



# ANNUAL COMPREHENSIVE FINANCIAL REPORT

*For Fiscal Year Ending  
August 31, 2024*

**LAKE DALLAS ISD  
104 SWISHER ROAD  
LAKE DALLAS TX 75065**

**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT**

**OF THE**

**LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
LAKE DALLAS, TEXAS**

**FOR THE FISCAL YEAR ENDED  
AUGUST 31, 2024**

**PREPARED BY:**

**ANNE HAEHN  
CHIEF FINANCIAL OFFICER**

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
FOR THE YEAR ENDED AUGUST 31, 2024

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CERTIFICATE OF BOARD

Lake Dallas Independent School District  
Name of School District

Denton  
County

061-912  
Co. - Dist. Number

We, the undersigned, certify that the attached annual financial reports of the above-named school district were reviewed and (check one) \_\_\_\_\_ approved \_\_\_\_\_ disapproved for the year ended August 31, 2024, at a meeting of the Board of Trustees of such school district on the \_\_\_\_\_ day of January, 2025.

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

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



**INTRODUCTORY SECTION  
(UNAUDITED)**



# LAKE DALLAS INDEPENDENT SCHOOL DISTRICT

104 Swisher Road • Box 548

LAKE DALLAS, TEXAS 75065

940-497-4039

Fax 940-497-3737

[www.ldisd.net](http://www.ldisd.net)

January 15, 2025

Board of Trustees  
Lake Dallas Independent School District  
P.O. Box 548  
Lake Dallas, Texas 75065

To the Board of Trustees and the Citizens of the Lake Dallas Independent School District:

The Comprehensive Annual Financial Report of the Lake Dallas Independent School District (District) for the fiscal year ended August 31, 2024, is now submitted. Responsibility for the data's accuracy and the presentation's completeness and fairness, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to fairly present the financial position and results of the District's various funds and account groups. All disclosures necessary to enable the reader to understand the District's financial activities have been included.

Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. In addition, the District's MD&A can be found immediately following the independent auditor's report.

The Lake Dallas Independent School District Board of Trustees (Board), a seven-member group, is the level of government, which has responsibilities for overall activities related to public elementary and secondary school education within the jurisdiction of the District. The District received funding from local, state, and federal funding sources. The District is not included in any other governmental "reporting entity" as defined in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards, since Board members are elected by the public and have decision-making authority, the power to designate management, the responsibility to influence operations and primary accountability for fiscal matters significantly.

## Profile of the District

Lake Dallas ISD includes all the funds of the District, as well as any component units for which the District is financially accountable.

Lake Dallas ISD is adjacent to Lewisville Lake in North Texas. The school district covers 9.8 square miles in Denton County, with the beauty of the lake as a backdrop. Lake Dallas, Shady Shores, Corinth, and Hickory Creek are the four towns within the boundaries of Lake Dallas ISD. With a focus on family and community, Lake Dallas ISD is excited about the achievement of the three elementary schools, one middle school, and one high school. Our mission is to inspire, educate, and empower our students.

Located approximately 30 miles from downtown Dallas on the growing I-35 corridor, the District has recorded an increased population over the past several decades. As a result, the character of the District has changed from a part-time recreational and retirement community to a year-round residential area. New home construction has been significant but has slowed dramatically in recent years.

The Lake Dallas ISD is approximately twenty miles from the Dallas/Ft. Worth metroplex and from DFW International Airport. The Dallas-Ft. Worth area is an important center of trade, finance, and other major services. The quality of life and diversified economic base make this area one of the choice home, industrial, and manufacturing places to locate. This economic footing should allow for sustained growth in the future.

Lake Dallas ISD educates 3,800 students on five campuses. The District offers programs and educational opportunities that are suited to the needs of a broad spectrum of students. Student attendance is commendable. Lake Dallas ISD schools, programs, staff, and students earn state and regional recognition regularly.

A challenging curriculum, dedicated staff, and supportive community ensure exceptional educational opportunities for all students. Lake Dallas schools continually strive for academic excellence in all areas. Lake Dallas ISD is dedicated to giving every student the best possible education through an intensive core curriculum based on the Texas Education Agency guidelines and an array of specialized, challenging instructional and career programs.

Lake Dallas ISD is committed to being one of the nation's best school systems, continually improving and refining instructional programs and organizational operations in the interest of effectiveness, productivity, and economy. Our standards for students and staff members are high, and we strive to raise them higher.

### Major Initiatives

The District Curriculum is vertically aligned throughout all grade levels and based on the Texas Essential Knowledge and Skill (TEKS). The District has a vibrant, growing student population, an excellent array of programs, a strong curriculum, access to various intellectual resources, and a progressive, innovative atmosphere. An educated School Board, a skilled administration, a professional, dedicated, and inventive staff, and an involved community make Lake Dallas ISD a leader in education.

Lake Dallas ISD voters approved a \$105 million bond package to update several campuses across the District. The bond package was created under the direction of a long-range planning committee led by community members.

In February 2023, Lake Dallas ISD sold \$35,000,000 to investors, which represents the remaining amount of the original \$105,000,000 bond package. The district's bonds were successfully marketed to investors at an "All-In" true interest rate of 4.10%, 0.21% below the estimated interest rate previously communicated to the Board of Trustees. The District will complete the final phase of the \$105 million bond package, which includes renovating the fine arts wing, renovating instructional spaces, and the new Career and Technical Education building.

The District has maintained its credit rating of 'AA-' as issued by Standards and Poors. The ratings reflect that LDISD has very strong household income levels, a diverse and growing tax base, and a strong financial position, with management consistently maintaining strong revenues supported by conservative budgeting. The 'AAA-enhanced rating assigned to the district's series 2024 bonds reflects the credit enhancement provided by the Texas Permanent School Fund.

Construction has been completed on the projects listed below:

- Corinth Elementary School - Safety and security updates, as well as physical and visual updates to its campus building
- Lake Dallas Middle School - Significant physical education and athletic improvements to replace decades-old space on its campus. Parking and traffic flow have been improved.
- Lake Dallas High School - Extensive updates to modernize the campus, including new educational space, new campus administration space, and a new multipurpose indoor extracurricular facility. The updates have also increased safety and security.

## Financial Information

The Comprehensive Annual Financial Report for the year ended August 31, 2024, is prepared in accordance with generally accepted accounting principles (GAAP) and conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA). This report covers all funds of the District. Presented funds are organized into three types dictated by the nature of the activities involved.

### Governmental Fund Types:

- General Fund
- Debt Service Fund
- Capital Projects Fund
- Special Revenue Funds

### Proprietary Fund Types:

- Internal Service Funds
- Enterprise Fund

### Fiduciary Fund Type:

- Agency Funds

## Financial Policies and Planning

The annual budget serves as the foundation for the District's financial planning and control. The objective of budgetary controls is to ensure compliance with legal provisions and provide a roadmap to meet state and local goals.

Most of the District's planning effort is focused on the District's Improvement Plan. Campus Improvement plans are analyzed to form a cohesive District Plan. This plan includes criteria for measuring and ultimately reaching success. The District Improvement Plan also has long-term goals that form the basis of long-term planning.

### *Budgetary Controls*

The budgetary controls' objective is to ensure compliance with legal provisions in the annual appropriated budget approved by the Board of Trustees. Every school district in Texas is required by law to prepare and file a budget with the Texas Education Agency. Activities of the general fund, food service fund, and debt service fund are included in the District's budget.

Budgetary control (the level at which expenditures cannot legally exceed appropriations) is maintained at the functional category level within each fund. These functional categories are defined by the Texas Education Agency and identify the purpose of the transactions. A listing of these categories, as well as related financial information, is included herein. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control—encumbered amounts lapse at year-end.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

### *Internal Controls*

The extent of internal controls a school district should establish is a judgment that management must make. Management's decision regarding the scope of internal control necessary is affected by circumstances such as the size of the organization and the number of personnel available. Consideration must be given to the relationship between costs and benefits. In addition, the nature of internal control is such that even appropriate internal control methods and systems will not guarantee that a school district's objectives will be achieved, nor will they ensure its success.

Internal control procedures are established to provide reasonable assurance regarding the achievement of objectives in the following categories:

- Reliability of financial reporting
- Effectiveness and efficiency of operations
- Compliance with applicable laws and regulations

*Relevant Financial Policy*

The School Board has been instrumental in maintaining and increasing the reserves of the District. The Board recognizes that maintaining an appropriate fund balance is critical in the District's financial planning and budgeting processes. Although fund balance levels could be affected by legislative actions and the amount of available state and federal resources, the Board has been proactive in building the District's reserves to fund unanticipated expenditures or offset future short-term revenue reductions. In addition, the Board has maintained an appropriate fund balance to avoid short-term borrowing and to demonstrate financial stability, therefore preserving or enhancing its bond rating.

State Funding

The state of Texas's current system provides public education funding via a financing formula that weighs student attendance levels, property value per student, and the District's tax effort.

Debt Administration

The District has deployed various debt management practices to lower its borrowing costs. These include refunding existing bonds at a lower rate and prepaying bonds before the scheduled maturity. Such actions have provided the District's taxpayers with over \$30 million of direct savings since 2012. These practices have helped the District maintain its credit rating of 'A.A.-.' The ratings reflect that LDISD has very strong household income levels, a diverse and growing tax base, and a very strong financial position, with management consistently maintaining very strong revenues supported by conservative budgeting. The 'AAA' enhanced rating assigned to the District's bonds reflects the credit enhancement provided by the Texas Permanent School Fund.

Enrollment

The school district plans its budget based on estimated student enrollment and state aid earned based on student attendance. The district has experienced a decline in enrollment as some families moved to different areas, leading to changes in student populations. The lack of affordable housing also limits the number of young families moving into the area. Enrollment is projected to be stagnant over the next several years.

District Facilities

District facilities are in very good condition. The District maintains all of its facilities with internal staff. Lake Dallas Middle School and Corinth Elementary were built in the 1980s, with major additions and substantial renovations occurring in the 2000s. Lake Dallas High School was built in 1998, with additional classrooms and athletic spaces added in 2007. Shady Shores Elementary School was built in 2004. With the passing of a bond election in 2021, renovations and additions will occur at Lake Dallas High School, Lake Dallas Middle School, Lake Dallas Elementary School, and Corinth Elementary School.

<b>Campus</b>	<b>Year Built</b>	<b>Additions</b>
Lake Dallas High School	1998	2007, 2024
Lake Dallas Middle School	1980	2003, 2024
Corinth Elementary School	1985	2001, 2024
Lake Dallas Elementary School	2009	
Shady Shores Elementary School	2004	

The community is one of unconditional support for the District. Lake Dallas ISD has had 5 bond elections since 1995. All five bond elections have passed with overwhelming support. The District also held a Tax Rate election in 2008 and won with an 84% passage rate. Residents continue to support the school and demand a quality education for their students.

#### Independent Audit

District policy and State law require an annual audit by an independent certified public accountant. Lake Dallas ISD's School Board has selected the accounting firm of Hankins, Eastup, Deaton, Tonn, Seay and Scarborough to perform this audit. An audit report is generated, and the audit firm makes a presentation to the School Board each January. The audit, which is included in the financial section of this report, meets all state and federal reporting requirements.

#### Education

Lake Dallas ISD is a public school system whose District mission is to inspire, educate, and empower our students. Recognizing that the quality of life, both today and in the future, depends upon the quality of education provided by the public schools, the Lake Dallas Independent School District is dedicated to education and committed to meeting the needs of every individual. The District's vision is small school atmosphere, big school opportunities.

LDHS is also proud to be one of the first high schools in North Texas to form a partnership with North Central Texas College, enabling LDHS students to receive college hours up to earning an associate degree while in high school.

The results of the State of Texas Assessment of Academic Readiness (STAAR) show Lake Dallas ISD students performing at or above regional and state averages in subjects of the state assessments. In addition, Lake Dallas High School students perform at state and regional averages in College Readiness Indicators.

#### Economic Condition and Outlook

Over the last several years, Lake Dallas ISD's local economy has experienced an upturn. The diversity of businesses located in the area and the range of housing available, combined with the transpiration grid of the metroplex and proximity to Dallas-Fort Worth and Alliance airports, provide a degree of protection from the economic cycle affecting many other school districts. The District's relationship with the local communities assures the development projects selected by the cities are also desirable for the community at large. With the expansion of I.H. 35, the community has seen economic growth and expansion of its commercial tax base.

#### Financial Awards Programs

This District has submitted its comprehensive annual financial report (CAFR) to the Association of School Business Officials (ASBO) for the purpose of participating in their awards program. The ASBO Certificate of Excellence in Financial Reporting recognizes school districts that have met the highest standards of excellence in school financial reporting.

The purpose of the program is to:

- A. Encourage school systems to adopt and use generally accepted accounting principles.
- B. Encourage school systems to adopt sound budgetary and financial reporting procedures.
- C. Recognize excellence in school financial reporting.
- D. Contribute to enhancing the credibility of financial management of school systems by recognizing and publicizing excellence in school financial reporting.

The District has also submitted its CAFR to the Government Finance Officers Association (GFOA) for their review. The GFOA Certificate of Achievement for Excellence in Financial Reporting is awarded to easily readable and efficiently organized Comprehensive Annual Financial Reports. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. We believe that our current Comprehensive Annual Financial Report meets the GFOA's and ASBO's program requirements.

The District has received both of these prestigious awards for twenty consecutive years. We believe that our current report conforms to the Certificate of Excellence Program requirements.

#### Board of Trustees

The Board of Trustees holds its regular monthly meeting on the third Monday of each month in the Board Room in Lake Dallas ISD Central Services Building, 104 Swisher Road. Proper public notice is given for all meetings.

The Lake Dallas Board of Trustees welcomes public participation in its meetings and encourages citizens to express their views on matters affecting the students of our community.

#### Outstanding Staff

Highly competent, dedicated staff members work together at every level to promote high academic standards and to provide every student with educational opportunities to meet individual needs and interests. Teachers emphasize a strong curriculum, effective instructional techniques, and consistent student discipline.

Lake Dallas staff members recognize the importance of personal attention. Both tutoring and enrichment programs are provided to enhance student development.

Many Lake Dallas personnel pursue professional growth through university coursework, educational workshops, and staff development sessions. Many have advanced degrees. Staff commitment to personal growth ensures continuing academic excellence for Lake Dallas ISD.

#### Supportive Community

Community support and involvement are evident in Lake Dallas ISD. Strong PTA groups provide support for the schools and a strong link between home and school. Parent volunteers serve hundreds of hours in various capacities - from helping with extracurricular activities to assisting students and teachers in the classrooms. The community has continually shown the value it places on quality education through the financial and personal support it has given the District.

#### Comprehensive Safety Program

The District takes every reasonable precaution regarding the safety of students, employees, visitors, and all others with whom it conducts business. The District has developed, implemented, and promoted a comprehensive safety program. The program includes guidelines and procedures for responding to emergencies. See policy CK (Local).

Policies are in place related to:

- Use, possession, or exhibition of a firearm, an illegal knife, a club, or a prohibited weapon, as those terms are defined in the Penal Code,
- Conduct that contains the elements of the offense of aggravated assault, sexual assault, aggravated sexual assault, arson, murder, capital murder, criminal attempt to commit murder or capital murder, indecency with a child, or aggravated kidnapping, as those offenses are defined in the Penal Code;

- Drug- or alcohol-related offenses described in Education Code 37.006
- Criminal mischief
- Persistent misbehavior

Each school has effective emergency procedures that can be implemented on short notice and that will ensure optimum safety for students and school personnel. Lake Dallas ISD has five resource officers to assist with safety issues. The Superintendent has the authority to dismiss school for a part of a day or longer periods, if necessary, in case of unusual or emergencies. Campus principals have designed and implemented a system to familiarize employees and students with evacuation procedures and ensure evacuation diagrams are appropriately posted. Principals also conduct fire, tornado, or other emergency drills to provide orderly movement to the safest areas available for students and personnel.

#### Acknowledgments

The preparation of this report could not have been accomplished without the services of the entire business office staff. In addition, the Board of Trustees should be commended for its continued support and leadership.

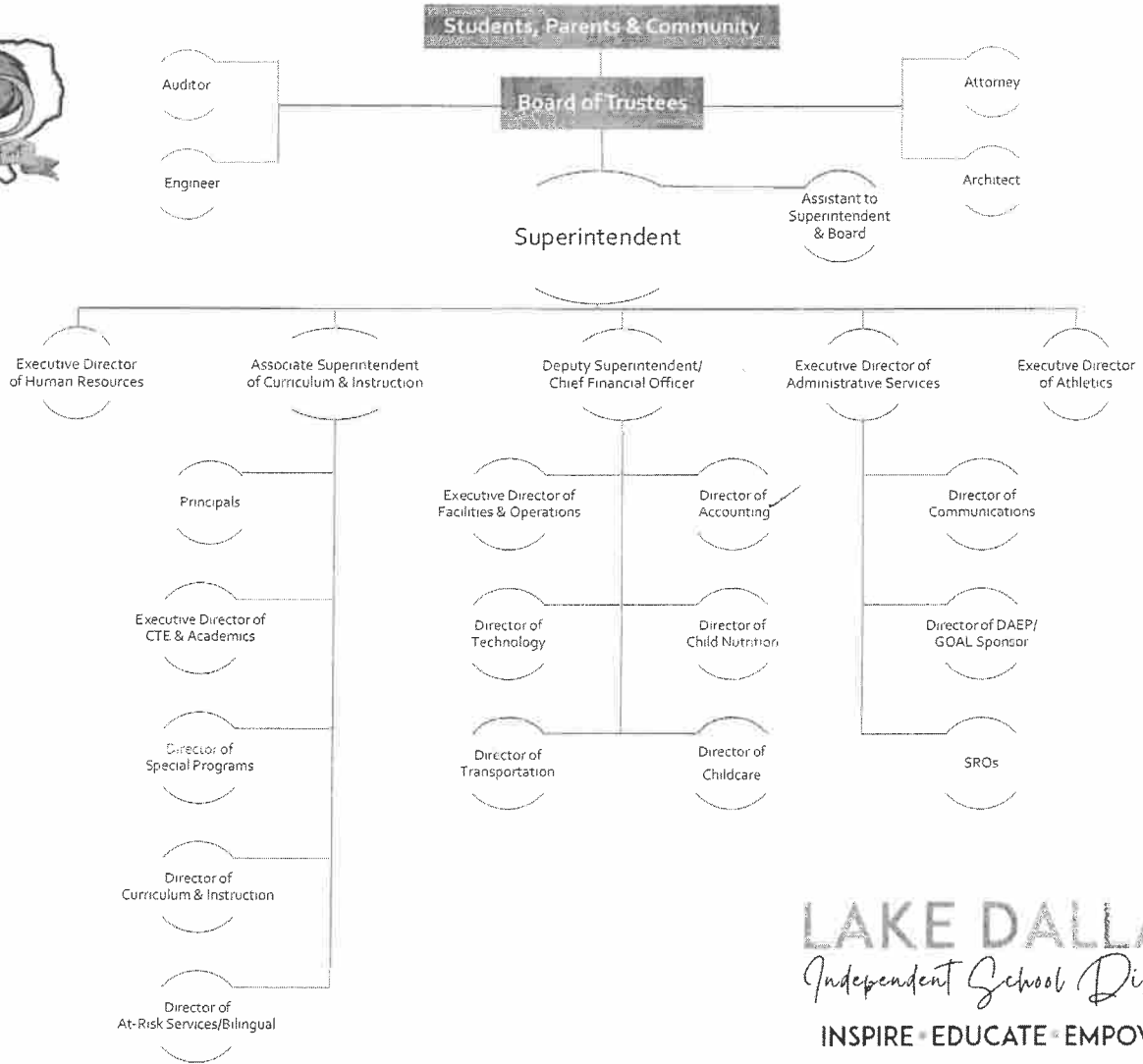
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Dr. Kristin N. Brown, Ed.D - Superintendent of Schools

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Anne Haehn - Chief Financial Officer





**LAKE DALLAS**  
*Independent School District*  
 INSPIRE • EDUCATE • EMPOWER

# LAKE DALLAS INDEPENDENT SCHOOL DISTRICT

## Consultants and Advisors

### Audit Firm

Hankins, Eastup, Deaton, Tonn, Seay & Scarborough, LLC  
Certified Public Accountants  
902 North Locust  
Denton, Texas 76202-0977

### Bond Attorneys

Fulbright & Jaworski L.L.P.  
2200 Ross Avenue, Suite 2800  
Dallas, Texas 75201-2784

### Fiscal Agents

The Bank of New York Trust Company  
of Florida  
10161 Centurion Parkway  
2nd Floor  
Jacksonville, FL 32256

### General Counsel

Walsh, Gallegos, Trevino, Russo & Kyle, P.C.  
P.O. Box 168046  
Irving, Texas 75016

### Tax Attorney

Sawko and Burroughs  
1100 Dallas Drive, Ste. 100  
Denton, Texas 76201

### Financial Advisors

BOK Financial Securities, Inc.  
333 West Campbell Road, Suite 350  
Richardson, Texas 75080

### Official Depository

Point Bank  
3971 FM 2181  
Corinth, TX 76210

### Tax Collector

Denton County Tax Collector Assessor  
P.O. Box 1249  
Denton, Texas 76201

### Tax Appraisal

Denton Central Appraisal District  
3911 Morse St.  
Denton, TX 76208

# LAKE DALLAS INDEPENDENT SCHOOL DISTRICT

## PRINCIPAL OFFICIALS

### Elected Officials:

### Board of Trustees:

Lance Stacy	President
Ginger Collier	Vice President
Mark Tucker	Secretary
Scott Baird	Member
Greg Bartley	Member
Bruce Smith	Member
Aaron Appleby	Member

### Appointed Officials:

Kristin N. Brown	Superintendent
Anne Haehn	Chief Financial Officer
Kelly O'Sullivan	Associate Superintendent of Curriculum and Instruction
Karla Landrum	Executive Director of Human Resources
Jay Widenbach	Executive Director of Special Education
Trent Stinson	Director of Maintenance & Transportation
David Talbert	Executive Director of Facilities
Corey Ray	Director of Food Service
Mike Dabney	Director of Technology
Scott Head	Executive Director of Athletics
Mollie Avelino	High School Principal
Nakendrick Johnson	Middle School Principal
Jennifer Bryant	Shady Shores Elementary School Principal
Kerri Blevins	Lake Dallas Elementary School Principal
Jessica Bovan	Corinth Elementary School Principal
John Modica	Executive Director of Administrative Services
Barbara Pitt	Director of Curriculum and Instruction



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

The Certificate of Excellence in Financial Reporting  
is presented to

## Lake Dallas Independent School District

for its Annual Comprehensive Financial Report  
for the Fiscal Year Ended August 31, 2023.

The district report meets the criteria established for  
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'Ryan S. Stechschulte'.

Ryan S. Stechschulte  
President

A handwritten signature in black ink, reading 'James M. Rowan'.

James M. Rowan, CAE, SFO  
CEO/Executive Director



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Lake Dallas Independent School District  
Texas**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

August 31, 2023

*Christopher P. Morill*

Executive Director/CEO



## FINANCIAL SECTION



Members:  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC  
ACCOUNTANTS  
TEXAS SOCIETY OF CERTIFIED  
PUBLIC ACCOUNTANTS

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**HANKINS, EASTUP, DEATON,  
TONN, SEAY & SCARBOROUGH**

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A Limited Liability Company

CERTIFIED PUBLIC ACCOUNTANTS

902 NORTH LOCUST  
P.O. BOX 977  
DENTON, TX 76202-0977

TEL (940) 387-8563  
FAX (940) 383-4746

Independent Auditor's Report

Lake Dallas Independent School District  
Lake Dallas, Texas

**Opinion**

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Lake Dallas Independent School District as of and for the year ended August 31, 2024 and the related notes to the financial statements, which collectively comprise Lake Dallas Independent School District's basic financial statements as listed in the table of contents.

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 Lake Dallas Independent School District as of August 31, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Basis for Opinions**

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

**Responsibilities of Management for the Financial Statements**

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

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

**Auditor's Responsibility for the Audit of the Financial Statements**

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Lake Dallas Independent School District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Lake Dallas Independent School District's ability to continue as a going concern for a reasonable period of time.

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

### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 25 through 31 and the Teacher Retirement System schedules on page 82 through 90 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Lake Dallas Independent School District's basic financial statements. The combining and individual nonmajor fund financial statements, the required TEA schedules listed in the table of contents, and the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, the required TEA schedules, 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.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated January 15, 2025 on our consideration of Lake Dallas Independent School District's internal control over financial reporting and on our tests of the 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 Lake Dallas Independent School 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 Lake Dallas Independent School District's internal control over financial reporting and compliance.



Hankins, Eastup, Deaton, Tonn, Seay & Scarborough, LLC  
Denton, Texas

January 15, 2025

**LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED AUGUST 31, 2024  
(UNAUDITED)**

As management of Lake Dallas Independent School District, we offer readers of the District's financial statement this narrative overview and analysis of the financial activities of the District for the year ended August 31, 2024. The District has implemented Government Accounting Standards Board Statement 34 "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments". Please read this narrative in conjunction with the independent auditors' report on page 23, and the District's Basic Financial Statements that begin on page 35.

