u>334,536,626</u>	<u>307,559,103</u>	<u>285,839,505</u>
EXPENDITURES				
Current:				
Instruction	165,574,443	150,498,049	143,117,193	136,408,525
Instructional Resources and Media Services	3,966,340	3,626,756	3,706,570	3,744,588
Curriculum and Instructional Staff Development	8,751,916	8,032,497	7,654,517	7,125,690
Instructional Leadership	4,912,579	4,523,633	4,173,466	3,887,765
School Leadership	14,280,745	13,479,319	13,280,278	13,297,189
Guidance, Counseling, and Evaluation Services	10,980,515	10,041,509	9,636,300	8,975,058
Social Work Services	1,258,235	1,080,353	861,665	766,727
Health Services	3,432,856	3,062,777	2,924,148	2,695,584
Student Transportation	12,991,364	23,141,279	8,770,359	7,701,997
Food Services	11,031,615	12,845,269	12,677,980	11,732,099
Extracurricular Activities	7,988,896	8,429,216	8,152,130	7,605,186
General Administration	7,430,426	6,708,455	5,960,315	5,673,105
Plant Maintenance and Operations	42,726,059	21,341,994	20,841,845	28,233,660
Security and Monitoring Services	7,356,901	4,451,258	3,557,581	3,935,690
Data Processing Services	9,029,007	7,311,243	5,945,203	8,926,741
Community Services	505,304	224,182	190,815	160,330
Debt Service:				
Principal on Long-term Debt	44,265,970	44,594,739	38,485,857	34,172,364
Interest on Long-term Debt	26,004,299	20,806,961	21,541,426	20,861,529
Issuance Costs and Fees	4,423,056	3,416,158	31,305	31,309
Capital Outlay:				
Facilities Acquisition and Construction	42,918,184	10,668,431	5,767,170	85,349,749
Intergovernmental:				
Payments Related to Shared Services Arrange.		5,418	-	-
Payments to Juvenile Justice Alt. Ed. Prgm.	34,031	-	13,588	2,580
Payments to Appraisal District	981,839	943,161	877,432	803,603
Total Expenditures	<u>430,844,580</u>	<u>359,232,657</u>	<u>318,167,143</u>	<u>392,091,068</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(77,479,491)</u>	<u>(24,696,031)</u>	<u>(10,608,040)</u>	<u>(106,251,563)</u>

	<u>2016⁽¹⁾</u>	<u>2015⁽¹⁾</u>	<u>2014⁽¹⁾</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$	160,450,599	\$ 143,676,672	\$ 127,821,531	\$ 120,887,281	\$ 112,740,450	\$ 112,980,468
	96,584,769	98,021,636	99,036,883	85,211,438	85,904,547	80,241,196
	21,671,426	20,160,051	20,107,976	18,651,369	21,840,457	24,618,084
	<u>278,706,794</u>	<u>261,858,359</u>	<u>246,966,390</u>	<u>224,750,088</u>	<u>220,485,454</u>	<u>217,839,748</u>
	127,255,699	123,740,099	116,478,605	110,756,591	105,862,543	104,586,009
	2,988,148	2,875,971	2,975,983	2,860,617	2,938,099	2,888,856
	7,333,543	7,345,669	6,877,859	5,847,046	6,347,636	6,118,963
	3,886,265	2,509,428	2,581,667	2,365,694	2,227,204	2,455,813
	12,083,090	11,446,734	11,068,572	10,600,647	9,931,249	9,941,114
	8,770,627	7,842,773	7,379,415	6,893,336	6,361,976	6,373,232
	725,334	667,386	637,085	557,922	502,321	473,573
	2,639,639	2,450,887	2,169,405	1,945,694	1,903,195	1,832,548
	7,503,987	8,424,783	8,216,930	7,654,405	7,059,718	7,421,508
	11,767,094	11,533,728	11,344,939	11,299,912	10,564,654	10,533,520
	6,749,065	6,330,540	6,013,686	5,948,147	5,559,113	5,712,394
	4,938,497	4,034,743	4,078,109	3,623,407	3,548,814	3,780,020
	29,458,394	23,532,248	14,588,098	13,052,981	12,498,011	12,974,345
	3,522,895	4,803,572	2,632,346	2,406,386	2,300,852	3,818,430
	4,470,662	9,236,604	4,412,056	3,622,916	5,342,106	3,557,499
	121,553	63,951	80,221	118,474	136,429	251,683
	28,094,250	22,751,503	26,527,140	18,160,000	15,960,000	11,784,934
	22,137,065	24,561,224	14,015,393	14,181,497	15,572,477	19,789,263
	34,703	41,165	2,798,677	345,281	681,314	276,591
	85,996,530	18,540,484	26,809,125	14,069,207	28,613,772	3,679,392
	-	2,314,664	2,204,665	2,092,300	1,810,439	2,505,714
	18,946	1,892	1,978	-	15,319	15,642
	779,770	722,627	599,885	577,357	466,306	564,007
	<u>371,275,756</u>	<u>295,772,675</u>	<u>274,491,839</u>	<u>238,979,817</u>	<u>246,203,547</u>	<u>221,335,050</u>
	<u>(92,568,962)</u>	<u>(33,914,316)</u>	<u>(27,525,449)</u>	<u>(14,229,729)</u>	<u>(25,718,093)</u>	<u>(3,495,302)</u>

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2020⁽¹⁾</u>	<u>2019⁽¹⁾</u>	<u>2018⁽¹⁾</u>	<u>2017⁽¹⁾</u>
OTHER FINANCING SOURCES (USES)				
Refunding Bonds Issued	\$ -	\$ -	\$ -	\$ -
Issuance of Capital Related Debt (Regular Bonds)	100,185,000	250,535,000	-	-
Premium/Discount from Issuance of Bonds	19,157,293	28,964,204	-	-
Non-current Loan Proceeds	-	-	-	-
Sale of Real and Personal Property	-	-	-	574
Other Sources (Uses)	455,827	-	-	-
Transfers In	1,000,000	4,000,000	1,575,000	5,550,446
Transfers Out	-	(2,500,000)	-	(5,050,446)
Payment to Refunded Bond Escrow Agent	<u>(36,395,802)</u>	<u>(27,260,000)</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>84,402,318</u>	<u>253,739,204</u>	<u>1,575,000</u>	<u>500,574</u>
Special Items (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ 6,922,827</u>	<u>\$ 229,043,173</u>	<u>\$ (9,033,040)</u>	<u>\$ (105,750,989)</u>
Debt Service (Principal and Interest) Expenditures				
as a Percentage of Noncapital Expenditures	18.97%	19.75%	19.37%	18.31%

Source: District Financial Statements

⁽¹⁾ The District has paid additional principal to reduce future debt requirements, which has increased the debt service percentage.

