

Pittsburg Independent School District



Financial Integrity Rating System of Texas

2019

Financial Management Report

For the Fiscal Year Ended

August 31, 2018

District Score: 100

Superior Rating



PRELIMINARY FIRST RESULTS



Financial Integrity Rating System of Texas

2018-2019 RATINGS BASED ON SCHOOL YEAR

2017-2018 DATA - DISTRICT STATUS DETAIL

Name: PITTSBURG ISD(032902)	Publication Level 1: 8/7/2019 3:33:27 PM
Status: Passed	Publication Level 2: 8/8/2019 2:06:12 PM
Rating: A = Superior	Last Updated: 8/8/2019 2:06:12 PM
District Score: 100	Passing Score: 60

Schools FIRST Rating

Official Notification received August 8, 2019

Final Notification received October 31, 2019

Notice of Public Meeting

published

November 28, 2019 and December 5, 2019

in the Pittsburg Gazette

DATE:	October 31, 2019
SUBJECT:	Official Notification of the 2018–2019 Release of Final FIRST Ratings
CATEGORY:	Information Update
NEXT STEPS:	Required reporting

The state's school financial accountability rating system, known as the School Financial Integrity Rating System of Texas (FIRST), ensures that Texas public schools are held accountable for the quality of their financial management practices and that they improve those practices. The system is designed to encourage Texas public schools to better manage their financial resources to provide the maximum allocation possible for direct instructional purposes.

Final 2018–2019 Financial Integrity Rating System of Texas (FIRST) ratings based on fiscal year 2018 are now publicly available on the Texas Education Agency (TEA) website:

- [School districts](#)
- [Open-enrollment charter schools and charter schools operated by institutions of higher education \(IHE\)](#)

A previous "To the Administrator Addressed" letter (dated August 8, 2019) instructed your school district or charter school (local education agency or LEA) to view its *preliminary* FIRST rating. The letter also provided information about the data the TEA analyzes to produce the rating and described the appeal process available to your LEA. This appeals process is now complete, and the FIRST ratings are final.

Required Reporting

Within two months of the release of its final FIRST rating, your LEA must announce and hold a public meeting to distribute a financial management report that explains the LEA's rating and its performance under each indicator for the current and previous year's ratings. The report also must provide the financial information described in Title 19, Texas Administrative Code (TAC), [§109.1001\(q\)\(3\)](#). We encourage your LEA to include in the report additional information that will be beneficial to stakeholders, especially information explaining any special circumstances that may have affected the LEA's performance under one or more of the indicators.

The required newspaper notice to inform taxpayers of the meeting must be published no more than 30 days and no fewer than 10 days before the public meeting. Your LEA may combine the meeting with a scheduled regular meeting of the board of trustees.

For full requirements related to the report and meeting, see 19 TAC [§109.1001\(q\)](#). For a template that your LEA can use in developing its financial management report, see the TEA [FIRST](#) web page or [FIRST Rating for Charter Schools](#) web page.

Accreditation Status

Please note that the TEA considers an LEA's FIRST rating when assigning an accreditation status, as required by the accreditation status rules in 19 TAC [§97.1055](#).

Contact for Further Information

If you have questions about your LEA's FIRST rating, please contact the Division of Financial Compliance at (512) 463-9095 or by email at financialaccountability@tea.texas.gov.

NOTICE OF PUBLIC MEETING TO DISCUSS
PITTSBURG INDEPENDENT SCHOOL DISTRICT'S
STATE FINANCIAL ACCOUNTABILITY RATING

Pittsburg ISD will hold a public meeting at 6:00 p.m. on
December 16, 2019 in the Board Room of the Central Administration
Building located at 402 Broach Street, Pittsburg, Texas.

The purpose of this meeting is to discuss the Pittsburg ISD's rating on the
state's financial accountability system for the 2017-2018 school year.

PISD earned a *Superior* rating with a District score of 100.