**FINANCIAL HIGHLIGHTS**

- The liabilities and deferred inflows of resources of Lake Dallas Independent School District exceeded its assets and deferred outflows of resources at the close of the most recent fiscal period by \$1,447,054 (negative net position). Of this amount, \$(20,619,985) (negative unrestricted net position) may be used to meet the District's ongoing obligations to citizens and creditors in accordance with the District's fiscal policies.
- The District's total net position increased by \$7,894,363 during the fiscal year from the results of current year operations.
- As of the close of the current fiscal period, the District's governmental funds reported combined ending fund balances of \$57,416,221. 24.3% of this total amount, \$13,934,729, is unassigned and available for use within the District's policies.
- At the end of the current fiscal period, unassigned fund balance for the general fund was \$13,934,729 or 33.3% of the total general fund expenditures, an increase of \$687,093 from the prior year. Final general fund revenues were 1.5% more than final revenue estimates.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Position and the Statement of Activities (on pages 35 through 37). These provide information about the activities of the District as a whole and present a longer-term view of the District's property and debt obligations and other financial matters. They reflect the flow of total economic resources in a manner similar to the financial reports of a business enterprise.

Fund financial statements (starting on page 38) report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. For governmental activities, these statements tell how services were financed in the short term as well as what resources remain for future spending. They reflect the flow of current financial resources, and supply the basis for tax levies and the appropriations budget. For proprietary activities, fund financial statements tell how goods or services of the District were sold to departments within the District or to external customers and how the sales revenues covered the expenses of the goods or services. The remaining statements, fiduciary statements, provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the District.

The notes to the financial statements (starting on page 51) provide narrative explanations or additional data needed for full disclosure in the government-wide statements or the fund financial statements.

The combining statements for nonmajor funds contain even more information about the District's individual funds. These are not required by TEA. The sections labeled TEA Required Schedules and Federal Awards Section contain data used by monitoring or regulatory agencies for assurance that the District is using funds supplied in compliance with the terms of grants.

## **Reporting the District as a Whole**

### **The Statement of Net Position and the Statement of Activities**

The analysis of the District's overall financial condition and operations begins on page 35. Its primary purpose is to show whether the District is better off or worse off as a result of the year's activities. The Statement of Net Position includes all the District's assets, deferred outflows of resources, liabilities and deferred inflows of resources at the end of the year while the Statement of Activities includes all revenues and expenses generated by the District's operations during the year. These apply the accrual basis of accounting (the basis used by private sector companies).

All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. The District's revenues are divided into those provided by outside parties who share the costs of some programs, such as tuition received from students from outside the district and grants provided by the U.S. Department of Education to assist children with disabilities or from disadvantaged backgrounds (program revenues), and revenues provided by the taxpayers or by TEA in equalization funding processes (general revenues). All the District's assets are reported whether they serve the current year or future years. Liabilities are considered regardless of whether they must be paid in the current or future years.

These two statements report the District's net position and changes in them. The District's net position (the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources) provide one measure of the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. To fully assess the overall health of the District, however, you should consider nonfinancial factors as well, such as changes in the District's average daily attendance or its property tax base and the condition of the District's facilities.

In the Statement of Net Position and the Statement of Activities, we divide the District into two kinds of activities:

- **Governmental activities**—Most of the District's basic services are reported here, including the instruction, counseling, co-curricular activities, food services, transportation, maintenance, community services, and general administration. Property taxes, tuition, fees, and state and federal grants finance most of these activities.
- **Business-type activities**—The District charges a fee to “customers” to help it cover all or most of the cost of services it provides in the child care program.

## **Reporting the District's Most Significant Funds**

### **Fund Financial Statements**

The fund financial statements begin on page 38 and provide detailed information about the most significant funds—not the District as a whole. Laws and contracts require the District to establish some funds, such as grants received under the U.S. Department of Education. The District's administration establishes many other funds to help it control and manage money for particular purposes (like campus activities). The District's two kinds of funds—governmental and proprietary—use different accounting approaches.

- **Governmental funds**—Most of the District's basic services are reported in governmental funds. These use modified accrual accounting (a method that measures the receipt and disbursement of cash and all other financial assets that can be readily converted to cash) and report balances that are available for future spending. The governmental fund statements provide a detailed short-term view of the District's general operations and the basic services it provides. We describe the differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation schedules following each of the fund financial statements.

· Proprietary funds—The District reports the activities for which it charges users (whether outside customers or other units of the District) in proprietary funds using the same accounting methods employed in the Statement of Net Position and the Statement of Activities. In fact, the District's enterprise fund (one category of proprietary funds) are the business-type activities reported in the government-wide statements but containing more detail and additional information, such as cash flows. The internal service funds (the other category of proprietary funds) report activities that provide supplies and services for the District's other programs and activities—such as the District's print shop and computer operations.

## **The District as Trustee**

### **Reporting the District's Fiduciary Responsibilities**

The District is the trustee, or custodian, for money raised by student activities. The District's custodial activity is reported in a separate Statement of Custodial Net Position and Statement of Changes in Custodial Net Position on pages 48 and 49. We exclude these resources from the District's other financial statements because the District cannot use these assets to finance its operations. The District is only responsible for ensuring that the assets reported in this fund are used for their intended purposes.

## **GOVERNMENT-WIDE FINANCIAL ANALYSIS**

The following analysis of comparative balances and changes therein is presented for the current and prior year's operations and a discussion of significant changes in the accounts. The analysis focuses on the net position (Table I) and changes in net position (Table II) of the District's governmental activities.

Net position of the District's governmental activities increased from (\$9,299,979) to (\$1,447,054). Unrestricted net position – the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – was (\$20,619,985) at August 31, 2024. The increase was due to current year asset purchases depreciation expense and an increase in debt.

In 2024, net position of our business-type activities increased slightly. This activity is relatively insignificant to the overall operations of the District, but it represents significant services to the District through the Child Care program.

**Table I**  
**NET POSITION**

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 66,339,644	\$ 67,717,284	\$ 82,729	\$ 39,544	\$ 66,422,373	\$ 67,756,828
Capital assets	157,278,819	153,474,631	-	-	157,278,819	153,474,631
Total assets	<u>223,618,463</u>	<u>221,191,915</u>	<u>82,729</u>	<u>39,544</u>	<u>223,701,192</u>	<u>221,231,459</u>
Deferred outflows of resources	9,702,849	10,568,629	-	-	9,702,849	10,568,629
Total assets and deferred outflows of resources	<u>233,321,312</u>	<u>231,760,544</u>	<u>82,729</u>	<u>39,544</u>	<u>233,404,041</u>	<u>231,800,088</u>
Long-term liabilities	214,478,095	223,259,607	-	-	214,478,095	223,259,607
Other liabilities	8,303,732	4,552,921	2,300	553	8,306,032	4,553,474
Total liabilities	<u>222,781,827</u>	<u>227,812,528</u>	<u>2,300</u>	<u>553</u>	<u>222,784,127</u>	<u>227,813,081</u>
Deferred inflows of resources	11,986,539	13,247,995	-	-	11,986,539	13,247,995
Total liabilities and deferred inflows of resources	<u>234,768,366</u>	<u>241,060,523</u>	<u>2,300</u>	<u>553</u>	<u>234,770,666</u>	<u>241,061,076</u>
Net Position:						
Net investments in capital assets	15,268,953	9,892,553	-	-	15,268,953	9,892,553
Restricted	3,903,978	3,873,591	-	-	3,903,978	3,873,591
Unrestricted	<u>(20,619,985)</u>	<u>(23,066,123)</u>	<u>80,429</u>	<u>38,991</u>	<u>(20,539,556)</u>	<u>(23,027,132)</u>
Total net position	<u>\$ (1,447,054)</u>	<u>\$ (9,299,979)</u>	<u>\$ 80,429</u>	<u>\$ 38,991</u>	<u>\$ (1,366,625)</u>	<u>\$ (9,260,988)</u>

**Table II**  
**CHANGES IN NET POSITION**

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
<b>Revenues:</b>						
<b>Program Revenues:</b>						
Charges for services	\$ 957,070	\$ 1,351,627	\$ 592,259	\$ 537,192	\$ 1,549,329	\$ 1,888,819
Operating grants and contributions	9,215,052	6,918,635	-	-	9,215,052	6,918,635
<b>General Revenues:</b>						
Maintenance and operations taxes	21,341,438	26,533,312	-	-	21,341,438	26,533,312
Debt service taxes	14,092,068	14,071,908	-	-	14,092,068	14,071,908
State aid	15,941,098	9,264,664	-	-	15,941,098	9,264,664
Investment earnings	4,011,560	2,667,606	-	-	4,011,560	2,667,606
Miscellaneous	716,364	437,410	-	-	716,364	437,410
Grants not restricted	-	-	-	-	-	-
<b>Total Revenue</b>	<b>66,274,650</b>	<b>61,245,162</b>	<b>592,259</b>	<b>537,192</b>	<b>66,866,909</b>	<b>61,782,354</b>
<b>Expenses:</b>						
Instruction, curriculum and media services	29,077,000	28,721,958	-	-	29,077,000	28,721,958
Instructional and school leadership	3,282,470	3,241,833	-	-	3,282,470	3,241,833
Student support services	4,135,576	3,881,719	-	-	4,135,576	3,881,719
Child nutrition	2,157,536	2,036,938	-	-	2,157,536	2,036,938
Extracurricular activities	1,458,037	1,320,439	-	-	1,458,037	1,320,439
General administration	1,953,780	1,760,755	-	-	1,953,780	1,760,755
Plant maintenance, security and data processing	8,905,963	8,192,778	-	-	8,905,963	8,192,778
Community services	-	-	550,821	556,840	550,821	556,840
Debt services	7,195,028	7,246,050	-	-	7,195,028	7,246,050
Payments related to shared services arrangements	6,000	4,500	-	-	6,000	4,500
Intergovernmental charges	250,335	234,042	-	-	250,335	234,042
<b>Total Expenses</b>	<b>58,421,725</b>	<b>56,641,012</b>	<b>550,821</b>	<b>556,840</b>	<b>58,972,546</b>	<b>57,197,852</b>
Increase (Decrease) in Net Position before transfers	7,852,925	4,604,150	41,438	(19,648)	7,894,363	4,584,502
<b>Non-operating revenues (expenses):</b>						
Transfers in (out)	-	(19,648)	-	19,648	-	-
Increase (Decrease) in Net Position	7,852,925	4,584,502	41,438	-	7,894,363	4,584,502
Net position at beginning of year	(9,299,979)	(13,884,481)	38,991	38,991	(9,260,988)	(13,845,490)
Net position at end of year	\$ (1,447,054)	\$ (9,299,979)	\$ 80,429	\$ 38,991	\$ (1,366,625)	\$ (9,260,988)

The cost of all governmental activities for the current fiscal year was \$58,421,725. However, as shown in the Statement of Activities on pages 36 and 37, the amount that our taxpayers ultimately financed for these activities through District taxes was only \$35,433,506 because some of the costs were paid by those who directly benefited from the programs \$957,070 or by other governments and organizations that subsidized certain programs with grants and contributions \$9,215,052 or by State equalization funding \$15,941,098.

## **THE DISTRICT'S FUNDS**

As the District completed the year, the governmental funds (as presented in the balance sheet on page 38) reported a combined fund balance of \$57,416,221, which is \$5,213,512 lower than last year's total of \$62,629,734. Included in this year's total change in fund balance is an increase of \$687,093 in the district's General Fund, a \$17,354 increase in the Debt Service Fund, and a \$5,899,057 decrease in the Capital Project Fund.

Although State funding was more than projected based upon a higher enrollment than projected, higher interest rates on investments helped offset the increase in fund balance. The General Fund generated \$1,058,386 in investment revenue, which was \$64,695 more than the previous year. Freeze-adjusted taxable values increased by 7.8% to over \$3.11 billion, driven by the increased property values and new construction. The adopted tax rate decreased by \$0.1854 to \$1.2575 per \$100 valuation. With a reduction of the property tax rate, total maintenance collections decreased from the previous year by \$4,893,579 to \$21,373,804. As per the State of Texas school funding formula, State aid increased by \$6,676,434 to \$15,941,098. Total actual General Fund revenue was \$42,472,740, which was \$647,934 more than originally budgeted.

As the General Fund budget dedicates almost 85% to fund personnel costs, the modest increase in reserves was also due to a decrease in staff because of lower student enrollment. Personnel savings were recognized in direct instruction (\$669,806), curriculum and instructional staff development (\$27,604), and student transportation (\$221,667). Due to planned cost reductions and savings, the adopted General Fund deficit of \$211,354 was mitigated. The fund balance increase of \$687,093 represents 1.6% of total expenditures.

As of the end of the current fiscal year, the District's General Fund balance was \$14,292,512. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Approximately 97% of this total amount (\$13,934,729) constitutes an unassigned fund balance, which is available for spending at the district's discretion.

The District's General Fund balance of \$14,292,512, reported on page 38, differs from the General Fund's budgetary fund balance of \$12,336,827 reported in the budgetary comparison schedule on page 81. This is principally due to cost savings in all functions.

The Debt Service Fund also took advantage of the current interest rate environment, generating \$534,356 in interest revenue. The Debt Service fund ended the year with a total fund balance of \$2,655,470, all of which is reserved for the payment of debt service.

## **THE DISTRICT'S BUDGET**

Over the course of the year, the Board of Trustees revised the District's budget several times. These budget amendments fall into three categories. The first category includes amendments and supplemental appropriations that were approved shortly after the beginning of the year and reflect the actual beginning balances (versus the amounts we estimated in August 2023). The second category includes changes that the Board made during the year to reflect new information regarding revenue sources and expenditure needs. The third category involves amendments moving funds from programs that did not need all the resources originally appropriated to them to programs with resource needs.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

### Capital Assets

At August 31, 2024, the District had \$157,278,819 (net of accumulated depreciation) invested in a broad range of capital assets, including facilities and equipment for instruction, transportation, athletics, administration, and maintenance. This amount represents a net increase of \$3,804,188, or 2.5%, above last year, due to construction projects.

This fiscal period's major additions consisted of furniture, equipment and building improvements paid for out of the Capital Projects Fund.

More detailed information about the District's capital assets is presented in Note 4 to the financial statements.

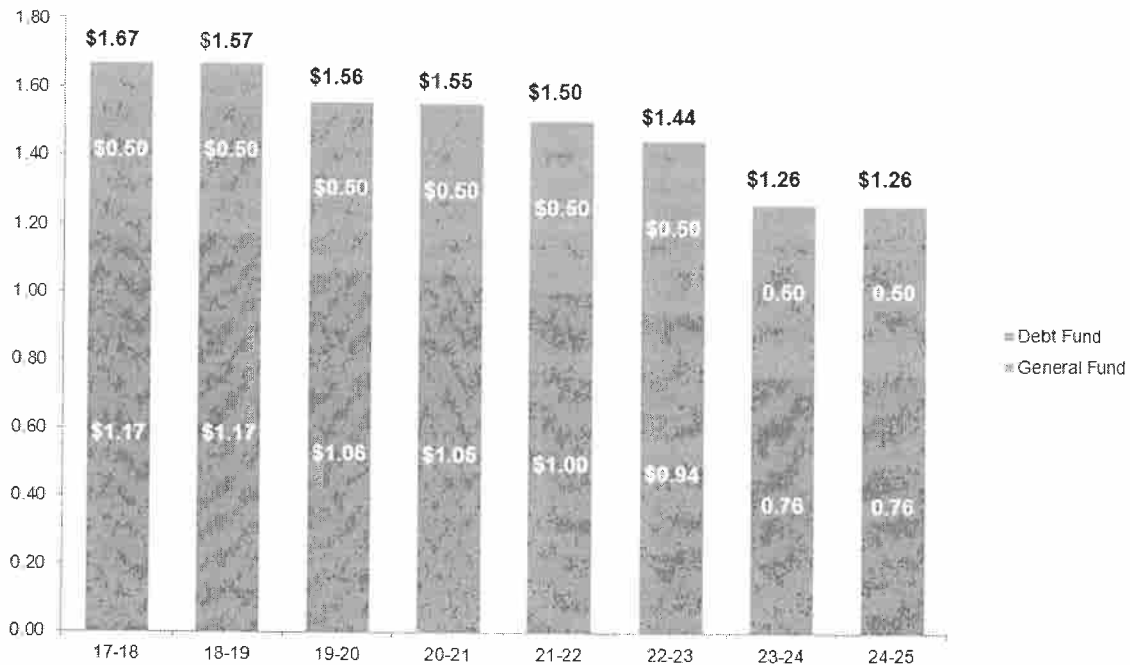
### Debt Administration

At year-end, the District had \$194,303,803 in long-term debt (including bonds, notes payable, accreted interest on bonds and discount/premium on debt issuance) versus \$203,429,726 last year—a decrease of 4.5%.

More detailed information about the District's long-term debt is presented in Note 5 to the financial statements.

## ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Federal, state, and local guidelines direct the budget development process. The Texas Education Agency (TEA) requires the General, Food Service, and Debt Service funds to be budgeted and adopted annually by the District's Board of Trustees. The tax rate has two components: the tax for maintenance and operations and the tax to service long-term debt. Maintenance and operations 2024 budget revenue is based on a tax rate of \$1.2552/100 valuation, a decrease of \$0.0023 from the preceding year. The chart below reflects the district's tax rate history.



Budgetary issues addressed include a budget based on student growth (the basis of state funding), striving to reach Federal, State, and local goals, maintaining current programs, and budgeting funds to adhere to all state and federal mandates.

The General Fund accounts for most of the district's day-to-day operations. Debt Service Fund expenditures account for voter-authorized debt payments. The Child Nutrition Fund supports the student food service program and is funded by user fees and reimbursements from the National School Breakfast and Lunch program.

The school district anticipates receiving 58.2% of its general fund revenue from taxes and other local sources. The District expects an increase in state funding of approximately \$757 Thousand. The Texas Legislature passed a school finance and property tax reform bill (HB3) that increased public education funding and financed property tax compression. State funds account for 40.3% of the total budgeted general fund operating revenue. Federal funds account for the remaining 1.5% of operating revenue. An overall General Fund budgeted revenue increase of 1.3% is a result of the current funding formula for the State of Texas.

The Debt Service Fund accounts for the accumulation of resources and the payment of bonds approved by the voters. The debt service expenditure budget of \$17.7 Million will be used to service debt liabilities during the 2024-25 school year.

The Child Nutrition budget is projected to be \$2.9 million and is financed from student/staff charges and federal funding. In addition, The National School Breakfast and Lunch Program will provide funding for students during the 2024-2025 school year.

For years, when possible, the District has reduced budgets to allow for increases in personnel and supply costs. Even with those cuts, the District has worked to maintain a competitive position in recruiting and retaining quality staff. Inflationary costs for goods and services, new program costs that result from requirements of the State and Federal accountability system, and other new requirements have all been incorporated into the proposed 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 and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District's business office at Lake Dallas Independent School District, 104 Swisher, Lake Dallas, Texas 75065, (940) 497-4039.

## **BASIC FINANCIAL STATEMENTS**



LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
AUGUST 31, 2024

EXHIBIT A-1

Data Control Codes	1	2 Primary Government	3
	Governmental Activities	Business Type Activities	Total
<b>ASSETS</b>			
1110 Cash and Cash Equivalents	\$ 62,763,653	\$ 82,729	\$ 62,846,382
1220 Property Taxes - Delinquent	734,937	-	734,937
1230 Allowance for Uncollectible Taxes	(73,494)	-	(73,494)
1240 Due from Other Governments	2,178,682	-	2,178,682
1250 Accrued Interest	450,041	-	450,041
1260 Internal Balances	276,937	-	276,937
1300 Inventories	8,545	-	8,545
1410 Prepayments	343	-	343
Capital Assets:			
1510 Land	7,295,038	-	7,295,038
1520 Buildings, Net	138,845,829	-	138,845,829
1530 Furniture and Equipment, Net	3,384,853	-	3,384,853
1580 Construction in Progress	7,753,099	-	7,753,099
1000 Total Assets	<u>223,618,463</u>	<u>82,729</u>	<u>223,701,192</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
1701 Deferred Charge for Refunding	2,449,241	-	2,449,241
1705 Deferred Outflow Related to TRS Pension	5,266,886	-	5,266,886
1706 Deferred Outflow Related to TRS OPEB	1,986,722	-	1,986,722
1700 Total Deferred Outflows of Resources	<u>9,702,849</u>	<u>-</u>	<u>9,702,849</u>
<b>LIABILITIES</b>			
2110 Accounts Payable	4,683,306	2,173	4,685,479
2140 Interest Payable	281,230	-	281,230
2150 Payroll Deductions and Withholdings	219,637	-	219,637
2160 Accrued Wages Payable	2,353,624	-	2,353,624
2180 Due to Other Governments	552,368	-	552,368
2200 Accrued Expenses	104,800	127	104,927
2300 Unearned Revenue	108,767	-	108,767
Noncurrent Liabilities:			
2501 Due Within One Year: Loans, Note, Leases, etc.	7,912,351	-	7,912,351
Due in More than One Year:			
2502 Bonds, Notes, Loans, Leases, etc.	186,391,452	-	186,391,452
2540 Net Pension Liability (District's Share)	14,096,404	-	14,096,404
2545 Net OPEB Liability (District's Share)	6,077,888	-	6,077,888
2000 Total Liabilities	<u>222,781,827</u>	<u>2,300</u>	<u>222,784,127</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
2605 Deferred Inflow Related to TRS Pension	1,210,232	-	1,210,232
2606 Deferred Inflow Related to TRS OPEB	10,776,307	-	10,776,307
2600 Total Deferred Inflows of Resources	<u>11,986,539</u>	<u>-</u>	<u>11,986,539</u>
<b>NET POSITION</b>			
3200 Net Investment in Capital Assets and Right-to-Use Lease Restricted:	15,268,953	-	15,268,953
3820 Restricted for Federal and State Programs	1,318,779	-	1,318,779
3850 Restricted for Debt Service	2,585,199	-	2,585,199
3900 Unrestricted	(20,619,985)	80,429	(20,539,556)
3000 Total Net Position	<u>\$ (1,447,054)</u>	<u>\$ 80,429</u>	<u>\$ (1,366,625)</u>

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

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED AUGUST 31, 2024

Data Control Codes	1	Program Revenues	
		3	4
	Expenses	Charges for Services	Operating Grants and Contributions
<b>Primary Government:</b>			
GOVERNMENTAL ACTIVITIES:			
11 Instruction	\$ 27,419,422	\$ 6,960	\$ 4,835,656
12 Instructional Resources and Media Services	614,893	-	31,967
13 Curriculum and Instructional Staff Development	1,042,685	-	155,053
21 Instructional Leadership	873,007	-	38,182
23 School Leadership	2,409,463	-	136,521
31 Guidance, Counseling, and Evaluation Services	2,014,628	-	332,664
33 Health Services	416,441	-	20,823
34 Student (Pupil) Transportation	1,704,507	-	160,376
35 Food Services	2,157,536	821,436	1,525,578
36 Extracurricular Activities	1,458,037	128,674	58,717
41 General Administration	1,953,780	-	90,051
51 Facilities Maintenance and Operations	6,514,883	-	168,263
52 Security and Monitoring Services	1,051,698	-	4,577
53 Data Processing Services	1,339,382	-	36,076
72 Debt Service - Interest and Fees on Long-Term Debt	7,195,028	-	1,620,548
93 Payments Related to Shared Services Arrangements	6,000	-	-
99 Other Intergovernmental Charges	250,335	-	-
[FG] Total Governmental Activities:	<u>58,421,725</u>	<u>957,070</u>	<u>9,215,052</u>
BUSINESS-TYPE ACTIVITIES:			
01 Child Care	550,821	592,259	-
[TB] Total Business-Type Activities:	<u>550,821</u>	<u>592,259</u>	<u>-</u>
[TP] TOTAL PRIMARY GOVERNMENT:	<u>\$ 58,972,546</u>	<u>\$ 1,549,329</u>	<u>\$ 9,215,052</u>
Data	General Revenues:		
Control	Taxes:		
Codes	MT	Property Taxes, Levied for General Purposes	
	DT	Property Taxes, Levied for Debt Service	
	SF	State Aid - Formula Grants	
	IE	Investment Earnings	
	MI	Miscellaneous Local and Intermediate Revenue	
	TR	Total General Revenues	
	CN	Change in Net Position	
	NB	Net Position - Beginning	
	NE	Net Position - Ending	

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

Net (Expense) Revenue and Changes in Net Position		
6	7	8
Primary Government		
Governmental Activities	Business-type Activities	Total
\$ (22,576,806)	\$ -	\$ (22,576,806)
(582,926)	-	(582,926)
(887,632)	-	(887,632)
(834,825)	-	(834,825)
(2,272,942)	-	(2,272,942)
(1,681,964)	-	(1,681,964)
(395,618)	-	(395,618)
(1,544,131)	-	(1,544,131)
189,478	-	189,478
(1,270,646)	-	(1,270,646)
(1,863,729)	-	(1,863,729)
(6,346,620)	-	(6,346,620)
(1,047,121)	-	(1,047,121)
(1,303,306)	-	(1,303,306)
(5,574,480)	-	(5,574,480)
(6,000)	-	(6,000)
(250,335)	-	(250,335)
(48,249,603)	-	(48,249,603)
-	41,438	41,438
-	41,438	41,438
(48,249,603)	41,438	(48,208,165)
21,341,438	-	21,341,438
14,092,068	-	14,092,068
15,941,098	-	15,941,098
4,011,560	-	4,011,560
716,364	-	716,364
56,102,528	-	56,102,528
7,852,925	41,438	7,894,363
(9,299,979)	38,991	(9,260,988)
\$ (1,447,054)	\$ 80,429	\$ (1,366,625)

