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ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Fiscal Year Ended
June 30, 2024









Pearland Independent School District
Pearland, Texas

PEARLAND INDEPENDENT SCHOOL DISTRICT

1928 N. Main Street
Pearland, TX 77581

Annual Comprehensive Financial Report
For the Fiscal Year Ended
June 30, 2024

Pearland Independent School District
Business Services


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PEARLAND INDEPENDENT SCHOOL DISTRICT

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INTRODUCTORY SECTION



November 12, 2024

Board of Trustees and Taxpayers of
Pearland Independent School District
1928 N. Main St.
Pearland, TX 77581

Dear Board of Trustees and Taxpayers:

We are pleased to submit to you the Annual Comprehensive Financial Report (ACFR) for the Pearland Independent School District (the "District") for the fiscal year ended June 30, 2024. The report was prepared by the District's Business Office. The basic financial statements have been audited by the independent accounting firm of Whitley Penn, whose report is included herein. The financial data appearing in this report has been prepared in accordance with generally accepted accounting principles and reporting standards as promulgated by the Governmental Accounting Standards Board ("GASB").

Responsibility, for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data, as presented, is accurate in all material respects and is presented in a manner which daily sets forth the financial position and results of operations of the District. Furthermore, we believe that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial activities have been included.

United States generally accepted accounting principles (GAAP) 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 the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

Reporting Entity

The District is a political subdivision of the State of Texas located within Brazoria and Harris Counties. The District is governed by a seven-member Board of Trustees (the "Board"). Policy-making and supervisory functions are the responsibility of, and are vested in, the Board. The Board delegates administrative responsibilities to the Superintendent of Schools, who is the chief administrative officer of the District.

The District is not included in any other governmental reporting entity as defined by Governmental Accounting Standards Board Statement No. 14. As required by GAAP, the financial statements of the reporting entity include those of the District (the primary government) and its component unit in conformity with GASB Statement No. 14, The Financial Reporting Entity. The District is not reporting component units.

The Board is required to adopt an initial budget for the fiscal year no later than June 30 preceding the beginning of the fiscal year on July 1. This annual budget serves as the foundation for the District's financial planning and control. The budget is prepared and approved at least at the fund and function levels to comply with the state's legal level of control mandates.

Services Provided

Through all the years of growth in Pearland, the District has consistently been the heart of the town. The first school, built in 1893, was a one-room wood structure with a wood-burning stove and 23 students taught by Miss Nannie Rogers. More than a century later, the district has 23 campuses, including 11 elementary schools serving grades Pre-K-4, four middle schools serving grades 5-6, four junior high schools serving grades 7-8, three high schools serving grades 9-12, and an alternative school of choice serving over 21,000 students. The ages and capacities of these facilities range from 11 to 72 years with an average age of 30.3 years and can be found in Table 18 of the Statistical Section.

Pearland ISD strives to offer a world-class education that develops every child's unique gifts and talents. Our diverse programs challenge and equip students for future success:

- Gifted and Talented Academy
- Dual Language Program (dual English/Spanish classrooms)
- Turner College and Career High School
- Career and Technical Education workforce learning and career pathways
- Dual credit/dual degrees through local colleges
- Associate degrees
- Professional certifications
- Championship athletic programs
- Premier drama, choral, band and art programs
- Special Olympics

The comprehensive academic program in grades K-12 provides students the opportunity to reach their full potential. Special Programs, bilingual/ESL, Gifted and Talented and pre-K services are offered to students who qualify.

At the secondary level (grades 7-12), the Pearland Advanced Placement (PAP)/AP programs serve as the Gift and Talented program in addition to a Gifted and Talented Academy option for students in grades 5-8. With the State Board of Education-approved Texas Essential Knowledge and Skills (TEKS), the entire K-12 curriculum has real-life application and integrates technology. The district also has an extensive Career and Technical Education program that makes connections with the business community.

Enrollment

Our enrollment for school year 2023-2024 as of Fall snapshot day was 21,111 students of which 7,162 students were enrolled at the high school level, 3,384 at the junior high school level, 3,190 at the middle school level, and 7,375 at the elementary level.

Approximately 37.7% of our students are classified as economically disadvantaged, 13.8% as emergent bilingual, 12.6% as Special Education, and 12.2% participate in Gifted and Talented courses.

District's Purpose

Mission Statement

In partnership with the community, families, and students, Pearland ISD prepares all learners to achieve their highest potential.

Vision

Pearland ISD will empower, inspire, and develop courageous, confident individuals who excel in a global society.

District Beliefs

- We believe students come first.
- We believe all learners are unique, valuable, and teachable.
- We believe a successful education includes engaged students, staff, families, and community.
- We believe that a positive culture and safe learning environment are critical for the success of all learners.

District Strategic Goals

1. School Safety: Pearland ISD will provide a safe and orderly environment by enforcing safety and security measures and training at all levels focused on prevention, mitigation, preparation, response, and recovery.
2. Student Academic Performance: Pearland ISD will continue to make quality instruction and academic performance a top priority.
3. Physical and Mental Wellbeing: Pearland ISD will provide for the physical and mental wellbeing of all students and staff.
4. Communication: Pearland ISD will deliver a transparent communication system that fosters trust and enhances unity across the district and community.
5. Finance: Pearland ISD will strategically maximize financial assets to provide resources to meet student needs in partnership with families and the community.

Education Foundation

The Pearland ISD Education Foundation has provided support for educational programs for both the students and staff of Pearland ISD for the past 10 years. The organization provides funds for educational programs and activities that either have not been funded or have been under-funded by the normal operating budget. These funds are used to facilitate student achievement and skill development, to recognize and encourage staff excellence and to expand community involvement from individuals, businesses, and civic organizations.

Each year, the Foundation distributes innovative grant awards throughout the district to enhance student learning. Educators can apply for grant funding of up to $5,000 for teacher or classroom projects and up to $7,500 for campus and districtwide programs. During the 2023-2024 school year, the Foundation awarded $105,000 to support innovative learning. Since its inception in 2014, the Foundation has awarded a total of $814,000 in innovative grants. For the first time in Foundation history, the organization launched a mini-grant program to provide additional support for classroom needs. The mini grants, totaling $34,000, were funded by community supporters. The Foundation does not meet the criteria for inclusion in the District's financial statements under the provisions of GASB Statement No. 39.

Economic Condition and Outlook

The District is located in a residential and agricultural area that includes the City of Pearland, Texas, with a reported 2020 population of 125,828, a commercial center located 15 miles south of downtown Houston at the intersection of State Highway 35 and Farm to Market Road 518 in the northeast corner of Brazoria County, with a small portion in Harris County. Pearland is one of the fastest growing cities in Texas, positioned on a growth curve that extends well into the 21st century. Also included within the district is the Town of Brookside Village with a reported 2020 population of 1,548.

A Pearland economic and demographic profile prepared for the Pearland Economic Development Corporation shows Pearland's population growing rapidly since its incorporation, and especially since the year 2000. According to the 2020 U.S. Census, Pearland's current population is 125,828 residents.

From 2010 to 2020, according to U.S. Census population figures, Pearland was ranked as the eighth fastest growing city in the United States from 2010 to 2020 compared to other cities with a population of 100,000 or greater. From 2000 to 2010, according to U.S. Census population figures, Pearland's population grew by 142% to 91,252. This ranked Pearland as the 15th fastest growing city in the U.S. from 2000 to 2010 compared to other cities with a population of 10,000 or greater in 2000. Pearland has been the third largest and fastest growing city in the Houston MSA since 2000.

In the past ten years, more than 10,000 new single-family homes and 3,000 multi-family units have been constructed in the community. Median home values rose over 112% from $182,300 in 2010 to $386,824 in 2024. The average home sale price increased at a similar rate from $194,900 in 2010 to $375,000 in 2024.

Enrollment has decreased by 2.98 % in the last five years. School year 2023-24 enrollment was a total of 21,111 students. The enrollment decline is attributed to various factors, including the COVID-19 pandemic, increase in homeschooling, an aging population, and higher than usual mobility due to a significant increase in home values prompting residents to sell their homes at a premium and affording newer residences outside the district boundaries.

District administration has been able to manage the tax rate to maintain a healthy fund balance by holding a voter-approval tax rate election in the current fiscal year and adopting one-time disaster pennies, when available. In addition, administration has focused on maximizing interest earnings by strategic management of its investment portfolio during the Federal Reserve interest rate increases. The District's financial position has experienced surpluses over the past years with the fund balance remaining stable as an indicator of sound financial management.

Local Economy

The Brazoria County economy is largely based upon manufacturing and construction. Brazoria County was the first capital of the Republic of Texas, which proves the county's roots run rich with Texas history. Pearland's largest employers include school districts, energy services, manufacturing, and healthcare companies such as Dover Energy, Lonza, and Kelsey Seybold. Pearland is located close to the Texas Medical Center and its fifty medical institutions. Pearland's top taxpayer is VR St. Andrew LP, a property-owning company.

Financial Policies and Long-Term Financial Planning

The most recent bond election the District held was on May 4, 2024, for a $105 million bond. The 2024 bond election is addressing infrastructure and technology needs that exceed the capacity of the operating budget. It was proposed and elected in two separate bond propositions, one to address infrastructure for $75 million, and the other for $30 million to address technology needs. The proceeds will be used to acquire, construct, renovate, and equip school facilities in the District including HVAC, electrical, plumbing, roofing, parking, painting, and security improvements. The technological needs facing the District include replacing student one-to-one devices, classroom technology, computer lab improvements, servers, storage, as well as networking and data center improvements. The District's bond capacity was such that this bond election did not raise the interest and sinking tax rate and projects are expected to be completed in the 2027-2028 school year.

It is the responsibility of the Business Office Division to oversee all finance related issues, including the investment of construction funds and other funds for maximization of interest earnings, and to provide financial status reports to the Board with the objective of assisting in the accountability and decision-making process. The District held a successful Voter-Approval Tax Rate Election (VATRE) on November 7, 2023 to capture the nine copper pennies available, which generated and additional $8.9 million in local funding and $2.3 million in state funding.

Accounting System

Business Services is responsible for providing all District financial services including financial accounting and reporting, payroll and accounts payable disbursement functions, cash and investment management, debt management,

budgeting, procurement, student comprehensive data, and special financial and policy analyses to District management. The Chief Financial Officer, appointed by the Superintendent, has oversight responsibility for the division's operations.

The District utilizes the Tyler Munis suite of financial and human resources software, which includes a system of internal accounting controls. Such controls have been designed and are continually being reevaluated to provide reasonable, but not absolute, assurance for the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability over the District's assets.