<u>2016⁽¹⁾</u>	<u>2015⁽¹⁾</u>	<u>2014⁽¹⁾</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ -	\$ -	\$ 107,275,000	\$ 38,645,000	\$ 68,935,000	\$ 23,655,000
-	-	262,465,000	-	-	-
-	-	41,102,494	5,994,931	8,209,802	1,467,626
-	-	-	4,926,823	-	-
2,185	2,779	11,596	-	-	5,478
-	-	(45,175)	(2,600)	(3,000)	-
7,023,312	4,400,000	3,695,493	811,499	400,000	1,073,910
(8,523,312)	(4,500,000)	(2,495,493)	(111,499)	(2,000,000)	(1,073,910)
-	-	(121,075,448)	(49,802,721)	(76,856,865)	(24,859,196)
<u>(1,497,815)</u>	<u>(97,221)</u>	<u>290,933,467</u>	<u>461,433</u>	<u>(1,315,063)</u>	<u>268,908</u>
-	-	-	-	-	(12,850)
<u>\$ (94,066,777)</u>	<u>\$ (34,011,537)</u>	<u>\$ 263,408,018</u>	<u>\$ (13,768,296)</u>	<u>\$ (27,033,156)</u>	<u>\$ (3,239,244)</u>
18.00%	17.57%	16.49%	14.54%	14.80%	14.69%

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PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Table 5

Fiscal Year Ended August 31,	Appraised Value			Taxable Assessed Value	Total Direct Rate ⁽¹⁾
	Real Property Value Travis & Williamson	Personal Property Value Travis	Less Exemptions Travis		
2020	\$ 16,304,529,390	\$ 1,582,904,547	\$ 3,484,293,728	\$ 14,403,140,209	\$ 1.4200
2019	16,156,420,188	1,972,457,464	3,881,903,152	14,246,974,500	1.5200
2018	13,959,529,712	1,204,335,453	3,001,017,686	12,162,847,479	1.5400
2017	12,170,425,199	1,337,883,223	2,823,878,400	10,684,430,022	1.5400
2016	10,758,979,904	1,249,391,108	2,548,750,813	9,459,620,199	1.5400
2015	8,919,029,573	1,215,447,201	1,780,018,574	8,354,458,200	1.5400
2014	7,726,915,912	1,206,193,486	1,588,427,053	7,344,682,345	1.5400
2013	7,101,732,589	1,043,205,885	1,250,911,712	6,894,026,762	1.5400
2012	6,927,223,361	927,076,504	1,227,911,047	6,626,388,818	1.4800
2011	6,990,955,971	928,000,481	1,128,460,284	6,790,496,168	1.4600

Sources: Travis Central Appraisal District and Williamson Central Appraisal District

⁽¹⁾ Tax Rates are per \$100 of taxable assessed value.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$100 OF ASSESSED VALUE)
LAST TEN FISCAL YEARS

Taxing Authority	2020	2019	2018	2017
Overlapping Rates:				
Austin, City of	\$ 0.5300	\$ 0.4431	\$ 0.4403	\$ 0.4448
Austin Community College District ⁽¹⁾	0.1100	0.1049	0.1048	0.1008
Kelly Lane WCID #1	0.7500	0.7650	0.8418	0.9500
Kelly Lane WCID #2 ⁽²⁾	0.8100	0.8500	0.9500	0.9500
Lakeside MUD #3	0.8400	0.8400	0.8400	0.8400
Lakeside WCID #2D	0.9700	0.9700	0.9700	0.9700
Lakeside WCID #2C	0.9700	0.9700	0.9700	0.9700
Lakeside WCID #1	0.9700	0.7500	0.7500	0.7500
Lakeside WCID #2B	0.7500	0.9700	0.9700	0.9700
Lakeside WCID #2A ⁽³⁾	0.9700	0.9700	0.9700	-
Northeast Travis County UD	0.5500	0.5780	0.6000	0.6800
Northtown MUD	0.6300	0.6250	0.6300	0.7075
Pflugerville, City of	0.4900	0.4976	0.4976	0.5399
Travis County	0.3800	0.3693	0.3542	0.3690
Travis County Emergency Service #2 ⁽⁶⁾	-	-	0.1000	0.1000
Travis Co. Healthcare District	0.1100	0.1056	0.1052	0.1074
Travis County MUD #15	0.4100	0.4075	0.4075	0.4075
Travis County MUD #17 ⁽⁴⁾	0.9500	0.9500	0.9500	0.9500
Wells Branch MUD	-	-	0.3730	0.3795
Travis Co MUD #23 ⁽⁷⁾	0.4100	0.4101	-	-
Williamson County	0.4200	0.4587	0.4190	0.4265
Williamson Co. Water, Sewer, Irrigation and DD #3	0.7500	0.7465	0.7230	0.7230
Total Overlapping Rates	\$ 12.7700	\$ 12.7813	\$ 12.9664	\$ 12.3359
District Direct Rates:				
Pflugerville ISD				
Maintenance and Operations	\$ 0.9623	\$ 1.0600	\$ 1.0400	\$ 1.0400
Debt Service	0.4600	0.4600	0.5000	0.5000
Total District Direct Rates	\$ 1.4223	\$ 1.5200	\$ 1.5400	\$ 1.5400

Source: The Municipal Advisory Council of Texas

⁽¹⁾ Data for Austin Community College District and Travis Co Healthcare District not available prior to 2013

⁽²⁾ Data for Kelly Lane WCID #2 not available prior to 2016

⁽³⁾ Data for Lakeside WCID #2A not available prior to 2018

⁽⁴⁾ Data for Travis County MUD #17 not available prior to 2015

⁽⁵⁾ Data for Williamson County not available prior to 2011

⁽⁶⁾ Travis Co. ESD 2 has no debt outstanding after 2018

⁽⁷⁾ Data for Travis Co MUD #23 not available prior to 2019

Table 6

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$	0.4418	\$ 0.4589	\$ 0.4809	\$ 0.5027	\$ 0.4811	\$ 0.4571
	0.1020	0.1005	0.0942	0.0949	-	-
	0.9500	0.9500	0.9500	0.9500	0.9500	0.9500
	0.9500	-	-	-	-	-
	0.8400	0.8470	0.8775	0.9000	0.9000	0.9000
	0.9700	0.9700	0.9700	0.9700	0.9700	0.9700
	0.9700	0.9700	0.9700	0.9700	0.9700	0.9700
	0.7500	0.8000	0.8000	0.8500	0.9000	0.9000
	0.9700	0.9700	0.9700	0.9700	0.9700	0.9700
	-	-	-	-	-	-
	0.7800	0.8610	0.8760	0.8993	0.8993	0.8993
	0.7075	0.7220	0.7360	0.7500	0.7500	0.7500
	0.5399	0.5405	0.5336	0.5736	0.5990	0.6040
	0.3838	0.4169	0.4563	0.4946	0.4855	0.4215
	0.1000	0.1000	0.0982	0.1000	0.1000	0.1000
	0.1105	0.1178	0.1264	0.1290	-	-
	0.6700	0.3325	0.3325	0.3325	0.3325	0.3325
	0.9500	0.9500	-	-	-	-
	0.3873	0.3900	0.4300	0.4600	0.4700	0.4700
	-	-	-	-	-	-
	0.4365	0.4415	0.4465	0.4490	0.4600	0.4600
	0.7230	0.7306	0.8082	0.8150	0.8150	0.8150
\$	<u>12.7323</u>	<u>\$ 11.6692</u>	<u>\$ 10.9563</u>	<u>\$ 11.2106</u>	<u>\$ 11.0524</u>	<u>\$ 10.9694</u>
\$	1.0400	\$ 1.0400	\$ 1.0400	\$ 1.0400	\$ 1.0400	\$ 1.0400
	0.5000	0.5000	0.5000	0.5000	0.4400	0.4200
\$	<u>1.5400</u>	<u>\$ 1.5400</u>	<u>\$ 1.5400</u>	<u>\$ 1.5400</u>	<u>\$ 1.4800</u>	<u>\$ 1.4600</u>