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
AUGUST 31, 2024

Data Control Codes	10 General Fund	50 Debt Service Fund	60 Capital Projects
<b>ASSETS</b>			
1110 Cash and Cash Equivalents	\$ 14,499,689	\$ 3,451,664	\$ 30,168,079
1120 Investments - Current	-	-	12,647,179
1220 Property Taxes - Delinquent	486,058	248,879	-
1230 Allowance for Uncollectible Taxes	(48,606)	(24,888)	-
1240 Due from Other Governments	106,490	-	-
1250 Accrued Interest	-	-	450,041
1260 Due from Other Funds	3,100,290	-	-
1410 Prepayments	343	-	-
1000 Total Assets	<u>\$ 18,144,264</u>	<u>\$ 3,675,655</u>	<u>\$ 43,265,299</u>
<b>LIABILITIES</b>			
2110 Accounts Payable	\$ 363,893	\$ -	\$ 4,052,025
2150 Payroll Deductions and Withholdings Payable	219,433	-	204
2160 Accrued Wages Payable	2,353,624	-	-
2170 Due to Other Funds	7,474	669,283	135,327
2180 Due to Other Governments	409,881	139,943	-
2200 Accrued Expenditures	76,459	-	-
2300 Unearned Revenue	-	-	-
2000 Total Liabilities	<u>3,430,764</u>	<u>809,226</u>	<u>4,187,556</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
2601 Unavailable Revenue - Property Taxes	420,988	210,959	-
2600 Total Deferred Inflows of Resources	<u>420,988</u>	<u>210,959</u>	<u>-</u>
<b>FUND BALANCES</b>			
Nonspendable Fund Balance:			
3430 Prepaid Items	343	-	-
Restricted Fund Balance:			
3450 Federal or State Funds Grant Restriction	-	-	-
3470 Capital Acquisition and Contractual Obligation	-	-	39,077,743
3480 Retirement of Long-Term Debt	-	2,655,470	-
3490 Other Restricted Fund Balance	-	-	-
Assigned Fund Balance:			
3590 2024-2025 Budget Deficit	357,440	-	-
3600 Unassigned Fund Balance	13,934,729	-	-
3000 Total Fund Balances	<u>14,292,512</u>	<u>2,655,470</u>	<u>39,077,743</u>
4000 Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ 18,144,264</u>	<u>\$ 3,675,655</u>	<u>\$ 43,265,299</u>

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

Other Funds	Total Governmental Funds
\$ 1,742,422	\$ 49,861,854
-	12,647,179
-	734,937
-	(73,494)
2,072,192	2,178,682
-	450,041
-	3,100,290
-	343
<u>\$ 3,814,614</u>	<u>\$ 68,899,832</u>
\$ 265,811	\$ 4,681,729
-	219,637
-	2,353,624
2,018,743	2,830,827
2,544	552,368
28,253	104,712
108,767	108,767
<u>2,424,118</u>	<u>10,851,664</u>
-	631,947
<u>-</u>	<u>631,947</u>
-	343
1,318,779	1,318,779
-	39,077,743
-	2,655,470
71,717	71,717
-	357,440
-	13,934,729
<u>1,390,496</u>	<u>57,416,221</u>
<u>\$ 3,814,614</u>	<u>\$ 68,899,832</u>



LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE  
STATEMENT OF NET POSITION  
AUGUST 31, 2024

EXHIBIT C-2

<b>Total Fund Balances - Governmental Funds</b>	\$	57,416,221
1 The assets and liabilities of the Internal Service Funds are included in governmental activities, but are not reported in the fund financial statements.		268,974
2 Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund financial statements.		224,149,638
3 Accumulated depreciation has not been included in the fund financial statements.		(66,870,819)
4 Included in the items related to debt is the recognition of the District's proportionate share of the net pension liability required by GASB 68 in the amount of \$14,096,404, a Deferred Resource Inflow related to TRS in the amount of \$1,210,232 and a Deferred Resource Outflow related to TRS in the amount of \$5,266,886. This amounted to a decrease in Net Position in the amount of \$10,039,750.		(10,039,750)
5 Bonds payable have not been included in the fund financial statements.		(164,904,157)
6 Accreted interest on capital appreciation bonds has not been included in the fund financial statements.		(10,766,953)
7 Bond discounts and premiums are not recognized in the fund financial statements.		(18,632,693)
8 Property tax revenue reported as unavailable revenue in the fund financial statements was recognized as revenue in the government-wide financial statements.		631,947
9 Deferred charge for refunding has not been included in the fund financial statements.		2,449,241
10 Interest on outstanding debt is accrued in the government-wide financial statements, whereas in the fund financial statements interest expenditures are reported when due.		(281,230)
11 Included in the items related to government-wide long-term debt is the recognition of the District's proportionate share of the net Other Post-Employment Benefit (OPEB) liability required by GASB 75 in the amount of \$6,077,888, a Deferred Resource Inflow related to TRS OPEB in the amount of \$10,776,307, and a Deferred Resource Outflow related to TRS OPEB in the amount of \$1,986,722. This amounted to a net decrease in Net Position in the amount of \$14,867,473.		(14,867,473)
 <b>29 Net Position of Governmental Activities</b>	 \$	 <u><u>(1,447,054)</u></u>

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

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED AUGUST 31, 2024

Data Control Codes	10 General Fund	50 Debt Service Fund	60 Capital Projects
REVENUES:			
5700 Total Local and Intermediate Sources	\$ 23,132,085	\$ 14,588,719	\$ 2,399,581
5800 State Program Revenues	18,426,966	1,620,548	12,033
5900 Federal Program Revenues	913,689	-	-
5020 Total Revenues	<u>42,472,740</u>	<u>16,209,267</u>	<u>2,411,614</u>
EXPENDITURES:			
Current:			
0011 Instruction	22,743,532	-	6,274
0012 Instructional Resources and Media Services	554,331	-	-
0013 Curriculum and Instructional Staff Development	844,457	-	-
0021 Instructional Leadership	785,845	-	-
0023 School Leadership	2,170,442	-	-
0031 Guidance, Counseling, and Evaluation Services	1,596,615	-	-
0033 Health Services	371,958	-	-
0034 Student (Pupil) Transportation	1,547,726	-	-
0035 Food Services	8,145	-	-
0036 Extracurricular Activities	1,287,662	-	-
0041 General Administration	1,759,465	-	-
0051 Facilities Maintenance and Operations	5,574,890	-	-
0052 Security and Monitoring Services	1,063,719	-	-
0053 Data Processing Services	1,202,898	-	-
0061 Community Services	5,627	-	-
Debt Service:			
0071 Principal on Long-Term Liabilities	-	4,792,640	-
0072 Interest on Long-Term Liabilities	-	11,393,298	-
0073 Bond Issuance Cost and Fees	-	5,975	-
Capital Outlay:			
0081 Facilities Acquisition and Construction	12,000	-	8,304,397
Intergovernmental:			
0093 Payments to Fiscal Agent/Member Districts of SSA	6,000	-	-
0099 Other Intergovernmental Charges	250,335	-	-
6030 Total Expenditures	<u>41,785,647</u>	<u>16,191,913</u>	<u>8,310,671</u>
1200 Net Change in Fund Balances	687,093	17,354	(5,899,057)
0100 Fund Balance - September 1 (Beginning)	13,605,419	2,638,116	44,976,800
3000 Fund Balance - August 31 (Ending)	<u>\$ 14,292,512</u>	<u>\$ 2,655,470</u>	<u>\$ 39,077,743</u>

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

	Other Funds	Total Governmental Funds
\$	920,598	\$ 41,040,983
	1,379,879	21,439,426
	3,014,180	3,927,869
	5,314,657	66,408,278
	2,154,334	24,904,140
	-	554,331
	106,029	950,486
	-	785,845
	3,749	2,174,191
	242,541	1,839,156
	3,732	375,690
	-	1,547,726
	2,440,821	2,448,966
	27,776	1,315,438
	-	1,759,465
	97,819	5,672,709
	256,758	1,320,477
	-	1,202,898
	-	5,627
	-	4,792,640
	-	11,393,298
	-	5,975
	-	8,316,397
	-	6,000
	-	250,335
	5,333,559	71,621,790
	(18,902)	(5,213,512)
	1,409,398	62,629,733
\$	1,390,496	\$ 57,416,221

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED AUGUST 31, 2024

EXHIBIT C-4

<b>Total Net Change in Fund Balances - Governmental Funds</b>	\$	(5,213,512)
Current year capital outlays are expenditures in the fund financial statements, but they are shown as increases in capital assets in the government-wide financial statements. The effect of reclassifying the 2024 capital outlays is to increase net position.		8,808,147
Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The net effect of the current year's depreciation is to decrease net position in the government-wide financial statements.		(5,003,959)
Current year long-term debt principal payments on bonds payable, loans and payments of accreted interest on capital appreciation bonds are expenditures in the fund financial statements, but are shown as reductions in long-term debt in the government-wide financial statements.		7,401,889
Current year interest accretion on capital appreciation bonds is not reflected in the fund financial statements, but is shown as an increase in long term liabilities in the government-wide financial statements.		(1,091,176)
Bond premiums and discounts are not amortized in the governmental funds but are capitalized in the statement of net position.		2,815,210
The implementation of GASB 68 required that certain expenditures be de-expended and recorded as deferred resource outflows. These contributions made after the measurement date of 8/31/2023 caused the ending net position to increase in the amount of \$86,299. Contributions made before the measurement but during the 2023 FY were also de-expended and recorded as a reduction in the net pension liability for the District. These contributions were replaced with the District's pension expense for the year of \$1,215,721, which caused a net decrease in net position. The impact of all of these is to decrease net position by \$1,302,020.		(1,302,020)
Revenues from property taxes are shown as unavailable in the fund financial statements until they are considered available to finance current expenditures, but such revenues are recognized when assessed, net of an allowance for uncollectible amounts, in the government-wide financial statements.		77,517
Current year amortization of the deferred charge for refundings is not reflected in the fund financial statements, but is shown as a reduction of the deferred loss in the government-wide financial statements.		(136,582)
Interest on outstanding debt is accrued in the government-wide financial statements, whereas in the fund financial statements interest expenditures are reported when due.		7,545
The implementation of GASB 75 required that certain expenditures be de-expended and recorded as deferred resource outflows. TRS OPEB contributions made after the measurement date of 8/31/2023 but during the current fiscal year caused the ending net position to decrease in the amount of \$3,152. These contributions were replaced with the District's OPEB expense for the year, which was a \$1,493,018 expense and also caused a increase in net position. The impact of both of these is to increase the change in net position by \$1,489,866.		1,489,866
<b>Change in Net Position of Governmental Activities</b>	<b>\$</b>	<b>7,852,925</b>

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

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
AUGUST 31, 2024

EXHIBIT D-1

	Business-Type Activities -	Governmental Activities -
	Total Enterprise Funds	Total Internal Service Funds
<b>ASSETS</b>		
Current Assets:		
Cash and Cash Equivalents	\$ 82,729	\$ 254,620
Due from Other Funds	-	7,474
Inventories	-	8,545
Total Assets	82,729	270,639
<b>LIABILITIES</b>		
Current Liabilities:		
Accounts Payable	2,173	1,577
Accrued Expenses	127	88
Total Liabilities	2,300	1,665
<b>NET POSITION</b>		
Unrestricted Net Position	80,429	268,974
Total Net Position	\$ 80,429	\$ 268,974

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

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED AUGUST 31, 2024

	Business-Type Activities -	Governmental Activities -
	Total Enterprise Funds	Total Internal Service Funds
<b>OPERATING REVENUES:</b>		
Local and Intermediate Sources	\$ 552,216	\$ 144,239
State Program Revenues	40,043	2,506
Total Operating Revenues	<u>592,259</u>	<u>146,745</u>
<b>OPERATING EXPENSES:</b>		
Payroll Costs	524,260	35,425
Professional and Contracted Services	13,724	73,711
Supplies and Materials	10,825	37,609
Other Operating Costs	2,012	-
Total Operating Expenses	<u>550,821</u>	<u>146,745</u>
Operating Income	41,438	-
Total Net Position - September 1 (Beginning)	<u>38,991</u>	<u>268,974</u>
Total Net Position - August 31 (Ending)	<u>\$ 80,429</u>	<u>\$ 268,974</u>

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

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED AUGUST 31, 2024

EXHIBIT D-3

	Business-Type Activities	Governmental Activities -
	Total Enterprise Funds	Total Internal Service Funds
<u>Cash Flows from Operating Activities:</u>		
Cash Received from District	\$ -	\$ 144,239
Cash Received from Employees	552,216	-
Cash Payments for Payroll Costs	(484,217)	(32,919)
Cash Payments for Supplies and Materials	(9,078)	(25,871)
Cash Payments for Purchased Services	(13,724)	(73,711)
Cash Payments for Other Operating Expenses	(2,012)	-
Net Cash Provided by Operating Activities	<u>43,185</u>	<u>11,738</u>
Net Increase in Cash and Cash Equivalents	43,185	11,738
Cash and Cash Equivalents at Beginning of Year	39,544	242,882
Cash and Cash Equivalents at End of Year	<u>\$ 82,729</u>	<u>\$ 254,620</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>		
<u>Provided by Operating Activities:</u>		
Operating Income (Loss):	\$ 41,438	\$ -
Effect of Increases and Decreases in Current Assets and Liabilities:		
Decrease (increase) in Inventories	-	10,161
Increase (decrease) in Accounts Payable	-	1,577
Increase (decrease) in Due from Other Funds	1,747	-
Net Cash Provided by Operating Activities	<u>\$ 43,185</u>	<u>\$ 11,738</u>

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

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
AUGUST 31, 2024

	Total Custodial Funds
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 1,028,214
Other Receivables	5,910
Total Assets	<u>1,034,124</u>
<b>LIABILITIES</b>	
Accounts Payable	42,496
Due to Other Funds	276,937
Total Liabilities	<u>319,433</u>
<b>NET POSITION</b>	
Unrestricted Net Position	<u>714,691</u>
Total Net Position	<u>\$ 714,691</u>

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

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
FOR THE YEAR ENDED AUGUST 31, 2024

	Total Custodial Funds
<b>ADDITIONS:</b>	
Received from Student Groups	\$ 524,506
Total Additions	<u>524,506</u>
<b>DEDUCTIONS:</b>	
Expenses of Student Groups	467,342
Total Deductions	<u>467,342</u>
Change in Fiduciary Net Position	57,164
Total Net Position - September 1 (Beginning)	657,527
Total Net Position - August 31 (Ending)	<u>\$ 714,691</u>

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



LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2024

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Lake Dallas Independent School District (the "District") is a public educational agency operating under the applicable rules and regulations of the State of Texas. The District's combined financial statements have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units in conjunction with the Texas Education Agency's Financial Accountability System Resource Guide (FAR). The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the District are described below.

**A. REPORTING ENTITY**

The Board of Trustees, a seven member group elected by registered voters of the District, has fiscal accountability over all activities related to public elementary and secondary education within the jurisdiction of the District. The board of trustees are elected by the public. The trustees as a body corporate have the exclusive power and duty to govern and oversee the management of the public schools of the district. All powers and duties not specifically delegated by statute to the Texas Education Agency (Agency) or to the State Board of Education are reserved for the trustees, and the Agency may not substitute its judgment for the lawful exercise of those powers and duties by the trustees. The District is not included in any other governmental "reporting entity" as defined in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards.

The District's Basic financial statements include the accounts of all District operations. The criteria for including organizations as component units within the District's reporting entity, as set forth in Section 2100 of GASB's Codification of Governmental Accounting and Financial Reporting Standards, include whether:

- the organization is legally separate (can sue and be sued in their own name)
- the District holds the corporate powers of the organization
- the District appoints a voting majority of the organization's board
- the District is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the District
- there is fiscal dependency by the organization on the District

Based on the aforementioned criteria, the Lake Dallas Independent School District has no component units.

**B. BASIS OF PRESENTATION**

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. The effect of interfund activity, within the governmental and business-type activities columns, has been removed from these statements however interfund services provided and used are not eliminated in the process of consolidation. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2024

Fund Financial Statements:

The District segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate statements are presented for governmental and proprietary activities. These statements present each major fund as a separate column on the fund financial statements; all non-major funds are aggregated and presented in a single column.

Governmental funds are those funds through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources. The District has presented the following major governmental funds:

1. **General Fund** - This fund is established to account for resources financing the fundamental operations of the District, in partnership with the community, in enabling and motivating students to reach their full potential. All revenues and expenditures not required to be accounted for in other funds are included here. This is a budgeted fund and any fund balances are considered resources available for current operations. Fund balances may be appropriated by the Board of Trustees to implement its responsibilities.
2. **Debt Service Fund** - This fund is established to account for payment of principal and interest on long-term general obligation debt and other long-term debts for which a tax has been dedicated. This is a budgeted fund. Any unused sinking fund balances are transferred to the General Fund after all of the related debt obligations have been met.
3. **Capital Projects Fund** - This fund is established to account for proceeds, from the sale of bonds and other resources to be used for Board authorized acquisition, construction, or renovation, as well as, furnishings and equipping of major capital facilities. Upon completion of a project, any unused bond proceeds are transferred to the Debt Service Fund and are used to retire related bond principal.

Additionally, the District reports the following fund types:

1. **Special Revenue Funds** - These funds are established to account for federally financed or expenditures legally restricted for specified purposes. In many special revenue funds, any unused balances are returned to the grantor at the close of specified project periods. For funds in this fund type, project accounting is employed to maintain integrity for the various sources of funds.
2. **Enterprise Fund** - The District utilizes an enterprise fund to account for the Districts' activities for which outside users are charged a fee roughly equal to the cost of providing the goods or services of those activities. The District uses this fund to account for its child care program, because the child care program is generally self-supporting and does not normally require subsidies from the general fund.
3. **Internal Service Funds** - The District utilizes Internal Service Funds to account for revenues and expenses related to services provided to parties inside the District on a cost reimbursement basis. These funds facilitate distribution of support costs to the users of support services. The District has internal service funds for its print shop and computer operations.

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2024

4. **Fiduciary Funds** - The District reports the Custodial Fund as a Fiduciary Fund. The Custodial Fund is custodial in nature and account for activities of student groups. Custodial Fund uses the accrual basis of accounting to recognize assets, liabilities, revenues and expenses. The Custodial Fund exists with the explicit approval of, and are subject to revocation by, the Board.

The internal service funds are proprietary fund types. Proprietary funds distinguish operating revenues and expenses from non-operating 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. Operating expenses for the proprietary funds include the cost of personal and contractual services, supplies and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**C. MEASUREMENT FOCUS/BASIS OF ACCOUNTING**

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide statements and fund financial statements for proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets, deferred outflows of resources, liabilities and deferred inflows of resources (whether current or non-current) are included on the statement of net position and the operating statements present increases (revenues) and decreases (expenses) in net total position. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recognized at the time the liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The District considers property taxes as available if they are collected within 60 days after year-end. A 90 day availability period is used for recognition of all other Governmental Fund revenues. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences are recorded only when payment is due.

The fiduciary net position of the Teacher Retirement System of Texas (TRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities and additions to/deductions from TRS's fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
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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 post-employment benefits, OPEB expense, and information about assets, liabilities and additions to/deductions from TRS-Care's fiduciary net position. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no investments as this is a pay-as-you-go plan and all cash is held in a cash account.

The revenue susceptible to accrual are property taxes, charges for services, interest income and intergovernmental revenues. No income from investments reported in one fund is assigned to another fund. All other Governmental Fund Type revenues are recognized when received.

Revenues from state and federal grants are recognized as earned when the related program expenditures are incurred. Funds received but unearned are reflected as unearned revenues, and funds expended but not yet received are shown as receivables.

Revenue from investments, including governmental external investment pool, is based upon fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. Most investments are reported at amortized cost when the investments have remaining maturities of one year or less at time of purchase. External investment pools are permitted to report short-term debt investments at amortized cost, provided that the fair value of those investments is not significantly affected by the impairment of the credit standing of the issuer, or other factors. For that purpose, a pool's short-term investments are those with remaining maturities of up to ninety days.

In accordance with the FAR, the District has adopted and installed an accounting system which exceeds the minimum requirements prescribed by the State Board of Education and approved by the State Auditor. Specifically, the District's accounting system uses codes and the code structure presented in the Accounting Code Section of the FAR.

**D. BUDGETARY CONTROL**

Formal budgetary accounting is employed for all required Governmental Fund Types, as outlined in TEA's FAR module, and is presented on the modified accrual basis of accounting consistent with generally accepted accounting principles. The budget is prepared and controlled at the function level within each organization to which responsibility for controlling operations is assigned.

The official school budget is prepared for adoption for required Governmental Fund Types prior to August 20 of the preceding fiscal year for the subsequent fiscal year beginning September 1. The budget is formally adopted by the Board of Trustees at a public meeting held at least ten days after public notice has been given. The budget is prepared by fund, function, object, and organization. The budget is controlled at the organizational level by the appropriate department head or campus principal within Board allocations. Therefore, organizations may transfer appropriations as necessary without the approval of the board unless the intent is to cross fund, function or increase the overall budget allocations. Control of appropriations by the Board of Trustees is maintained within Fund Groups at the function code level and revenue object code level.

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund, Child Nutrition Fund and the Debt Service Fund. The special revenue funds and the Capital Projects Fund adopt project-length budgets which do not correspond to the District's fiscal year. Each annual budget is presented on the modified accrual basis of accounting which is consistent with generally accepted accounting principles. The budget is amended throughout the year by the Board of Trustees. Such amendments are reflected in the official minutes of the Board.

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
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A reconciliation of fund balances for both appropriated budget and nonappropriated budget special revenue funds is as follows:

August 31, 2024	
<u>Fund Balance</u>	
Appropriated Budget Funds - Food Service Special Revenue Fund	\$1,289,706
Nonappropriated Budget Funds	<u>100,790</u>
All Special Revenue Funds	<u>\$1,390,496</u>

**E. ENCUMBRANCE ACCOUNTING**

The District employs encumbrance accounting, whereby encumbrances for goods or purchased services are documented by purchase orders and contracts. An encumbrance represents a commitment of Board appropriation related to unperformed contracts for goods and services. The issuance of a purchase order or the signing of a contract creates an encumbrance but does not represent an expenditure for the period, only a commitment to expend resources. Appropriations lapse at August 31 and encumbrances outstanding at that time are either canceled or appropriately provided for in the subsequent year's budget. There were no outstanding encumbrances at August 31, 2024 that were subsequently provided for in the 2024-25 budget.

**F. PREPAYMENTS**

Certain payments to vendors reflect cost applicable to future accounting periods and are recorded using the consumption method in both government-wide and fund financial statements. The prepaid items have been identified as a non-spendable fund balance since it is not available for other subsequent expenditures.

**G. INVENTORIES**

The consumption method is used to account for inventories of printing supplies and computer equipment. Under this method, these items are carried in an inventory account of the respective fund at cost, using the first-in, first-out method of accounting and are subsequently charged to expenditures when consumed.

**H. INTERFUND RECEIVABLES AND PAYABLES**

Short-term amounts owed between funds are classified as "Due to/from other funds". Interfund loans are classified as "Advances to/from other funds" and are offset by a fund balance reserve account. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances" and "internal advances".

**I. CAPITAL ASSETS**

Capital assets, which includes property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their acquisition value. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized. Interest has not been capitalized during the construction period on property, plant and equipment.

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
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Assets capitalized have an original cost of \$5,000 or more and over one-year of useful life. Depreciation has been calculated on each class of depreciable property using the straight-line method. Estimated useful lives are as follows:

Buildings and Improvements	50 Years
Furniture and Equipment	7-10 Years

**J. COMPENSATED ABSENCES**

It is the District's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the District does not have a policy to pay any amounts when employees separate from service with the District. All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

**K. CASH EQUIVALENTS**

For purposes of the statement of cash flows, investments are considered to be cash equivalents if they are highly liquid with maturities of three months or less at the time of purchase.

**L. NET POSITION**

Net position represents the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources. Net investment in Capital Assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds and the deferred charge for refunding. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislations adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Unrestricted net position are available for general governmental uses. When both restricted and unrestricted net position are available, restricted net position are expended before unrestricted net position is such use is consistent with the restricted purpose.

**M. LONG-TERM OBLIGATIONS**

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

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 net pension and net OPEB liability are reduced through the General Fund.

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
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**N. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES**

Deferred outflows and inflows of resources are reported in the statement of financial position as described below:

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

**Deferred outflows of resources for refunding** - Reported in the government-wide statement of net position, the deferred charge on bond refundings results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The amount of deferred outflows reported in the governmental activities for the deferred charge on bond refundings at August 31, 2024 was \$2,449,241.