2017-18

DISTRICT DATA

Pittsburg ISD

District Score 100/100

RATING YEAR 2018-2019 ▼

DISTRICT NUMBER

district # ▼

Select An Option ▼

Help

Home



Financial Integrity Rating System of Texas

2018-2019 RATINGS BASED ON SCHOOL YEAR 2017-2018 DATA - DISTRICT STATUS DETAIL

Name: PITTSBURG ISD(032902)

Publication Level 1: 8/7/2019 3:33:27 PM

Status: Passed

Publication Level 2: 8/8/2019 2:06:12 PM

Rating: A = Superior

Last Updated: 8/8/2019 2:06:12 PM

District Score: 100

Passing Score: 60

#	Indicator Description	Updated	Score
1	<u>Was the complete annual financial report (AFR) and data submitted to the TEA within 30 days of the November 27 or January 28 deadline depending on the school district's fiscal year end date of June 30 or August 31, respectively?</u>	8/5/2019 10:53:57 PM	Yes
2	Review the AFR for an unmodified opinion and material weaknesses. The school district must pass 2.A to pass this indicator. The school district fails indicator number 2 if it responds "No" to indicator 2.A. or to both indicators 2.A and 2.B.		
2.A	<u>Was there an unmodified opinion in the AFR on the financial statements as a whole? (The American Institute of Certified Public Accountants (AICPA) defines unmodified opinion. The external independent auditor determines if there was an unmodified opinion.)</u>	8/5/2019 10:53:57 PM	Yes
2.B	<u>Did the external independent auditor report that the AFR was free of any instance(s) of material weaknesses in internal controls over financial reporting and compliance for local, state, or federal funds? (The AICPA defines material weakness.)</u>	8/5/2019 10:53:58 PM	Yes
3	<u>Was the school district in compliance with the payment terms of all debt agreements at fiscal year end? (If the school district was in default in a prior fiscal year, an exemption applies in following years if the school district is current on its forbearance or payment plan with the lender and the payments are made on schedule for the fiscal year being rated. Also exempted are technical defaults that are not related to monetary defaults. A technical default is a failure to uphold the terms of a debt covenant, contract, or master promissory note even though payments to the lender, trust, or sinking fund are current. A debt agreement is a legal agreement between a debtor (= person, company, etc. that owes money) and their creditors, which includes a plan for paying back the debt.)</u>	8/5/2019 10:53:58 PM	Yes
4	<u>Did the school district make timely payments to the Teachers Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other government agencies?</u>	8/5/2019 10:53:58 PM	Yes
5	This indicator is not being scored.		
			1 Multiplier Sum
6	<u>Was the number of days of cash on hand and current investments in the general fund for the school district sufficient to cover operating expenditures (excluding facilities acquisition and construction)? (See ranges below.)</u>	8/5/2019 10:53:58 PM	10
7	<u>Was the measure of current assets to current liabilities ratio for the school district sufficient to cover short-term debt? (See ranges below.)</u>	8/5/2019 10:53:59 PM	10
8	<u>Was the ratio of long-term liabilities to total assets for the school district sufficient to support long-term solvency? (If the school district's change of students in membership over 5 years was 7 percent or more, then the school district passes this indicator.) (See ranges below.)</u>	8/5/2019 10:53:59 PM	10
9	<u>Did the school district's general fund revenues equal or exceed expenditures (excluding facilities acquisition and construction)? If not, was the school district's number of days of cash on hand greater than or equal to 60 days?</u>	8/5/2019 10:54:00 PM	10

10	<u>Was the debt service coverage ratio sufficient to meet the required debt service? (See ranges below.)</u>	8/5/2019 10:54:01 PM	10
11	<u>Was the school district's administrative cost ratio equal to or less than the threshold ratio? (See ranges below.)</u>	8/5/2019 10:54:01 PM	10
12	<u>Did the school district not have a 15 percent decline in the students to staff ratio over 3 years (total enrollment to total staff)? (If the student enrollment did not decrease, the school district will automatically pass this indicator.)</u>	8/5/2019 10:54:02 PM	10
13	<u>Did the comparison of Public Education Information Management System (PEIMS) data to like information in the school district's AFR result in a total variance of less than 3 percent of all expenditures by function?</u>	8/5/2019 10:54:03 PM	10
14	<u>Did the external independent auditor indicate the AFR was free of any instance(s) of material noncompliance for grants, contracts, and laws related to local, state, or federal funds? (The AICPA defines material noncompliance.)</u>	8/5/2019 10:54:03 PM	10
15	<u>Did the school district not receive an adjusted repayment schedule for more than one fiscal year for an over allocation of Foundation School Program (FSP) funds as a result of a financial hardship?</u>	8/5/2019 10:54:03 PM	10
			100 Weighted Sum
			1 Multiplier Sum
			100 Score

DETERMINATION OF RATING

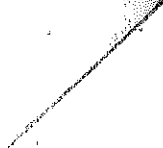
A.	Did the district answer 'No' to Indicators 1, 3, 4, or 2.A? If so, the school district's rating is F for Substandard Achievement regardless of points earned.	
B.	Determine the rating by the applicable number of points. (Indicators 6-15)	
	A = Superior	90-100
	B = Above Standard	80-89
	C = Meets Standard	60-79
	F = Substandard Achievement	<60
No Rating = A school district receiving territory that annexes with a school district ordered by the commissioner under TEC 13.054, or consolidation under Subchapter H, Chapter 41. No rating will be issued for the school district receiving territory until the third year after the annexation/consolidation.		

