



2023 SCHOOL FIRST ANNUAL FINANCIAL MANAGEMENT REPORT

Overview

TEA produces an annual financial accountability rating for each LEA

- Financial Integrity Rating System of Texas (FIRST)
- Districts compile data on Board and Superintendent reimbursements, gifts, business transactions, and outside compensation, if any.

Districts combine the above into an annual financial management report and disclose via public hearing.

School FIRST Background

Measures districts' financial performance

- Primary goal is to improve districts' financial management
- Encourages resource allocation to direct instructional purposes
- Districts must compare current versus prior year performance
 - 2023 ratings are based on fiscal 2022 data
 - 2022 ratings are based on fiscal 2021 data

School FIRST Background

Changes in 2023 statewide rating system versus 2022

- Indicator 14 not evaluated in 2023, but evaluated in 2022
 - All districts awarded full points for this indicator in 2023
- Indicator 17 measures if auditor reported “going concern” issue
 - Going concern = high probability of near-term bankruptcy

Statewide 2023 FIRST Rating Results

2023 FIRST Rating	Point Range	District Count	Percent of Total	Enrollment	Percent of Total
A = Superior	90-100	919	90.28%	4,745,173	94.46%
B = Above Standard Achievement	80-89	50	4.91%	152,423	3.03%
C = Meets Standard Achievement	70-79	41	4.03%	119,974	2.39%
F = Substandard Achievement	<70	8	0.73%	5,781	0.12%
Total		1,018	100.00%	5,023,351	100.00%

2022 FIRST Rating	Point Range	District Count	Percent of Total	Enrollment	Percent of Total
A = Superior	90-100	890	87.34%	4,285,422	85.83%
B = Above Standard Achievement	80-89	87	8.54%	389,790	7.81%
C = Meets Standard Achievement	70-79	36	3.53%	308,358	6.18%
F = Substandard Achievement	<70	6	0.59%	9,404	0.19%
Total		1,019	100.00%	4,992,974	100.00%

Source: Texas Education Agency website

Dallas ISD's 2023 FIRST Rating

Dallas ISD rating: **A = Superior Achievement**

- 12th consecutive year to achieve top rating
- **Score of 95** of possible 100 points (last year scored 96)
- Passed all critical and ceiling indicators
- Scored the maximum possible points on 10 of 11 point-based indicators
- Maximum possible score of 95 due to cleared warrant hold

2023 Indicators & Result

Indicator	2022	2023
1. Was the annual financial report (AFR) submitted to TEA within 180 days of fiscal year end?	Yes	Yes
2. Was there an unmodified opinion in the AFR on the financial statements?	Yes	Yes
3. Was the district compliant with the payment terms of all debt agreements at fiscal year end?	Yes	Yes
4. Did the district make timely payments to TRS, TWC, IRS, and other government agencies?	Yes	Yes*
*Ceiling failed		

2023 Indicators & Result

Indicator	2022	2023
5. This indicator was not evaluated.	Not Scored	Not Scored
6. Was the average change in assigned and unassigned fund balances over 3 years less than a 25% decrease, or did the current years assigned and unassigned fund balances exceed 75 days of operational expenditures?	Pass	Pass

2023 Indicators & Result

Indicator	2022	2023
7. Was the number of days of cash on hand and current investments in the general fund sufficient for the school district to cover operating expenditures (excluding facilities acquisition and construction)?	10 pts.	10 pts.
8. Was the ratio of current assets to current liabilities sufficient to cover short-term debt?	10 pts.	10 pts.
9. Did general fund revenues equal or exceed expenditures, excluding facilities acquisition and construction?	10 pts.	10 pts.
10. This indicator was not evaluated.	10 pts.	10 pts.

2023 Indicators & Result

Indicator	2022	2023
11. Was the ratio of long-term liabilities to total assets sufficient to support long-term solvency?	8 pts.	10 pts.
12. What is the correlation between future debt requirements and the district's assessed property value?	10 pts.	10 pts.
13. Was the district's administrative cost ratio equal to or less than the threshold ratio?	8 pts.	8 pts.
14. This indicator was not evaluated.	10 pts.	10 pts.