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

Table 7

PRINCIPAL TAXPAYERS

CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2020			2011		
	Assessed Value	Rank	Percentage of Total Assessed Value	Assessed Value	Rank	Percentage of Total Assessed Value
DELL USA LP	\$ 152,044,730	1	1.07%	\$ 133,557,731	1	1.93%
A-S 93 SH 130-SH 45LP	144,522,850	2	1.01%	47,181,138	4	0.68%
LOGISTICS II TECH RIDGE PORTFOLIO LLC	93,717,838	3	0.66%			
LIVING SPACES PFLUGERVILLE LLC	71,248,778	4	0.50%			
TX13 AUSTIN LLC	69,167,000	5	0.49%			
SCOFIELD PARK AUSTIN LLC	68,890,000	6	0.48%			
ONCOR ELECTRIC DELIVERY CO LLC	67,751,598	7	0.48%	34,835,620	7	
CENTENNIAL STONE HILL TWO LP	67,010,000	8	0.47%			
WC BRAKER PORTFOLIO LLC	66,629,650	9	0.47%			
SAN PALOMA APARTMENTS 100 LP	62,910,000	10	0.44%	33,000,000	8	0.48%
DELL INC.				63,962,919	2	0.92%
ORACLE USA INC				54,358,089	3	0.78%
TARGET CORPORATION				37,723,453	5	0.54%
AMB/TR FOUR 2001 LTD				37,630,739	6	0.54%
TECH RIDGE AUSTIN LLC				29,000,000	9	0.42%
MBS - SAGE CREEK LTD.				28,138,320	10	0.41%
TOTALS	\$ <u>863,892,444</u>		<u>6.06%</u>	\$ <u>499,388,009</u>		<u>6.70%</u>
TOTAL ASSESSED VALUE	\$ <u>14,246,974,500</u>			\$ <u>6,933,716,402</u>		

Source: Travis Central Appraisal District.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Table 8

Fiscal Year	Tax Levy For The Fiscal Year⁽¹⁾	Collected within the Fiscal Year of the Levy		Collections In Subsequent Years	Total Collections to Date	
		Amount	Percentage of Net Tax Levy		Amount	Percent of Total Tax Collections To Net Tax Levy
2020	\$ 226,711,983	\$ 225,152,003	99.31%	\$ (270)	\$ 225,151,733	99.31%
2019	214,465,105	213,314,219	99.46%	-	213,314,219	99.46%
2018	188,081,954	187,471,548	99.68%	163,134	187,634,682	99.76%
2017	167,601,114	166,024,569	99.06%	1,301,903	167,326,472	99.84%
2016	147,632,546	146,878,086	99.49%	569,653	147,447,739	99.87%
2015	133,737,795	132,956,934	99.42%	630,321	133,587,255	99.89%
2014	118,683,754	117,925,201	99.36%	565,589	118,490,790	99.84%
2013	111,484,547	111,106,176	99.66%	177,041	111,283,217	99.82%
2012	105,440,130	104,531,967	99.14%	689,276	105,221,243	99.79%
2011	104,351,821	103,466,286	99.15%	721,826	104,188,112	99.84%

⁽¹⁾ Appraised value less exemptions equals taxable assessed value. The beginning taxable value net of adjustments times the tax rate set by the District's Board of Trustees each fall less any subsequent adjustments equals the total tax levy for the respective fiscal year. The net tax levy for prior years reflects ongoing adjustments applied to that year's tax levy.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Table 9

Fiscal Year	Governmental Activities			Ratio of Debt to Assessed Value ⁽¹⁾	Ratio of Debt to Personal Income ^{(2) [a]}	Debt Per Student ⁽³⁾
	General Obligation Bonds	Capital Leases/Notes Payable	Total Primary Government			
2020	\$ 695,365,807	\$ -	\$ 695,365,807	4.83%	-	\$ 28,778
2019	660,985,209	2,125,970	663,111,179	4.65%	0.48%	27,817
2018	458,734,866	2,620,709	461,355,575	3.79%	0.36%	19,501
2017	501,712,380	3,101,566	504,813,946	4.72%	0.44%	21,778
2016	538,540,130	3,568,930	542,109,060	5.73%	0.50%	23,847
2015	569,797,123	4,023,180	573,820,303	6.87%	0.56%	25,367
2014	596,248,290	4,464,683	600,712,973	8.18%	0.66%	27,013
2013	327,249,556	4,926,823	332,176,379	4.82%	0.39%	15,077
2012	349,287,496	-	349,287,496	5.27%	0.44%	16,044
2011	359,814,211	-	359,814,211	5.30%	0.49%	16,814

⁽¹⁾ See Table 5 for assessed value data.

⁽²⁾ See Table 14 for personal income.

[a] Personal income data for 2020 unavailable.

⁽³⁾ See Table 12 for student average daily attendance.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
RATIOS OF NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Table 10

<u>Fiscal Year</u>	<u>Gross Bonded Debt</u>	<u>Less Amount Available in Debt Service Fund</u>	<u>Net Bonded Debt</u>	<u>Ratio of Net Bonded Debt To Assessed Value ⁽¹⁾</u>	<u>Net Bonded Debt Per Student ⁽²⁾</u>
2020	\$ 695,365,807	\$ 8,833,408	\$ 686,532,399	4.77%	\$ 28,413
2019	660,985,209	6,182,511	654,802,698	4.60%	27,469
2018	458,734,866	5,369,917	453,364,949	3.73%	19,163
2017	501,712,380	2,588,975	499,123,405	4.67%	21,533
2016	538,540,130	1,547,882	536,992,248	5.68%	23,622
2015	569,797,123	1,734,910	568,062,213	6.80%	25,112
2014	596,248,290	4,466,719	591,781,571	8.06%	26,611
2013	327,249,556	2,487,587	324,761,969	4.71%	14,740
2012	349,287,496	2,291,826	346,995,670	5.24%	15,938
2011	359,814,211	1,643,443	358,170,768	5.27%	16,737

⁽¹⁾ See Table 5 for assessed value data.

⁽²⁾ See Table 12 for student average daily attendance.