The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within this framework and are believed to adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions. Accounting records for governmental fund types are maintained on a modified accrual basis with revenues recorded when services or goods are received, and the liabilities are incurred. Accounting records for trust funds are maintained on the accrual basis.

Budgetary Financial Control

State law requires that every local education agency in Texas prepare and file an annual budget of anticipated revenues and expenditures with the Texas Education Agency. The annual budget serves as the foundation for the District's financial planning and control. The budget process must include budgeting for the General Fund, Debt Service Fund, and the Food Service Fund.

Each year, the Board of Trustees and the Superintendent begin the budget process by reviewing the goals that establish the basis for budgeting available resources. Considering the fast-growth environment, the economic conditions, the changes in accountability standards and the change in student population, the District makes it a priority to analyze and adjust the programmatic structure to best meet the needs of the students.

As the budgets are developed by each campus and department, the District and Campus Improvement Plans are considered in the needs assessments. The budgets represent a balance between the educational needs of the students and programs and the ability of the community and the State of Texas (State) to provide the necessary financial resources.

Each year, the budget process officially begins in November with the preparation of the budget calendar for the upcoming year. Demographic studies allow the District to begin looking at growth rates, trends, and economic conditions affecting the district. Enrollment projections are utilized to calculate staffing allotments and campus budget financial allotments. Through the course of the spring each year, the campuses and departments begin formulating the needs assessments and requests for the following budget. Consolidated budgeting information is then presented to the Superintendent's Cabinet and to the Board of Trustees in various workshops and meetings. With a July 1 fiscal start date, the budget must be approved by June 30th each year.

Subsequent budget amendments must be approved by the Board for appropriated funds, including the General Fund, Food Service Fund, and Debt Service Fund. For Special Revenue Funds, budget amendments are subject to the approval by the granting agency. All departments are required to operate within their budgetary constraints. Appropriated budgets are amended prior to expenditure, and the accounting system provides a strong budgetary control over expenditures.

Independent Audit

The Texas Education Agency requires that an annual audit of the books of account, financial records, and transactions of all administrative departments of the school district be performed by an independent certified public accountant(s). The firm of Whitley Penn was selected by the District and approved by the Board. In addition to meeting the requirements set forth in the state and local policies, the audit was also designed to meet the 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). The auditor's report on the basic financial statements and schedules are included in a separate report. The auditor's report related specifically to the single audit is included in the Federal Awards section of the report.

Awards

School FIRST Superior Achievement

The School FIRST (Financial Accountability Rating System of Texas) program, a financial accountability system for Texas school districts was developed by the Texas Education Agency in response to Senate Bill 218 of the 77th Texas Legislature in 2001. The TEA has awarded the District an "A" rating for "Superior Achievement" for the year ended June 30, 2024. The rating is based upon an analysis of student and staff data reported for the 2022-2023 school year and budgetary and actual financial data for the fiscal year ended June 30, 2023.

The primary goal of FIRST is to achieve quality performance in the management of school districts financial resources, a goal made more significant due to the complexity of accounting associated with the Texas school finance system. The "Superior Achievement" rating is the state's highest financial rating, demonstrating the quality of Pearland ISD's sound fiscal management.

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2023. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized ACFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our ACFR continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

ASBO Certificate of Excellence

The District received the Association of School Business Officials' (ASBO) Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2023. This award certifies that the Annual Comprehensive Financial Report for the fiscal year ended June 30, 2023, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the ASBO. We believe that our current ACFR continues to meet the Certificate of Excellence Program's requirements, and we are submitting it to ASBO to determine its eligibility for another certificate.

TASBO Award of Merit for Purchasing Operations

The TASBO Award of Merit for Purchasing Operations recognizes Texas school districts, open-enrollment charter schools, and education services centers that are committed to following professional standards in the acquisition of goods and services.

Texas Comptroller's Office Transparency Stars for Local Governments

The Texas Comptroller of Public Accounts' Transparency Stars program recognizes local governments for going above and beyond in their transparency efforts. The program recognizes government entities that open their books not only in their traditional finances, but also in the areas of contracts and procurement, economic development, public pensions, and debt obligations. Local government recipients provide clear and meaningful financial information by posting financial documents, but also through summaries, visualizations, downloadable data, and relevant information.

Acknowledgments

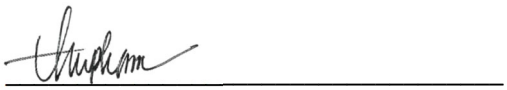
The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff Business Services and the leadership of the Superintendent. In addition, we would like to express our appreciation to other divisions, departments, schools, and individuals who assisted in its preparation.

We would also like to acknowledge the thorough professional and timely manner in which the audit was conducted by our independent auditors, Whitley Penn. Furthermore, we would like to especially acknowledge the President of the Board and the Board of Trustees for supporting the school district's goals of excellence in all aspects of financial management.

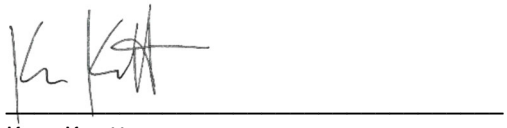
Respectfully submitted,



Larry Berger
Superintendent



Thu Pham
Chief Financial Officer



Kara Knott
Director of Accounting

CERTIFICATE OF BOARD

Pearland Independent School District	Brazoria	020-908
Name of School District	County	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 June 30, 2024, at a meeting of the board of trustees of such school district on the 12th day of November 2024.

Signature of Board Secretary

Signature of Board President

If the Board of Trustees disapproved of the auditor's report, the reason(s) for disapproving it is (are) (attach list if necessary):

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Pearland Independent School District
Texas

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morrill

Executive Director/CEO

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS INTERNATIONAL

The Certificate of Excellence in Financial Reporting is presented to

Pearland Independent School District

for its Annual Comprehensive Financial Report for the Fiscal Year Ended June 30, 2023.

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

CERTIFICATE OF EXCELLENCE IN FINANCIAL REPORTING

Ryan S. Stechschulte
President

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

PEARLAND INDEPENDENT SCHOOL DISTRICT
PRINCIPAL OFFICIALS & ADVISORS

BOARD OF TRUSTEES

Crystal Carbone, President
Stay-at-Home Mother

Sean Murphy, Vice President
Senior Vice President of HomeTown Bank of Pearland

Nanette Weimer, Secretary
Retiree, Former Deputy Superintendent

Dr. Kristofer Schoeffler, Member
Owner of Pearland Animal Hospital

Toni Carter, Member
Stay-at-Home Mother

Amanda Kuhn, Member
Co-owner of Pat Griffin Realty

Jenny Francis, Member
Stay-at-Home Mother

ADMINISTRATION

Larry Berger, Superintendent of Schools

Kelly Holt, Deputy Superintendent

Thu Pham, Chief Financial Officer

Jon-Paul Estes, Chief Technology Officer

Dr. Lisa Nixon, Assistant Superintendent of Educational Services

Tanya Dawson, General Counsel

Dr. Charles Allen, Executive Director of Curriculum & Instruction

Dr. Sundie Dahlkamp, Executive Director of Human Resource Services

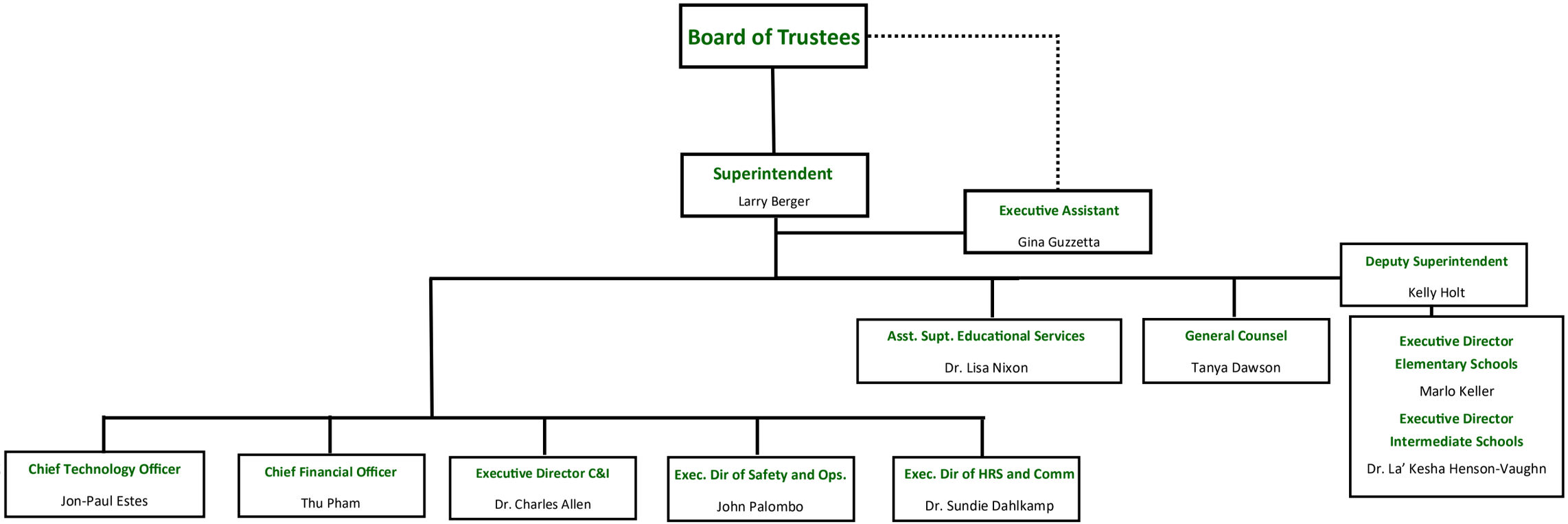
Dr. La'Kesha Henson-Vaughn, Executive Director of Intermediate Schools

Marlo Keller, Executive Director of Elementary Education

John Palombo, Executive Director of Safety & Operations

CONSULTANTS & ADVISORS

Whitley Penn, Independent Auditors
Winstead PC, Bond Counsel
BOK Financial Securities, Financial Advisor



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PEARLAND INDEPENDENT SCHOOL DISTRICT

Organizational Chart

FINANCIAL INFORMATION



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whitleypenn.com

INDEPENDENT AUDITOR'S REPORT

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

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of Pearland Independent School District (the District), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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 the District, as of June 30, 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 (GAAS) 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 Financial Statements section of our report. We are required to be independent of the 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 the 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 Responsibilities 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 GAAS 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 GAAS 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 the 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 the 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 management's discussion and analysis, budgetary comparison information, pension information, and other-post employment benefit information, as listed in the table of contents, 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 the District's basic financial statements. The combining fund financial statements and required Texas Education Agency (TEA) schedules 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 fund financial statements and required TEA schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 12, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Whitley Penn LLP

Houston, Texas
November 12, 2024


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PEARLAND INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2024

As management of the Pearland Independent School District (the "District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the year ended June 30, 2024. We encourage readers to consider the information presented here in conjunction with the District's financial statements, which follow this section.