2023 Indicators & Result

Indicator	2022	2023
15. This indicator was not evaluated	5 pts.	5 pts.
16. Did the comparison of PEIMS data to like information in the AFR result in a total variance of less than 3% of all expenditures by function?	Pass	Pass
17. Did the external independent auditor report that the AFR was free of material weaknesses in internal controls over financial reporting and compliance for local, state, or federal funds, and free from substantial doubt about the district's ability to continue as a going concern?	Pass	Pass

2023 Indicators & Result

Indicator	2022	2023
18. Did the external independent auditor indicate the AFR was free of any instance of material noncompliance for grants, contracts, and laws related to local, state, or federal funds?	10 pts.	10 pts.
19. Did the school district post the required financial information on its website in accordance with codes, statutes, laws, and rules in effect at the district's fiscal year end?	5 pts.	5 pts.
20. Did the school district's administration and school board members discuss any changes and/or impact to local, state, and federal funding at a board meeting within 120 days before the district adopted its budget?	Pass	Pass

Public Information Portal

- Additional information on Dallas ISD Public Information Portal at <http://www.dallasisd.org/pip>

- **Annual Financial Management Reports**
- **Annual Comprehensive Financial Reports**
- **Adopted Budgets**
- **District Check Registers**



OTHER REQUIRED DISCLOSURES

Required Disclosures for FY22

- The current Superintendent's contract
 - ✓ Available on the District's website at
<https://www.dallasisd.org/Page/81724>
- Compensation/fees received by Superintendent Hinojosa for consulting / personal services from an outside entity in FY22
 - ✓ None reported

Required Disclosures for FY22

- Gifts received from District vendors by Board and Superintendent in FY22
 - ✓ **Board members and Superintendent Hinojosa reported none**
- Business transactions between Board members and the District in FY22
 - ✓ **Board members reported no business transactions**

FY22 Reimbursements & Payments On-Behalf

Reimbursements paid to, and amounts paid on behalf of, Board members and Superintendent Hinojosa during FY22 included:

Amounts Paid On Behalf Of

	Board Members										
	District 1	District 2	District 3	District 4	District 4	District 5	District 6	District 7	District 8	District 9	Superintendent
Description	Flores	Marshall	Micciche	White	Garcia	Johnson	Foreman	Mackey	Carreon	Henry	Hinojosa
Meals	-	-	-	-	-	-	-	-	-	-	-
Lodging	-	-	-	-	1,031	-	379	499	-	1,137	7,206
Transportation	867	-	-	1,135	1,169	-	287	986	-	522	4,210
Motor Fuel	-	-	-	-	-	-	-	-	-	-	-
Other	683	643	-	968	5,587	3,512	1,316	3,525	-	7,339	14,503
Allowances/Benefits	-	-	-	-	-	-	-	-	-	-	105,572
Paid On-Behalf Total	\$ 1,550	\$ 643	\$ -	\$ 2,102	\$ 7,788	\$ 3,512	\$ 1,982	\$ 5,010	\$ -	\$ 8,999	\$ 131,490

Reimbursements Paid To

	Board Members										
	District 1 Flores	District 2 Marshall	District 3 Micciche	District 4 White	District 4 Garcia	District 5 Johnson	District 6 Foreman	District 7 Mackey	District 8 Carreon	District 9 Henry	Superintendent Hinojosa
Description											
Meals	-	-	-	-	98	374	-	96	-	-	-
Lodging	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	58	-	-	75	80	-	14	4,682
Motor Fuel	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	260	-	-	-	107	-
Allowances/Benefits	-	-	-	-	-	-	-	-	-	-	-
Paid To Total	\$ -	\$ -	\$ -	\$ 58	\$ 98	\$ 634	\$ 75	\$ 176	\$ -	\$ 121	\$ 4,682
Total	\$ 1,550	\$ 643	\$ -	\$ 2,160	\$ 7,886	\$ 4,146	\$ 2,057	\$ 5,186	\$ -	\$ 9,120	\$ 136,172

THANK YOU

Questions?

2023 SCHOOL FIRST PERFORMANCE