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PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
COMPUTATION OF ESTIMATED DIRECT AND OVERLAPPING DEBT
AUGUST 31, 2020

Table 11

Taxing Body	Gross Debt Amount	Outstanding As of	Percent Overlapping	Share of Debt
Overlapping:				
City of Austin	\$ 1,583,905,000	08/31/20	3.41%	\$ 54,011,161
Austin Community College District	386,625,000	08/31/20	2.43%	9,394,988
Kelly Lane WCID #1	\$17,805,000	08/31/20	100.00%	17,805,000
Kelly Lane WCID #2	\$17,030,000	08/31/20	100.00%	17,030,000
Lakeside MUD #3	\$14,185,000	08/31/20	100.00%	14,185,000
Lakeside WCID #1	3,140,000	08/31/20	100.00%	3,140,000
Lakeside WCID #2-B	7,870,000	08/31/20	100.00%	7,870,000
Lakeside WCID #2-C	\$23,405,000	08/31/20	100.00%	23,405,000
Lakeside WCID #2-D	\$16,980,000	08/31/20	100.00%	16,980,000
Lakeside WCID #2-A	\$9,430,000	08/31/20	100.00%	9,430,000
Northeast Travis County UD	19,625,000	08/31/20	100.00%	19,625,000
Northtown MUD	16,135,000	08/31/20	100.00%	16,135,000
City of Pflugerville	308,395,000	08/31/20	100.00%	308,395,000
Travis County	1,081,470,000	08/31/20	7.35%	79,488,045
Travis Co Healthcare District	7,285,000	08/31/20	7.35%	535,448
Travis County MUD #15	32,145,000	08/31/20	100.00%	32,145,000
Travis County MUD #17	17,450,000	08/31/20	100.00%	17,450,000
Travis Co. MUD #23	13,400,000	08/31/20	100.00%	13,400,000
Williamson County	1,010,794,956	08/31/20	0.02%	202,159
Williamson Co. Water, Sewer, Irrigation and DD #3	33,750,000	08/31/20	14.69%	4,957,875
Total Net Overlapping Debt	4,620,824,956			665,584,676
Direct:				
Pflugerville ISD	695,365,807	08/31/20	100.0%	695,365,807
TOTAL NET OVERLAPPING AND DIRECT DEBT				\$ 1,360,950,483

Source: Specialized Public Finance

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

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Table 12

Fiscal Year	Residential Units ⁽¹⁾	Total Assessed Value of Residential Units ⁽²⁾	Average Assessed Value Per Residential Unit	Average Daily Attendance ⁽³⁾	Unemployment Rate ⁽⁴⁾
2020	43,200	\$ 10,949,867,988	\$ 253,469	24,163	6.8%
2019	41,626	\$ 9,906,121,364	\$ 237,979	23,838	2.8%
2018	40,049	9,782,990,803	244,276	23,658	3.1%
2017	38,614	8,616,879,411	223,154	23,180	3.2%
2016	37,571	7,511,905,364	199,939	22,733	3.6%
2015	36,395	6,552,264,664	180,032	22,621	3.5%
2014	35,500	5,745,745,609	161,852	22,238	4.6%
2013	34,745	5,375,057,344	154,700	22,032	5.6%
2012	34,069	5,419,191,612	159,065	21,771	6.4%
2011	33,455	5,416,319,648	161,899	21,400	7.6%

⁽¹⁾ Source: Travis County Appraisal District Certified Totals, October supplement Residential Units include: Single Family Residences, Multifamily Residences and Mobile Homes.

⁽²⁾ Source: Travis Central Appraisal District

⁽³⁾ Source: Texas Education Agency

⁽⁴⁾ Source: U.S. Bureau of Labor Statistics, July, Not Seasonally Adjusted

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

PRINCIPAL EMPLOYERS

CURRENT YEAR AND NINE YEARS AGO

Table 13

<u>Employer</u>	<u>2020</u>			<u>2011</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Employment</u>
Pflugerville Independent School District	3,290	1	0.28%	2,518	1	0.30%
City of Pflugerville	395	2	0.03%	282	3	0.03%
Walmart Inc.	325	3	0.03%	298	2	0.04%
Curative	300	4	0.03%	-	-	
MTECH	268	5	0.02%	-	-	
B W Cash Construction Ltd	250	6	0.02%	-	-	
Costco	200	7	0.02%	-	-	
Target Stores, Inc.	177	8	0.01%	200	5	0.02%
Home Depot U.S.A., Inc.	165	9	0.01%	125	7	0.01%
H. E. Butt Grocery Company	161	10	0.01%	200	4	0.02%
Avant Technologies	-	-	-	133	6	0.02%
Austin Foam Plastics	-	-	-	124	8	0.01%
Air Craft, Inc.	-	-	-	100	9	0.01%
Advanced Integration Technologies	-	-	-	83	10	0.01%
Total Employed per Top Ten Employers	<u>5,531</u>		<u>0.46%</u>	<u>4,063</u>		<u>0.47%</u>
Total Employed⁽¹⁾	<u>1,185,900</u>			<u>834,432</u>		

Sources: Pflugerville Community Development Corp and PISD Business Office

⁽¹⁾ See Table 14 for total employed.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

DEMOGRAPHIC STATISTICS

LAST TEN YEARS

Fiscal Year	(A) Estimated School District Population	(B) Area Population	(C) Personal Income	(D) Per Capita Personal Income	(E) Labor Force	(E) Employment
2020	155,330	-	\$ -	\$ -	1,279,000	1,208,900
2019	150,313	2,227,083	138,028,065,000	61,977	1,217,800	1,185,900
2018	-	2,168,316	129,146,253,000	59,638	1,189,600	1,155,000
2017	148,577	2,115,827	115,982,300,000	54,817	1,143,100	1,109,800
2016	140,970	2,056,405	109,057,100,000	52,926	1,108,900	1,069,800
2015	136,289	2,000,860	102,072,200,000	51,014	1,053,100	1,018,600
2014	130,368	1,943,299	91,385,667,000	47,026	1,032,500	989,000
2013	126,949	1,883,051	84,285,529,000	44,760	989,700	938,800
2012	124,202	1,834,303	78,695,523,000	42,902	943,997	882,739
2011	120,523	1,783,519	74,168,909,000	41,651	904,067	838,282

(A) Neustar ElementOne. 2018 data unavailable.