Financial Highlights

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at the close of the most recent period by $69,329,731. Of this amount, unrestricted net position is a deficit of $54,913,117.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of $114,523,446. Approximately 45.4% or $52,047,925 of this amount is available for spending at the government's discretion (unassigned fund balance).
- At the end of the current fiscal year, unassigned fund balance for the general fund was $52,047,925, or 24.9% of the total general fund expenditures.

Overview of the Financial Statements

This management discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all the District's assets and deferred outflows of resources, and liabilities and deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *statement of activities* presents information for all of the current year's revenues and expenses regardless of when cash is received or paid. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the District's government-wide financial statements distinguish the functions of the District as being principally supported by taxes and intergovernmental revenues (*governmental activities)* from other functions that are considered *business-type activities* and are intended to recover all or a significant portion of their costs through user fees and charges. The government-wide financial statements can be found as noted in the table of contents.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related requirements. All the funds of the District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

The fund financial statements provide more detailed information about the District's most significant funds, not the District as a whole.

- Some funds are required by State law and/or bond covenants.
- Other funds may be established by the Board to control and manage money for particular purposes or to show that it is properly using certain taxes or grants.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, government fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the government fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The District maintains 25 governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, debt service fund, and the capital projects fund, each of which are considered to be major funds. Data from the other 22 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* on Exhibit H-1 and H-2 of this report.

The District adopts an annual appropriated budget for its general fund, food service fund, and debt service fund. A budgetary comparison schedule has been provided to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found as noted in the table of contents.

Proprietary funds. *Proprietary funds* provide the same type of information as the government-wide financial statements, only in more detail. There are two proprietary fund types. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements, where the District reports its football concession enterprise fund. *Internal service funds*, which are an accounting device used to accumulate and allocate costs internally among the various functions; the District uses the *internal service fund* to report activities for its self-funded workers' compensation insurance program.

The basic proprietary fund financial statements can be found as noted in the table of contents.

Fiduciary funds. *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the District's own programs. The District is the trustee, or *fiduciary*, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. The District's fiduciary activities can be found as noted in the table of contents. These activities are excluded from the District's government-wide financial statements because the District cannot use these assets to finance its operations.

Notes to the financial statements. The notes provide additional information that is essential to a complete understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found as noted in the table of contents.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* that further explains and supports the information in the financial statements. Required supplementary information can be found as noted in the table of contents. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information. Combining statements can be found as noted in the table of contents.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, the assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources by $69,329,731 as of June 30, 2024. The net position of the District increased by $34,553,941 from the prior fiscal year.

The District's Net Position

	Governmental Activities		Business Type Activities		Total	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
Current and other assets	$ 142,216,927	$ 144,356,574	$ 184,163	$ -	$ 142,401,090	$ 144,356,574
Capital assets	453,935,771	457,786,171	-	-	453,935,771	457,786,171
Total assets	596,152,698	602,142,745	184,163	-	596,336,861	602,142,745
Deferred outflows of resources	39,184,053	41,975,719	-	-	39,184,053	41,975,719
Long-term liabilities	476,054,601	510,191,543	-	-	476,054,601	510,191,543
Other liabilities	30,470,880	34,566,325	150,155	-	30,621,035	34,566,325
Total liabilities	506,525,481	544,757,868	150,155	-	506,675,636	544,757,868
Deferred inflows of resources	59,515,547	64,584,806	-	-	59,515,547	64,584,806
Net Position:						
Net investment in capital assets	105,607,520	76,824,276	-	-	105,607,520	76,824,276
Restricted	18,635,328	19,507,855	-	-	18,635,328	19,507,855
Unrestricted	(54,947,125)	(61,556,341)	34,008	-	(54,913,117)	(61,556,341)
Total net position	$ 69,295,723	$ 34,775,790	$ 34,008	$ -	$ 69,329,731	$ 34,775,790

Investment in capital assets (e.g., land, buildings and improvements, furniture and equipment, right-to-use lease equipment, subscription-based information technology arrangements, and construction in progress) less any related debt used to acquire those assets that is still outstanding is $105,607,520. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Restricted net position represents resources that are subject to external restrictions on how they may be used amounted to $18,635,328. The remaining balance is a deficit of $54,913,117 which represents unrestricted net position. This deficit is not an indication that the District does not have significant resources available to meet financial obligations next year, but rather the result of having long-term commitments, specifically the net pension liability and net OPEB liability, that are more than currently available resources.

Governmental activities. The District's total net position increased by $34,519,933. The total cost of all *governmental activities* this year was $270,504,101. The amount that our taxpayers paid for these activities through property taxes was $130,416,320 or 48.2% of total cost. The amount of costs that were paid by those who directly benefited from the programs was $10,858,440 or 4.0%. The costs that were paid by other governments and organizations that subsidized certain programs with grants and contributions or by State equalization funding were $26,613,299 or 9.8% and $127,867,727 or 47.3%, respectively.

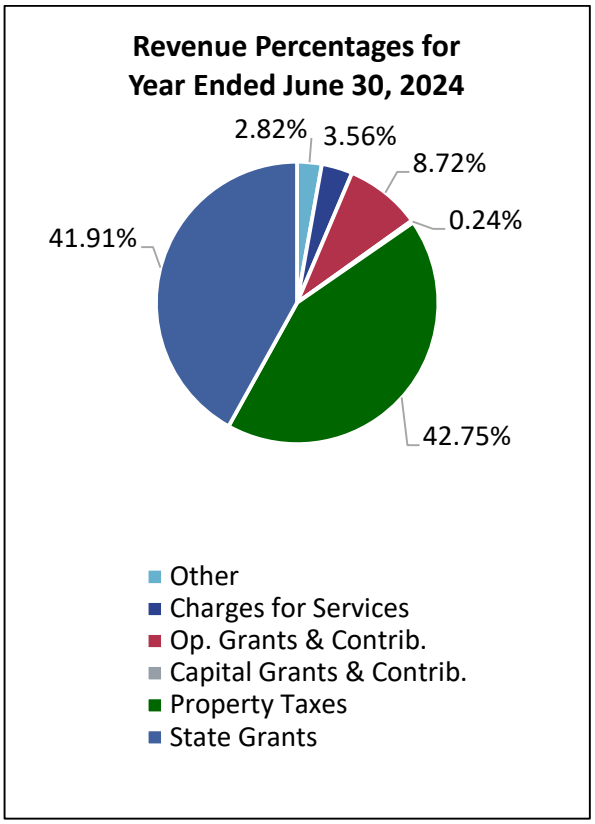
The table below outlines the changes in the District's net position:

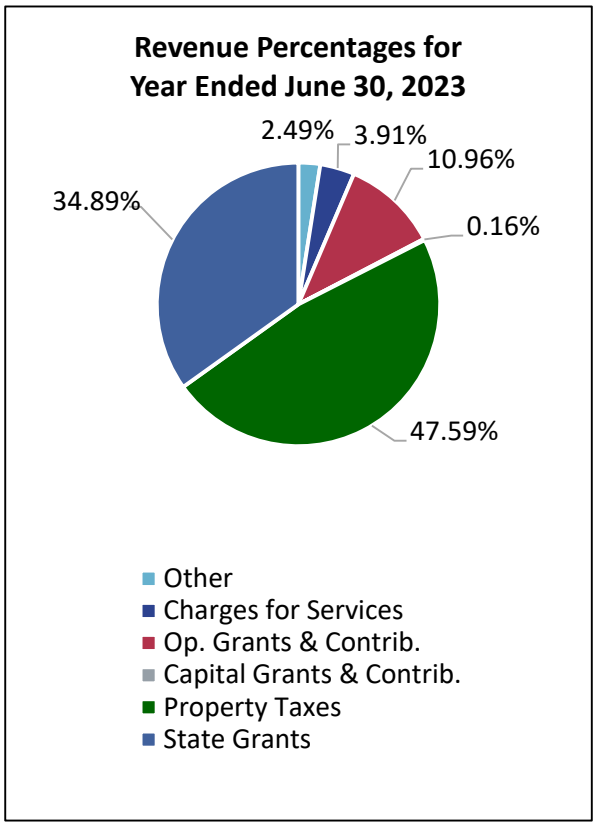
Changes in the District's Net Position

	Governmental Activities		Business Type Activities		Total	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
Revenues:						
Program Revenues:						
Charges for services	$ 10,858,440	$ 10,440,689	$ 125,686	$ -	$ 10,984,126	$ 10,440,689
Operating grants and contrib.	26,613,299	29,238,374	-	-	26,613,299	29,238,374
Capital grants and contrib.	725,294	414,257	-	-	725,294	414,257
General Revenues:						
Property taxes	130,416,320	126,962,088	-	-	130,416,320	126,962,088
State grants	127,867,727	93,058,283	-	-	127,867,727	93,058,283
Other	8,592,954	6,641,728	948	-	8,593,902	6,641,728
Total revenues	305,074,034	266,755,419	126,634	-	305,200,668	266,755,419
Expenses:						
Instruction	127,473,290	125,065,807	-	-	127,473,290	125,065,807
Instructional resources and media services	2,423,690	2,299,017	-	-	2,423,690	2,299,017
Curriculum and instructional staff development	6,103,541	5,815,811	-	-	6,103,541	5,815,811
Instructional leadership	2,425,770	2,927,719	-	-	2,425,770	2,927,719
School leadership	12,459,077	12,233,423	-	-	12,459,077	12,233,423
Guidance, counseling and evaluation services	10,005,487	8,741,114	-	-	10,005,487	8,741,114
Social work services	955,807	932,719	-	-	955,807	932,719
Health services	2,309,226	2,310,786	-	-	2,309,226	2,310,786
Student transportation	9,125,959	8,372,230	-	-	9,125,959	8,372,230
Food service	11,697,099	10,998,633	-	-	11,697,099	10,998,633
Cocurricular/extracurricular activities	11,973,219	11,153,208	-	-	11,973,219	11,153,208
General administration	5,091,225	5,445,444	-	-	5,091,225	5,445,444
Facilities maintenance and operations	25,803,246	23,090,618	-	-	25,803,246	23,090,618
Security and monitoring services	2,520,917	2,132,683	-	-	2,520,917	2,132,683
Data processing services	6,535,948	6,616,136	-	-	6,535,948	6,616,136
Community services	21,846	20,027	-	-	21,846	20,027
Debt service - Interest on long-term debt	15,671,438	3,283,092	-	-	15,671,438	3,283,092
Debt service - Bond issuance costs and fees	17,201,761	14,306,439	-	-	17,201,761	14,306,439
Payments to shared service arrangements	9,327		-	-	9,327	-
Payments to juvenile justice alternative education prog.	6,000	-	-	-	6,000	-
Other intergovernmental charges	690,228	645,956	-	-	690,228	645,956
Business type activities	-	-	142,626	-	142,626	-
Total expenses	270,504,101	246,390,862	142,626	-	270,646,727	246,390,862
Change in net position before transfers	34,569,933	20,364,557	(15,992)	-	34,553,941	20,364,557
Transfers	(50,000)	-	50,000	-	-	-
Change in net position	34,519,933	20,364,557	34,008	-	34,553,941	20,364,557
Net position, beginning	34,775,790	14,411,233	-	-	34,775,790	14,411,233
Net position, ending	$ 69,295,723	$ 34,775,790	$ 34,008	$ -	$ 69,329,731	$ 34,775,790