**Deferred outflows of resources for pensions** - Reported in the government-wide financial statement of net position, this deferred outflow results from pension plan contributions made after the measurement date of the net pension liability and the results of differences between expected and actual actuarial experiences. The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the next fiscal year. The other pension related deferred outflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with pensions through the pension plan which is currently approximately 5.6705 years.

The amount of deferred outflows reported in the governmental activities for deferred pension expenses at August 31, 2024 was \$5,266,886.

**Deferred outflows of resources for OPEB**- Reported in the government-wide financial statement of net position, this deferred outflow results from OPEB plan contributions made after the measurement date of the net OPEB liability and the results of differences between expected and actual investment earnings and changes in proportionate share. The deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the next fiscal year. The other OPEB related deferred outflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with OPEB through the OPEB plan which is currently approximately 9.2215 years. The amount of deferred outflows reported for deferred OPEB expense at August 31, 2024 was \$1,986,722.

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

**Deferred inflows of resources for unavailable revenues** - Reported only in the governmental funds balance sheet, unavailable revenues from property taxes arise under the modified accrual basis of accounting. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The District reported property taxes that are unavailable as deferred inflows of resources in the fund financial statements. The amount of deferred inflows of resources reported in the governmental funds at August 31, 2024 was \$631,947.

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**Deferred inflows of resources for pensions** - Reported in the government-wide financial statement of net position, these deferred inflows result primarily from differences between projected and actual earnings on pension plan investments and other actuarial and other assumption differences. These amounts will be amortized over a closed 5-year period. In fiscal year 2024, the District reported deferred inflows of resources for pensions in the governmental activities in the amount of \$1,210,232.

**Deferred inflows of resources for OPEB** - Reported in the government-wide financial statement of net position, these deferred inflows result primarily from differences between expected and actual experience and from changes in assumptions. These amounts will be amortized over the average expected remaining service life (AERSL) of all members (9.2215 years for the 2023 measurement year). In fiscal year 2024, the District reported deferred inflows of resources for OPEB in the governmental activities in the amount of \$10,776,307.

**O. RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal 2024, the District purchased commercial insurance to cover general liabilities. There were no significant reductions in coverage in the past fiscal year, and there were no settlements exceeding insurance coverage for each of the past three fiscal years.

During the year ended August 31, 2024, the District participated in the Texas Association of School Boards Risk Management Fund (the Fund). The Fund was created and is operated under provisions of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code. The following are Funds the District participated in during the year ended August 31, 2024.

**Workers' Compensation Aggregate Deductible**

During the year ended August 31, 2024, the District met its statutory workers' compensation obligations through participation in the TASB Risk Management Fund (the Fund). The Fund's Workers Compensation Program is authorized by Chapter 504, Texas Labor Code. All members participating in the Fund execute Interlocal Agreements that define the responsibilities of the parties. The Fund provides statutory workers' compensation benefits to its members and their injured employees.

The District participates in the Fund's reimbursable aggregate deductible program. As such, the member is responsible for a certain amount of claims liability as outlined on the member's Contribution and Coverage Summary document. After the member's deductible has been met, the Fund is responsible for additional claims liability.

The Fund and its members are protected against higher than expected claims cost through the purchase of stop loss coverage for any claim in excess of the Fund's self-insured retention of \$2.0 million. The Fund uses the services of an independent actuary to determine reserve adequacy and fully funds those reserves. As of August 31, 2023, the fund carries a discounted reserve of \$48,919,036 for future development on reported claims and claims that have been incurred but not yet reported. For the year-ended August 31, 2024, the Fund anticipates no additional liability to members beyond their contractual obligations for payment of contributions and reimbursable aggregate deductibles.

The Fund engages the services of independent auditors to conduct a financial audit after the close of each year on August 31. The audit is accepted by the Fund's Board of Trustees in February of the following year. The Fund's audited financial statements as of August 31, 2022, are available on the TASB Risk Management Fund website and have been filed with the Texas Department of Insurance in Austin.

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**Unemployment Compensation Pool**

During the year ended August 31, 2024, Lake Dallas ISD provided unemployment compensation coverage to its employees through participation in the TASB Risk Management Fund (the Fund). The Fund was created and is operated under the provisions of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code. The Fund's Unemployment Compensation Program is authorized by Section 22.005 of the Texas Education Code and Chapter 172 of the Texas Local Government Code. All members participating in the Fund execute Interlocal Agreements that define the responsibilities of the parties.

The Fund meets its quarterly obligation to the Texas Workforce Commission. Expenses are accrued monthly until the quarterly payment has been made. Expenses can be reasonably estimated; therefore there is no need for specific or aggregate stop loss coverage for the Unemployment Compensation pool. For the year ended August 31, 2024, the Fund anticipates that Lake Dallas ISD has no additional liability beyond the contractual obligation for payment of contribution.

The Fund engages the services of an independent auditor to conduct a financial audit after the close of each year on August 31. The audit is accepted by the Fund's Board of Trustees in February of the following year. The Fund's audited financial statements as of August 31, 2022, are available on the TASB Risk Management Fund website and have been filed with the Texas Department of Insurance in Austin.

**Auto, Liability and Property Programs**

During the year ended August 31, 2024, Lake Dallas ISD participated in the following TASB Risk Management Fund (the Fund) programs:

- Auto Liability
- Auto Physical Damage
- Legal Liability
- Privacy & Information Security
- Property

The Fund was created and is operated under the provisions of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code. All members participating in the Fund execute Interlocal Agreements that define the responsibilities of the parties.

The Fund purchases stop-loss coverage for protection against catastrophic and larger than anticipated claims for its Auto, Liability and Property programs. The terms and limits of the stop-loss program vary by line of coverage. The Fund uses the services of an independent actuary to determine the adequacy of reserves and fully funds those reserves. For the year ended August 31, 2024, the Fund anticipates Lake Dallas ISD has no additional liability beyond the contractual obligations for payment of contributions.

The Fund engages the services of an independent auditor to conduct a financial audit after the close of each year on August 31. The audit is accepted by the Fund's Board of Trustees in February of the following year. The Fund's audited financial statements as of August 31, 2022, are available on the TASB Risk Management Fund website and have been filed with the Texas Department of Insurance in Austin.

**P. ESTIMATES**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 2. FUND BALANCE**

The District has implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent.

Fund Balance Classification: The governmental fund financial statements present 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 amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The District has classified prepaid items as being nonspendable as these items are not expected to be converted to cash.
- Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. Debt service resources are to be used for future servicing of the District's bonded debt and are restricted through debt covenants. Federal and State grant resources are being restricted because their use is restricted pursuant to the mandates of the Federal or State grants. Capital projects resources are restricted for future capital outlay.
- Committed: This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the District's Board of Trustees. The Board of Trustees establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Board of Trustees have committed resources as of August 31, 2024 for campus activities.
- Assigned: This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Trustees or through the Board of Trustees delegating this responsibility to other individuals in the District by Board resolution. Under the Board's adopted policy, the Superintendent has been given the authority to assign amounts for specific purposes. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- Unassigned: This classification includes all amounts not included in other spendable classifications, including the residual fund balance for the General Fund. A negative unassigned fund balance may be reported in other governmental funds if expenditures incurred for specific purposes exceed the amounts restricted, committed or assigned to those purposes. The General Fund is the only fund that reports a positive unassigned fund balance.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board of Trustees has provided otherwise in its commitment or assignment actions.

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The details of the fund balances are included in the Governmental Funds Balance Sheet (pages 38) and are described below:

**General Fund**

The General Fund has unassigned fund balance of \$13,934,729 at August 31, 2024. Prepayments (prepaid items) of \$343 are considered nonspendable fund balance assigned.

**Other Major Funds**

The Debt Service Fund has restricted funds of \$2,655,470 at August 31, 2024 consisting primarily of property tax collections that are restricted for debt service payments on bonded debt. The Capital Projects Fund has restricted funds of \$39,077,743 at August 31, 2024 consisting primarily of unspent bond funds.

**Other Funds**

The fund balance of \$71,717 of the Campus Activity Fund (a special revenue fund) is shown as committed due to Board policy committing those funds to campus activities. The fund balance of \$1,289,706 in the Food Service Fund is shown as restricted for food service operations. The other fund balances of \$29,073 in the other special revenue funds are restricted due to grant agreements.

**NOTE 3. DEPOSITS AND INVESTMENTS**

The District's funds are required to be deposited and invested under the terms of a depository contract. The depository bank deposits for safekeeping and trust with the District's agent bank approved pledged securities in an amount sufficient to protect District funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.

1. Cash Deposits:

At August 31, 2024, the carrying amount of the District's deposits checking accounts and interest-bearing savings accounts was \$2,006,750 which includes \$1,088 petty cash and the combined bank balance was \$2,015,318. The District's cash deposits at August 31, 2024 were entirely covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name.

2. Investments:

The Public Funds Investment Act (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the District to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, (9) and bid solicitation preferences for certificates of deposit. Statutes authorize the District to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas; (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances, (7) Mutual Funds, (8) Investment pools, (9) guaranteed investment contracts, (10) and common trust funds. The Act also requires the District to have independent auditors perform test procedures related to investment practices as provided by the Act. The district is in substantial compliance with the requirements of the Act and with local policies.

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

- a. 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, 2024, the District’s cash balances totaled \$2,015,318. This entire amount was either collateralized with securities held by the District’s financial institution’s agent in the District’s name or covered by FDIC insurance. Thus, the District’s deposits are not exposed to custodial credit risk at August 31, 2024.
- b. 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. At August 31, 2024, the District held all of its investments in four public funds investment pools (TexPool, Lone Star, LOGIC and Texas Daily). Investments in external investment pools are considered unclassified as to custodial credit risk because they are not evidenced by securities that exist in physical or book entry form.
- c. Credit Risk – This is the risk that an issuer or other counterparty to an investment will be unable to fulfill its obligations. The rating of securities by nationally recognized rating agencies is designed to give an indication of credit risk. Credit risk is monitored and controlled by purchasing quality related instruments that have been evaluated by agencies such as Standard and Poor’s or Moody’s Investment Services.

The District utilizes government investment pools as part of its investment strategy.

Board policy states that investment pools must:

1. Have an average weighted maturity of less than two years;
2. Are invested exclusively in obligations approved by Government Code Chapter 2256, Subchapter A, regarding authorized investments (Public Funds Investment Act);
3. Are continuously rated by at least one nationally recognized investment rating firm of not less than AAA or its equivalent; and
4. Conform to the requirements in Government Code Section 2256.016(b) and (c) relating to the eligibility of investment pools to receive and invest funds of investing entities.

The credit quality rating for the four investment pools range from AAA (Standard and Poor’s) to AAAM (Standard and Poor’s)

- d. Interest Rate Risk - This is the risk that changes in interest rates will adversely affect the fair value of an investment. The District manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than one year from the time of purchase. The weighted average maturity for each of the four investment pools is less than 120 days. The District follows its investment policy to limit investments only in government investments pools with average maturities of less than 120 days.
- e. Foreign Currency Risk - This is the risk that exchange rates will adversely affect the fair value of an investment. At August 31, 2024, the District was not exposed to foreign currency risk.

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
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- f. Concentration of Credit Risk - This is the risk of loss attributed to the magnitude of the District's investment in a single issuer (i.e., lack of diversification). Concentration risk is defined as positions of 5 percent or more in the securities of a single issuer. Investment pools are excluded from the 5 percent disclosure requirement.

Public funds investment pools in Texas ("Pools") are established under the authority of the Interlocal Cooperation Act, Chapter 79 of the Texas Government Code, and are subject to the provisions of the Public Funds Investment Act (the "Act"), Chapter 2256 of the Texas Government Code. In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires Pools to: 1) have an advisory board composed of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool; 2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service; and 3) maintain the fair value of its underlying investment portfolio within one half of one percent of the value of its shares.

The District's investments in Pools are reported at an amount determined by the fair value per share of the pool's underlying portfolio, unless the pool is 2a7-like, in which case they are reported at share value. A 2a7-like pool is one which is not registered with the Securities and Exchange Commission ("SEC") as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940.

The District's investments at August 31, 2024, are shown below:

<u>Name</u>	<u>Carrying Amount</u>	<u>Fair Value</u>	<u>Maturity Date</u>
TexPool	\$ 400,201	\$ 400,201	N/A
Texas Daily	55,473,477	55,473,477	N/A
Lone Star	2,523,851	2,523,851	N/A
LOGIC	<u>143,451</u>	<u>143,451</u>	N/A
Total	<u>\$58,540,980</u>	<u>\$58,540,980</u>	

**Fair Value Measurements**

The District categorizes its fair value measurements with the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The District's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

The District's investment in Texpool, Texas Daily, Lone Star, and Logic (statewide 2a7-like external investment pools) are not required to be measured at fair value but are measured at amortized cost.

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
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**NOTE 4. CAPITAL ASSETS**

Capital asset activity for the year ended August 31, 2024, was as follows:

	Balance September 1	Additions/ Completions	Retirement/ Adjustments	Balance August 31
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 7,295,038	\$ -	\$ -	\$ 7,295,038
Work in Progress	-	7,753,099	-	7,753,099
Total capital assets, not being depreciated	<u>7,295,038</u>	<u>7,753,099</u>	-	<u>15,048,137</u>
Capital assets, being depreciated:				
Buildings and Improvements	196,333,122	332,708	-	196,665,830
Furniture and Equipment	11,713,331	722,340	-	12,435,671
Total capital assets, being depreciated	<u>208,046,453</u>	<u>1,055,048</u>	-	<u>209,101,501</u>
Less accumulated depreciation for:				
Buildings and Improvements	(53,409,759)	(4,410,242)	-	(57,820,001)
Furniture and Equipment	(8,457,101)	(593,717)	-	(9,050,818)
Total accumulated depreciation	<u>(61,866,860)</u>	<u>(5,003,959)</u>	-	<u>(66,870,819)</u>
Total capital assets being depreciated, net	<u>146,179,593</u>	<u>(3,948,911)</u>	-	<u>142,230,682</u>
Governmental activities capital assets, net	<u>\$ 153,474,631</u>	<u>\$ 3,804,188</u>	<u>\$ -</u>	<u>\$ 157,278,819</u>

Depreciation expense was charged as direct expense to programs of the District as follows:

Governmental activities:	
Instruction	\$2,754,660
Instructional Resources & Media Services	66,415
Curriculum & Instructional Staff Development	101,175
Instructional Leadership	94,153
School Leadership	260,042
Guidance, Counseling & Evaluation Services	191,291
Health Services	44,564
Student (Pupil) Transportation	171,221
Food Services	976
Extracurricular Activities	153,350
General Administration	210,803
Plant Maintenance and Operations	683,070
Security & Data Processing Services	271,565
Capital Outlay and Other	674
Total depreciation expense-Governmental activities	<u>\$5,003,959</u>

**NOTE 5. LONG-TERM DEBT**

Long-term debt includes par bonds, capital appreciation (deep discount) serial bonds and a loan. All long-term debt represents transactions in the District's governmental activities. No long-term debt exists in the District's business-type activities.

The District has entered into a continuing disclosure undertaking to provide Annual Reports and Material Event Notices to the State Information Depository of Texas (SID), which is the Municipal Advisory Council. This information is required under SEC Rule 15c2-12 to enable investors to analyze the financial condition and operations of the District.

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The following is a summary of the changes in the District's Long-term Debt for the year ended August 31, 2024:

<u>Description</u>	Interest Rate Payable	Amount Original Issue	Amounts Outstanding 9/1/2023	Additions	Refunded/ Retired	Amounts Outstanding 8/31/2024	Due Within One Year
Bonded Indebtedness:							
2001 Bldg/Refunding	4.00-5.70%	\$ 13,264,871	\$ 3,693,540	\$ -	\$ 673,810	\$ 3,019,730	\$ 789,690
2013 Refunding	2.00-4.00%	8,955,000	8,855,000	-	-	8,855,000	785,000
2014 Refunding	2.00-4.00%	9,295,000	5,210,000	-	900,000	4,310,000	210,000
2015 Refunding	0.47-5.00%	19,063,027	12,965,558	-	33,831	12,931,727	16,564
2016 Refunding	2.00-4.00%	24,877,700	21,987,700	-	435,000	21,552,700	470,000
2019 Building Bonds	4.00-5.00%	16,130,000	13,375,000	-	780,000	12,595,000	695,000
2019-A Building Bonds	3.00-5.00%	63,900,000	63,525,000	-	490,000	63,035,000	880,000
2021 Refunding	3.00%	6,540,000	5,210,000	-	645,000	4,565,000	105,000
2023 Building Bonds	4.00-5.00%	34,875,000	34,875,000	-	835,000	34,040,000	510,000
Total Bonded Indebtedness			<u>169,696,798</u>	-	<u>4,792,641</u>	<u>164,904,157</u>	<u>4,461,254</u>
Accreted Interest			12,285,025	1,091,176	2,609,248	10,766,953	2,421,381
Discount/Premium on Issuance of Debt			<u>21,447,903</u>	-	<u>2,815,210</u>	<u>18,632,693</u>	<u>1,029,716</u>
Total Other Obligations			<u>33,732,928</u>	<u>1,091,176</u>	<u>5,424,458</u>	<u>29,399,646</u>	<u>3,451,097</u>
Total Obligations of District			<u>\$ 203,429,726</u>	<u>\$ 1,091,176</u>	<u>\$ 10,217,099</u>	<u>\$ 194,303,803</u>	<u>\$ 7,912,351</u>

The 2001, 2015, and 2016 bond series include outstanding capital appreciation bonds in the principal amount of \$4,924,158. The bonds mature variously through 2033. Interest accrues on these bonds each February 15 and August 15, even though the interest is not paid until maturity. The accrued interest of \$10,766,953 is accounted for as Accrued Interest Payable-Capital Appreciation Bonds.

General Obligation Bonds are direct obligations issued on a pledge of the general taxing power for the payment of the debt obligations of the District. General Obligation Bonds require the District to compute, at the time taxes are levied, the rate of tax required to provide (in each year bonds are outstanding) a fund to pay interest and principal at maturity. The District is in compliance with this requirement.

There are a number of limitations and restrictions contained in the various general obligation bonds indentures. The District is in compliance with all significant limitations and restrictions at August 31, 2024.

Presented below is a summary of general obligation bond requirements to maturity:

Year Ended August 31,	<u>General Obligation</u>		Total <u>Requirements</u>
	<u>Principal</u>	<u>Interest</u>	
2025	\$ 5,119,600	\$ 12,584,343	\$ 17,703,943
2026	4,568,711	9,062,483	13,631,194
2027	4,689,570	8,939,874	13,629,444
2028	4,665,176	8,965,268	13,630,444
2029	5,134,709	8,494,285	13,628,994
2030-2034	31,226,391	28,377,177	59,603,568
2035-2039	40,015,000	17,634,718	57,649,718
2040-2044	31,535,000	10,359,994	41,894,994
2045-2049	37,950,000	3,947,244	41,897,244
Thereafter	-	-	-
	<u>\$164,904,157</u>	<u>\$108,365,386</u>	<u>\$273,269,543</u>

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**NOTE 6. DEBT REFUNDING**

The District's deferred charges on bond refundings are as follows:

Balance – August 31, 2023	\$2,585,823
Current year amortization	<u>(136,582)</u>
Balance – August 31, 2024	<u>\$2,449,241</u>

**NOTE 7. PROPERTY TAXES**

Property taxes are considered available when collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The District levies its taxes on October 1 on the assessed (appraised) value listed as of the prior January 1 for all real and business personal property located in the District in conformity with Subtitle E, Texas Property Tax Code. Taxes are due upon receipt of the tax bill and are past due and subject to interest if not paid by February 1 of the year following the October 1 levy date. The assessed value of the property tax roll upon which the levy for the 2023-24 fiscal year was based was \$3,111,782,774. Taxes are delinquent if not paid by August 31. Delinquent taxes are subject to both penalty and interest charges plus 15 % delinquent collection fees for attorney costs.

The tax rates assessed for the year ended August 31, 2024, to finance General Fund operations and the payment of principal and interest on general obligation long-term debt were \$0.7575 and \$0.50 per \$100 valuation, respectively, for a total of \$1.2575 per \$ 100 valuation.

Current tax collections for the year ended August 31, 2024 were 99.38% of the year-end adjusted tax levy. Delinquent taxes are prorated between maintenance and debt service based on rates adopted for the year of the levy. Allowances for uncollectible taxes within the General and Debt Service Funds are based on historical experience in collecting taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. As of August 31, 2024, property taxes receivable, net of estimated uncollectible taxes, totaled \$437,452 and \$223,991 for the General and Debt Service Funds, respectively.

Property taxes are recorded as receivables and unavailable revenues at the time the taxes are assessed. Revenues are recognized as the related ad valorem taxes are collected. Additional amounts estimated to be collectible in time to be a resource for payment of obligations incurred during the fiscal year and therefore susceptible to accrual in accordance with Generally Accepted Accounting Principles have been recognized as revenue.

**NOTE 8. DEFINED BENEFIT PENSION PLAN**

*Plan Description.* Lake Dallas Independent School District participates in a cost-sharing multiple-employer defined benefit pension that has a special funding situation. The plan is administered by the Teacher Retirement System of Texas (TRS). TRS's defined benefit pension plan is established and administered in accordance with the Texas Constitution, Article XVI, Section 67 and Texas Government Code, Title 8, Subtitle C. The pension trust fund is a qualified pension trust under Section 401(a) of the Internal Revenue Code. The Texas Legislature establishes benefits and contribution rates within the guidelines of the Texas Constitution. The pension's Board of Trustees does not have the authority to establish or amend benefit terms.

All employees of public, state-supported educational institutions in Texas who are employed for one-half or more of the standard work load and who are not exempted from membership under Texas Government Code, Title 8, Section 822.002 are covered by the system.

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**Pension Plan Fiduciary Net Position.** Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately-issued Annual Comprehensive Financial Report (ACFR) that includes financial statements and required supplementary information. That report may be obtained on the Internet at <https://trs.texas.gov/pages/aboutpublications.aspx>, by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698, or by calling (512)542-6592.

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

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

**Contributions.** Contribution requirements are established or amended pursuant to Article 16, section 67 of the Texas Constitution which requires the Texas legislature to establish a member contribution rate of not less than 6% of the member's annual compensation and a state contribution rate of not less than 6% and not more than 10% of the aggregate annual compensation paid to members of the system during the fiscal year.

Employee contribution rates are set in state statute, Texas Government Code 825.402. The TRS Pension Reform Bill (Senate Bill 12) of the 86<sup>th</sup> Texas Legislature amended Texas Government Code 825.402 for member contributions and increased employee and employer contribution rates for fiscal years 2019 thru 2025.

	<u>Contribution Rates</u>	
	<u>2023</u>	<u>2024</u>
Member	8.00%	8.25%
Non-Employer Contributing Entity (State)	8.00%	8.25%
Employers	8.00%	8.25%
Lake Dallas ISD FY2024 Employer Contributions	\$	1,120,793
Lake Dallas ISD FY2024 Member Contributions	\$	2,541,774
Lake Dallas ISD FY2024 NECE On-Behalf Contributions	\$	1,872,002

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 the TRS. In each respective role, the State contributes to the plan in accordance with state statutes and the General Appropriations Act (GAA).

As the non-employer contributing entity for public education, the State of Texas contributes to the retirement system an amount equal to the current employer contribution rate times the aggregate annual compensation of all participating members of the pension trust fund during that fiscal year reduced by the amounts described below which are paid by the employers. Employers including public schools are required to pay the employer contribution rate in the following instances:

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- 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 source or a privately sponsored source, from non-educational and general, or local funds.
- All public schools must contribute 1.8 percent of the member's salary beginning in fiscal year 2023, gradually increasing to 2 percent in fiscal year 2025.

In addition to the employer contributions listed above, there are additional 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.

**Actuarial Assumptions.** The total pension liability in the August 31, 2023 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	August 31, 2022 rolled forward to August 31, 2023
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Fair Value
Single Discount Rate	7.00%
Long-term expected Investment Rate of Return	7.00%
Municipal Bond Rate as of August 2023	4.13%
Inflation	2.30%
Salary Increases Including Inflation	2.95% to 8.95%
Benefit Changes During the Year	None
Ad hoc Post Employment Benefit Changes	None

The actuarial methods and assumptions are used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2022. For a full description of these assumptions please see the actuarial valuation report dated November 22, 2022.

**Discount Rate.** A single discount rate of 7.00 percent was used to measure the total pension liability. The single discount rate was based on the expected rate of return on plan investments of 7.00 percent. The projection of cash flows used to determine this single discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the legislature during the 2019 session. It is assumed that future employer and state contributions will be 9.50 percent of payroll in fiscal year 2024 gradually increasing to 9.56 percent in fiscal year 2025 and thereafter. This includes all employer and state contributions for active and rehired retirees.

Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all 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 rate of return on pension plan investments is 7.00%.