(B) American Community Survey Area Population Data for 2020 unavailable due to uncertainty of the census

(C) & (D) Bureau of Economic Analysis. 2020 County Data will be available on 11/16/2021

There is an 11-month lag from the end of a calendar until they release income statistics for counties and metropolitan areas

(E) Bureau of Labor Statistics

Table 14

(E)	(E)	(E)	(E)	(E)	(E)
<u>Unemployment</u>	<u>Percent Unemployment</u>	<u>Construction</u>	<u>Manufacturing</u>	<u>Trades</u>	<u>Government</u>
70,100	5.5%	70,500	64,900	185,000	178,200
31,900	2.6%	68,000	61,900	185,300	185,900
34,600	2.9%	68,500	57,000	186,800	178,600
33,300	2.9%	64,300	58,100	174,900	181,700
39,100	3.5%	60,800	53,700	172,500	172,600
34,400	3.3%	52,200	57,000	161,800	169,400
43,500	4.2%	48,700	53,300	161,600	168,400
50,900	5.1%	46,100	51,400	154,100	166,200
61,258	6.4%	40,700	50,800	139,800	166,700
65,785	7.3%	40,200	49,100	138,300	163,800

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY POSITION

LAST TEN FISCAL YEARS

POSITION	2020	2019	2018	2017
Teachers:				
Teacher/Special Duty Teacher	1,823.9	1,817.3	1,781.3	1,742.0
Substitute Teacher	0.3	2.0	5.2	2.4
Teacher Totals	1,824.2	1,819.3	1,786.5	1,744.4
Professional Support:				
Counselor	60.7	60.6	59.0	58.0
Educational Diagnostician	14.4	13.5	13.5	13.0
Librarian	30.0	30.1	29.8	23.5
Occupational Therapist	6.4	6.4	6.4	6.1
Orientation and Mobility Specialist	2.0	2.0	2.0	2.0
Physical Therapist	3.0	3.0	3.0	3.0
Nurse	32.8	30.0	34.0	34.6
LSSP/Psychologist	24.2	22.4	23.9	21.2
Social Worker	12.8	11.0	9.8	8.3
Speech Language Pathologist	31.0	29.5	28.7	26.8
Truant Officer	3.0	2.8	2.0	4.0
Teacher Facilitator	86.2	85.3	82.1	82.3
Athletic Trainer	2.4	4.3	4.2	1.5
Campus Professional Personnel	-	1.0	1.0	1.1
Security	2.0			
Transportation	1.0			
Non-Campus Professional Personnel	79.9	71.0	72.9	103.6
Professional Support Totals	391.8	372.9	372.3	389.0
Campus Administration:				
Assistant Principal	68.1	64.2	69.3	71.9
Executive Director/Program Director	1.1	1.1	2.2	2.2
Principal	29.9	29.0	27.1	28.5
Teacher Supervisor	9.2	13.0	13.4	7.9
Athletic Director	4.8	4.2	3.4	1.5
Campus Administration Totals	113.1	111.5	115.4	112.0
Central Administration:				
Assistant/Deputy Supt	2.0	3.0	4.0	4.0
Instructional Officer	12.3	11.4	11.0	11.0
Superintendent	1.0	1.0	1.0	1.0
Teacher Supervisor	28.0	27.9	21.0	28.6
Business Manager	1.0	1.0	1.0	1.0
Director of HR	1.0	1.0	1.0	2.0
Central Administration Totals	45.3	45.3	39.0	47.6
Educational Aides:				
Aides	406.6	391.0	399.6	388.7
Educational Aides Totals	406.6	391.0	399.6	388.7
Auxiliary Support:				
Includes: Clerical, Secretarial, Grounds, Custodial, Maintenance	685.5	475.1	556.0	422.0
Auxiliary Support Totals	685.5	475.1	556.0	422.0
Total Employees	3,466.5	3,215.1	3,268.8	3,103.7

Source: PEIMS

Note: Instructional Coaches and Interventionists housed in Admin Building beginning later part of 12-13; which explains why the Teacher Supervisor numbers have moved from Campus Administration to Central Administration.

Table 15

2016	2015	2014	2013	2012	2011
1,675.0	1,649.6	1,623.0	1,563.1	1,511.6	1,508.2
0.9	1.2	0.4	0.2	0.2	0.1
1,675.9	1,650.8	1,623.4	1,563.3	1,511.8	1,508.3
58.0	57.0	53.8	53.4	49.4	49.5
12.9	13.8	12.9	9.8	9.0	8.0
25.0	24.8	24.9	20.6	21.0	25.0
6.1	7.1	5.0	5.6	4.6	5.2
2.0	2.0	2.0	2.0	1.0	1.0
3.7	4.0	2.8	2.0	2.0	2.0
31.8	33.0	31.0	28.9	26.9	27.0
22.0	19.4	20.0	19.8	18.0	19.0
8.5	8.5	7.5	7.0	7.0	7.0
26.3	24.7	24.8	23.3	24.0	24.6
4.0	4.0	3.0	4.0	3.6	1.0
68.3	64.9	67.9	39.3	42.0	51.7
2.7	4.0	2.6	4.1	2.5	4.9
12.1	27.8	33.9	37.1	10.5	10.6
97.5	70.9	62.9	63.3	56.3	56.6
380.9	365.9	355.0	320.2	277.8	293.1
58.3	58.0	57.1	53.1	49.1	47.0
3.5	4.0	5.0	4.3	8.0	6.0
28.0	29.0	28.0	27.0	25.9	25.9
8.2	7.8	2.0	3.5	25.0	20.6
3.2	3.7	4.9	4.2	5.5	5.8
101.2	102.5	97.0	92.1	113.5	105.3
4.0	2.0	3.0	3.0	3.0	4.0
11.0	13.5	14.0	15.0	22.6	27.0
1.0	1.0	0.9	1.0	1.0	1.0
35.5	22.0	22.9	22.0	5.0	3.0
1.0	1.0	1.0	1.0	1.0	1.0
2.0	-	1.0	1.0	1.0	-
54.5	39.5	42.8	43.0	33.6	36.0
386.9	360.4	353.4	294.4	299.7	318.7
386.9	360.4	353.4	294.4	299.7	318.7
400.9	381.8	367.7	380.9	337.9	369.6
400.9	381.8	367.7	380.9	337.9	369.6
3,000.3	2,900.9	2,839.3	2,693.9	2,574.3	2,631.0

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

OPERATING STATISTICS

LAST TEN FISCAL YEARS

Fiscal Year	Average Daily Attendance ⁽³⁾	Operating Expenditures ⁽¹⁾	Cost Per Student	Percentage Change
2020	24,163	\$ 295,684,531	\$ 12,237	10.38%
2019	23,838	264,287,063	11,087	5.00%
2018	23,658	249,807,770	10,559	-0.32%
2017	23,180	245,544,677	10,593	5.22%
2016	22,733	228,860,576	10,067	2.60%
2015	22,621	221,948,977	9,812	7.75%
2014	22,238	202,503,449	9,106	5.75%
2013	22,032	189,708,360	8,611	3.62%
2012	21,771	180,912,541	8,310	-2.87%
2011	21,400	183,079,098	8,555	-4.57%
2010	20,717	185,725,395	8,965	3.32%
2009	20,336	176,455,787	8,677	5.40%

⁽¹⁾ Operating expenditures are total expenditures less debt service principal, interest, debt service fees, and capital expenditures (to the extent capitalized for the government-wide statement of net position)

⁽²⁾ Source: District documents.