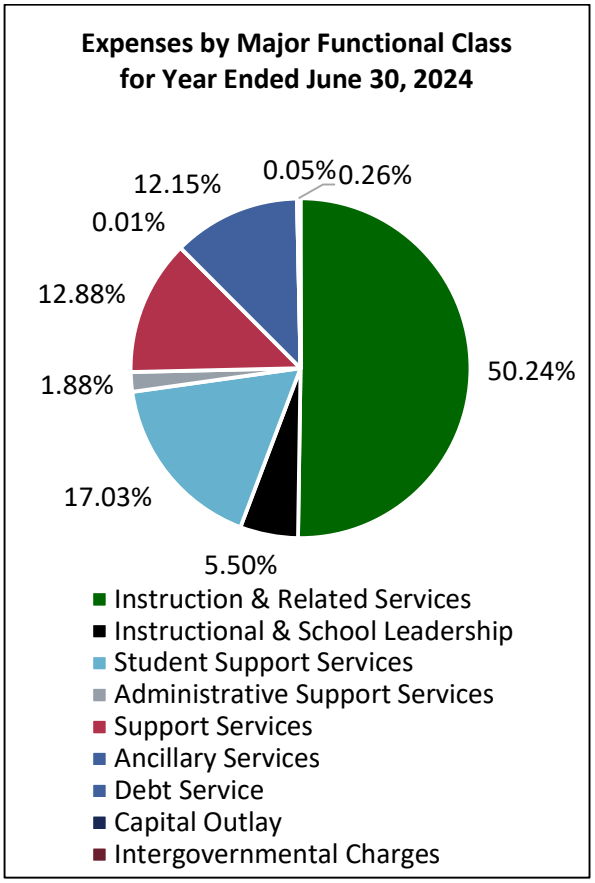
Approximately 42.7% of the District's revenues came from property taxes and an additional 41.9% from state funding formulas. Last fiscal year property taxes accounted for 47.6% of the District's revenues and only 34.9% of revenues came from state funding formulas. The changes in revenue from the prior fiscal year can partially be attributed to the increase in the state's homestead exemption from $40,000 to $100,000, which lowered the district's local tax revenue. The increase in state funded formula revenue was to offset the local decreases. Changes in expenditures for the fiscal year can be attributed to a 2% general pay increase for all staff and an additional pay increase given as a mid-year supplemental payment to all staff. Additionally, new student one-to-one devices were purchased during the fiscal year, increased property insurance costs, higher utility costs, and additional statewide safety and security requirements also contributed to the increase in expenditures.

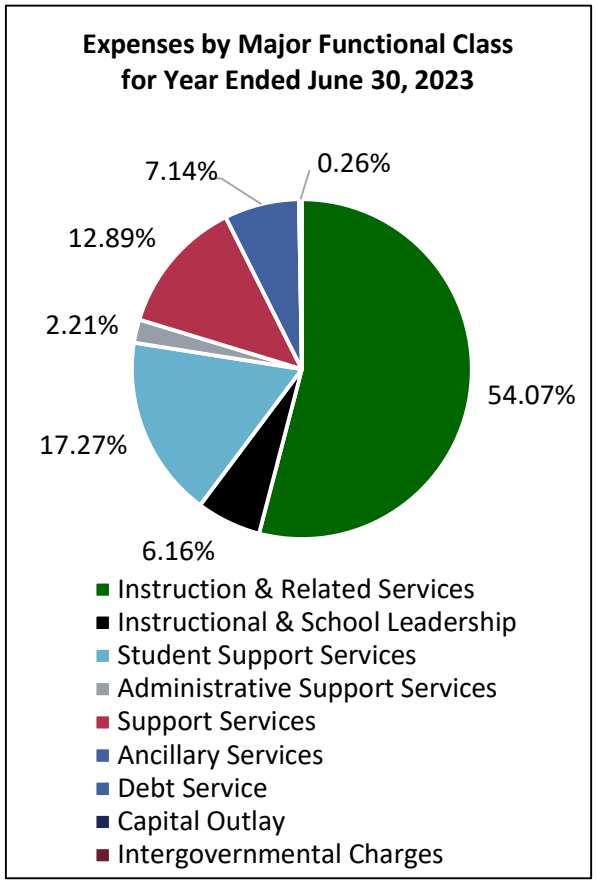
The charts below show the percentage of each revenue type:





The charts below show the percentage of each expense type:





Governmental funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the District's net resources available for spending at the end of a fiscal year.

At the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of $114,523,446 an increase of $981,055 from the prior year ending fund balance of $113,542,391. Approximately 45.4% or $52,047,925 of the ending fund balance constitutes *unassigned fund balance*. The remainder of fund balance is *nonspendable, restricted, committed, or assigned* to indicate that it is not available for new spending because it is already allocated (1) nonspendable for inventories $738,634, (2) nonspendable for prepaid items $3,034,200, (3) restricted for grant funds $5,842,105, (4) restricted for capital acquisitions and contractual obligations $771,828, (5) restricted for debt service $17,371,028, (6) committed for $20,962,126, and (7) assigned $13,755,600.

The general fund is the primary operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the general fund was $52,047,925 while the total fund balance was $75,367,740. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to the total fund expenditures. Unassigned fund balance represents 24.9% of the total general fund expenditures, and total fund balance represents 36.0% of the same amount. The District's general fund balance increased by $5,211,729 during the current fiscal year. The increase in the general fund balance can be attributed primarily to salary savings, lower than expected miscellaneous contracted services and supplies costs, and an additional $3.5 million in revenue due to the state's recalculation of their funding formula to hold the District's harmless for its loss in local tax revenue.

The debt service fund has a total fund balance of $17,371,028, all of which is restricted for the payment of debt service. The ending fund balance in the debt service fund decreased by $2,532,239 from last year's fund balance of $19,903,267. This decline was a deliberate outcome of maintaining the Interest and Sinking (I&S) tax rate, coupled with a bond refunding and cash defeasance, with the intentional aim of reducing the fund balance to a suitable level.

The capital projects fund has a total fund balance of $11,587,571, of which $771,828 is considered restricted for capital acquisitions and contractual obligations and $10,755,600 is assigned to fund projects in the District's capital renewal plan. The net decrease in fund balance during the period in the capital projects fund was $2,321,389 from last year's balance of $13,908,960, due to the $2.0 million increase in expenditures in the fiscal year ended. The fund prioritizes the capital needs of the District and the expenditures vary year to year. The additional decrease in fund balance can be attributed to a lower transfer into the fund from the General Fund than the year prior.

***Proprietary funds*.** As mentioned earlier, the District's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

- *Internal service fund*. Unrestricted net position on June 30, 2024, was $434,479. The increase in net position was $13,653 from last year's balance of $420,826.
- *Enterprise fund*. Revenues were $126,634 for the fiscal year; their expenses were $142,626 and the general fund transferred in $50,000 to initially fund operations. The fund was initiated in fiscal year 2023-2024 when the District acquired the football concession operations.

General Fund Budgetary Highlights

Over the course of the year, the District recommended, and the Board approved several revisions to the budgeted revenue and appropriations. Differences between the original and final amended budget of the general fund can be summarized as follows:

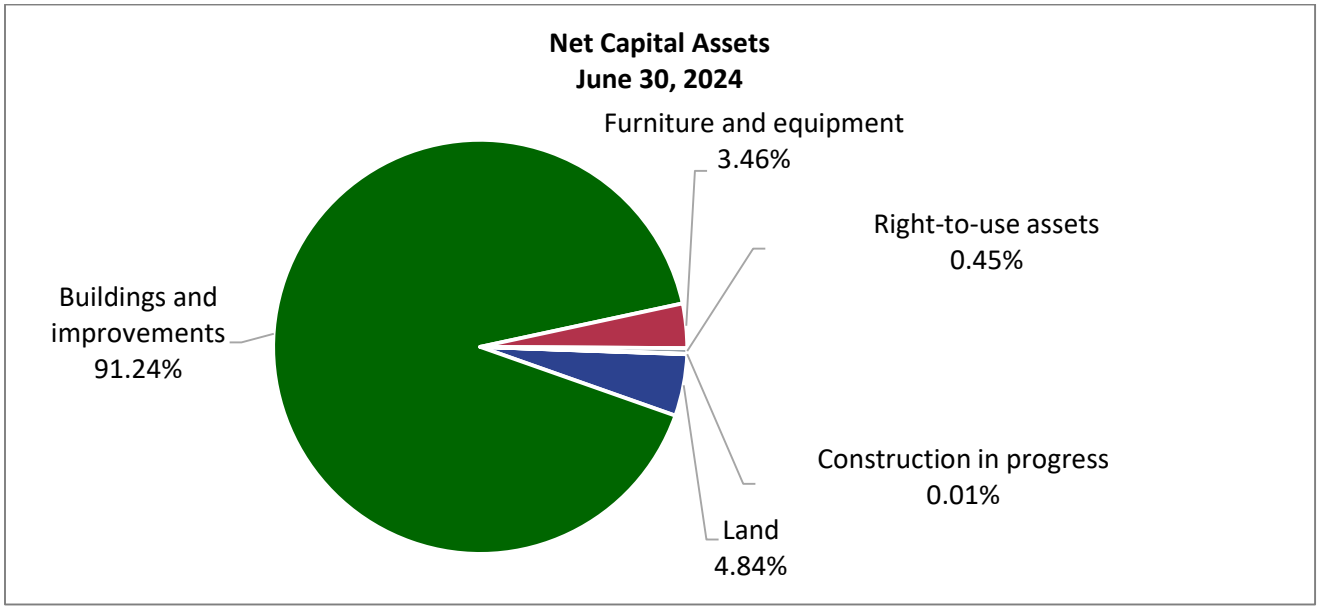
Revenues and Other Financing Sources:	
Decrease in property tax revenues due to the increase of the homestead exemption from $40,000 to $100,000 and further tax rate compression passed in the 88th Legislative session.	$ (14,697,372)
Increase in local revenue (investment income, facility rentals, gate receipts and other miscellaneous revenue).	416,747
Increase in state revenue to offset the decrease in local property tax revenue.	27,133,106
Increase in TRS On-Behalf revenue (offset by appropriations with no impact to fund balance).	1,076,525
Decrease in federal revenue due to decrease in SHARS funding after a federal audit of the Texas Health and Human Services resulted in a statewide adjustment.	(783,812)
Decrease in in proceeds from right-to-use lease assets offsetting an increase in right-to-use subscription-based information technology arrangements per GASB Statement No. 87 and 96 (offset by appropriations with no impact to fund balance).	(912,923)
Decrease in sales of property due to the timing of land sale	(190,384)
Total estimated revenues and other financing source net increases	12,041,887
Appropriations and Other Financing Uses:	
Decrease payroll budget due to personnel vacancy savings.	(2,548,459)
Increase in contracted services including contracted maintenance and repair, rentals, and other professional services for a curriculum and instruction audit.	1,527,193
Decrease in other district operations for supplies, employee travel, and student transportation.	(229,846)
Decrease in capital lease and SBITA principal to account for multiple copier leases that ended during the fiscal year and lower than expected subscription-based information technology arrangement costs.	(571,283)
Decrease in appropriations to account for lower cost copier right-to-use lease asset and subscription-based information technology arrangement, offsetting an increase in building right-to-use for a three-year natatorium lease with the City of Pearland.	(1,371,545)
Total estimated appropriations and other financing uses net decreases	$ (3,193,940)