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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 geometric real rates of return for each major asset class included in the Systems target asset allocation as of August 31, 2023 are summarized below:

Asset Class	Target Allocation <sup>1</sup>	Long-Term Expected Arithmetic Real Rate of Return <sup>2</sup>	Expected Contribution To Long-Term Portfolio Returns
<b>Global Equity</b>			
U.S.	18%	4.0%	1.00%
Non-U.S. Developed	13%	4.5%	0.90%
Emerging Markets	9%	4.8%	0.70%
Private Equity	14%	7.0%	1.50%
<b>Stable Value</b>			
Government Bonds	16%	2.5%	0.50%
Absolute Return <sup>4</sup>	0%	3.6%	0.00%
Stable Value Hedge Funds	5%	4.1%	0.20%
<b>Real Return</b>			
Real Estate	15%	4.9%	1.10%
Energy, Natural Resources	6%	4.8%	0.40%
Commodities	0%	4.4%	0.00%
<b>Risk Parity</b>			
Risk Parity	8%	4.5%	0.40%
<b>Leverage</b>			
Cash	2%	3.7%	0.00%
Asset Allocation Leverage	-6%	4.4%	-0.10%
Inflation Expectation	-		2.30%
Volatility Drag <sup>3</sup>	-		-0.90%
<b>Total</b>	<u>100%</u>		<u>8.00%</u>

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

	1% Decrease in Discount Rate (6.00%)	Discount Rate (7.00%)	1% Increase in Discount Rate (8.00%)
Lake Dallas ISD's proportionate share of the net pension liability:	\$21,074,904	\$14,096,404	\$8,293,776

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.** At August 31, 2024, Lake Dallas Independent School District reported a liability of \$14,096,404 for its proportionate share of the TRS's net pension liability. This liability reflects a reduction for State pension support provided to Lake Dallas Independent School District. The amount recognized by Lake Dallas Independent School 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 Lake Dallas Independent School District were as follows:

<sup>1</sup> Target allocations are based on the FY23 policy model.

<sup>2</sup> Capital Market Assumptions come from Aon Hewitt (as of 06/30/2023).

<sup>3</sup> The volatility drag results from the conversion between arithmetic and geometric mean returns.

<sup>4</sup> Absolute Return includes credit sensitive investments.

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District's Proportionate share of the collective net pension liability	\$14,096,404
State's proportionate share that is associated with the District	<u>23,347,004</u>
Total	<u>\$37,443,408</u>

The net pension liability was measured as of August 31, 2022 and rolled forward to August 31, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer's proportion of the net pension liability was based on the employer's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2022 thru August 31, 2023.

At August 31, 2023 the employer's proportion of the collective net pension liability was 0.020521666%, a decrease of 4.0% from its proportionate share of 0.0213777265% at August 31, 2022.

**Changes in Assumptions and Benefits Since the Prior Actuarial Valuation.**

The actuarial assumptions and methods are the same as used in the determination of the prior year's net pension liability.

The Texas 2023 Legislature passed legislation that provides a one-time stipend to certain retired teachers. The stipend was paid to retirees beginning in September of 2023. The Legislature appropriated funds to pay for this one-time stipend so there will be no impact on the net pension liability of TRS. In addition, the Legislature also provided for a cost of living adjustment (COLA) to retirees which was approved during the November 2023 elections which will be paid in January, 2024. Therefore, this contingent liability was not reflected as of August 31, 2023.

The amount of pension expense recognized by Lake Dallas Independent School District in the reporting period was \$2,443,182.

For the year ended August 31, 2024 Lake Dallas Independent School District recognized pension expense of \$1,872,002 and revenue of \$1,872,002 for support by the State.

At August 31, 2024, Lake Dallas Independent School District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources (The amounts shown below will be the cumulative layers from the current and prior years combined.):

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 502,260	\$ 170,692
Changes in actuarial assumptions	1,333,244	326,275
Difference between projected and actual investment earnings	2,051,369	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	259,220	713,265
Contributions paid to TRS subsequent to the measurement date	1,120,793	-
Total	\$5,266,886	\$1,210,232

The net amounts of the District's balances of deferred outflows and inflows of resources (not including the deferred contribution paid subsequent to the measurement date) related to pensions will be recognized in pension expense as follows:

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Year ended August 31:	Pension Expense Amount	Balance of Deferred Outflows (Deferred Inflows)
2025	\$ 676,383	\$ 2,258,479
2026	211,839	2,047,639
2027	1,596,731	450,908
2028	444,936	5,972
2029	5,972	-
Thereafter	-	-

**NOTE 9. DEFINED OTHER POST-EMPLOYMENT BENEFIT PLANS**

**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 with a special funding situation. The TRS-Care program was established in 1986 by the Texas Legislature.

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

**OPEB Plan Fiduciary Net Position.** Detail information about the TRS-Care’s fiduciary net position is available in the separately-issued TRS Annual Comprehensive Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at <http://www.trs.texas.gov/pages/aboutpublications.aspx>; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512) 542-6592.

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

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

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

<b>TRS-Care Monthly for Retirees</b>		
	<u>Medicare</u>	<u>Non-Medicare</u>
Retiree*	\$ 135	\$ 200
Retiree and Spouse	529	689
Retiree* and Children	468	408
Retiree and Family	1,020	999

\* or surviving spouse

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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 active employee compensation. 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 .65% of salary. Section 1575.204 establishes an employer contribution rate of not less than 0.25 percent or not more than 0.75 percent of the salary of each active employee of the public school. The actual employer contribution rate is prescribed by the Legislature in the General Appropriations Act, which is 0.75 percent of each active employee's pay for fiscal year 2023. The following table shows contributions to the TRS-Care plan by type of contributor.

	<u>Contribution Rates</u>	
	<u>2023</u>	<u>2024</u>
Active Employee	0.65%	0.65%
Non-Employer Contributing Entity (State)	1.25%	1.25%
Employers	0.75%	0.75%
Federal/private Funding remitted by Employers	1.25%	1.25%
<b>Lake Dallas ISD FY24 Employer Contributions</b>		<b>\$242,572</b>
<b>Lake Dallas ISD FY24 Member Contributions</b>		<b>\$200,268</b>
<b>Lake Dallas ISD FY24 NECE On-behalf Contributions</b>		<b>\$373,621</b>

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 to TRS Care, a monthly surcharge of \$535 per retiree.

TRS-Care received supplemental appropriations from the State of Texas as the Non-Employer Contributing Entity in the amount of \$21.3 million in fiscal year 2023 provided by Rider 14 of the Senate Bill GAA of the 87<sup>th</sup> Legislature. These amounts were re-appropriated from amounts received by the pension and TRS-Care funds in excess of the state's actual obligation and then transferred to TRS-Care.

**Actuarial Assumptions.** The actuarial valuation was performed as of August 31, 2022. Update procedures were used to roll forward the Total OPEB Liability to August 31, 2023.

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 demographic assumptions were updated based on the experience study performed for TRS for the period ending August 31, 2021.

The following assumptions and other inputs used for members of TRS-Care are based on an established pattern of practice and are identical to the assumptions used in the August 31, 2022 TRS pension actuarial valuation that was rolled forward to August 31, 2023:

Rates of Mortality	General Inflation
Rates of Retirement	Wage Inflation
Rates of Termination	Rates of Disability

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The active mortality rates were based on PUB (2010), Amount-Weighted, Below-Median Income, Teacher male and female tables (with a two-year set forward for males). The post-retirement mortality rates for healthy lives were based on the 2021 TRS of Texas Healthy Pensioner Mortality Tables. The rates were projected on a fully generational basis using the ultimate improvement rates from the mortality projection scale MP-2021.

**Additional Actuarial Methods and Assumptions:**

Valuation Date	August 31, 2022 rolled forward to August 31, 2023
Actuarial Cost Method	Individual Entry Age Normal
Inflation	2.30%
Single Discount Rate	4.13%
Aging Factors	Based on specific plan experience
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claim costs
Projected Salary Increases	2.95% to 8.95%, including inflation
Election Rates	Normal Retirement: 62% participation prior to age 65 and 25% participation after age 65
Ad hoc post-employment benefit changes	None

**Discount Rate.** A single discount rate of 4.13% was used to measure the total OPEB liability. There was an increase of 0.22 percent in the discount rate since the previous year. Because the investments are held in cash and there is no intentional objective to advance fund the benefits, the single discount rate is equal to the prevailing municipal bond rate.

The source of the municipal bond rate is the Fidelity “20-year Municipal GO AA Index” as of August 31, 2023 using the fixed-income market data/yield curve/data municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds.

**Discount Rate Sensitivity Analysis.** The following schedule shows the impact of the Net OPEB Liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (4.13%) in measuring the Net OPEB Liability.

	1% Decrease in Discount Rate (3.13%)	Current Single Discount Rate (4.13%)	1% Increase in Discount Rate (5.13%)
District’s proportionate share of the Net OPEB Liability:	\$7,158,484	\$6,077,888	\$5,196,093

**Healthcare Cost Trend Rates Sensitivity Analysis** - The following schedule shows the impact of the net OPEB liability if a healthcare trend rate that is one-percentage less than or one-percentage point greater than the health trend rates is assumed.

	1% Decrease in Healthcare Trend Rate	Current Single Healthcare Trend Rate	1% Increase in Healthcare Trend Rate
District’s proportionate share of the Net OPEB Liability:	\$4,285,458	\$6,077,888	\$7,458,372

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2024

***OPEB Liabilities, OPEB Expenses, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs.*** At August 31, 2024, the District reported a liability of \$6,077,888 for its proportionate share of the TRS's Net OPEB Liability. This liability reflects a reduction for State OPEB support provided to the District.

The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's Proportionate share of the collective Net OPEB Liability	\$ 6,077,888
State's proportionate share that is associated with the District	<u>\$ 7,333,906</u>
Total	<u>\$13,411,794</u>

The Net OPEB Liability was measured as of August 31, 2022 and rolled forward to August 31, 2023 and the Total OPEB Liability used to calculate the Net OPEB Liability was determined by an actuarial valuation as of that date. The employer's proportion of the Net OPEB Liability was based on the employer's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2022 thru August 31, 2023.

At August 31, 2023 the employer's proportion of the collective Net OPEB Liability was 0.027454171%, a decrease of 7.9% compared to the August 31, 2022 proportionate share of 0.0298132021%.

**Changes Since the Prior Actuarial Valuation** – The following were changes to the actuarial assumptions or other inputs that affected measurement of the Total OPEB liability since the prior measurement period:

- The discount rate changed from 3.91 percent as of August 31, 2022 to 4.13 percent as of August 31, 2023, accompanied by revised demographic and economic assumptions based on the TRS experience study.

**Changes of Benefit Terms Since the Prior Measurement Date** – There were no changes in benefit terms since the prior measurement date.

The amount of OPEB expense recognized by the District in the reporting period was \$(1,248,558).

For the year ended August 31, 2023, the District recognized OPEB expense of \$373,621 and revenue of \$373,621 for support provided by the State.

At August 31, 2024, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to other post-employment benefits related to OPEB from the following sources (the amounts shown below will be the cumulative layers for the current and prior years combined.):

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 274,978	\$ 5,113,392
Changes in actuarial assumptions	829,587	3,721,652
Difference between projected and actual investment earnings	2,626	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	636,959	1,941,263
Contributions paid to TRS subsequent to the measurement date	242,572	-
Total	\$1,986,722	\$10,776,307

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2024

The net amounts of the employer’s balances of deferred outflows and inflows of resources (not including the deferred contribution paid subsequent to the measurement date) related to OPEB will be recognized in OPEB expense as follows:

Year ended August 31:	OPEB Expense Amount	Balance of Deferred Outflows (Deferred Inflows)
2025	\$ (1,754,445)	\$ (7,277,712)
2026	(1,475,681)	(5,802,031)
2027	(1,098,282)	(4,703,749)
2028	(1,416,955)	(3,286,794)
2029	(1,239,935)	(2,046,859)
Thereafter	(2,046,859)	-

**NOTE 10. SCHOOL DISTRICT RETIREE HEALTH PLAN**

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, which was effective January 1, 2006, established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare D allows for the Texas Public School Retired Employee Group Insurance Program (TRS-Care) to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. These on-behalf payments are recognized as equal revenues and expenditures/expenses by the District. For the year ended August 31, 2024, the contribution made on behalf of the District was \$166,797.

**NOTE 11. HEALTH CARE**

During the year ended August 31, 2024, employees of Lake Dallas Independent School District were covered by the TRS-Active Care health insurance plan (the Plan). The District contributed \$245 per month per employee to the Plan and employees, at their option, authorized payroll withholdings to pay any additional contribution and contributions for dependents. All contributions were paid to a self-funded pool. The Plan was authorized by Section 21.922, Texas Education Code and was documented by contractual agreement.

**NOTE 12. INTERFUND TRANSFERS AND BALANCES**

Virtually all of the interfund balances below are short-term loans due to the fact that checking account balances for most governmental funds are pooled into one demand account. There are no interfund balances that are not expected to be repaid within one year.

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2024

Interfund balances at August 31, 2024, consisted of the following individual fund receivables and payables:

<u>Fund</u>	<u>Advances to Other Funds</u>	<u>Advances from Other Funds</u>
<u>Major Funds:</u>		
General Fund:		
Special Revenue Funds	\$2,018,743	\$ -
Capital Projects Fund	135,327	-
Debt Service Fund	669,283	-
Internal Service Fund	-	7,474
Custodial Fund	<u>276,937</u>	<u>-</u>
Total General Fund	<u>3,100,290</u>	<u>7,474</u>
Capital Projects Fund:		
General Fund	<u>-</u>	<u>-</u>
Debt Service Fund:		
General Fund	<u>-</u>	<u>-</u>
Total Major Funds	<u>3,100,290</u>	<u>7,474</u>
<u>Non-Major Funds:</u>		
Special Revenue Funds:		
General Fund	<u>-</u>	<u>2,018,743</u>
Internal Service Fund:		
Special Revenue Fund	<u>7,474</u>	<u>-</u>
Custodial Fund:		
General Fund	<u>-</u>	<u>276,937</u>
Total Non-Major Funds	<u>7,474</u>	<u>2,295,680</u>
	<u>\$3,107,764</u>	<u>\$3,107,764</u>

**NOTE 13. RECEIVABLES FROM OTHER GOVERNMENTS**

The District participates in a variety of federal and state programs from which it receives grants to partially or fully finance certain activities. In addition, the District receives entitlements from the State through the School Foundation and Per Capita Programs. Amounts due from federal and state governments as of August 31, 2024, are summarized below. All federal grants shown below are passed through the TEA and are reported on the combined financial statements as Due from Other Governments.

<u>Fund</u>	<u>State Entitlements</u>	<u>Federal Grants</u>	<u>Local Governments</u>	<u>Total</u>
Special Revenue	<u>\$774,697</u>	<u>\$1,297,495</u>	<u>\$ -</u>	<u>\$2,072,192</u>
Total	<u>\$774,697</u>	<u>\$1,297,495</u>	<u>\$ -</u>	<u>\$2,072,192</u>

**NOTE 14. CONTINGENT LIABILITIES**

The Tax Reform Act of 1986 imposed regulations on tax-exempt bond issues. Governmental bonds issued after August 31, 1986 are subject to the rebate provisions of the Tax Reform Act of 1986. The rebate applies to earnings from bond issue proceeds investments which exceed bond issue stated interest rates. The exact amount of liability, if any, will not be known until as long as five years from the bond issuance date. At August 31, 2024 there was no estimated rebate liability.

**NOTE 15. LITIGATION AND CONTINGENCIES**

The District is not a party to any legal actions, accordingly, no provision for losses has been recorded in the accompanying combined financial statements for such contingencies.

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2024

The District participates in numerous state and Federal grant programs which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, if any, refunds of any money received may be required and the collectability of any related receivable at August 31, 2024 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying combined financial statements for such contingencies.

**NOTE 16. REVENUES FROM LOCAL AND INTERMEDIATE SOURCES**

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

	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Fund	Total
Property taxes	\$ 21,152,329	\$ -	\$ 13,989,956	\$ -	\$ 35,142,285
Food sales	-	812,103	-	-	812,103
Investment income	1,058,386	19,237	534,356	2,399,581	4,011,560
Penalties, interest and other tax related income	149,297	-	64,407	-	213,704
Co-curricular student activities	128,674	-	-	-	128,674
Other	643,399	89,258	-	-	732,657
Total	<u>\$ 23,132,085</u>	<u>\$ 920,598</u>	<u>\$ 14,588,719</u>	<u>\$ 2,399,581</u>	<u>\$ 41,040,983</u>

**NOTE 17. UNEARNED REVENUE**

Unearned revenue at year-end consisted of the following:

	General Fund	Special Revenue Fund	Total
Unearned Grants	<u>\$ -</u>	<u>\$108,767</u>	<u>\$108,767</u>

**NOTE 18. GENERAL FUND FEDERAL SOURCE REVENUES**

<u>Program or Source</u>	<u>FALN Number</u>	<u>Amount</u>	<u>Total Grant or Entitlement</u>
General Fund:			
Impact Aid	84.041	\$702,959	\$702,959
Medicaid Administrative Claiming Program-MAC	93.778	4,995	4,995
Medicaid Reimbursement (SHARS)		16,398	16,398
Federal Flood Control	10.904	189,338	189,338
Total for General Fund		<u>\$913,690</u>	<u>\$913,690</u>

**NOTE 19. SUBSEQUENT EVENTS**

Management evaluates subsequent events through the date of the report, which is the date the financial statements were available to be issued.

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2024

**NOTE 20. LEASES**

In June 2017, GASB issued Statement No. 87 - Leases. This statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. The initial adoption date was postponed to fiscal years beginning after June 15, 2021 (FY2022) by GASB Statement No. 95 - Postponement of the Effective Dates of Certain Authoritative Guidance, which was issued in May of 2020.

Per review of the agreements identified by the District as potential leases, the leases were determined to either not meet the definition of a lease or were immaterial to the financial statements.

**NOTE 21. SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS**

In May 2020, GASB issued Statement No. 96 – Subscription-Based Information Technology Arrangements (“SBITA”). This statement increases the usefulness of governments' financial statements by requiring recognition of certain right-to-use subscription assets and corresponding subscription liabilities for SBITAs that were previously recognized as outflows of resources based on the payment provisions of the contract. The statement is effective for fiscal years beginning after June 15, 2022.

Per review of the information technology arrangements identified by the District as potential SBITAs, the arrangements were determined to either not meet the definition of a SBITA, or were immaterial to the financial statements.

**REQUIRED SUPPLEMENTARY INFORMATION**



LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL - GENERAL FUND  
FOR THE YEAR ENDED AUGUST 31, 2024

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
<b>REVENUES:</b>				
5700 Total Local and Intermediate Sources	\$ 24,312,747	\$ 22,983,813	\$ 23,132,085	\$ 148,272
5800 State Program Revenues	16,149,965	17,866,675	18,426,966	560,291
5900 Federal Program Revenues	974,318	974,318	913,689	(60,629)
5020 Total Revenues	41,437,030	41,824,806	42,472,740	647,934
<b>EXPENDITURES:</b>				
Current:				
0011 Instruction	23,661,150	23,413,338	22,743,532	669,806
0012 Instructional Resources and Media Services	635,360	605,735	554,331	51,404
0013 Curriculum and Instructional Staff Development	872,295	872,061	844,457	27,604
0021 Instructional Leadership	873,189	833,734	785,845	47,889
0023 School Leadership	2,232,169	2,254,484	2,170,442	84,042
0031 Guidance, Counseling, and Evaluation Services	1,475,868	1,601,749	1,596,615	5,134
0032 Social Work Services	13,990	13,990	-	13,990
0033 Health Services	364,647	374,645	371,958	2,687
0034 Student (Pupil) Transportation	1,613,502	1,769,393	1,547,726	221,667
0035 Food Services	-	8,145	8,145	-
0036 Extracurricular Activities	1,232,350	1,302,134	1,287,662	14,472
0041 General Administration	1,535,500	1,786,569	1,759,465	27,104
0051 Facilities Maintenance and Operations	5,011,404	5,578,123	5,574,890	3,233
0052 Security and Monitoring Services	600,136	1,141,956	1,063,719	78,237
0053 Data Processing Services	1,241,509	1,244,399	1,202,898	41,501
0061 Community Services	-	5,628	5,627	1
Capital Outlay:				
0081 Facilities Acquisition and Construction	14,000	14,000	12,000	2,000
Intergovernmental:				
0093 Payments to Fiscal Agent/Member Districts of SSA	4,500	6,500	6,000	500
0095 Payments to Juvenile Justice Alternative Ed. Prg.	4,000	4,000	-	4,000
0099 Other Intergovernmental Charges	262,815	262,815	250,335	12,480
6030 Total Expenditures	41,648,384	43,093,398	41,785,647	1,307,751
1200 Net Change in Fund Balances	(211,354)	(1,268,592)	687,093	1,955,685
0100 Fund Balance - September 1 (Beginning)	13,605,419	13,605,419	13,605,419	-
3000 Fund Balance - August 31 (Ending)	\$ 13,394,065	\$ 12,336,827	\$ 14,292,512	\$ 1,955,685

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
 TEACHER RETIREMENT SYSTEM OF TEXAS  
 FOR THE YEAR ENDED AUGUST 31, 2024

	FY 2024 Plan Year 2023	FY 2023 Plan Year 2022	FY 2022 Plan Year 2021
District's Proportion of the Net Pension Liability (Asset)	0.020521666%	0.021377726%	0.021126608%
District's Proportionate Share of Net Pension Liability (Asset)	\$ 14,096,404	\$ 12,691,406	\$ 5,380,199
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	23,347,004	21,970,498	10,199,685
Total	<u>\$ 37,443,408</u>	<u>\$ 34,661,904</u>	<u>\$ 15,579,884</u>
District's Covered Payroll	\$ 30,193,286	\$ 30,329,867	\$ 29,720,288
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	46.69%	41.80%	18.10%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	73.15%	75.62%	88.79%

Note: GASB Codification, Vol. 2, P20.183 requires that the information on this schedule be data from the period corresponding with the periods covered as of the measurement dates of August 31, 2023 for year 2024, August 31, 2022 for year 2023, August 31, 2021 for year 2022, August 31, 2020 for year 2021, August 31, 2019 for year 2020, August 31, 2018 for year 2019, August 31, 2017 for year 2018, August 31, 2016 for year 2017, August 31, 2015 for year 2016 and August 31, 2014 for year 2015.

<u>FY 2021</u> <u>Plan Year 2020</u>	<u>FY 2020</u> <u>Plan Year 2019</u>	<u>FY 2019</u> <u>Plan Year 2018</u>	<u>FY 2018</u> <u>Plan Year 2017</u>	<u>FY 2017</u> <u>Plan Year 2016</u>	<u>FY 2016</u> <u>Plan Year 2015</u>	<u>FY 2015</u> <u>Plan Year 2014</u>
0.021292927%	0.0235027%	0.02334693%	0.018264875%	0.018637105%	0.0198897%	0.0100669%
\$ 11,404,058	\$ 12,217,441	\$ 12,850,717	\$ 5,840,123	\$ 7,042,685	\$ 7,030,744	\$ 2,689,008
22,293,719	20,460,211	22,529,858	15,271,643	18,223,942	17,229,897	14,622,939
<u>\$ 33,697,777</u>	<u>\$ 32,677,652</u>	<u>\$ 35,380,575</u>	<u>\$ 21,111,766</u>	<u>\$ 25,266,627</u>	<u>\$ 24,260,641</u>	<u>\$ 17,311,947</u>
\$ 29,863,870	\$ 28,111,928	\$ 27,397,418	\$ 26,574,196	\$ 25,849,885	\$ 24,956,220	\$ 23,960,423
38.19%	43.46%	46.90%	21.98%	27.24%	28.17%	11.22%
75.54%	75.24%	73.74%	82.17%	78.00%	78.43%	83.25%

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF DISTRICT'S CONTRIBUTIONS FOR PENSIONS  
TEACHER RETIREMENT SYSTEM OF TEXAS  
FOR THE YEAR ENDED AUGUST 31, 2024

	2024	2023	2022
Contractually Required Contribution	\$ 1,120,793	\$ 1,034,494	\$ 998,754
Contribution in Relation to the Contractually Required Contribution	(1,120,793)	(1,034,494)	(998,754)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 30,810,544	\$ 30,193,286	\$ 30,329,867
Contributions as a Percentage of Covered Payroll	3.64%	3.43%	3.29%

Note: GASB Codification, Vol. 2, P20.183 requires that the data in this schedule be presented as of the District's respective fiscal years as opposed to the time periods covered by the measurement dates ending August 31 of the preceding year.