⁽³⁾ See Table 12 for student average daily attendance

Table 16

Government Wide Expenses	Cost Per Student	Percentage Change	Teaching Staff	Student to Teacher Ratio	Students in Free/Reduced Lunch Program ⁽²⁾
\$ 400,990,686	\$ 16,595	25.09%	1,824	13.25	54.29%
316,260,419	13,267	46.57%	1,819	13.11	54.29%
214,143,696	9,052	-26.26%	1,787	13.24	52.29%
284,519,787	12,274	1.79%	1,744	13.29	51.29%
274,119,272	12,058	7.12%	1,676	13.56	52.10%
254,638,143	11,257	6.82%	1,651	13.70	53.37%
234,348,250	10,538	7.75%	1,623	13.70	55.13%
215,479,477	9,780	2.06%	1,563	14.10	53.63%
208,619,255	9,582	-1.85%	1,512	14.40	53.92%
208,934,878	9,763	-2.94%	1,502	14.25	52.59%
208,391,282	10,059	0.71%	1,475	14.05	50.40%
203,107,512	9,988	4.01%	1,458	13.95	42.31%

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PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT*Table 17**TEACHER BASE SALARIES**LAST TEN FISCAL YEARS*

Fiscal Year	Minimum Salary⁽¹⁾	Maximum Salary⁽¹⁾	Region Average Salary⁽²⁾	Statewide Average Salary⁽²⁾
2020	\$ 51,500	\$ 64,227	\$ 55,162	\$ 57,091
2019	50,000	63,092	51,657	54,122
2018	46,750	60,007	50,888	53,334
2017	46,000	59,772	50,027	52,525
2016	45,000	59,916	49,318	51,891
2015	43,675	59,891	48,341	50,715
2014	43,000	59,431	47,624	49,692
2013	41,000	57,850	47,596	48,821
2012	41,000	57,350	46,930	48,375
2011	41,000	57,350	47,158	48,638

⁽¹⁾ Source: District records.⁽²⁾ Source: Texas Education Agency website, Texas Academic Performance Report.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

SCHOOL BUILDING INFORMATION

LAST TEN FISCAL YEARS

Building:	2020	2019	2018	2017
HIGH SCHOOLS				
Pflugerville High School				
Square Footage	388,246	388,246	388,246	388,246
Capacity	2,950	2,400	2,475	2,475
Enrollment	1,898	2,003	1,993	2,036
Hendrickson High School				
Square Footage	400,130	400,130	380,130	380,130
Capacity	3,100	2,375	2,500	2,500
Enrollment	2,139	2,343	2,562	3,208
Connally High School				
Square Footage	380,790	380,790	314,876	314,876
Capacity	2,900	2,280	2,325	2,325
Enrollment	1,675	1,684	1,749	1,862
Weiss High School				
Square Footage	397,000	397,000	397,000	-
Capacity	3,100	2,500	2,500	-
Enrollment	2,144	1,377	876	-
Opportunity Center				
Square Footage	34,691	34,691	19,691	19,691
Capacity	81	360	256	256
Enrollment	6	-	-	-
MIDDLE SCHOOLS				
Pflugerville Middle School				
Square Footage	126,036	134,453	111,036	111,036
Capacity	1,500	1,100	1,375	1,375
Enrollment	877	1,023	1,019	961
Westview Middle School				
Square Footage	112,245	112,245	112,245	112,245
Capacity	1,200	1,100	1,100	1,100
Enrollment	715	753	778	779
Park Crest Middle School				
Square Footage	133,348	133,348	133,300	133,300
Capacity	1,300	1,432	1,500	1,500
Enrollment	965	916	922	886
Dessau Middle School				
Square Footage	121,200	121,200	121,200	121,200
Capacity	1,200	1,300	1,300	1,300
Enrollment	796	849	838	811
Kelly Lane Middle School				
Square Footage	140,000	140,000	139,000	139,000
Capacity	1,400	1,200	1,250	1,250
Enrollment	1,090	1,132	1,096	1,215
Cele Middle School				
Square Footage	163,473	163,473	163,473	163,473
Capacity	1,550	1,200	1,200	1,200
Enrollment	1,238	1,162	1,063	884

Source: District Records

Table 18
Page 1 of 3

2016	2015	2014	2013	2012	2011
388,246	388,246	335,550	335,550	335,550	335,550
2,475	2,475	2,475	2,475	2,475	2,475
2,104	2,191	2,185	2,212	2,221	2,237
380,130	380,130	380,130	380,130	380,130	380,130
2,500	2,500	2,500	2,500	2,500	2,500
2,957	2,729	2,606	2,370	2,213	2,108
314,876	314,876	314,876	314,876	314,876	314,876
2,325	2,325	2,325	2,325	2,325	2,325
1,851	1,856	1,876	1,939	1,935	1,946
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
19,691	19,691	19,691	19,691	19,691	19,691
256	256	256	256	256	256
-	-	-	-	-	-
111,036	111,036	111,036	111,036	111,036	111,036
1,375	1,375	1,375	1,375	1,375	1,375
982	1,029	1,046	1,114	1,039	1,028
112,245	112,245	112,245	112,245	112,245	112,245
1,100	1,100	1,100	1,100	1,100	1,100
828	877	853	907	851	955
133,300	116,800	116,800	116,800	116,800	116,800
1,500	1,300	1,300	1,300	1,300	1,300
915	949	934	993	1,017	942
121,200	121,200	121,200	121,200	121,200	121,200
1,300	1,300	1,300	1,300	1,300	1,300
756	820	848	1,080	1,016	995
139,000	139,000	139,000	139,000	139,000	139,000
1,250	1,250	1,250	1,250	1,250	1,250
1,149	1,088	1,019	1,249	1,176	1,106
163,473	163,473	163,473	-	-	-
1,200	1,200	1,200	-	-	-
823	783	687	-	-	-

Continued

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

SCHOOL BUILDING INFORMATION

LAST TEN FISCAL YEARS

Building:	2020	2019	2018	2017
ELEMENTARY SCHOOLS				
Pflugerville Elementary School				
Square Footage	61,616	61,616	77,922	77,922
Capacity	650	600	600	600
Enrollment	444	544	444	469
Parmer Lane Elementary School				
Square Footage	63,634	63,634	63,634	63,634
Capacity	650	650	650	650
Enrollment	483	472	497	498
Timmerman Elementary School				
Square Footage	96,000	96,000	96,000	58,792
Capacity	850	800	800	550
Enrollment	436	557	552	437
Northwest Elementary School				
Square Footage	62,000	62,000	62,000	62,000
Capacity	550	600	600	600
Enrollment	433	537	528	560
Dessau Elementary School				
Square Footage	64,150	64,150	64,150	64,150
Capacity	650	650	650	650
Enrollment	493	556	633	577
Windermere Elementary School				
Square Footage	135,000	66,272	66,272	66,272
Capacity	1,250	750	750	750
Enrollment	657	395	413	425
River Oaks Elementary School				
Square Footage	66,512	66,512	66,512	66,512
Capacity	700	750	750	750
Enrollment	376	494	524	536
Brookhollow Elementary School				
Square Footage	73,007	66,512	66,512	66,512
Capacity	700	750	750	750
Enrollment	462	481	490	420
Spring Hill Elementary School				
Square Footage	68,600	68,600	68,600	68,600
Capacity	750	750	750	750
Enrollment	486	594	622	603
Windermere Primary School				
Square Footage	-	68,752	68,752	68,752
Capacity	-	750	750	750
Enrollment	-	428	416	419