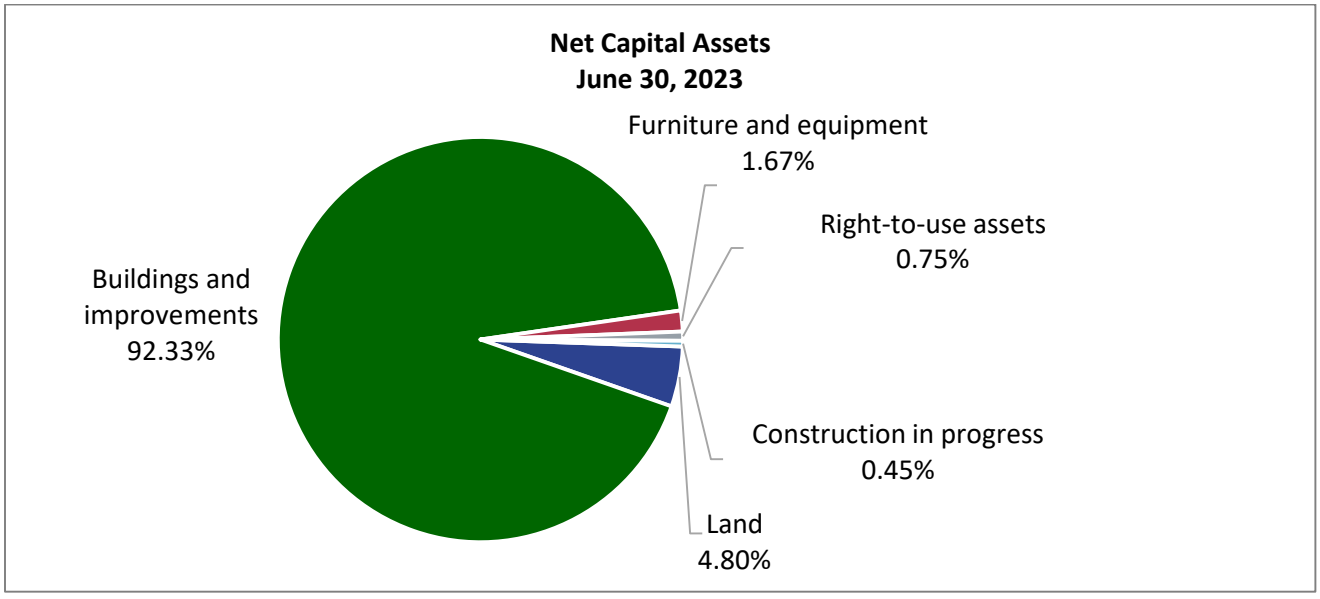
After revenues and appropriations were amended as described above, actual revenues were $3,195,243 above final budgeted amounts primarily due to an increase in state revenues. Actual expenditures were $2.4 million below final budget amounts primarily in payroll, contracted services, and material and supplies costs. At the end of fiscal year 2023-2024, the District had an estimated 131 days in fund balance.

Capital Assets. The District's investment in capital assets for its governmental activities as of June 30, 2024, amounts to $453,935,771 (net of accumulated depreciation/amortization). This investment in capital assets includes land, buildings and building improvements, furniture and equipment, right-to-use lease equipment, subscription-based information technology arrangements and construction in progress.

District's Capital Assets

	Governmental Activities	
	June 30, 2024	June 30, 2023
Land	$ 21,980,888	$ 21,980,888
Buildings and improvements, net	414,146,817	422,691,933
Furniture and equipment, net	15,703,130	7,630,521
Right-to-use assets, net	2,047,878	3,411,711
Construction in progress	57,058	2,071,118
Total	$ 453,935,771	$ 457,786,171





Additional information on the District's capital assets can be found in Note 5 of this report.

Long-term Liabilities. On June 30, 2024, the District had total long-term liabilities outstanding of $476 million, a decrease of $34.2 million from the previous year.

During fiscal year 2023-2024, the District refunded $15,400,000 Unlimited Tax Schoolhouse Bonds, Series 2014 and $5,100,000 Unlimited Tax Refunding Bonds, Series 2014, resulting in an estimated debt service savings of $1,251,302 and reduced the District's future debt service payments by $28,452,500. Additionally, the District defeased $7,335,000 Unlimited Tax School Building Bonds, Series 2016 with, resulting in a savings of $2,217,583.

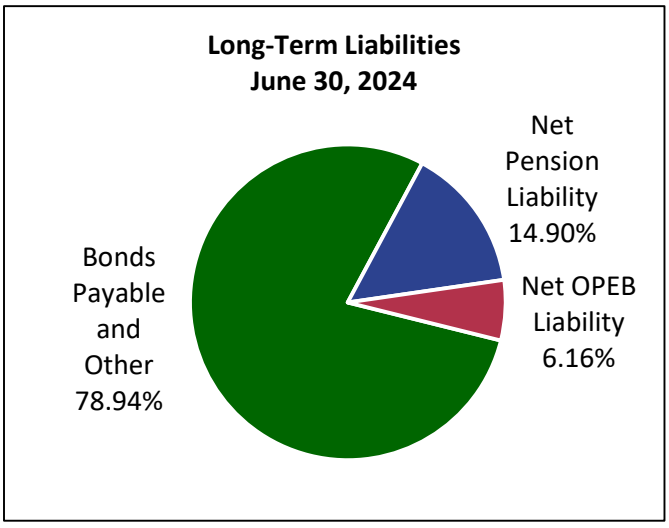
On June 30, 2024, the District had no authorized but unissued bonds.

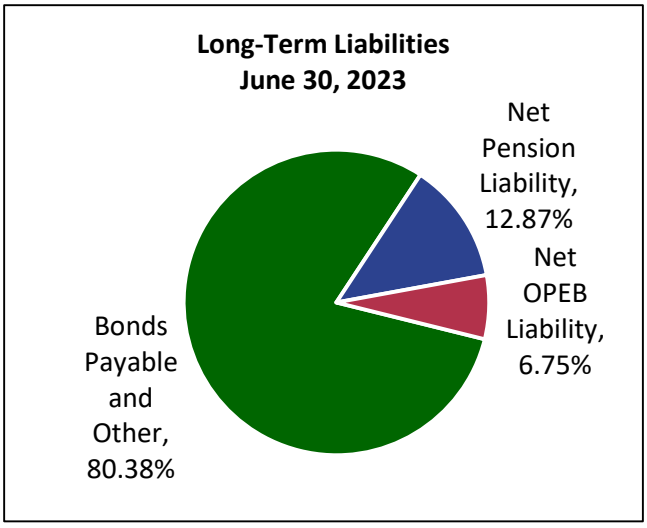
The District experienced a $5.3 million increase in its proportional share of the TRS net pension liability and a $5.1 million decrease in its proportional share of the TRS-Care post-employment benefit liability at year end.

Moody's Investors Service ("Moody's") and Fitch Ratings ("Fitch") have assigned the District's municipal bond ratings of "Aaa" and "AAA", respectively, based upon the guarantee by the Permanent School Fund of the State of Texas. Moody's and Fitch generally rate all bond issues guaranteed by the Permanent School Fund of the State of Texas "Aaa" and "AAA", respectively. The District's current underlying credit rating (without consideration of the Permanent School Fund Guarantee or other credit enhancement) is "Aa2" by Moody's and "AA" by Fitch.

District's Long-Term Liabilities

Bonds payable and other	$ 375,782,452	$ 410,078,113
Net pension liability	70,932,005	65,670,293
Net OPEB liability	29,340,144	34,443,137
Total long-term liabilities	$ 476,054,601	$ 510,191,543





Additional information on the District's long-term liabilities can be found in Note 6 in the Notes to the Financial Statements as noted in the table of contents.

Economic Factors and Next Year's Budgets and Rates

As part of the budget development process, the District's management considers various factors that drive school district's budgets; these include enrollment trends, property values, state funding, facility needs, and the economy.

During the 88th Legislature in 2023, lawmakers passed HB 3, a school safety bill requiring districts to have at least one-armed security officer per campus, as well as HB 100, increasing the guaranteed yield for each golden penny from $98.56 to $126.21 per WADA. In addition, as part of a larger school funding package in response to heightened concerns over school security, the District also received $15,000 per campus. A special session was called during the summer, resulting in an increase in the homestead exemption from $40,000 to $100,000. Although this resulted in local property tax revenue decrease, the District was held harmless for the revenue loss resulting from the increase in homestead exemption.

