CYPRESS-FAIRBANKS ISD PUBLIC HEARING

OCTOBER 3, 2024





SCHOOL FIRST RESULTS – 2022-2023



SCHOOL FIRST HISTORY

- Financial Integrity Rating System of Texas enacted by Legislature to:
 - Hold districts accountable for quality of their financial management practices
 - Provide maximum allocation for direct instructional purposes
 - Evaluate quality of financial management decisions

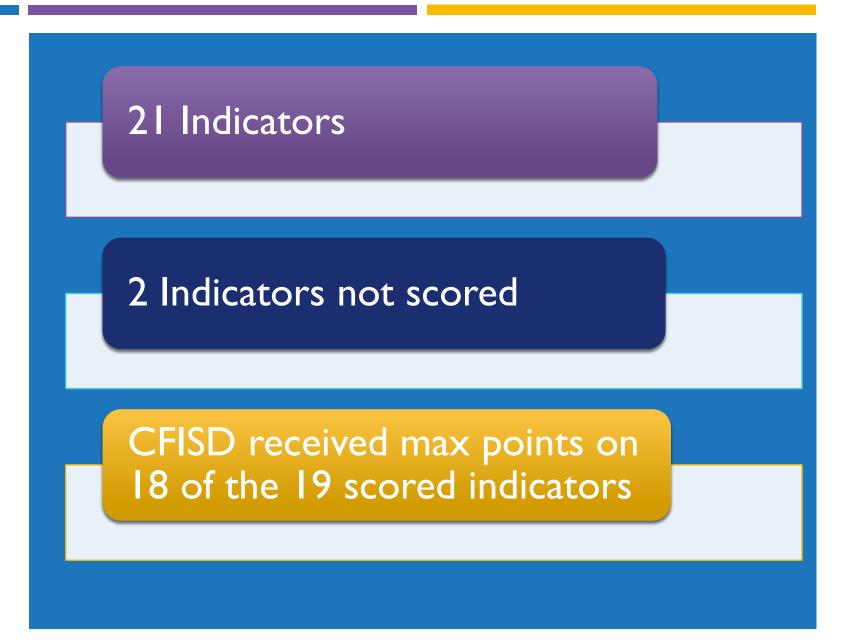


SCHOOL FIRST OBJECTIVES

- Simple and understandable
- Applicable to all districts
- Based on actual data (PEIMS & Annual Financial Report)
- Analyzes financial management efficiencies
- Early warning signs of financial distress
- Transparency



SCHOOL FIRST RATING SYSTEM





CATEGORIES OF INDICATORS

Critical Indicators

- Annual financial report filed by deadline to TEA
- Unmodified opinion on annual financial audit report
- Compliance with payment terms of all debt agreements
- Timely payments to state and federal agencies



CATEGORIES OF INDICATORS (CONT.)

Solvency Indicators

- Total net position
- Average change in fund balance
- Days of cash on hand
- Current assets to current liabilities
- Revenues to expenses
- Budgeted to actual revenues (not scored this year)
- Long-term liabilities to total assets
- Correlation between future debt requirements & assessed property value
- Administrative cost ratio
- Student to staff ratio



CATEGORIES OF INDICATORS (CONT.)

Financial Competency Indicators

- Actual ADA to pupil projections (not scored this year)
- PEIMS to Annual Financial Report variance
- Material weakness
- Material noncompliance
- Financial transparency
- Impact to funding discussion
- FSP repayment plan (new indicator)



ADMINISTRATIVE COST RATIO HISTORY

| Fiscal Year | Allowable Ratio | CFISD |
|-------------|-----------------|-------|
| 2018-2019 | 8.55% | 3.77% |
| 2019-2020 | 8.55% | 3.67% |
| 2020-202 I | 8.55% | 3.39% |
| 2021-2022 | 8.55% | 3.68% |
| 2022-2023 | 8.55% | 3.54% |



ADMINISTRATIVE COST RATIO 2022-2023

| District | Ratio |
|-----------------------|--------|
| Dallas ISD | 10.73% |
| Spring ISD | 9.91% |
| Tomball ISD | 8.04% |
| Fort Bend ISD | 7.56% |
| Spring Branch ISD | 6.95% |
| Houston ISD | 5.53% |
| Northside ISD | 5.40% |
| Klein ISD | 4.98% |
| Katy ISD | 3.83% |
| Cypress-Fairbanks ISD | 3.54% |





QUESTIONS