	2021	2020	2019	2018	2017	2016	2015
\$	892,510	\$ 878,546	\$ 824,909	\$ 786,464	\$ 598,616	\$ 592,480	\$ 588,942
	(892,510)	(878,546)	(824,909)	(786,464)	(598,616)	(592,480)	(588,942)
\$	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$	29,720,288	\$ 29,863,870	\$ 28,111,928	\$ 27,397,418	\$ 26,574,196	\$ 25,849,885	\$ 24,956,220
	3.00%	2.94%	2.93%	2.87%	2.25%	2.29%	2.36%

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY  
TEACHER RETIREMENT SYSTEM OF TEXAS  
FOR THE YEAR ENDED AUGUST 31, 2024

	FY 2024 Plan Year 2023	FY 2023 Plan Year 2022	FY 2022 Plan Year 2021
District's Proportion of the Net Liability (Asset) for Other Postemployment Benefits	0.027454171%	0.029813202%	0.030265463%
District's Proportionate Share of Net OPEB Liability (Asset)	\$ 6,077,888	\$ 7,138,475	\$ 11,674,741
State's Proportionate Share of the Net OPEB Liability (Asset) Associated with the District	7,333,906	8,707,818	15,641,552
Total	<u>\$ 13,411,794</u>	<u>\$ 15,846,293</u>	<u>\$ 27,316,293</u>
District's Covered Payroll	\$ 30,193,286	\$ 30,329,867	\$ 29,720,288
District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	20.13%	23.54%	39.29%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	14.94%	11.52%	6.18%

Note: GASB Codification, Vol. 2, P50.238 states that the information on this schedule should be determined as of the measurement date. The amounts for FY 2024 are for the measurement date of August 31, 2023. The amounts for FY 2023 are for the measurement date of August 31, 2022. The amounts reported for FY 2022 are for measurement date August 31, 2021. The amounts reported for FY 2021 are for the measurement date of August 31, 2020. The amounts for FY 2020 are for the measurement date August 31, 2019. The amounts for FY 2019 are for the measurement date August 31, 2018. The amounts for FY 2018 are based on the August 31, 2017 measurement date.

This schedule shows only the years for which this information is available. Additional information will be added until 10 years of data are available and reported.

<u>FY 2021</u> <u>Plan Year 2020</u>	<u>FY 2020</u> <u>Plan Year 2019</u>	<u>FY 2019</u> <u>Plan Year 2018</u>	<u>FY 2018</u> <u>Plan Year 2017</u>
0.031226603%	0.031504959%	0.031748606%	0.028767545%
\$ 11,870,642	\$ 14,899,080	\$ 15,852,369	\$ 12,469,879
15,951,297	19,797,546	23,874,982	21,870,140
<u>\$ 27,821,939</u>	<u>\$ 34,696,626</u>	<u>\$ 39,727,351</u>	<u>\$ 34,340,019</u>
\$ 29,863,870	\$ 28,111,928	\$ 27,397,418	\$ 26,574,196
39.75%	53.00%	57.87%	46.92%
4.99%	2.66%	1.57%	0.91%

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 SCHEDULE OF DISTRICT'S CONTRIBUTIONS FOR OTHER POSTEMPLOYMENT BENEFITS (OPEB)  
 TEACHER RETIREMENT SYSTEM OF TEXAS  
 FOR THE YEAR ENDED AUGUST 31, 2024

	2024	2023	2022
Contractually Required Contribution	\$ 242,572	\$ 239,420	\$ 247,313
Contribution in Relation to the Contractually Required Contribution	(242,572)	(239,420)	(247,313)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 30,810,544	\$ 30,193,286	\$ 30,329,867
Contributions as a Percentage of Covered Payroll	0.79%	0.79%	0.82%

Note: GASB Codification, Vol. 2, P50.238 requires that the data in this schedule be presented as of the District's respective fiscal years as opposed to the time periods covered by the measurement dates ending August 31 of the preceding year.

Information in this schedule should be provided only for the years where data is available. Eventually 10 years of data should be presented.

	2021	2020	2019	2018
\$	236,442	\$ 237,123	\$ 223,600	\$ 218,925
	(236,442)	(237,123)	(223,600)	(218,925)
\$	-	\$ -	\$ -	\$ -
\$	29,720,288	\$ 29,863,870	\$ 28,111,928	\$ 27,397,418
	0.80%	0.79%	0.80%	0.80%

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED AUGUST 31, 2024

PENSION LIABILITY:

*Changes of benefit terms:*

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

*Changes of assumptions:*

There were no changes to the actuarial assumptions or other inputs that affected measurement of the total pension liability since the prior measurement period.

OPEB LIABILITY:

*Changes of benefit terms:*

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

*Changes of assumptions:*

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 3.91 percent as of August 31, 2022 to 4.13 percent as of August 31, 2023. This change decreased the Total OPEB Liability.

OTHER SUPPLEMENTARY INFORMATION  
NONMAJOR GOVERNMENTAL FUNDS  
SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for proceeds of specific revenue sources that are legally restricted to expenditure for specified purposes.

Activities accounted for in the Special Revenue Funds are:

- ESEA Title I, A Improving Basic Program
- IDEA-Part B, Formula
- IDEA-Part B, Preschool
- National Breakfast and Lunch Program
- Career and Technical - Basic Grant
- ESEA, Title II, A Training and Recruiting
- Title III, A English Lang. Acquisition
- ESSER III ARP Act
- ESSER Supplemental
- IDEA, Part B, Formula ARP Act
- Summer School LEP
- Other Federal Special Revenue Funds

State Programs:

- Advanced Placement Incentives
- State Instructional Material
- Math Achievement Academics
- Campus Activity Funds

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 AUGUST 31, 2024

Data Control Codes	211 ESEA I, A Improving Basic Program	224 IDEA - Part B Formula	225 IDEA - Part B Preschool	240 National Breakfast and Lunch Program	
<b>ASSETS</b>					
1110	Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ 1,454,040
1240	Due from Other Governments	142,073	499,671	7,007	93,200
1000	<b>Total Assets</b>	<b>\$ 142,073</b>	<b>\$ 499,671</b>	<b>\$ 7,007</b>	<b>\$ 1,547,240</b>
<b>LIABILITIES</b>					
2110	Accounts Payable	\$ 6,988	\$ -	\$ -	\$ 129,970
2170	Due to Other Funds	135,085	499,671	7,007	-
2180	Due to Other Governments	-	-	-	-
2200	Accrued Expenditures	-	-	-	28,253
2300	Unearned Revenue	-	-	-	99,311
2000	<b>Total Liabilities</b>	<b>142,073</b>	<b>499,671</b>	<b>7,007</b>	<b>257,534</b>
<b>FUND BALANCES</b>					
Restricted Fund Balance:					
3450	Federal or State Funds Grant Restriction	-	-	-	1,289,706
3490	Other Restricted Fund Balance	-	-	-	-
3000	<b>Total Fund Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,289,706</b>
4000	<b>Total Liabilities and Fund Balances</b>	<b>\$ 142,073</b>	<b>\$ 499,671</b>	<b>\$ 7,007</b>	<b>\$ 1,547,240</b>

EXHIBIT H-1 (Cont'd)

244 Career and Technical - Basic Grant	255 ESEA II,A Training and Recruiting	263 Title III, A English Lang. Acquisition	282 ESSER III ARP Act	288 Summer School LEP	289 Other Federal Special Revenue Funds	397 Advanced Placement Incentives	410 State Instructional Materials
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,456	\$ 75,464
21,679	27,138	39,188	436,721	-	30,818	-	6,115
<u>\$ 21,679</u>	<u>\$ 27,138</u>	<u>\$ 39,188</u>	<u>\$ 436,721</u>	<u>\$ -</u>	<u>\$ 30,818</u>	<u>\$ 9,456</u>	<u>\$ 81,579</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 49,962
21,679	27,138	39,188	436,721	-	30,818	-	-
-	-	-	-	-	-	-	2,544
-	-	-	-	-	-	-	-
-	-	-	-	-	-	9,456	-
<u>21,679</u>	<u>27,138</u>	<u>39,188</u>	<u>436,721</u>	<u>-</u>	<u>30,818</u>	<u>9,456</u>	<u>52,506</u>
-	-	-	-	-	-	-	29,073
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	29,073
<u>\$ 21,679</u>	<u>\$ 27,138</u>	<u>\$ 39,188</u>	<u>\$ 436,721</u>	<u>\$ -</u>	<u>\$ 30,818</u>	<u>\$ 9,456</u>	<u>\$ 81,579</u>

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 AUGUST 31, 2024

Data Control Codes	429 Other State Special Revenue Funds	461 Campus Activity Funds	Total Nonmajor Governmental Funds	
<b>ASSETS</b>				
1110	Cash and Cash Equivalents	\$ 20,060	\$ 183,402	\$ 1,742,422
1240	Due from Other Governments	768,582	-	2,072,192
1000	Total Assets	\$ 788,642	\$ 183,402	\$ 3,814,614
<b>LIABILITIES</b>				
2110	Accounts Payable	\$ 75,440	\$ 3,451	\$ 265,811
2170	Due to Other Funds	713,202	108,234	2,018,743
2180	Due to Other Governments	-	-	2,544
2200	Accrued Expenditures	-	-	28,253
2300	Unearned Revenue	-	-	108,767
2000	Total Liabilities	788,642	111,685	2,424,118
<b>FUND BALANCES</b>				
Restricted Fund Balance:				
3450	Federal or State Funds Grant Restriction	-	-	1,318,779
3490	Other Restricted Fund Balance	-	71,717	71,717
3000	Total Fund Balances	-	71,717	1,390,496
4000	Total Liabilities and Fund Balances	\$ 788,642	\$ 183,402	\$ 3,814,614



LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2024

Data Control Codes	211 ESEA I, A Improving Basic Program	224 IDEA - Part B Formula	225 IDEA - Part B Preschool	240 National Breakfast and Lunch Program
<b>REVENUES:</b>				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ 879,782
5800 State Program Revenues	-	-	-	49,635
5900 Federal Program Revenues	319,462	642,647	10,946	1,479,187
5020 Total Revenues	319,462	642,647	10,946	2,408,604
<b>EXPENDITURES:</b>				
Current:				
0011 Instruction	278,433	406,874	10,946	-
0013 Curriculum and Instructional Staff Development	41,029	-	-	-
0023 School Leadership	-	-	-	-
0031 Guidance, Counseling, and Evaluation Services	-	235,773	-	-
0033 Health Services	-	-	-	-
0035 Food Services	-	-	-	2,440,821
0036 Extracurricular Activities	-	-	-	-
0051 Facilities Maintenance and Operations	-	-	-	-
0052 Security and Monitoring Services	-	-	-	-
6030 Total Expenditures	319,462	642,647	10,946	2,440,821
1200 Net Change in Fund Balance	-	-	-	(32,217)
0100 Fund Balance - September 1 (Beginning)	-	-	-	1,321,923
3000 Fund Balance - August 31 (Ending)	\$ -	\$ -	\$ -	\$ 1,289,706

244	255	263	282	288	289	397	410
Career and Technical - Basic Grant	ESEA II,A Training and Recruiting	Title III, A English Lang. Acquisition	ESSER III ARP Act	Summer School LEP	Other Federal Special Revenue Funds	Advanced Placement Incentives	State Instructional Materials
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	204	552,711
21,679	81,500	39,188	379,046	2,939	37,586	-	-
21,679	81,500	39,188	379,046	2,939	37,586	204	552,711
21,679	16,500	39,188	371,565	2,939	30,818	204	552,711
-	65,000	-	-	-	-	-	-
-	-	-	3,749	-	-	-	-
-	-	-	-	-	6,768	-	-
-	-	-	3,732	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
21,679	81,500	39,188	379,046	2,939	37,586	204	552,711
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	29,073
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 29,073

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2024

Data Control Codes	429 Other State Special Revenue Funds	461 Campus Activity Funds	Total Nonmajor Governmental Funds
<b>REVENUES:</b>			
5700 Total Local and Intermediate Sources	\$ -	\$ 40,816	\$ 920,598
5800 State Program Revenues	777,054	275	1,379,879
5900 Federal Program Revenues	-	-	3,014,180
5020 Total Revenues	777,054	41,091	5,314,657
<b>EXPENDITURES:</b>			
Current:			
0011 Instruction	422,477	-	2,154,334
0013 Curriculum and Instructional Staff Development	-	-	106,029
0023 School Leadership	-	-	3,749
0031 Guidance, Counseling, and Evaluation Services	-	-	242,541
0033 Health Services	-	-	3,732
0035 Food Services	-	-	2,440,821
0036 Extracurricular Activities	-	27,776	27,776
0051 Facilities Maintenance and Operations	97,819	-	97,819
0052 Security and Monitoring Services	256,758	-	256,758
6030 Total Expenditures	777,054	27,776	5,333,559
1200 Net Change in Fund Balance	-	13,315	(18,902)
0100 Fund Balance - September 1 (Beginning)	-	58,402	1,409,398
3000 Fund Balance - August 31 (Ending)	\$ -	\$ 71,717	\$ 1,390,496

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL - CHILD NUTRITION PROGRAM  
 FOR THE YEAR ENDED AUGUST 31, 2024

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
<b>REVENUES:</b>				
5700 Total Local and Intermediate Sources	\$ 724,247	\$ 811,647	\$ 879,782	\$ 68,135
5800 State Program Revenues	36,000	36,000	49,635	13,635
5900 Federal Program Revenues	1,258,243	1,384,781	1,479,187	94,406
5020 Total Revenues	2,018,490	2,232,428	2,408,604	176,176
<b>EXPENDITURES:</b>				
Current:				
0035 Food Services	2,013,158	2,611,485	2,440,821	170,664
6030 Total Expenditures	2,013,158	2,611,485	2,440,821	170,664
1200 Net Change in Fund Balances	5,332	(379,057)	(32,217)	346,840
0100 Fund Balance - September 1 (Beginning)	1,321,923	1,321,923	1,321,923	-
3000 Fund Balance - August 31 (Ending)	\$ 1,327,255	\$ 942,866	\$ 1,289,706	\$ 346,840

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL - DEBT SERVICE FUND  
FOR THE YEAR ENDED AUGUST 31, 2024

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
<b>REVENUES:</b>				
5700 Total Local and Intermediate Sources	\$ 15,900,712	\$ 15,900,712	\$ 14,588,719	\$ (1,311,993)
5800 State Program Revenues	291,589	291,589	1,620,548	1,328,959
5020 Total Revenues	16,192,301	16,192,301	16,209,267	16,966
<b>EXPENDITURES:</b>				
Debt Service:				
0071 Principal on Long-Term Liabilities	4,792,640	4,792,640	4,792,640	-
0072 Interest on Long-Term Liabilities	11,393,298	11,393,298	11,393,298	-
0073 Bond Issuance Cost and Fees	8,000	11,000	5,975	5,025
6030 Total Expenditures	16,193,938	16,196,938	16,191,913	5,025
1200 Net Change in Fund Balances	(1,637)	(4,637)	17,354	21,991
0100 Fund Balance - September 1 (Beginning)	2,638,116	2,638,116	2,638,116	-
3000 Fund Balance - August 31 (Ending)	\$ 2,636,479	\$ 2,633,479	\$ 2,655,470	\$ 21,991

**OTHER SUPPLEMENTARY INFORMATION:**

**INTERNAL SERVICE FUNDS**



## **INTERNAL SERVICE**

### **FUNDS**

The Internal Service Funds are used to account for the financing of services provided by one department to other departments of the District on a cost reimbursement basis.

Print Shop - This fund accounts for the printing services provided by the District Print Shop.

Computer Operations - This fund accounts for technology services provided to other departments.

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF NET POSITION  
 INTERNAL SERVICE FUNDS  
 AUGUST 31, 2024

	752	754	Total
	Print Shop	Computer Operations	Internal Service Funds
<b>ASSETS</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 144,096	\$ 110,524	\$ 254,620
Due from Other Funds	3,222	4,252	7,474
Inventories	7,573	972	8,545
Total Assets	<u>154,891</u>	<u>115,748</u>	<u>270,639</u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable	1,577	-	1,577
Accrued Expenses	88	-	88
Total Liabilities	<u>1,665</u>	<u>-</u>	<u>1,665</u>
<b>NET POSITION</b>			
Unrestricted Net Position	<u>153,226</u>	<u>115,748</u>	<u>268,974</u>
Total Net Position	<u>\$ 153,226</u>	<u>\$ 115,748</u>	<u>\$ 268,974</u>

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION  
 INTERNAL SERVICE FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2024

	752	754	
	Print Shop	Computer Operations	Total Internal Service Funds
<b>OPERATING REVENUES:</b>			
Local and Intermediate Sources	\$ 144,239	\$ -	\$ 144,239
State Program Revenues	2,506	-	2,506
Total Operating Revenues	<u>146,745</u>	<u>-</u>	<u>146,745</u>
<b>OPERATING EXPENSES:</b>			
Payroll Costs	35,425	-	35,425
Professional and Contracted Services	73,711	-	73,711
Supplies and Materials	37,609	-	37,609
Total Operating Expenses	<u>146,745</u>	<u>-</u>	<u>146,745</u>
Operating Income	-	-	-
Total Net Position - September 1 (Beginning)	<u>153,226</u>	<u>115,748</u>	<u>268,974</u>
Total Net Position - August 31 (Ending)	<u>\$ 153,226</u>	<u>\$ 115,748</u>	<u>\$ 268,974</u>

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF CASH FLOWS  
 INTERNAL SERVICE FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2024

	752	754	Total
	Print Shop	Computer Operations	Internal Service Funds
<u>Cash Flows from Operating Activities:</u>			
Cash Received from District	\$ 144,239	\$ -	\$ 144,239
Cash Payments for Payroll Costs	(32,919)	-	(32,919)
Cash Payments for Supplies and Materials	(25,871)	-	(25,871)
Cash Payments for Purchased Services	(73,711)	-	(73,711)
Net Cash Provided by Operating Activities	<u>11,738</u>	<u>-</u>	<u>11,738</u>
Net Increase in Cash and Cash Equivalents	11,738	-	11,738
Cash and Cash Equivalents at Beginning of Year	<u>132,358</u>	<u>110,524</u>	<u>242,882</u>
Cash and Cash Equivalents at End of Year	<u>\$ 144,096</u>	<u>\$ 110,524</u>	<u>\$ 254,620</u>
<u>Reconciliation of Operating Income to Net Cash</u>			
<u>Provided by Operating Activities:</u>			
Operating Income:	\$ -	\$ -	\$ -
Effect of Increases and Decreases in Current			
Assets and Liabilities:			
Decrease (increase) in Inventories	10,161	-	10,161
Increase (decrease) in Accounts Payable	<u>1,577</u>	<u>-</u>	<u>1,577</u>
Net Cash Provided by Operating Activities	<u>\$ 11,738</u>	<u>\$ -</u>	<u>\$ 11,738</u>

**OTHER SUPPLEMENTARY INFORMATION:  
REQUIRED TEA SCHEDULES**

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 SCHEDULE OF DELINQUENT TAXES RECEIVABLE  
 FOR THE YEAR ENDED AUGUST 31, 2024

Last 10 Years Ended August 31	(1)	(2)	(3)
	Tax Rates		Assessed/Appraised Value for School Tax Purposes
	Maintenance	Debt Service	
2015 and prior years	Various	Various	\$ Various
2016	1.170000	0.500000	1,422,319,042
2017	1.170000	0.500000	1,601,010,736
2018	1.170000	0.500000	1,748,779,669
2019	1.170000	0.500000	1,953,569,778
2020	1.068300	0.500000	2,194,318,562
2021	1.050300	0.500000	2,269,182,443
2022	1.000300	0.500000	2,477,456,305
2023	0.942900	0.500000	2,887,504,774
2024 (School year under audit)	0.757500	0.500000	3,111,782,774
1000 TOTALS			
8000 Total Taxes Refunded Under Section 26.1115, Tax Code			

(10) Beginning Balance 9/1/2022	(20) Current Year's Total Levy	(31) Maintenance Collections	(32) Debt Service Collections	(40) Entire Year's Adjustments	(50) Ending Balance 8/31/2023	(99) Taxes Refunded Under Section 26.1115c
\$ 143,613	\$ -	\$ 2,102	\$ 898	\$ (18,641)	\$ 121,972	
36,356	-	1,617	691	-	34,048	
34,088	-	1,027	439	-	32,622	
35,082	-	1,957	836	(1)	32,288	
45,250	-	3,826	1,635	(4,426)	35,363	
67,660	-	6,422	3,006	(11,657)	46,575	
86,658	-	20,542	9,779	(5,026)	51,311	
102,588	-	7,519	3,758	8,530	99,841	
237,095	-	(127,946)	(67,847)	(372,877)	60,011	
-	38,591,198	21,373,804	14,108,122	(2,888,366)	220,906	
<u>\$ 788,390</u>	<u>\$ 38,591,198</u>	<u>\$ 21,290,870</u>	<u>\$ 14,061,317</u>	<u>\$ (3,292,464)</u>	<u>\$ 734,937</u>	

\$ 22,934

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
STATE COMPENSATORY EDUCATION AND BILINGUAL EDUCATION PROGRAM EXPENDITURES  
FOR THE YEAR ENDED AUGUST 31, 2024

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**Section A: Compensatory Education Programs**

AP1	Did your LEA expend any state compensatory education program state allotment funds during the district's fiscal year?	Yes
<hr/>		
AP2	Does the LEA have written policies and procedures for its state compensatory education program?	Yes
<hr/>		
AP3	List the total state allotment funds received for state compensatory education programs during the district's fiscal year.	\$4,020,457
<hr/>		
AP4	List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year.	\$1,068,348
<hr/>		

**Section B: Bilingual Education Programs**

AP5	Did your LEA expend any bilingual education program state allotment funds during the LEA's fiscal year?	Yes
<hr/>		
AP6	Does the LEA have written policies and procedures for its bilingual education program?	Yes
<hr/>		
AP7	List the total state allotment funds received for bilingual education programs during the LEA's fiscal year.	\$309,304
<hr/>		
AP8	List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year.	\$123,688
<hr/>		

**STATISTICAL  
SECTION  
(UNAUDITED)**



## Statistical Section

This part of the Lake Dallas Independent School District's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

<b>Contents</b>	<b>Page</b>
Financial Trends	114
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	
Revenue Capacity	123
These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.	
Debt Capacity	130
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.	
Demographic and Economic Information	136
These schedules offer demographic and economic indicators to help the reader understand the environment within the government's financial activities take place.	
Operating Information	142
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
NET POSITION BY COMPONENT (1,2)  
LAST TEN FISCAL YEARS

Fiscal Year	2015	2016	2017	2018
<b>Governmental Activities:</b>				
Net Investment in Capital Assets	\$ 10,701,163	\$ 10,532,295	\$ 999,254	\$ (1,011,015)
Restricted for Federal and State Programs	372,313	289,104	276,416	387,245
Restricted for Debt Service	204,440	552,093	548,129	1,016,462
Restricted for Campus Activities	-	-	-	-
Unrestricted Net Position	<u>(21,228,700)</u>	<u>(18,901,486)</u>	<u>(7,925,164)</u>	<u>(20,469,736)</u>
Total Governmental Activities Net Position (1,2)	<u>\$ (9,950,784)</u>	<u>\$ (7,527,994)</u>	<u>\$ (6,101,365)</u>	<u>\$ (20,077,044)</u>
<b>Business-Type Activities:</b>				
Unrestricted Net Position	<u>\$ 2,019</u>	<u>\$ 2,019</u>	<u>\$ 2,019</u>	<u>\$ 2,019</u>
Total Business-Type Activities	<u>\$ 2,019</u>	<u>\$ 2,019</u>	<u>\$ 2,019</u>	<u>\$ 2,019</u>
<b>Primary Government:</b>				
Net Investment in Capital Assets	\$ 10,701,163	\$ 10,532,295	\$ 999,254	\$ (1,011,015)
Restricted for Federal and State Programs	372,313	289,104	276,416	387,245
Restricted for Debt Service	204,440	552,093	548,129	1,016,462
Restricted for Campus Activities	-	-	-	-
Unrestricted Net Position	<u>(21,228,700)</u>	<u>(18,899,467)</u>	<u>(7,923,145)</u>	<u>(20,467,717)</u>
Total Primary Government Net Position (1,2)	<u>\$ (9,948,765)</u>	<u>\$ (7,525,975)</u>	<u>\$ (6,099,346)</u>	<u>\$ (20,075,025)</u>

Source: The Statement of Net Position for the Lake Dallas Independent School District.

Notes: (1) Effective for the fiscal year ended August 31, 2013, the District implemented GASB Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position. With the implementation of this standard, balances previously reported as "Net Assets" are now reported as "Net Position".

(2) Fiscal years prior to 2013 included in this schedule are shown as adjusted for changes required by GASB Statement No. 65, Items Previously Reported as Assets and Liabilities.