The 2024-2025 fiscal year budget was adopted based on the following significant assumptions:

- The District adopted the budget assuming a tax rate of $1.1350 per $100 of assessed value for the 2024-2025 fiscal year: $0.7869 for maintenance and operations (M&O) and $0.3481 for interest and sinking (I&S).
- Estimated enrollment of 20,715 students, a decrease of roughly 400 from 2023-2024 snapshot enrollment data. A new K-8 charter school opened in the District, which accounts for an estimated loss of 200 students.
- Expected a refined average daily attendance of 95.8%.
- An increase of 9% in taxable property values and a tax collection rate of 98.6%.
- General fund revenues of $210 million, expenditures of $215 million, and other financing sources of $8.8 million for a total budget surplus of $3.6 million planned to be added to the general fund balance.
- A 2% general pay increase for all staff, equity adjustments, and market adjustments to various groups of staff (auxiliary positions, instructional support positions, teacher positions, and others).

As of October 8, 2024, the District amended its 2024-2025 fiscal year budget to increase the general fund expenditures budget by $1,263,833 to account for the following:

- Increase contribution to employee health insurance by $37 for a total estimated cost of $710,400.
- Additional pay for critical staff during District closure for Hurricane Beryl totaling $103,073.
- Additional staff positions including an instructional coordinator, dual language classroom aid, two special programs bus monitors, two BSI aides, and two PEARS aides for an estimated total of $308,460.
- Increase the budget for additional teachers pursuing their teacher incentive designations for $64,000.
- Support eight Bilingual LPAC facilitators with a $550 stipend each for $4,400.
- Increase the utilities budget to accommodate an expected increase in the City of Pearland's water/sewage rates for $73,500.

The total amended budget for the general fund decreased the estimated budget surplus from $3.6 million to $2.3 million.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the District's finances as well as demonstrate accountability for funds the District receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Pearland Independent School District, Business Services, 1928 N. Main, Pearland, Texas 77581.

PEARLAND INDEPENDENT SCHOOL DISTRICT EXHIBIT A-1

STATEMENT OF NET POSITION

JUNE 30, 2024

Data Control Codes		Governmental Activities	Business-Type Activities	Total
	Assets			
1110	Cash and cash equivalents	$ 94,339,705	$ 180,613	$ 94,520,318
1225	Property taxes receivables, net	4,073,258	-	4,073,258
1240	Due from other governments	38,903,372	-	38,903,372
1250	Accrued interest	8,926	113	9,039
1290	Other receivables, net	1,118,832	49	1,118,881
1300	Inventories	738,634	3,388	742,022
1410	Prepaid items	3,034,200	-	3,034,200
	Capital Assets:			
1510	Land	21,980,888	-	21,980,888
1520	Buildings and improvements, net	414,146,817	-	414,146,817
1530	Furniture and equipment, net	15,703,130	-	15,703,130
1550	Right-to-use assets, net	2,047,878	-	2,047,878
1580	Construction in progress	57,058	-	57,058
1000	Total assets	596,152,698	184,163	596,336,861
	Deferred Outflows Of Resources			
1700	Deferred outflows of resources	39,184,053	-	39,184,053
	Total deferred outflows of resources	39,184,053	-	39,184,053
	Liabilities			
2110	Accounts payable	3,115,862	-	3,115,862
2140	Interest payable	5,670,409	-	5,670,409
2150	Payroll deductions and withholdings	1,688,575	-	1,688,575
2160	Accrued wages payable	19,570,535	-	19,570,535
2200	Accrued expenses	335,108	150,155	485,263
2300	Unearned revenue	90,391	-	90,391
	Non-current liabilities:			
2501	Due within one year	22,898,630	-	22,898,630
	Due in more than one year:			
2502	Bonds payable and other	352,883,822	-	352,883,822
2540	Net pension liability	70,932,005	-	70,932,005
2545	Net OPEB liability	29,340,144	-	29,340,144
2000	Total liabilities	506,525,481	150,155	506,675,636
	Deferred Inflows of Resources			
	Deferred inflows of resources	59,515,547	-	59,515,547
2600	Total deferred inflows of resources	59,515,547	-	59,515,547
	Net Position			
3200	Net investment in capital assets	105,607,520	-	105,607,520
	Restricted for:			
3820	Federal and state programs	5,955,399	-	5,955,399
3850	Debt service	12,425,004	-	12,425,004
3890	Other	254,925	-	254,925
3900	Unrestricted	(54,947,125)	34,008	(54,913,117)
3000	Total net position	$ 69,295,723	$ 34,008	$ 69,329,731

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

PEARLAND INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes	Function/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
	Governmental Activities				
0011	Instruction	$ 127,473,290	$ 727,241	$ 13,015,884	$ 309,276
0012	Instructional resources and media svcs.	2,423,690	1,593	117,871	-
0013	Curriculum and staff development	6,103,541	-	910,682	-
0021	Instructional leadership	2,425,770	-	373,741	-
0023	School leadership	12,459,077	-	787,099	-
0031	Guidance, counseling and eval. services	10,005,487	-	1,876,001	-
0032	Social work services	955,807	-	108,575	-
0033	Health services	2,309,226	-	235,801	-
0034	Student transportation	9,125,959	-	426,361	-
0035	Food services	11,697,099	4,765,625	6,122,803	201,676
0036	Cocurricular/extracurricular activities	11,973,219	5,362,793	436,992	756
0041	General administration	5,091,225	1,188	266,254	-
0051	Facility maintenance and operations	25,803,246	-	776,967	213,586
0052	Security and monitoring services	2,520,917	-	174,857	-
0053	Data processing services	6,535,948	-	213,021	-
0061	Community services	21,846	-	21,543	-
0072	Interest on long-term debt	15,671,438	-	1,931	-
0073	Debt issuance costs and fees	17,201,761	-	746,916	-
0081	Capital outlay	-	-	-	-
0093	Payments to shared service arrangements	9,327	-	-	-
0095	Payments to juvenile justice alternative education program	6,000	-	-	-
0099	Other intergovernmental charges	690,228	-	-	-
TG	Total governmental activities	$ 270,504,101	$ 10,858,440	$ 26,613,299	$ 725,294
	Business-Type Activities				
01	Football Concession	142,626	125,686	-	-
TB	Total business-type activities	142,626	125,686	-	-
TP	Total primary government	$ 270,646,727	$ 10,984,126	$ 26,613,299	$ 725,294

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

Data Control Codes	Function/Programs	Net (Expense) Revenue and Changes in Net Position Primary Government Governmental Activities	Business-Type Activities	Total
	Governmental Activities			
0011	Instruction	$ (113,420,889)	$ -	(113,420,889)
0012	Instructional resources and media svcs.	(2,304,226)	-	(2,304,226)
0013	Curriculum and staff development	(5,192,859)	-	(5,192,859)
0021	Instructional leadership	(2,052,029)	-	(2,052,029)
0023	School leadership	(11,671,978)	-	(11,671,978)
0031	Guidance, counseling and eval. services	(8,129,486)	-	(8,129,486)
0032	Social work services	(847,232)	-	(847,232)
0033	Health services	(2,073,425)	-	(2,073,425)
0034	Student transportation	(8,699,598)	-	(8,699,598)
0035	Food services	(606,995)	-	(606,995)
0036	Cocurricular/extracurricular activities	(6,172,678)	-	(6,172,678)
0041	General administration	(4,823,783)	-	(4,823,783)
0051	Facility maintenance and operations	(24,812,693)	-	(24,812,693)
0052	Security and monitoring services	(2,346,060)	-	(2,346,060)
0053	Data processing services	(6,322,927)	-	(6,322,927)
0061	Community services	(303)	-	(303)
0072	Interest on long-term debt	(15,669,507)	-	(15,669,507)
0073	Debt issuance costs and fees	(16,454,845)	-	(16,454,845)
0081	Capital outlay	-	-	-
0093	Payments to shared service arrangements	(9,327)	-	(9,327)
0095	Payments to juvenile justice alternative education program	(6,000)	-	(6,000)
0099	Other intergovernmental charges	(690,228)	-	(690,228)
TG	Total governmental activities	$ (232,307,068)	$ -	$ (232,307,068)
	Business-Type Activities			
01	Football Concession	-	(16,940)	(16,940)
TB	Total business-type activities	-	(16,940)	(16,940)
TP	Total primary government	$ (232,307,068)	$ (16,940)	$ (232,324,008)
	General Revenues and Transfers			
	General Revenues			
MT	Property taxes, levied for general purposes	76,031,262	-	76,031,262
DT	Property taxes, levied for debt service	54,385,058	-	54,385,058
SF	State aid - formula grants	127,867,727	-	127,867,727
GC	Grants and contributions not restricted to specific programs	771,202	-	771,202
IE	Investment earnings	5,231,833	948	5,232,781
MI	Miscellaneous	2,589,919	-	2,589,919
TR	Total general revenues and transfers	266,877,001	948	266,877,949
CN	Change in net position before transfers	34,569,933	(15,992)	34,553,941
FR	Transfers	(50,000)	50,000	-
CN	Change in net position	34,519,933	34,008	34,553,941
NB	Net Position - beginning	34,775,790	-	34,775,790
NE	Net Position - ending	$ 69,295,723	$ 34,008	$ 69,329,731

PEARLAND INDEPENDENT SCHOOL DISTRICT EXHIBIT C-1

BALANCE SHEET - GOVERNMENTAL FUNDS

JUNE 30, 2024

Data Control Codes		General Fund	Debt Service Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
	Assets					
1110	Cash and cash equivalents	$ 62,094,077	$ 10,678,511	$ 9,648,409	$ 11,519,762	$ 93,940,759
1225	Property taxes receivables, net	2,867,043	1,206,215	-	-	4,073,258
1240	Due from other governments	37,167,569	333,600	-	1,402,203	38,903,372
1250	Accrued interest	4,997	-	-	3,929	8,926
1260	Due from other funds	2,000,241	5,879,587	2,320,467	97,084	10,297,379
1290	Other receivables	651,316	1,500	-	425,216	1,078,032
1300	Inventories	628,552	-	-	110,082	738,634
1410	Prepaid Items	2,691,263	-	60,143	282,794	3,034,200
1000	Total assets	$ 108,105,058	$ 18,099,413	$ 12,029,019	$ 13,841,070	$ 152,074,560
	Liabilities					
2110	Accounts payable	$ 2,432,068	$ 4,000	$ 386,523	$ 293,271	$ 3,115,862
2150	Payroll deductions and withholdings	1,688,575	-	-	-	1,688,575
2160	Accrued wages payable	18,425,256	-	-	1,145,279	19,570,535
2170	Due to other funds	8,232,713	-	54,925	2,009,741	10,297,379
2200	Accrued expenditures	229,827	-	-	105,281	335,108
2300	Unearned revenue	-	-	-	90,391	90,391
2000	Total liabilities	31,008,439	4,000	441,448	3,643,963	35,097,850
	Deferred Inflows of Resources					
2600	Deferred inflow of resources	1,728,879	724,385	-	-	2,453,264
	Total deferred inflows of resources	1,728,879	724,385	-	-	2,453,264
	Fund Balances					
	Nonspendable:					
3410	Inventories	628,552	-	-	110,082	738,634
3430	Prepaid items	2,691,263	-	60,143	282,794	3,034,200
	Restricted:					
3450	Grant funds	-	-	-	5,842,105	5,842,105
3470	Capital acquisition and obligations	-	-	771,828	-	771,828
3480	Debt service	-	17,371,028	-	-	17,371,028
3545	Committed - other	17,000,000	-	-	3,962,126	20,962,126
3590	Assigned - other	3,000,000	-	10,755,600	-	13,755,600
3600	Unassigned	52,047,925	-	-	-	52,047,925
3000	Total fund balances	75,367,740	17,371,028	11,587,571	10,197,107	114,523,446
4000	Total liabilities, deferred inflows of resources, and fund balances	$ 108,105,058	$ 18,099,413	$ 12,029,019	$ 13,841,070	$ 152,074,560