Source: District Records

Table 18
Page 2 of 3

2016	2015	2014	2013	2012	2011
77,922	77,922	77,922	77,922	77,922	77,922
600	600	600	600	600	600
438	470	477	496	531	520
63,634	63,634	63,634	63,634	63,634	63,634
650	650	650	650	650	650
479	457	435	480	519	543
58,792	58,792	58,792	58,792	58,792	58,792
550	550	550	550	550	550
420	442	502	523	550	574
62,000	62,000	62,000	62,000	62,000	62,000
600	600	600	600	600	600
529	561	563	514	614	623
64,150	64,150	64,150	64,150	64,150	64,150
650	650	650	650	650	650
503	509	430	404	602	623
66,272	66,272	66,272	66,272	66,272	66,272
750	750	750	750	750	750
433	438	494	503	525	488
66,512	66,512	66,512	66,512	66,512	66,512
750	750	750	750	750	750
555	525	509	572	536	526
66,512	66,512	66,512	66,512	66,512	66,512
750	750	750	750	750	750
454	511	548	517	501	549
68,600	68,600	68,600	68,600	68,600	68,600
750	750	750	750	750	750
627	674	710	705	719	741
68,752	68,752	68,752	68,752	68,752	68,752
750	750	750	750	750	750
448	465	471	490	558	612

Continued

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

SCHOOL BUILDING INFORMATION

LAST TEN FISCAL YEARS

Building:	2020	2019	2018	2017
Copperfield Elementary School				
Square Footage	77,922	77,922	77,922	77,922
Capacity	850	850	850	850
Enrollment	468	398	420	459
Murchison Elementary School				
Square Footage	77,922	77,922	77,922	77,922
Capacity	900	850	850	850
Enrollment	843	891	846	806
Delco Primary School				
Square Footage	68,752	68,752	68,752	68,752
Capacity	750	750	750	750
Enrollment	502	628	720	679
Caldwell Elementary School				
Square Footage	73,007	73,007	73,007	73,007
Capacity	850	800	800	800
Enrollment	558	640	654	720
Rowe Lane Elementary School				
Square Footage	78,000	78,000	75,007	75,007
Capacity	850	800	750	750
Enrollment	843	826	825	919
Highland Park Elementary School				
Square Footage	78,000	78,000	75,007	75,007
Capacity	750	800	750	750
Enrollment	677	642	653	865
Wieland Elementary School				
Square Footage	71,346	71,346	75,490	75,490
Capacity	750	750	750	750
Enrollment	366	407	445	414
Riojas Elementary School				
Square Footage	71,624	85,954	79,064	79,064
Capacity	700	950	832	832
Enrollment	889	718	669	967
Ruth Barron Elementary School				
Square Footage	86,899	86,899	86,899	86,899
Capacity	750	900	900	900
Enrollment	549	657	697	741
Dearing Elementary School				
Square Footage	53,246	93,376	93,376	93,376
Capacity	850	850	850	850
Enrollment	602	643	593	589
Mott Elementary School				
Square Footage	109,000	109,000	109,000	-
Capacity	950	880	800	-
Enrollment	974	883	745	-

Source: District Records

2016	2015	2014	2013	2012	2011
77,922	77,922	77,922	77,922	77,922	77,922
850	850	850	850	850	850
464	484	519	504	586	600
77,922	77,922	77,922	77,922	77,922	77,922
850	850	850	850	850	850
797	732	897	843	852	834
68,752	68,752	68,752	68,752	68,752	68,752
750	750	750	750	750	750
633	564	534	527	748	701
73,007	73,007	73,007	73,007	73,007	73,007
800	800	800	800	800	800
713	669	659	731	739	760
75,007	75,007	75,007	75,007	75,007	75,007
750	750	750	750	750	750
852	816	922	867	793	728
75,007	75,007	75,007	75,007	75,007	75,007
750	750	750	750	750	750
771	743	829	762	732	692
75,490	75,490	75,490	75,490	75,490	75,490
750	750	750	750	750	750
445	471	544	544	741	766
79,064	71,624	71,624	71,624	71,624	71,624
832	700	700	700	700	700
844	732	652	624	540	453
86,899	86,899	86,899	86,899	-	-
900	900	900	900	-	-
774	695	713	754	-	-
93,376	93,376	-	-	-	-
850	850	-	-	-	-
608	573	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-

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Federal Awards Section

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

To the Board of Trustees of
Pflugerville Independent School District
Pflugerville, Texas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Pflugerville Independent School District (the District) as of and for the fiscal year ended August 31, 2020, and the related notes to the financial statements, which collectively comprise the District’s basic financial statements, and have issued our report thereon dated January 20, 2021.

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) to determine the 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, and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item 2020-001 that was considered to be a significant deficiency.

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 determination of financial statement amounts. 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*.

The Board of Trustees of
Pflugerville Independent School District

District's Response to Finding

The District's response to the finding identified in our audit is described in the accompanying scheduled of findings and questioned costs. The District's response was not subject to the auditing procedures applied in the audit of the financial statements and accordingly, we express no opinion on it.

Purpose of this Report

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

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Austin, Texas
January 20, 2021



Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance in Accordance with the Uniform Guidance

To the Board of Trustees of
Pflugerville Independent School District
Pflugerville, Texas

Report on Compliance for Each Major Federal Program

We have audited Pflugerville 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 fiscal year ended August 31, 2020. 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.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the fiscal year ended August 31, 2020.

Report on Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's 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 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that were not identified.

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.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Austin, Texas
January 20, 2021

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

*SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020*

I. Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued Unmodified

Internal control over financial reporting:

Material weakness (es) identified? No

Significant deficiencies identified that are not considered to be material weaknesses? Yes

Noncompliance material to the financial statements noted? No

Federal Awards

Internal controls over major programs:

Material weakness (es) identified? No

Significant deficiencies identified that are not considered to be material weaknesses? None reported

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

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance? No

Identification of Major Programs:

CFDA Numbers

Name of Federal Program or Cluster:

84.027, 84.173	Special Education Cluster (IDEA)
84.425D	COVID-19 Elementary and Secondary School Emergency Relief Fund Grant

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

Auditee qualified as a low-risk auditee? Yes

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

*SCHEDULE OF FINDINGS AND QUESTIONED COSTS – CONTINUED
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020*

II. Financial Statement Findings

Finding 2020-001 Significant Deficiency in Internal Control over Financial Reporting: Financial Close Process

Criteria

Management is responsible for the accuracy and completeness of all financial records and related information and for establishing and maintaining effective internal control over financial reporting. The existence of a misstatements of an entity’s financial statements is an indication of a deficiency in internal control.

Condition

During the audit of the District’s financial statements, several misstatements were identified in various general ledger account balances. This resulted in numerous adjustments provided by the District during the audit and adjustments found by the auditors.

Cause

The District was delayed in completing their financial statement close process due to a mid-year change in their general ledger accounting system. Additionally, with new software and new personnel in key accounting positions, as well as new procedures and reports to adjust to for the year-end close process using the new general ledger accounting system, errors were not detected timely.

Effect or Potential Effect

Misstatement of the District’s financial statements was not prevented, or detected and corrected by the District’s system of internal control. Failure to establish effective monitoring and closing procedures will allow misstatements to exist and continue without notice.