Home Page: [Financial Accountability](#) | Send comments or suggestions to FinancialAccountability@tea.texas.gov

THE TEXAS EDUCATION AGENCY

1701 NORTH CONGRESS AVENUE • AUSTIN, TEXAS, 78701 • (512) 463-9734

FIRST 5.7.1.0



REQUIRED SUPPLEMENTAL DISCLOSURES

SUPERINTENDENT'S CONTRACT

Superintendent Term Contract

This Contract is entered into between the Board of Trustees (the "Board") of **PITTSBURG INDEPENDENT SCHOOL DISTRICT** (the "District") and **Judy Pollan** (the "Superintendent").

The Board and the Superintendent, for and in consideration for the terms stated in this Contract, hereby agree as follows:

1. **Term.** The Board agrees to employ the Superintendent on a twelve-month basis per school year, beginning July 1, 2017 and ending June 30, 2020.
2. **Certification.** The Superintendent agrees to maintain the required certification throughout the term of employment with the District. If the Superintendent's certification expires, is canceled, or is revoked, this Contract is void.
3. **Representations.** The Superintendent makes the following representations:
 - 3.1 **Beginning of Contract.** The Superintendent represents that he or she has disclosed to the Board, in writing, any arrest, indictment, conviction, no contest or guilty plea, or other adjudication of the Superintendent. The Superintendent understands that a criminal history record acceptable to the Board, at its sole discretion, is a condition precedent to this Contract.
 - 3.2 **During Contract.** The Superintendent also agrees that, during the term of this Contract, the Superintendent will notify the Board, in writing, of any arrest, indictment, conviction, no contest or guilty plea, or other adjudication of the Superintendent. The Superintendent agrees to provide such notification in writing within seven calendar days of the event or any shorter period specified in Board policy.
 - 3.3 **False Statements and Misrepresentations.** The Superintendent represents that any records or information provided in connection with his or her employment application are true and correct. Any false statements, misrepresentations, omissions of requested information, or fraud by the Superintendent in or concerning any required records or in the employment application may be grounds for termination or nonrenewal, as applicable.
4. **Duties.** The Superintendent shall be the educational leader and chief executive officer of the District. The Superintendent agrees to perform his or her duties as follows:
 - 4.1 **Authority.** The Superintendent shall perform the duties and have the powers prescribed by the law and the Board. The Board may assign additional duties to the Superintendent and change the Superintendent's responsibilities or work at any time during this Contract, but the duties shall be appropriate to and consistent with the professional role of the Superintendent.
 - 4.2 **Standard.** Except as otherwise permitted by this Contract or Board action, the Superintendent agrees to devote his or her full time and energy to the performance of his or her duties. The Superintendent shall perform his or her duties with reasonable

care, skill, and diligence. The Superintendent shall comply with all Board directives, state and federal laws and rules, Board policy, and regulations as they exist or may hereafter be amended.

5. **Compensation.** The District shall pay the Superintendent an annual salary as follows:

5.1 **Salary.**

To be determined after budget planning Dollars (\$ _____) per year

- 5.2 **Benefits.** The District shall provide benefits to the Superintendent as provided by state law and Board policies. The Board reserves the right to amend its policies at any time during the term of this Contract to reduce or increase these benefits, at the Board's sole discretion.

6. **Suspension.** In accordance with Texas Education Code chapter 21, the Board may suspend the Superintendent without pay during the term of this Contract for good cause as determined by the Board.

7. **Termination and Nonrenewal of Contract.** Termination or nonrenewal of this Contract or resignation under this Contract will be pursuant to Texas Education Code chapter 21.

8. **General Provisions.**

- 8.1 **Amendment.** This Contract may not be amended except by written agreement of the Board and the Superintendent (the "Parties").

- 8.2 **Severability.** If any provision in this Contract is, for any reason, held to be invalid, illegal, or unenforceable, such invalidity, illegality, or unenforceability shall not affect any other provision of the Contract. This Contract shall be construed as if such invalid, illegal, or unenforceable provision had never been a part of the Contract.