2019	2020	2021	2022	2023	2024
\$ 4,729,315	\$ 6,731,610	\$ 6,077,517	\$ 7,008,559	\$ 9,892,553	\$ 15,268,953
380,420	422,779	548,830	1,353,083	1,350,996	1,318,779
1,458,801	1,655,330	2,086,514	2,066,817	2,638,116	2,585,199
-	-	-	-	-	-
<u>(25,263,626)</u>	<u>(26,426,223)</u>	<u>(26,535,782)</u>	<u>(24,312,940)</u>	<u>(23,066,123)</u>	<u>(20,619,985)</u>
<u>\$ (18,695,090)</u>	<u>\$ (17,616,504)</u>	<u>\$ (17,822,921)</u>	<u>\$ (13,884,481)</u>	<u>\$ (9,184,458)</u>	<u>\$ (1,447,054)</u>
\$ 2,019	\$ 2,019	\$ 17,348	\$ 38,991	\$ 38,991	\$ 80,429
<u>\$ 2,019</u>	<u>\$ 2,019</u>	<u>\$ 17,348</u>	<u>\$ 38,991</u>	<u>\$ 38,991</u>	<u>\$ 80,429</u>
\$ 4,729,315	\$ 6,731,610	\$ 6,077,517	\$ 7,008,559	\$ 9,892,553	\$ 15,268,953
380,420	422,779	548,830	1,353,083	1,350,996	1,318,779
1,458,801	1,655,330	2,086,514	2,066,817	2,638,116	2,585,199
-	-	-	-	-	-
<u>(25,261,607)</u>	<u>(26,424,204)</u>	<u>(26,518,434)</u>	<u>(24,273,949)</u>	<u>(23,027,132)</u>	<u>(20,700,414)</u>
<u>\$ (18,693,071)</u>	<u>\$ (17,614,485)</u>	<u>\$ (17,805,573)</u>	<u>\$ (13,845,490)</u>	<u>\$ (9,145,467)</u>	<u>\$ (1,366,625)</u>

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS

Fiscal Year	2015	2016	2017	2018
<b>Expenses</b>				
<b>Governmental Activities:</b>				
Instruction	\$ 21,602,235	\$ 23,420,949	\$ 23,396,271	\$ 16,521,116
Instructional Resources & Media Services	577,352	615,380	608,202	435,713
Curriculum & Staff Development	864,442	1,062,067	1,146,177	824,663
Instructional Leadership	433,087	537,969	544,277	382,487
School Leadership	2,037,524	2,221,927	2,239,641	1,523,744
Guidance, Counseling & Evaluation Services	1,302,368	1,479,360	1,534,056	1,094,629
Social Work Services	17,781	19,264	21,085	11,942
Health Services	303,402	349,952	348,539	233,779
Student (Pupil) Transportation	996,880	1,027,448	1,131,794	716,565
Food Services	1,828,423	2,040,332	1,869,615	1,767,424
Cocurricular/Extracurricular Activities	1,450,777	1,650,080	1,484,754	1,215,238
General Administration	1,371,000	1,431,261	1,422,654	1,072,859
Plant Maintenance & Operations	4,581,366	4,641,156	4,860,641	3,956,372
Security Monitoring Services	148,585	142,798	157,201	226,556
Data Processing Services	662,639	1,169,096	804,769	602,488
Community Services	-	-	10,691	4,023
Debt Service - Interest and Fees	5,354,996	2,903,668	4,206,670	3,730,281
Facilities Furnishings - Noncapital	-	-	63,123	1,780,675
Shared Services Special Education	-	-	50,205	56,200
Juvenile Justice Alternative Education Program	-	-	-	2,403
Tax Appraisal Fees	153,902	154,181	172,488	179,701
<b>Total Expenses</b>	<u>43,686,759</u>	<u>44,866,888</u>	<u>46,072,853</u>	<u>36,338,858</u>
<b>Program Revenues</b>				
<b>Governmental Activities:</b>				
<b>Charges for Services</b>				
Instruction	1,950	9,285	151,386	10,680
Food Services	759,799	698,891	777,262	705,650
Cocurricular/Extracurricular Activities	73,706	137,602	88,174	92,362
Plant Maintenance & Operations	2,435	3,443	3,315	4,425
Operating Grants and Contributions	4,357,148	6,008,342	4,997,486	(1,901,848)
<b>Total Governmental Program Revenues</b>	<u>5,195,038</u>	<u>6,857,563</u>	<u>6,017,623</u>	<u>(1,088,731)</u>
<b>Total Governmental Net (Expense) Revenue</b>	<u>\$ (38,491,721)</u>	<u>\$ (38,009,325)</u>	<u>\$ (40,055,230)</u>	<u>\$ (37,427,589)</u>
<b>General Revenues and Other Changes in Net Position</b>				
<b>Governmental Activities:</b>				
<b>Taxes:</b>				
Property Taxes - General Purposes	\$ 16,203,206	\$ 16,810,170	\$ 18,523,586	\$ 20,182,739
Property Taxes - Debt Service	6,898,513	7,182,779	7,903,046	8,622,478
State Aid-Formula Grants	15,568,660	15,552,620	14,292,335	13,456,486
Grants and Contributions not Restricted	432,334	606,466	388,692	388,721
Investment Earnings	39,472	77,326	163,067	339,170
Miscellaneous	251,061	221,434	227,052	2,348,060
Transfers Out	-	(18,680)	(15,919)	(19,861)
Gain on Sale of Assets	-	-	-	-
<b>Total General Revenues and Other Changes</b>	<u>39,393,246</u>	<u>40,432,115</u>	<u>41,481,859</u>	<u>45,317,793</u>
<b>Change in Net Position Governmental Activities</b>	<u>901,525</u>	<u>2,422,790</u>	<u>1,426,629</u>	<u>7,890,204</u>
<b>Business-Type Activities:</b>				
Revenue-Charge for Service	353,939	340,628	303,073	336,824
Expense-Day Care Service	351,920	359,308	338,986	356,685
Operating Grants and Contributions	-	-	19,994	-
Transfer In	-	18,680	15,919	19,861
<b>Change in Net Position-Business-Type Activities</b>	<u>2,019</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Primary Government Change in Net Position</b>	<u>\$ 903,544</u>	<u>\$ 2,422,790</u>	<u>\$ 1,426,629</u>	<u>\$ 7,890,204</u>

Source: The Statement of Activities for the Lake Dallas Independent School District.

Note: Fiscal years prior to 2013 are restated for GASB No. 63 and No. 65.

2019	2020	2021	2022	2023	2024
\$ 25,381,434	\$ 27,443,101	\$ 27,316,287	\$ 27,114,439	\$ 27,008,133	\$ 27,419,422
648,672	663,803	592,635	519,935	614,718	614,893
1,195,322	1,183,979	1,068,238	1,009,634	1,099,107	1,042,685
607,779	613,427	598,999	889,696	917,845	873,007
2,448,663	2,632,845	2,591,801	2,477,642	2,323,988	2,409,463
1,654,565	1,741,491	1,682,408	1,841,017	1,834,932	2,014,628
21,759	23,649	12,471	12,544	13,550	-
368,200	385,271	384,265	374,742	412,528	416,441
1,185,733	1,432,506	1,493,553	1,644,028	1,620,709	1,704,507
1,957,297	1,833,588	1,727,723	2,136,561	2,036,938	2,157,536
1,705,455	1,050,970	1,377,404	1,229,861	1,320,439	1,458,037
1,629,207	1,691,746	1,784,756	1,586,015	1,760,755	1,953,780
5,948,185	5,239,630	7,066,864	6,445,037	6,603,992	6,514,883
215,223	263,154	285,525	320,666	330,079	1,051,698
863,888	886,554	1,321,858	1,090,872	1,253,260	1,339,382
6,793	21,310	11,685	-	-	-
4,576,171	7,214,780	6,749,811	6,121,330	7,251,497	7,195,028
211,776	-	-	-	-	-
39,800	22,400	6,000	22,400	4,500	6,000
-	-	6,237	1,089	-	-
198,865	215,144	220,394	210,275	234,042	250,335
<u>50,864,787</u>	<u>54,559,348</u>	<u>56,298,914</u>	<u>55,047,783</u>	<u>56,641,012</u>	<u>58,421,725</u>
11,315	40	10,490	7,080	5,920	6,960
707,946	590,316	161,380	291,461	800,521	821,436
109,408	88,483	98,518	116,346	99,504	128,674
6,021	1,580	547,146	248,986	445,682	-
<u>5,316,853</u>	<u>5,641,076</u>	<u>7,362,414</u>	<u>8,708,015</u>	<u>6,918,635</u>	<u>9,215,052</u>
<u>6,151,543</u>	<u>6,321,495</u>	<u>8,179,948</u>	<u>9,371,888</u>	<u>8,270,262</u>	<u>10,172,122</u>
<u>\$ (44,713,244)</u>	<u>\$ (48,237,853)</u>	<u>\$ (48,118,966)</u>	<u>\$ (45,675,895)</u>	<u>\$ (48,370,750)</u>	<u>\$ (48,249,603)</u>
\$ 22,439,330	\$ 22,787,658	\$ 23,370,110	\$ 24,258,808	\$ 26,533,312	\$ 21,341,438
9,577,335	10,656,269	11,121,847	12,092,099	14,071,908	14,092,068
12,850,386	14,070,295	12,555,449	12,799,484	9,264,664	15,941,098
433,858	423,744	439,879	-	-	-
678,764	1,216,971	291,576	264,559	2,667,606	4,011,560
118,352	238,138	133,688	199,385	437,410	716,364
(2,827)	(76,636)	-	-	(19,648)	-
-	-	-	-	-	-
<u>46,095,198</u>	<u>49,316,439</u>	<u>47,912,549</u>	<u>49,614,335</u>	<u>52,955,252</u>	<u>56,102,528</u>
<u>1,381,954</u>	<u>1,078,586</u>	<u>(206,417)</u>	<u>3,938,440</u>	<u>4,584,502</u>	<u>7,852,925</u>
387,544	311,086	477,683	528,569	537,192	592,259
390,371	387,722	462,354	506,926	556,840	550,821
-	-	-	-	-	-
2,827	76,636	-	-	(19,648)	-
-	-	15,329	21,643	(39,296)	41,438
<u>\$ 1,381,954</u>	<u>\$ 1,078,586</u>	<u>\$ (191,088)</u>	<u>\$ 3,960,083</u>	<u>\$ 4,545,206</u>	<u>\$ 7,894,363</u>

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 FUND BALANCES OF GOVERNMENTAL FUNDS  
 LAST TEN FISCAL YEARS

Fiscal Year	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General Fund					
Nonspendable Fund Balance:					
Prepayments	\$ 10,731	\$ 3,042	\$ 3,782	\$ 11,272	\$ 24,286
Assigned Fund Balance:					
Future Fiscal Year Budget Deficit	-	-	169,826	-	-
Unassigned	<u>9,531,344</u>	<u>10,055,011</u>	<u>10,148,627</u>	<u>10,455,894</u>	<u>11,339,328</u>
Total General Fund	<u>\$ 9,542,075</u>	<u>\$ 10,058,053</u>	<u>\$ 10,322,235</u>	<u>\$ 10,467,166</u>	<u>\$ 11,363,614</u>
All Other Governmental Funds					
Restricted Fund Balance:					
Retirement of Long-Term Debt	\$ 214,899	\$ 588,223	\$ 860,722	\$ 980,605	\$ 1,604,558
Federal or State Grants	372,313	289,104	276,416	387,245	380,420
Capital Acquisition and Contractual Obligation	770,835	842,019	848,353	663,394	8,184,344
Committed Fund Balance:					
Campus Activities	<u>76,659</u>	<u>91,739</u>	<u>88,063</u>	<u>73,977</u>	<u>89,646</u>
Total All Other Governmental Funds	<u>\$ 1,434,706</u>	<u>\$ 1,811,085</u>	<u>\$ 2,073,554</u>	<u>\$ 2,105,221</u>	<u>\$ 10,258,968</u>

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$ 45,113	\$ 672	\$ 46,679	\$ 24,145	\$ 343
-	298,263	712,879	211,354	357,440
<u>12,121,614</u>	<u>12,377,665</u>	<u>12,653,576</u>	<u>13,369,921</u>	<u>13,934,729</u>
<u>\$ 12,166,727</u>	<u>\$ 12,676,600</u>	<u>\$ 13,413,134</u>	<u>\$ 13,605,420</u>	<u>\$ 14,292,512</u>
\$ 1,900,470	\$ 2,086,514	\$ 2,103,773	\$ 2,638,116	\$ 2,655,470
422,779	548,830	1,353,083	1,350,996	1,318,779
63,553,302	21,457,858	11,621,007	44,976,800	39,077,743
<u>74,864</u>	<u>61,949</u>	<u>58,627</u>	<u>58,402</u>	<u>71,717</u>
<u>\$ 65,951,415</u>	<u>\$ 24,155,151</u>	<u>\$ 15,136,490</u>	<u>\$ 49,024,314</u>	<u>\$ 43,123,709</u>

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS

Fiscal Year	2015	2016	2017	2018
REVENUES:				
Total Local and Intermediate Sources	\$ 24,267,450	\$ 25,277,027	\$ 27,807,379	\$ 31,912,030
State Program Revenues	17,976,575	18,247,506	16,783,305	16,041,408
Federal Program Revenues	2,380,465	2,967,718	2,672,292	3,045,203
Total Revenues	<u>44,624,490</u>	<u>46,492,251</u>	<u>47,262,976</u>	<u>50,998,641</u>
EXPENDITURES:				
Current:				
Instruction	20,292,379	21,148,185	21,377,389	22,130,354
Instructional Resources & Media Services	536,718	546,198	551,588	575,768
Curriculum & Instructional Staff Development	815,428	959,912	1,042,807	1,097,393
Instructional Leadership	411,108	482,176	493,726	520,584
School Leadership	1,902,508	1,940,524	2,025,767	2,117,988
Guidance, Counseling & Evaluation Services	1,226,646	1,316,630	1,386,036	1,476,687
Social Work Services	17,930	18,518	18,948	19,625
Health Services	278,717	303,370	315,015	319,824
Student (Pupil) Transportation	979,160	1,084,652	1,110,579	1,243,785
Food Services	1,742,163	1,845,766	1,869,405	1,767,424
Cocurricular/Extracurricular Activities	1,349,429	1,491,906	1,359,900	1,498,981
General Administration	1,290,885	1,240,379	1,292,688	1,342,275
Plant Maintenance and Operations	4,232,882	4,201,445	4,490,946	4,498,155
Security and Monitoring Services	137,878	132,113	146,372	211,013
Data Processing Services	605,141	1,093,345	805,850	768,398
Community Services	-	-	-	250
Debt Service:				
Debt Service - Principal on long-term debt	2,639,168	2,541,705	2,555,323	2,027,213
Debt Service - Interest on long-term debt	4,645,179	4,680,862	4,979,100	5,068,512
Debt Service - Bond Issuance Cost and Fees	296,535	316,954	10,345	3,511
Capital Outlay:				
Facilities Acquisition and Construction	252,759	395,440	215,652	2,239,637
Intergovernmental:				
Payments to Fiscal Agent/Member Districts of SSA	-	-	-	56,200
Payments to Juvenile Justice Alternative Ed. Prg.	-	-	50,205	2,403
Other Intergovernmental Charges	153,902	154,181	160,658	166,646
Total Expenditures	<u>43,806,515</u>	<u>45,894,261</u>	<u>46,258,299</u>	<u>49,152,626</u>
Excess (Deficiency) of Revenues Over (Under)				
Expenditures	<u>817,975</u>	<u>597,990</u>	<u>1,004,677</u>	<u>1,846,015</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	525,000	100,000	-	299,698
Transfers Out	(525,000)	(118,680)	(15,919)	(319,559)
Bonds Issued	19,063,027	24,877,700	-	-
Premium or discount on Issuance of Bonds	9,175,973	6,013,881	-	-
Sale of Real or Personal Property	5,300	-	-	-
Other (uses)	-	-	-	-
Non-current Loan	-	-	-	-
Payments to Bond Refunding Escrow Agent	(27,948,198)	(30,578,534)	(462,105)	(1,649,558)
Refund of Prior Year Taxes	-	-	-	-
Total Other Financing Sources (Uses)	<u>296,102</u>	<u>294,367</u>	<u>(478,024)</u>	<u>(1,669,419)</u>
Net Change in Fund Balances	<u>\$ 1,114,077</u>	<u>\$ 892,357</u>	<u>\$ 526,653</u>	<u>\$ 176,596</u>
Debt service as a percentage of noncapital expenditures	16.72%	15.87%	16.36%	15.13%

2019	2020	2021	2022	2023	2024
\$ 33,683,573	\$ 35,566,555	\$ 35,592,391	\$ 37,464,806	\$ 45,160,999	\$ 41,040,983
15,315,210	17,235,191	15,125,145	15,320,568	12,108,945	21,439,426
3,334,167	3,309,816	5,275,271	6,212,805	4,221,268	3,927,869
<u>52,332,950</u>	<u>56,111,562</u>	<u>55,992,807</u>	<u>58,998,179</u>	<u>61,491,212</u>	<u>66,408,278</u>
24,204,385	24,371,058	24,919,947	25,701,485	24,591,168	24,904,140
579,452	589,331	533,246	488,727	564,228	554,331
1,112,733	1,050,896	968,105	961,199	1,016,915	950,486
562,148	540,208	540,040	837,575	828,555	785,845
2,153,750	2,330,747	2,328,104	2,336,042	2,079,346	2,174,191
1,495,284	1,583,845	1,549,680	1,771,500	1,694,676	1,839,156
20,124	20,605	11,099	11,854	12,390	-
320,673	342,147	346,065	353,786	376,220	375,690
1,148,052	1,377,204	1,452,572	1,538,997	1,457,849	1,547,726
1,906,464	1,823,640	1,753,177	2,238,010	2,364,236	2,448,966
1,509,780	1,260,749	1,265,188	1,159,818	1,207,750	1,315,438
1,402,526	1,518,179	1,614,031	1,491,900	1,598,581	1,759,465
4,895,183	5,099,588	4,836,418	4,998,216	5,287,485	5,672,709
618,408	247,019	277,631	295,523	293,264	1,320,477
1,716,417	794,668	1,227,779	1,019,262	1,181,332	1,202,898
6,793	-	-	8,008	6,599	5,627
4,521,360	3,167,988	3,205,324	4,553,244	3,271,825	4,792,640
5,218,593	7,601,141	7,963,710	7,732,806	8,245,038	11,393,298
211,776	591,455	6,350	14,980	363,208	5,975
7,532,315	15,748,286	42,391,664	9,533,610	3,270,589	8,316,397
-	-	6,000	22,400	4,500	6,000
39,800	22,400	6,237	1,089	-	-
183,921	200,200	202,684	210,275	234,042	250,335
<u>61,359,937</u>	<u>70,281,354</u>	<u>97,405,051</u>	<u>67,280,306</u>	<u>59,949,796</u>	<u>71,621,790</u>
<u>(9,026,987)</u>	<u>(14,169,792)</u>	<u>(41,412,244)</u>	<u>(8,282,127)</u>	<u>1,541,416</u>	<u>(5,213,512)</u>
-	65,226	-	-	-	-
(2,827)	(141,862)	-	-	(19,648)	-
16,130,000	63,900,000	6,540,000	-	34,875,000	-
1,950,010	6,841,988	733,242	-	1,103,342	-
-	-	-	-	-	-
-	-	(7,147,389)	-	(3,420,000)	-
-	-	-	-	-	-
-	-	-	-	-	-
18,077,183	70,665,352	125,853	-	32,538,694	-
<u>\$ 9,050,196</u>	<u>\$ 56,495,560</u>	<u>\$(41,286,391)</u>	<u>\$ (8,282,127)</u>	<u>\$ 34,080,110</u>	<u>\$ (5,213,512)</u>
18.09%	20.07%	19.77%	20.92%	20.22%	25.77%



LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 ASSESSED VALUE OF TAXABLE PROPERTY  
 LAST TEN YEARS  
 (UNAUDITED)

Fiscal Year	ASSESSED VALUE			Total Estimated Taxable Value	Total Direct Rate
	Residential or Real Property	Personal Property	Less Exemptions		
2015	\$1,559,600,334	\$ 74,999,543	\$ 291,249,758	\$ 1,343,350,119	1.670
2016	1,873,062,576	80,632,887	531,376,421	1,422,319,042	1.670
2017	1,901,567,473	67,846,198	368,402,935	1,601,010,736	1.670
2018	2,116,051,150	69,116,832	436,388,313	1,748,779,669	1.670
2019	2,351,916,735	89,156,031	487,502,988	1,953,569,778	1.670
2020	2,426,406,345	89,722,983	321,810,766	2,194,318,562	1.5683
2021	2,804,734,991	92,189,425	627,741,973	2,269,182,443	1.5503
2022	3,360,486,931	94,240,568	977,271,194	2,477,456,305	1.5003
2023	3,892,086,144	142,671,168	1,147,252,538	2,887,504,774	1.4429
2024	4,293,350,995	131,258,315	1,312,826,536	3,111,782,774	1.2575

Source: Denton County Tax Collector

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 DIRECT AND OVERLAPPING PROPERTY TAX RATES  
 LAST TEN FISCAL YEARS (UNAUDITED)

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Lake Dallas Independent School District Direct Rates				
Fiscal Year	Maintenance and Operations	Debt Service	Total	
2014	\$ 1.170	\$ 0.500	\$	1.670
2016	1.170	0.500		1.670
2017	1.170	0.500		1.670
2018	1.170	0.500		1.670
2019	1.170	0.500		1.670
2020	1.0683	0.500		1.5683
2021	1.0503	0.500		1.5503
2022	1.0003	0.500		1.5003
2023	0.9429	0.500		1.4429
2024	0.7575	0.500		1.2575

Source: Appropriate government entities' tax departments.

Notes:

(1) Includes levies for operating and debt service costs.

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Overlapping Rates (1)

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County of Denton	City of Lake Dallas	City of Corinth	Town of Hickory Creek	Corinth MUD #1
\$ 0.26200	\$ 0.668070	\$ 0.58489	\$ 0.401367	\$ -
0.24841	0.668068	0.58193	0.387319	-
0.23781	0.661750	0.53686	0.366933	-
0.22557	0.661750	0.53000	0.347535	-
0.22528	0.644970	0.54500	0.330402	-
0.224985	0.642060	0.57817	0.319943	-
0.233086	0.614123	0.56700	0.307280	-
0.217543	0.567252	0.54000	0.270317	-
0.189485	0.528023	0.52000	0.236686	-
0.187869	0.518852	0.51400	0.223060	-

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 PRINCIPAL PROPERTY TAXPAYERS  
 CURRENT YEAR AND NINE YEARS AGO

Taxpayer	Description	2024		
		Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Oxford 2181 Inc.	Real Estate	\$ 43,200,000	1	16.26%
Mansions at Hickory Creek LP	Real Estate	38,000,000	2	14.31%
Millennium Place LP	Real Estate	34,503,859	3	12.99%
Denton County Electric Coop	Utility	30,426,931	4	11.45%
Boulevard 2010 LLC	Real Estate	26,119,441	5	9.83%
Irby Company	Construction	22,808,910	6	8.59%
AV Ashleye Village LP	Real Estate	21,751,767	7	8.19%
Tower Ridge Corinth I, LTD	Real Estate	18,900,000	8	7.12%
Oncor Electric Delivery Co.	Utility	16,496,586	9	6.21%
TREA Sp IV Corinth TX LLC	Real Estate	13,425,559	10	5.05%
S. Corinth Apartments	Real Estate			
Wal-mart Stores Real Estate	Real Estate			
H.S. Supply Utilities, Ltd.	Wholesale Ind. Supplies			
CTMGT Turbeville LLC	Real Estate			
Wal-mart Stores Real Estate	Retail			
VPI Holding Company	Marketing & Media Comm			
DR Horton Texas Ltd.	Real Estate			
<b>TOTAL</b>		<b>\$ 265,633,053</b>		<b>100.00%</b>

The 2024 taxable valuation is based on the 2023-2024 tax roll with a total assessed value of \$ 265,633,053

Source of information: Denton Central Appraisal District

2015		
Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
\$ 21,632,748	1	1.61%
21,030,718	2	1.56%
9,932,100	7	0.74%
15,178,509	3	1.13%
13,450,000	4	1.00%
12,760,318	5	0.95%
10,329,217	6	0.77%
8,588,586	8	0.64%
8,076,706	9	0.60%
<u>7,752,526</u>	10	<u>0.58%</u>
<u>\$ 128,731,428</u>		<u>9.58%</u>

The 2015 taxable valuation is based on the 2014-2015 tax roll with a total assessed value of \$1,343,350,119

Source of information: Denton Central Appraisal District

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
(UNAUDITED)

Fiscal Year	Tax Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections
		Amount	Percentage of Levy		Amount
2015	\$ 22,684,911	\$ 22,504,021	99.20%	\$ 186,813	\$ 22,690,834
2016	23,682,610	23,532,301	99.37%	155,916	23,688,217
2017	26,042,409	25,842,333	99.23%	191,345	26,033,678
2018	28,577,451	28,415,273	99.23%	117,771	28,533,044
2019	31,698,749	31,523,220	99.45%	101,071	31,624,291
2020	33,137,389	33,152,643	98.93%	7,527	33,160,170
2021	34,521,381	34,162,724	98.96%	164,940	34,327,664
2022	36,525,967	36,297,237	99.37%	117,741	36,414,978
2023	40,426,247	40,367,556	99.90%	(195,793)	40,171,763
2024	35,702,832	35,481,926	99.38%	-	35,481,926

Source of information: Annual Financial Report.