Recommendation

We recommend that the District review its internal control procedures over financial reporting to ensure controls are in place to identify and record all transactions surrounding the financial close process in a timely manner.

Views of Responsible Officials and Planned Corrective Actions

See corrective action plan

III. Federal Awards Findings and Questioned Costs

None reported.

Prior Year Findings

None reported.

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

CORRECTIVE ACTION PLAN

FOR THE FISCAL YEAR ENDED AUGUST 31, 2020



Eduardo Ramos, Chief Operating Officer

FROM: Eduardo Ramos, Chief Operating Officer

TO: Weaver

RE: Finding 2020-001 Significant Deficiency in Internal Control over Financial Reporting:
Financial Close Process

This letter is management’s response to Finding 2020-001. Weaver’s findings discovered that several general ledger account balances were misstated during the year end close out process which resulted in numerous adjusting entries.

Several factors contributed to this increase in year-end adjusting entries as follows:

- The district converted both its financial and student management systems. The financial management conversion occurred on March 1, 2020 and as a result, this midyear conversion of the software led to the additional requirement of adjusting entries.
- During the conversion process, the district was also faced with the challenges brought by the COVID-19 pandemic which forced the district to shut its school buildings and operate virtually beginning on March 23, 2020 while implementing a software conversion at the same time.
- Finally, there were two key personnel retirements in the Finance department in 2020 which added to the delay of posting year end journal entries.

The district will implement a corrective action plan to address the year end closeout process ensuring our internal controls are in place to record all transactions needed as part of the closeout process as follows:

- The district will create a year-end closeout checklist to ensure all year end closing entries are booked including property tax receivables, bring investments to fair market value, and post Medicaid Part D.
- Interfunds will be posted and reconciled on a monthly basis
- An improved system for textbook drawdowns will be created to ensure expenditures balance with TEA drawdowns which will be balanced monthly.
- ESSER federal revenues will be posted accurately.

Anticipated Completion Date: Beginning implementation of corrective action plan immediately with anticipated completion by end of the close of fiscal year 2020-2021

Responsible Official: Eduardo Ramos, Chief Operating Officer

Sincerely,

Eduardo Ramos, Chief Operating Officer

PFLUGERVILLE INDEPENDENT SCHOOL DISTRICT

Exhibit K-1

*SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2020*

Fund/ Revenue Number	(1) Federal Grantor/ Pass-Through Grantor/ Program Title	(2) Federal CFDA Number	(2A) Pass-Through Entity Identifying Number	(3) Total Federal Expenditures
<u>U.S. DEPARTMENT OF AGRICULTURE:</u>				
Child Nutrition Cluster:				
Passed Through Texas Education Agency- Cash Assistance:				
240.0-5921	National School Breakfast Program	10.553	714012001	\$ 1,674,417
240.0-5921	COVID-19 - National School Breakfast Program	10.553	714012001	518,906
	Total Program 10.553			<u>2,193,323</u>
240.0-5922	National School Lunch Program	10.555	71302001	4,592,967
240.0-5922	COVID-19 - National School Lunch Program	10.555	71302001	860,374
Passed Through Texas Department of Agriculture - Noncash Assistance:				
240.0-5923	National School Lunch Program	10.555	806780706	631,147
	Total Program 10.555			<u>6,084,488</u>
	Total Child Nutrition Cluster			<u>8,277,811</u>
Passed Through Texas Department of Agriculture:				
240.0-5924	Child and Adult Care Food Program	10.558	806780706	295,747
240.0-5924	COVID-19 - Child and Adult Care Food Program	10.558	806780706	446,192
	Total Program 10.558			<u>741,939</u>
TOTAL U.S. DEPARTMENT OF AGRICULTURE				<u>9,019,750</u>
<u>U.S. DEPARTMENT OF EDUCATION:</u>				
Passed Through Texas Education Agency:				
211.0-5929	ESEA Title I, Part A - Improving Basic Programs	84.010A	20610101227904	3,124,618
	Total Program 84.010A			<u>3,124,618</u>
Special Education Cluster (IDEA):				
224.0-5929	IDEA - Part B, Formula	84.027A	206600012279046600	4,007,848
	Total Program 84.027A			<u>4,007,848</u>
225.0-5929	IDEA - Part B, Preschool	84.173A	206610012279046610	35,974
	Total Program 84.173A			<u>35,974</u>
	Total Special Education Cluster (IDEA)			<u>4,043,822</u>
244.0-5929	Career and Technical - Basic Grant	84.048A	20420006227904	168,896
	Total Program 84.048A			<u>168,896</u>
206.0-5929	ESSA Title IX, Part A - Texas Education For Homeless Children and Youth	84.196A	204600057110055	29,911
	Total Program 84.196A			<u>29,911</u>
263.0-5929	Title III, Part A - English Language Acquisition and Language Enhancement	84.365A	20671001227904	582,804
263.0-5929	Title III, Part A - Immigrant	84.365A	20671003227904	53,142
	Total Program 84.365A			<u>635,946</u>
255.0-5929	ESEA Title II, Part A - Teacher and Principal Training and Recruiting	84.367A	20694501227904	404,938
	Total Program 84.367A			<u>404,938</u>
286.0-5929	LEP Summer School Program	84.369A	69551802	22,707
	Total Program 84.369A			<u>22,707</u>
289.0-5929	Title IV, Part A, Subpart I	84.424A	20680101227904	188,434
	Total Program 84.424A			<u>188,434</u>
266.0-5929	COVID-19 - Elementary and Secondary School Emergency Relief Fund	84.425D	20521001227904	2,382,857
	Total Program 84.425D			<u>2,382,857</u>
TOTAL U.S. DEPARTMENT OF EDUCATION				<u>11,002,129</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</u>				
Passed Through Texas Health and Human Services Commission:				
Medicaid Cluster:				
272.0.5932	Medicaid Administrative Claiming Program (MAC)	93.778	529-07-0157-00121	68,994
	Total Medicaid Cluster			<u>68,994</u>
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				<u>68,994</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS				<u>\$ 20,090,873</u>

The accompanying notes to the schedule of expenditures of federal awards are an integral part of this schedule.

Note 1 – Summary of Significant Accounting Policies

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.

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.

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 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 August 31, 2020. The information in this schedule is presented in accordance with the requirements of the Single Audit Act Amendments of 1996 and Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position or cash flows of the District. National School Lunch Program non-cash commodities are recorded at their estimated market value at the time of donation.

Note 2 – De Minimis Cost Rate

The District has elected not to use the 10% de minimis indirect cost rate as allowed under Uniform Guidance.

Note 3 - Reconciliation of the Basic Financial Statements

Total Expenditures of Federal Awards per Exhibit K-1	\$ 20,090,873
General Fund - Federal Revenue Excluded:	
SHARS Revenue	5,138,296
Reserve Officers Training Corps	81,750
E-Rate - Schools & Libraries USF Program	1,236,551
Miscellaneous Federal Program	200,609
Total Federal Revenues per Exhibit B-2	<u><u>\$ 26,748,079</u></u>