- 8.3 **Entire Agreement.** All existing agreements and contracts, both verbal and written, between the Parties regarding the employment of the Superintendent are superseded by this Contract. This Contract and any addenda constitute the entire agreement between the Parties.

- 8.4 **Applicable Law and Venue.** Texas law shall govern this Contract. The Parties agree that venue for any litigation relating to the Superintendent's employment with the District, including this Contract, shall be the county in which the District's administration building is located. If litigation is brought in federal court, the Parties agree that venue shall be the federal district and division in which the district's administration building is located.

- 8.5 **Paragraph Headings.** The headings used at the beginning of each numbered paragraph in this Contract are not intended to have any legal effect; the headings do not limit or expand the meaning of the paragraphs that follow them.

9. **Notices.**

- 9.1 **To Superintendent.** The Superintendent agrees to keep a current address on file with the District's human resources office and the Board President. The Superintendent agrees that the Board may meet any legal obligation it has to give the Superintendent written notice by delivering the notice through hand-delivery, certified mail, regular mail, and/or express delivery service to the Superintendent's address of record.
- 9.2 **To Board.** The Board agrees that the Superintendent may meet any legal obligation to give the Board written notice by providing one copy of the notice to the President of the Board and one copy to the Vice President of the Board. The Superintendent may provide such notices by hand delivery, or by certified mail, regular mail, and/or express delivery service to the Board President and Vice President's addresses of record, as provided to the District.

I have read this Contract and agree to abide by its terms and conditions;

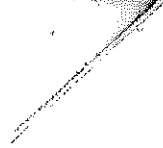
Judy Pollan
Judy Pollan, Superintendent

Date signed: 2-6-17

Pittsburg Independent School District

By: Jack Arnwine
Jack Arnwine, President Board of Trustees

Date signed: 1-23-17



REQUIRED SUPPLEMENTAL DISCLOSURES

REIMBURSEMENTS TO BOARD MEMBERS AND SUPERINTENDENT

Pittsburg Independent School District
County District #032-902

Information in this report is for the Fiscal year Ending August 31, 2018

Reimbursements Received By the Superintendent and Board Members

NAME	POSITION	MEALS	LODGING	TRANSPORTATION	MOTOR FUEL	OTHER	TOTAL
Judy Pollan	Superintendent	\$0.00	\$0.00	\$0.00	\$0	\$135.00	\$135.00
Jack Arnwine	Board Member	\$0.00	\$0.00	\$0.00	\$0	\$0.00	\$0.00
Ricky Parker	Board Member	\$0.00	\$0.00	\$264.96	\$0	\$0.00	\$264.96
Alan Brison	Board Member	\$0.00	\$0.00	\$0.00	\$0	\$0.00	\$0.00
Jerrel Walker	Board Member	\$0.00	\$0.00	\$264.96	\$0	\$0.00	\$264.96
Christian Yantis	Board Member	\$0.00	\$0.00	\$0.00	\$0	\$0.00	\$0.00
Greg Miller	Board Member	\$0.00	\$0.00	\$0.00	\$0	\$0.00	\$0.00
Vernon Rowe	Board Member	\$0.00	\$0.00	\$0.00	\$0	\$0.00	\$0.00

Gifts Received by Superintendent and Board Members that had an economic value of \$250 or more in the aggregate in the fiscal year (and First Degree Relatives, if any)

NAME	POSITION	VALUE OF GIFTS
Judy Pollan	Superintendent	\$0
Jack Arnwine	Board Member	\$0
Ricky Parker	Board Member	\$0
Alan Brison	Board Member	\$0
Jerrel Walker	Board Member	\$0
Christian Yantis	Board Member	\$0
Greg Miller	Board Member	\$0
Vernon Rowe	Board Member	\$0
Dan Kincaid	Board Member	\$0

Outside Compensation and/or Fees Received by the Superintendent for Professional Consulting and/or Other Personal Services

NAME(S) OF ENTITY(IES)	AMT RC'D
None	
0	
0	
0	
0	
0	
0	

Business Transactions between School District and Board Members.

NAME	POSITION	AMOUNT
Jack Arnwine	Board Member	\$0
Ricky Parker	Board Member	\$0
Alan Brison	Board Member	\$0
Jerrel Walker	Board Member	\$0
Christian Yantis	Board Member	\$0
Greg Miller	Board Member	\$0
Vernon Rowe	Board Member	\$0
Dan Kincaid	Board Member	\$0