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<u>to Date</u>	<u>Outstanding Delinquent Taxes</u>	<u>Outstanding Delinquent Taxes as % of Tax Levy</u>
<u>Percentage of Levy</u>		
100.03%	\$ 32,062	0.14%
100.02%	34,048	0.14%
99.97%	32,622	0.13%
99.84%	32,288	0.11%
99.77%	35,363	0.11%
100.07%	46,575	0.14%
99.44%	51,311	0.15%
99.70%	99,841	0.27%
99.37%	60,011	0.15%
99.38%	220,906	0.62%

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds	Accreted Interest on Bonds	Capital Leases	Unamortized Bond Premium	Loan	Total Primary Government	Percentage of Personal Income *	Total Outstanding Debt Per Capita *
2015	\$ 85,340,015	\$28,787,501	\$ -	\$6,097,526	\$464,697	\$120,689,739	14.75%	\$ 4,996
2016	82,931,615	26,180,674	-	7,379,975	326,377	116,818,641	14.09%	4,810
2017	80,182,514	25,875,328	-	6,371,993	251,121	112,680,956	13.37%	4,627
2018	77,342,787	14,273,805	-	15,791,678	173,753	107,582,023	12.55%	4,348
2019	89,125,180	14,099,203	-	17,093,490	-	120,317,873	13.81%	4,812
2020	149,857,191	13,804,995	-	23,001,646	-	186,663,832	21.07%	7,437
2021	146,066,867	13,406,230	-	22,531,200	-	182,004,297	19.77%	7,040
2022	141,513,623	12,857,372	-	21,322,333	-	175,693,328	18.76%	6,543
2023	169,696,798	12,285,025	-	21,447,903	-	203,429,726	21.44%	7,573
2024	164,904,157	10,766,953	-	18,632,693	-	194,303,803	19.96%	7,459

Source: District Records

\* See Exhibit S-13 for personal income and population data

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF AUGUST 31, 2024  
(UNAUDITED)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Corinth, City of	\$ 62,525,000	48.10%	\$ 30,074,525
Denton, City of	1,335,580,000	0.02%	267,116
Denton County	688,505,000	1.98%	13,632,399
Hickory Creek, Town of	8,255,000	99.54%	8,217,027
Lake Dallas, City of	5,445,000	98.72%	5,375,304
Shady Shores, Town of	1,495,000	16.26%	243,087
Lewisville, City of	312,260,000	0.01%	31,226
Subtotal, overlapping bonded debt			57,840,684
Lake Dallas ISD	167,047,190	100.000%	<u>167,047,190</u>
Total direct and overlapping debt			<u>\$ 224,887,874</u>

Source: Taxable value data used to estimate applicable percentages provided by the Municipal Advisory Council. Debt outstanding data provided by each governmental unit.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Lake Dallas 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 repaying the debt, of each overlapping government.

(1) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of each entity's taxable assessed value that is within the District's boundaries and dividing it by each entity's total taxable assessed value.



LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 RATIO OF NET BONDED DEBT TO ASSESSED VALUE AND NET BONDED  
 DEBT PER CAPITA  
 LAST TEN FISCAL YEARS  
 (UNAUDITED)

Fiscal Year	Population	Assessed Value	Gross Bonded Debt	Less Debt Service Funds	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
2015	24,159	\$ 1,343,350,119	\$ 120,689,739	\$ 214,899	\$120,474,840	8.97%	\$ 4,987
2016	24,289	1,422,319,042	116,818,641	588,223	116,230,418	8.17%	4,785
2017	24,352	1,601,010,736	112,680,956	860,722	111,573,113	6.97%	4,582
2018	24,743	1,748,779,669	107,582,023	980,605	106,427,665	6.09%	4,301
2019	25,002	1,953,569,778	120,317,873	1,604,558	118,713,315	6.08%	4,748
2020	25,100	2,194,318,562	186,663,832	1,655,330	185,008,502	8.43%	7,371
2021	25,253	2,269,182,443	182,004,297	2,086,514	179,917,783	7.93%	7,125
2022	25,305	2,477,456,305	175,693,328	2,066,817	173,626,511	7.00%	6,861
2023	25,416	2,887,504,774	203,429,726	2,522,595	200,907,131	6.96%	7,905
2024	26,049	3,111,782,774	194,303,803	2,585,199	191,718,604	6.16%	7,360

Source: North Central Council of Governments, District Financial Statements, and Denton Central Appraisal District.

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS

Fiscal Year	2015	2016	2017	2018
Total Assessed Value	<u>\$1,343,350,119</u>	<u>\$1,422,319,042</u>	<u>\$1,601,010,736</u>	<u>\$1,748,779,669</u>
Debt Limit (10% of Total Assessed Value)	<u>\$ 134,335,012</u>	<u>\$ 142,231,904</u>	<u>\$ 160,101,073</u>	<u>\$ 174,877,967</u>
Debt Applicable to Limit:				
General Obligation Bonds	\$ 85,340,015	\$ 82,931,615	\$ 80,182,514	\$ 77,342,787
Less Net Position in Debt Service Fund	<u>214,899</u>	<u>588,223</u>	<u>860,722</u>	<u>1,016,462</u>
Total Amount of Debt Applicable to Debt Limit	<u>85,125,116</u>	<u>82,343,392</u>	<u>79,321,792</u>	<u>76,326,325</u>
Legal Debt Margin	<u>\$ 49,209,896</u>	<u>\$ 59,888,512</u>	<u>\$ 80,779,281</u>	<u>\$ 98,551,642</u>
Total Net Debt Applicable to the Limit as a percentage of Debt Limit	63.37%	57.89%	50.46%	43.65%

Source of Information: Denton Central Appraisal District and District Financial Information

Note: Under state finance law, Lake Dallas Independent School District's outstanding general obligation debt should not exceed 10 percent of the total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
<u>\$1,953,569,778</u>	<u>\$2,194,318,562</u>	<u>\$2,269,182,443</u>	<u>\$2,477,456,305</u>	<u>\$2,887,504,774</u>	<u>\$3,111,782,774</u>
<u>\$ 195,359,978</u>	<u>\$ 219,431,856</u>	<u>\$ 226,918,244</u>	<u>\$ 247,745,631</u>	<u>\$ 288,750,477</u>	<u>\$ 311,178,277</u>
<u>\$ 89,125,180</u>	<u>\$ 149,857,191</u>	<u>\$ 146,066,867</u>	<u>\$ 141,513,623</u>	<u>\$ 169,696,798</u>	<u>\$ 164,904,157</u>
<u>1,458,801</u>	<u>1,655,330</u>	<u>1,849,214</u>	<u>1,834,830</u>	<u>2,522,595</u>	<u>2,585,199</u>
<u>87,666,379</u>	<u>148,201,861</u>	<u>144,217,653</u>	<u>139,678,793</u>	<u>167,174,203</u>	<u>162,318,958</u>
<u>\$ 107,693,599</u>	<u>\$ 71,229,995</u>	<u>\$ 82,700,591</u>	<u>\$ 108,066,838</u>	<u>\$ 121,576,274</u>	<u>\$ 148,859,319</u>
44.87%	67.54%	63.55%	56.38%	57.90%	52.16%

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 DEMOGRAPHIC AND ECONOMIC STATISTICS  
 LAST TEN FISCAL YEARS  
 (UNAUDITED)

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Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate *
2015	24,159	\$ 818,131,083	\$ 33,864	3.6%
2016	24,289	829,267,538	34,142	3.4%
2017	24,352	842,978,647	34,616	3.5%
2018	24,743	857,000,458	34,636	3.3%
2019	25,002	871,078,962	34,840	2.8%
2020	25,100	885,962,431	35,297	5.7%
2021	25,253	920,712,000	36,460	4.1%
2022	25,305	936,219,653	36,997	3.0%
2023	25,416	949,018,653	37,339	3.7%
2024	26,049	973,529,279	37,373	4.0%

Source: North Central Texas Council of Governments

\* Texas Workforce Commission

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 DEMOGRAPHIC STATISTICS  
 (UNAUDITED)  
 AUGUST 31, 2024

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Student Data

Student Ethnicity:	
White	44.48%
Hispanic	35.97%
Black	9.97%
Other	9.58%
Attendance Rate:	94.1%
Dropout Rate:	0.1%
Number of Students per Campus:	
Lake Dallas	
Elementary	516
Middle School	879
High School	1,285
Corinth	
Elementary	549
Shady Shores	
Elementary	<u>582</u>
Total Students	3,811

Faculty Data

Teachers	278.9
Counselors	10.0
Administrators	19.0
Educational Aides	61.9
Advance Degrees/Certifications:	
Master Degrees	68.2
Doctoral Degrees	5
Average Experience of Teachers	12.1 Years
Student/Teacher Ratio	13.7 to 1
Cost per Student based on expenses reported in the governmental financial statements	
Percentage of Student population who received free or reduced meals	42.90%

Source of Information: District enrollment and financial records



LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
ENROLLMENT AND ATTENDANCE DATA  
LAST TEN FISCAL YEARS  
(UNAUDITED)

	<u>Enrollment</u>	<u>Average Daily Attendance</u>		
		<u>Average Daily Attendance</u>	<u>Percent of Increase/ (Decrease)</u>	<u>Percent of Enrollment</u>
2014/15	4,011	3,804	1.50%	94.84%
2015/16	3,978	3,768	-1.00%	94.72%
2016/17	3,963	3,751	-0.50%	94.65%
2017/18	3,964	3,752	0.03%	94.65%
2018/19	4,031	3,802	1.33%	94.32%
2019/20	3,986	3,770	-0.85%	94.58%
2020/21	3,871	3,648	-3.24%	94.24%
2021/22	4,004	3,679	0.84%	91.88%
2022/23	3,900	3,610	-1.91%	92.56%
2023/24	3,811	3,525	-2.41%	92.50%

Source of information: Superintendent's Annual Report.

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 PRINCIPAL EMPLOYERS  
 CURRENT YEAR AND NINE YEARS AGO

Employer	Description	2024		Percentage of Total City Employment
		Employees	Rank	
Lake Dallas ISD	School District	558.5	1	13.30%
Coserve	Electric Utility	548	2	13.05%
Wal-Mart	Retail	350	3	8.33%
North Central Texas College	College	234	4	5.57%
City of Corinth	Government	151	5	3.60%
Albertsons	Grocery	110	6	2.62%
Huffines Kia/Suburu	Car Dealership	123	7	2.93%
Lake Cities Fire Dept.	Fire Protection	56	8	1.33%
Stone Systems of N. Texas	Services	50	9	1.19%
United Rentals	Rental Equipment	25	10	0.60%
City of Lake Dallas	Utility			
Success Partners	Media/Marketing Comm			
HD Supply	Wholesale Distribution			
Gold Distributing Co.	Beverages			
TOTAL		2,206		52.51%

Source of Information: Lake Cities Chamber of Commerce

Note: Total employment of 4,220 gathered from third party accumulation of Federal government information.

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2015		
<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>
572	1	30.81%
435	2	23.44%
325	3	17.51%
162	4	8.73%
110	5	5.93%
40	8	2.16%
37	9	1.99%
85	6	4.58%
60	7	3.23%
<u>30</u>	10	<u>1.62%</u>
<u><u>1,856</u></u>		<u><u>100.00%</u></u>

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Enrollment</u>	<u>Operating Expenditures</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Pupil/Teacher Ratio</u>
2014-2015	4,011	\$33,066,180	\$ 8,244	2.79%	270	14.9
2015-2016	3,978	34,634,615	8,707	5.62%	275	14.5
2016-2017	3,963	35,487,172	8,955	2.77%	277	14.2
2017-2018	3,964	36,482,451	9,203	2.77%	282	14.0
2018-2019	4,031	37,885,546	9,399	1.03%	284	14.2
2019-2020	3,986	39,356,588	9,873	5.04%	296	13.4
2020-2021	3,871	38,573,107	9,965	0.93%	291	13.3
2021-2022	4,004	39,855,410	9,954	-0.11%	290	13.8
2022-2023	3,900	40,347,372	10,345	3.93%	289	13.5
2023-2024	3,811	41,785,647	10,964	5.98%	278	13.7

Source of Information: AEIS Report

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<u>Economically Disadvantaged</u>	<u>Limited English Proficient</u>
1521	301
1514	338
1572	362
1786	362
1798	380
1620	381
1783	396
1763	470
1675	498
1635	544

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
STAFF INFORMATION  
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Teachers</u>	<u>Professional Support</u>	<u>Campus Administration</u>	<u>Central Administration</u>	<u>Total Professional Staff</u>	<u>Educational Aides</u>
2014-2015	270.2	61.7	17.0	4.0	352.9	68.8
2015-2016	274.9	63.7	16.0	4.0	358.6	64.5
2016-2017	278.2	64.4	16.0	4.0	362.6	67.3
2017-2018	282.4	58.4	17.0	5.0	362.8	71.9
2018-2019	284.2	58.4	18.0	5.0	365.6	68.9
2019-2020	296.4	56.1	19.8	5.0	377.3	74.4
2020-2021	291.6	55.1	20.5	5.0	372.2	72.7
2021-2022	289.9	63.1	18.5	5.0	376.5	67.2
2022-2023	288.7	55.5	18.0	6.0	368.2	61.5
2023-2024	278.9	52.7	19.0	5.0	355.6	61.9

Source of Information: AEIS Report

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<u>Auxiliary Staff</u>	<u>Total Staff</u>	<u>% Change</u>
150.2	571.9	2.14%
142.9	566.0	-1.03%
146.9	576.8	1.91%
155.0	589.7	2.24%
140.8	575.3	-2.44%
143.3	595.1	3.44%
137.3	582.3	-2.15%
137.8	581.5	-0.14%
138.7	568.4	-2.30%
141.0	558.5	-1.77%

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
TEACHERS SALARY DATA  
2023-24 SCHOOL YEAR

<u>Years of Experience</u>	<u>Bachelor's Degree</u>	<u>Master's Degree</u>	<u>Doctorate Degree</u>
0	\$ 58,200	\$ 59,700	\$ 60,700
1	58,515	60,015	61,015
2	58,815	60,315	61,315
3	59,115	60,615	61,615
4	59,415	60,915	61,915
5	59,715	61,215	62,215
6	60,015	61,515	62,515
7	60,315	61,815	62,815
8	60,615	62,115	63,115
9	60,915	62,415	63,415
10	61,215	62,715	63,715
11	61,515	63,015	64,015
12	61,815	63,315	64,315
13	62,115	63,615	64,615
14	62,415	63,915	64,915
15	62,715	64,215	65,215
16	63,015	64,515	65,515
17	63,315	64,815	65,815
18	63,615	65,115	66,115
19	63,915	65,415	66,415
20	64,215	65,715	66,715
21	64,515	66,015	67,015
22	64,815	66,315	67,315
23	65,115	66,615	67,615
24	65,415	66,915	67,915
25	65,715	67,215	68,215
26	66,080	67,580	68,580
27	67,080	68,580	69,580
28	68,080	69,580	70,580
29	69,080	70,580	71,580
30	70,080	71,580	72,580
31	71,080	72,580	73,580
32	72,080	73,580	74,580
33	73,080	74,580	75,580
34	74,080	75,580	76,580
35	75,080	76,580	77,580
36	76,080	77,580	78,580
37	76,780	78,280	79,280
38	77,280	78,780	79,780
39	77,630	79,130	80,130
40	77,730	79,230	80,230

Average Salary by Years of Experience

Beginning Teachers	\$ 60,803
1-5 Years of Experience	\$ 60,424
6-10 Years of Experience	\$ 63,096
11-20 Years of Experience	\$ 65,305
Over -20 Years of Experience	\$ 69,202

Average Actual Salaries

Teachers	\$ 64,183
Professional Staff	\$ 73,386
Campus Administration	\$ 92,376
Central Administration	\$ 162,752
Educational Aides	\$ 23,921
Auxiliary Staff	\$ 30,302



LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
 CAPITAL ASSET INFORMATION  
 LAST TEN FISCAL YEARS  
 UNAUDITED

Schools	2015	2016	2017	2018	2019
Elementary *					
Buildings	3	3	3	3	3
Square Feet	347,486	351,486	351,486	351,486	351,486
Capacity	2,100	2,100	2,100	2,100	2,100
Enrollment	1,739	1,739	1,761	1,761	1,761
Middle **					
Buildings	1	1	1	1	1
Square Feet	205,360	205,360	205,360	205,360	205,360
Capacity	1,150	1,150	1,150	1,150	1,150
Enrollment	930	930	902	902	902
High ***					
Buildings	1	1	1	1	1
Square Feet	272,048	272,048	272,048	272,048	272,048
Capacity	1,300	1,300	1,300	1,300	1,300
Enrollment	1,292	1,292	1,300	1,300	1,300
Non - instructional					
Buildings	5	5	5	5	5
Square Feet	116,246	116,246	116,246	116,246	116,246
Portable Buildings					
Buildings	2	2	2	2	2
Square Feet	2,400	2,400	2,400	2,400	2,400
Total Square Feet	943,540	947,540	947,540	947,540	947,540
Athletics					
Stadiums	1	1	1	1	1
Football/Soccer Practice Fields	4	4	4	4	4
Running Tracks	2	2	2	2	2
Baseball/Softball Fields	2	2	2	2	2
Playgrounds	4	4	4	4	4
Concession Stands	3	3	3	3	3
Multipurpose Indoor Practice Fac					

Source: District Records

\* Elementary Grades K-6 for year 2005 K-5 years 2006-2017

\*\* Middle School Grades 7-8 for year 2005 6-8 years 2006-2017

\*\*\* High School Grades 9-12

2020	2021	2022	2023	2024
3	3	3	3	3
351,486	351,486	351,486	351,486	351,486
2,100	2,100	2,100	2,100	2,100
1,761	1,706	1,737	1,705	1,705
1	1	1	1	1
205,360	205,360	205,360	205,360	205,360
1,150	1,150	1,150	1,150	1,150
902	915	950	902	902
1	1	1	1	1
272,048	272,048	272,048	272,048	272,048
1,300	1,300	1,300	1,300	1,300
1,300	1,250	1,317	1,293	1,293
5	10	10	10	10
116,246	144,919	144,919	144,919	144,919
2	1	1	1	1
2,400	1,200	1,200	1,200	1,200
947,540	975,013	975,013	975,013	975,013
1	1	1	1	1
4	4	4	4	4
2	2	2	2	2
2	2	2	2	2
4	4	4	4	4
3	3	3	3	3
			1	1



**COMPLIANCE AND  
FEDERAL AWARDS SECTION**



Members:  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC  
ACCOUNTANTS  
TEXAS SOCIETY OF CERTIFIED  
PUBLIC ACCOUNTANTS

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**HANKINS, EASTUP, DEATON,  
TONN, SEAY & SCARBOROUGH**

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A Limited Liability Company

CERTIFIED PUBLIC ACCOUNTANTS

902 NORTH LOCUST  
P.O. BOX 977  
DENTON, TX 76202-0977

TEL. (940) 387-8563  
FAX (940) 383-4746

INDEPENDENT AUDITORS' 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  
Lake Dallas Independent School District  
Lake Dallas, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Lake Dallas Independent School District, as of and for the year ended August 31, 2024, and the related notes to the financial statements, which collectively comprise Lake Dallas Independent School District's basic financial statements, and have issued our report dated January 15, 2025.

**Report on 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 District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

**Report on 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*.

**Purpose of this Report**

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

*Hankins Eastup Deaton Tonn Seay & Scarborough*

Hankins, Eastup, Deaton, Tonn, Seay & Scarborough, LLC  
Denton, Texas

January 15, 2025

Members:  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC  
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TEXAS SOCIETY OF CERTIFIED  
PUBLIC ACCOUNTANTS

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**HANKINS, EASTUP, DEATON,  
TONN, SEAY & SCARBOROUGH**  
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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON  
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Trustees  
Lake Dallas Independent School District  
Lake Dallas, Texas

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

***Opinion on Each Major Federal Program***

We have audited Lake Dallas Independent School District's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Lake Dallas Independent School District's major federal programs for the year ended August 31, 2024. Lake Dallas Independent School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Lake Dallas Independent School 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 year ended August 31, 2024.

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

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

***Responsibilities of Management for Compliance***

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

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

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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

### **Report on Internal Control over Compliance**

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

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

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Hankins, Eastup, Deaton, Tonn, Seay & Scarborough, LLC  
Denton, Texas

January 15, 2025

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED AUGUST 31, 2024

I. Summary of Auditor's Results

1. Type of auditor's report issued on the financial statements: Unmodified.
2. Internal control over financial reporting:  
Material weakness(es) identified: None  
Significant deficiency(ies) identified that are not considered to be material weaknesses: None reported
3. Noncompliance which is material to the financial statements: None
4. Internal controls over major federal programs:  
Material weakness(es) identified: None  
Significant deficiency(ies) identified that are not considered to be material weaknesses: None reported
5. Type of auditor's report on compliance for major federal programs: Unmodified.
6. Did the audit disclose findings which are required to be reported in accordance with 2 CFR 200.516(a)? No
7. Major programs include:  

FALN 84.010A	ESEA, Title I, Part A - Improving Basic Programs
FALN 84.041	Impact Aid - P.L. 81.874 (Note A)
8. Dollar threshold used to distinguish between Type A and Type B programs: \$750,000.
9. Low risk auditee: Yes

II. Findings Related to the Financial Statements

None

III. Other Findings and Findings and Questioned Costs Related to Federal Awards

None

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED AUGUST 31, 2024

FINDING/NONCOMPLIANCE

None

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED AUGUST 31, 2024

(1)	(2)	(3)	(4)
FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM or CLUSTER TITLE	Federal Assistance Listing No.	Pass-Through Entity Identifying Number	Federal Expenditures
<b>U.S. DEPARTMENT OF EDUCATION</b>			
<u>Direct Programs</u>			
Impact Aid - P.L. 81.874 (Note A)	84.041	S041A-201-5019	\$ 702,959
Total Direct Programs			<u>702,959</u>
<u>Passed Through Region 10 Education Service Center</u>			
*SPED Capacity Contracted Services Grant	84.027A	24660049711001	6,768
Total Special Education Cluster (IDEA)			<u>660,361</u>
Total Passed Through Region 10 Education Service Center			<u>6,768</u>
<u>Passed Through Texas Education Agency</u>			
ESEA, Title I, Part A - Improving Basic Programs	84.010A	24610101061912	319,462
*IDEA - Part B, Formula	84.027	246600010619126600	642,647
*IDEA - Part B, Preschool	84.173	246610010619126610	10,946
Total Special Education Cluster (IDEA)			<u>660,361</u>
Career and Technical - Basic Grant	84.048	24420006061912	21,679
Title III, Part A - English Language Acquisition	84.365A	24671001061912	39,188
ESEA, Title II, Part A, Teacher Principal Training	84.367A	24694501061912	81,500
Summer School LEP	84.369A	69552002	2,939
ESEA, Title IV, Part A	84.424A	24680101061912	30,818
COVID 19 - ESSER III - School Emergency Relief	84.425U	21528001061912	379,046
Total Passed Through Texas Education Agency			<u>1,528,225</u>
<b>TOTAL U.S. DEPARTMENT OF EDUCATION</b>			<u>2,237,952</u>
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			
<u>Passed Through Texas Health and Human Services Commission</u>			
Medicaid Administrative Claiming Program - MAC	93.778	529-12-0041-00034	4,995
Total Passed Through Texas Health and Human Services Commission			<u>4,995</u>
<b>TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			<u>4,995</u>
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
<u>Passed Through the Texas Department of Agriculture</u>			
*School Breakfast Program	10.553	71402201	292,571
*National School Lunch Program - Cash Assistance	10.555	71302201	1,073,636
*National School Lunch Prog. - Non-Cash Assistance	10.555	71302201	112,979
Total Assistance Listing Number 10.555			<u>1,186,615</u>
Total Child Nutrition Cluster			<u>1,479,186</u>
Watershed Protection and Flood Prevention	10.904	9K200811	189,338
Total Passed Through the Texas Department of Agriculture			<u>1,668,524</u>
<b>TOTAL U.S. DEPARTMENT OF AGRICULTURE</b>			<u>1,668,524</u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<u>\$ 3,911,471</u>
*Clustered Programs			

See Accompanying Notes to the Schedule of Expenditures of Federal Awards

LAKE DALLAS INDEPENDENT SCHOOL DISTRICT  
NOTES TO SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED AUGUST 31, 2024

1. The District uses the fund types specified in Texas Education Agency's Financial Accountability System Resource Guide. Special Revenue Funds are used to account for resources restricted to, or designated 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 specified project periods.
2. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund types are accounted for using a current financial resources measurement focus. All Federal grant funds were accounted for in a Special Revenue Fund which is a Governmental Fund type. With this measurement focus, only current assets and current liabilities and the fund balance are included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets.

The modified accrual basis of accounting is used for the Governmental Fund types and Agency 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 fund liability is incurred, if measurable, except for unmatured interest on Long-Term Debt, which is recognized when due, and 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.

3. The District participates in numerous state and Federal grant programs that are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, if any, refunds of any money received may be required and the collectability of any related receivable at August 31, 2024, may be impaired. In the opinion of the District, there are not significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions has been recorded in the accompanying combined financial statements for such contingencies.
4. The period of availability for federal grant funds for the purposes of liquidation of outstanding obligations made on or before the ending date of the federal project period extended 30 days beyond the federal project period ending date, in accordance with provisions in the Uniform Guidance.
5. During the current year, the District received the following funds which are not included in the Schedule of Expenditures of Federal Awards.

Total Expenditures of Federal Awards	\$3,911,471
Medicaid Reimbursement (SHARS)	<u>16,398</u>
Federal Revenues per Financial Statements	<u>\$3,927,869</u>