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

PEARLAND INDEPENDENT SCHOOL DISTRICT EXHIBIT C-1R

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2024

Amounts reported for governmental activities in the statement of net position (Exhibit A-1) are different because:		
Total fund balances - governmental funds balance sheet (Exhibit C-1)		$ 114,523,446
Capital assets, net of accumulated depreciation/amortization used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital assets	$ 681,120,646	
Accumulated depreciation/amortization	(227,184,875)	453,935,771
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings and contributions sub-sequent to the measurement date for the postretirement benefits (pension and OPEB) are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position.		
Deferred outflows - pension related	26,454,327	
Deferred outflows - OPEB related	10,137,334	
Deferred inflows - pension related	(6,992,700)	
Deferred inflows - OPEB related	(52,522,847)	(22,923,886)
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.		
Property taxes:		
Levied for general purposes	1,728,879	
Levied for debt service	724,385	2,453,264
The assets and liabilities of internal service funds are included in the statement of net position.		
Workers' compensation		434,479
Long-term liabilities that are not due and payable in the current period, and therefore, are not reported in the funds.		
General obligation bonds payable	(331,800,000)	
Accrued interest payable on long-term debt	(5,670,409)	
Compensated absences	(1,126,475)	
Lease liability	(1,559,345)	
SBITA liability	(485,930)	
Net pension liability	(70,932,005)	
Net OPEB liability	(29,340,144)	(440,914,308)
Governmental funds report the effect of premiums, discounts, and refundings and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.		
Deferred amount on refunding	2,592,392	
Premium on general obligation bonds	(40,805,435)	(38,213,043)
Net position of governmental activities - statement of net position (A-1)		$ 69,295,723

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

PEARLAND INDEPENDENT SCHOOL DISTRICT EXHIBIT C-2

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes	Functions/Programs	General Fund	Debt Service Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
	Revenues					
5700	Local and intermediate sources	$ 81,136,622	$ 34,266,540	$ 650,675	$ 10,483,409	$ 126,537,246
5800	State program revenues	132,822,214	6,126,405	-	1,072,768	140,021,387
5900	Federal program revenues	1,401,064	-	-	14,234,072	15,635,136
5020	Total revenues	215,359,900	40,392,945	650,675	25,790,249	282,193,769
	Expenditures					
	Current:					
0011	Instruction	119,724,770	-	78,630	5,917,800	125,721,200
0012	Instructional resources and media services	2,061,822	-	-	1,603	2,063,425
0013	Curriculum and staff development	5,584,247	-	-	555,703	6,139,950
0021	Instructional leadership	2,143,392	-	-	220,676	2,364,068
0023	School leadership	12,567,936	-	-	2,799	12,570,735
0031	Guidance, counseling and evaluation svcs.	8,912,828	-	-	1,199,781	10,112,609
0032	Social work services	886,703	-	-	61,546	948,249
0033	Health services	2,293,875	-	-	41,750	2,335,625
0034	Student transportation	8,220,073	-	1,778,362	-	9,998,435
0035	Food services	-	-	-	11,043,354	11,043,354
0036	Extracurricular activities	4,892,372	-	9,511	5,021,177	9,923,060
0041	General administration	5,020,292	-	-	-	5,020,292
0051	Facilities maintenance and ops.	25,288,353	-	1,558,952	70,623	26,917,928
0052	Security and monitoring services	2,321,205	-	42,585	143,901	2,507,691
0053	Data processing services	5,823,313	-	411,449	5,750	6,240,512
0061	Community services	303	-	-	21,543	21,846
	Debt Service:					
0071	Debt service - principal	2,576,261	26,135,000	-	747,982	29,459,243
0072	Debt service - interest and fees	68,029	17,000,541	-	2,014	17,070,584
	Capital Outlay:					
0081	Facilities acquisition and construction	338,076	-	1,787,650	166,639	2,292,365
	Intergovernmental Charges:					
0093	Pymts. to member dist. shared services arrangements	9,327	-	-	-	9,327
0095	Pymts. to juvenile justice alt. ed. progs.	6,000	-	-	-	6,000
0099	Other intergovernmental charges	690,228	-	-	-	690,228
6030	Total expenditures	209,429,405	43,135,541	5,667,139	25,224,641	283,456,726
1100	Excess (deficiency) of revenues over expenditures	5,930,495	(2,742,596)	(5,016,464)	565,608	(1,262,957)
	Other Financing Sources (Uses)					
7901	Proceeds from sales of refunding bonds	-	19,595,000	-	-	19,595,000
7912	Sale of real or personal property	72,488	-	-	-	72,488
7913	Proceeds from leases	1,459,072	-	-	2,421	1,461,493
7949	Proceeds from other resources	549,674	-	-	-	549,674
7915	Transfers in	-	-	2,750,000	54,925	2,804,925
7916	Premium or discount on issuance of bonds	-	1,251,302	-	-	1,251,302
8911	Transfers out	(2,800,000)	-	(54,925)	-	(2,854,925)
8940	Payment to refunded bond escrow agent	-	(20,635,945)	-	-	(20,635,945)
7080	Total other financing sources (uses)	(718,766)	210,357	2,695,075	57,346	2,244,012
1200	Net change in fund balances	5,211,729	(2,532,239)	(2,321,389)	622,954	981,055
0100	Fund balances - beginning	70,156,011	19,903,267	13,908,960	9,574,153	113,542,391
3000	Fund balances - ending	$ 75,367,740	$ 17,371,028	$ 11,587,571	$ 10,197,107	$ 114,523,446

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

PEARLAND INDEPENDENT SCHOOL DISTRICT EXHIBIT C-2R

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

Amounts reported for governmental activities in the statement of activities (Exhibit B-1) are different because:		
Net change in fund balances - total governmental funds (Exhibit C-3)		$ 981,055
Governmental funds report capital outlay as expenditures. However, in the governmental activities statement of activities, the cost of those assets is allocated over their estimated as depreciation /amortization expense. This is the amount by which capital outlay was less than useful lives the depreciation/amortization expense in the current period.		
Capital outlay	$ 14,709,810	
Depreciation/amortization expense	(18,504,793)	(3,794,983)
The net effect of various miscellaneous transactions involving capital assets decrease net position.		
Gain on sale of assets		(55,417)
Property tax revenues in the governmental activities statement of activities do not provide current financial resources and are not reported as revenues in the funds. Deferred property tax revenues decreased for the general fund and debt service fund.		
Property taxes:		
Levied for general purposes	(89,083)	
Levied for debt service	25,386	(63,697)
Bond and other debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of bonds and other debt principal is an expenditure in the governmental funds, but repayment reduces long-term liabilities in the Statement of Net Position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.		
Leases issued	1,440,101	
SBITAs issued	(198,573)	
Premium	(1,201,115)	
Principal paid on bonds	27,040,000	27,080,413
Internal service funds are used by management to charge the costs of certain activities, such as insurance and concession to individual funds. The net revenue of the internal service funds is reported in the statement of activities (Exhibit D-2).		
Workers' compensation		13,653
Some expenses reported in the statement of activities do not require the use of current financial resources, and therefore, are not reported as expenditures in the governmental funds.		
Accrued interest on long-term debt	1,025,627	
Amortization of bond premiums and discounts	7,298,518	
Amortization of deferred amounts of refunding	129,543	
Compensated absences	(84,110)	
Changes in pension liabilities	(5,261,712)	
Changes in OPEB liabilities	5,102,993	
Changes in pension related deferred outflows and inflows of resources	(271,754)	
Changes in OPEB related deferred outflows and inflows of resources	2,419,804	10,358,909
Change in net position of governmental activities (Exhibit B-1)		$ 34,519,933

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

PEARLAND INDEPENDENT SCHOOL DISTRICT EXHIBIT D-1

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

JUNE 30, 2024

Data Control Codes		Business-type Activities	Governmental Activities
		Enterprise Fund - Football Concession	Internal Service Fund - Workers' Compensation
	Assets		
	Current assets:		
1110	Cash and cash equivalents	$ 180,613	$ 398,946
1250	Accrued interest	113	-
1290	Other receivables	49	40,800
1310	Inventories	3,388	-
1000	Total assets	$ 184,163	$ 439,746
	Liabilities		
	Current liabilities:		
2200	Accrued expenses	150,155	-
	Total current liabilities	150,155	-
	Non-current liabilities:		
2501	Due within one year	-	5,267
	Total non-current liabilities	-	5,267
2000	Total liabilities	150,155	5,267
	Net Position		
3900	Unrestricted	34,008	434,479
3000	Total net position	$ 34,008	$ 434,479

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

PEARLAND INDEPENDENT SCHOOL DISTRICT EXHIBIT D-2

STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes		Business-type Activities: Enterprise Fund - Football Concession	Governmental Activities: Internal Service Fund - Workers' Compensation
	Operating revenues:		
5752	Food sales	$ 125,686	$ -
5749	Miscellaneous	-	1,188
5000	Total operating revenues	125,686	1,188
	Operating expenses:		
6100	Payroll costs	15,010	-
6200	Contracted services	-	5,194
6300	Materials and supplies	79,946	-
6400	Other operating costs	47,670	-
	Total operating expenses	142,626	5,194
	Operating income (loss)	(16,940)	(4,006)
	Nonoperating revenues:		
5700	Investment earnings	948	17,659
	Total nonoperating revenues	948	17,659
	Income (loss) before transfers	(15,992)	13,653
	Transfers in	50,000	-
	Change in net position	34,008	13,653
	Net position - beginning	-	420,826
	Net position - ending	$ 34,008	$ 434,479

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

PEARLAND INDEPENDENT SCHOOL DISTRICT EXHIBIT D-3

STATEMENT OF CASH FLOW
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Business-type Activities	Governmental Activities
	Enterprise Fund - Football Concession	Internal Service Fund - Workers' Compensation
Cash flows from operating activities:		
Receipts from customers	$ 129,778	$ -
Receipts from insurance	-	-
Claims paid	-	(6,035)
Net cash provided by (used for) operating activities	129,778	(6,035)
Cash flows from noncapital financing activities:		
Transfers from other funds	50,000	-
Net cash provided by noncapital financing activities	50,000	-
Cash flows from investing activities:		
Interest on investments	835	17,659
Net cash provided by investing activities	835	17,659
Net increase (decrease) in cash and cash equivalents	180,613	11,624
Cash and cash equivalents - beginning (including investments)	-	387,322
Cash and cash equivalents - ending (including investments)	$ 180,613	$ 398,946
Reconciliation of operating income(loss) to net cash provided by (used for) operating activities:		
Operating income (loss)	$ (16,940)	$ (4,006)
Adjustments to reconcile operating Income (loss) to net cash provided by (used by) operating activities:		
Other receivables for insurance reimbursement of benefits paid	(49)	(1,188)
Inventories	(3,388)	-
Increase (decrease) in accrued expenses	150,155	(841)
Total adjustments	146,718	(2,029)
Net cash provided by (used for) operating activities	$ 129,778	$ (6,035)

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

PEARLAND INDEPENDENT SCHOOL DISTRICT EXHIBIT E-1

STATEMENT OF FIDUCIARY NET POSITION

FIDUCIARY FUNDS

JUNE 30, 2024

Data Control Codes		Custodial Fund
	Assets	
1110	Cash and cash equivalents	$ 696,174
1250	Accrued interest	427
1290	Other receivables, net	136,232
1410	Prepaid items	1,255
1000	Total assets	834,088
	Liabilities	
2110	Accounts payables	21,047
2200	Accrued expenses	87,789
	Total liabilities	108,836
	Net Position	
	Restricted:	
3800	Students and other activities	725,252
3000	Total net position	$ 725,252

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

PEARLAND INDEPENDENT SCHOOL DISTRICT EXHIBIT E-2

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

FIDUCIARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2024

	Custodial Fund
Additions	
Contributions:	
Gifts and contributions	$ 67,158
Revenues from student activities	1,304,378
Total contributions	1,371,536
Investment earnings:	
Interests	9,996
Total investment earnings	9,996
Total additions	1,381,532
Deductions	
Scholarship awards	113,993
Payments for student activities	1,357,896
Total deductions	1,471,889
Net increase (decrease) in fiduciary net position	(90,357)
Net position - beginning	815,609
Net position - ending	$ 725,252

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

PEARLAND INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2024

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NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Pearland Independent School District (the "District") is an independent public educational agency operating under applicable laws and regulations of the State of Texas. The District is autonomously governed by a seven-member Board of Trustees elected by the District's residents.

The District prepares its basic financial statements in conformity with generally accepted accounting principles promulgated by the Governmental Accounting Standards Board (GASB) and other authoritative sources; and it complies with the requirements of the appropriate version of Texas Education Agency's (the "TEA") *Financial Accountability System Resource Guide* (the "Resource Guide" or "FASRG") and the requirements of contracts and grants of agencies from which it receives funds.

Reporting Entity

The District is considered an independent entity for financial reporting purposes and is considered a primary government. As required by generally accepted accounting principles, these basic financial statements have been prepared, based on considerations regarding the potential for inclusion of other entities, organizations, or functions, as part of the District's financial reporting entity. Based on these considerations, the District's basic financial statements do not include any other entities. Additionally, as the District is considered a primary government for financial reporting purposes, its activities are not considered a part of any other governmental or other type of reporting entity.

Considerations regarding the potential for inclusion of other entities, organizations, or functions in the District's financial reporting entity are based on criteria prescribed by generally accepted accounting principles. These same criteria are evaluated in considering whether the District is part of any other governmental or other type of reporting entity. The overriding elements associated with prescribed criteria considered in determining that the District's financial reporting entity status is that of a primary government are that it has a separately elected governing body; it is legally separate; and it is fiscally independent of other state and local governments.

Additionally, prescribed criteria under generally accepted accounting principles include considerations pertaining to organizations for which the primary government is financially accountable; and considerations pertaining to other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The Board of Trustees (the "Board") is elected by the public and has the authority to make decisions, appoint administrators and managers, and significantly influence operations. It also has the primary accountability for fiscal matters. Therefore, the District is a financial reporting entity as defined by the Governmental Accounting Standards Board (GASB) in its GASB Statement No. 61, "The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14. and No. 34". The District receives support from various PTO, booster clubs and foundation organizations. None of these organizations meet the criteria specified by GASB 61 to be included in the District's financial statements. Therefore, there are no component units included within the reporting entity.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities in net position) report financial information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. The *governmental activities* are supported by tax revenues and intergovernmental revenues. The *business-type activities* 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 function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. *Program revenues* include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Interfund activities between individual governmental funds and between governmental funds and proprietary funds appear as due to/due from on the Governmental Fund Balance Sheet and Proprietary Fund Statement of Net Position and as other resources and other uses on the governmental fund Statement of Revenues, Expenses and Changes in Net Position. All interfund transactions between governmental funds and between governmental funds and internal service funds are eliminated on the government-wide financial statements. The District has no interfund services provided and used between functions that would be program revenue which would not be eliminated in the process of consolidation.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported in separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements (the statement of net position and the statement of activities) are prepared using the economic resources measurement focus and the accrual basis of accounting and the information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service principal and interest expenditures on general long-term debt, including lease liabilities and subscription-based technology arrangements (SBITA) liabilities, as well as expenditures related to compensated absences, and claims and judgments, postemployment benefits and environmental obligations are recognized later based on specific accounting rules applicable to each, generally when payment is due. General capital asset acquisitions, including entering into contracts giving the District the right-to-use lease and SBITA assets, are reported as expenditures in governmental funds. Issuance of long-term debt and financing through leases and SBITAs are reported as other financing sources.

Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State of Texas are recognized under the susceptible-to-accrual concept. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available.

Revenue from investments, including governmental external investment pools, 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. 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.

Grant funds are considered earned to the extent of the expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as unearned revenues until the related and authorized expenditures have been made. If balances have not been expended by the end of the project period, grantors sometimes require the District to refund all or part of the unused amount.

The proprietary fund types and the fiduciary fund types are accounted for on a flow of economic resources measurement focus and utilize the accrual basis of accounting. This basis of accounting recognizes revenues in the accounting period in which they are earned and become measurable and expenses in the accounting period

in which they are incurred and become measurable. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the Statement of Net Position. The net position is segregated into restricted net position and unrestricted net position. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first and the unrestricted resources as needed.

The District reports the following major governmental funds:

The ***general fund*** is the government's primary operating fund. It accounts for all financial resources of the District, except those required to be accounted for in another fund. Major revenue sources include local property taxes, state funding under the Foundation School Program and interest earnings. Expenditures include all costs associated with the daily operations of the District except for specific programs funded by the federal and state government, food service, debt service, and capital projects.

The ***debt service fund*** accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds for which a tax has been dedicated. This is a budgeted fund, and a separate bank account is maintained for this fund. Any unused sinking fund balances are transferred to the general fund after all of the related debt obligations have been met. Major revenue sources include local property taxes, state aid, and interest earnings. Expenditures include all costs associated with related debt service.

The ***capital projects fund*** accounts for the resources accumulated and made for Board authorized acquisition, construction, or renovation, as well as, furnishing and equipping of major capital facilities.

The District reports all special revenue funds under non-major governmental funds.

The Special Revenue Funds are used to account for the proceeds of specific revenue that are legally restricted or committed to expenditures for specific purposes through federal, state, and local grant awards and for Campus Activity Funds, which are committed for uses benefitting the respective campuses where the funds are raised. Specifically, this type of fund is used to account for funds that are used for the District's Food Service Program, including local and federal revenue sources for federally financed programs (grants) where unused balances are returned to the grantor at the close of specified project periods and other revenue specific programs. Resources accounted for in these funds are awarded to the District for the purpose of accomplishing specific educational tasks as defined by grantors in contracts or other agreements.

The District reports the following proprietary funds:

The ***internal service fund*** accounts for the District's self-funded workers' compensation program. The revenues of this fund are received from the general funds, and the expenses are comprised of claims paid on behalf of the District. The general fund is contingently liable for liabilities of this fund. See Note 13 for additional discussion of the District's self-insurance workers' compensation plan.

The ***enterprise fund*** accounts for the District's football concession stand operations. The revenues of this fund are received from the charge for service, and the expenses are comprised of food costs, payroll, and payment to student groups. The general fund is contingently liable for liabilities of this fund.

The District reports the following fiduciary funds:

The ***custodial funds*** account for resources held in a custodial capacity by the District and consists of funds that are the property of students or others.

Cash and Investments

The District considers highly liquid investments (including restricted assets) with an original maturity of three months or less when purchased to be cash equivalents.

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and External Investment Pools*, investments are reported at fair value. Fair values are based on published market rates.

Current investments have an original maturity of greater than three months but less than one year at the time of purchase. Non-current investments have an original maturity of greater than one year at the time of purchase.

Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All outstanding balances between funds are reported as "due to/from other funds". The District had no advances between funds. See Note 4 for additional discussion of interfund receivables and payables.

Property Taxes

Property taxes are levied by October 1 on the assessed value listed as of January 1 for all real and business 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. On January 31 of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest ultimately imposed.

The appraisal and recording of all property within the District are the responsibility of the Brazoria County Appraisal District (BCAD), an independent governmental unit with a board of directors appointed by the taxing jurisdictions within the county and funded from assessments against those taxing jurisdictions. BCAD is required by law to assess property at 100% of its appraised value. Real property must be reappraised at least every two years.

Under certain circumstances taxpayers and taxing units, including the District, may challenge orders of the BCAD Review Board through various appeals and, if necessary, legal action.

The assessed value of the property tax roll on August 1, 2023, upon which the levy for the 2023-24 fiscal year was based, was $10,076,400,848. Taxes are delinquent if not paid by June 30. 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 June 30, 2024, to finance general fund operations and the payment of principal and interest on general obligation long-term debt were $0.7892 and $0.3481 per $100 valuation, respectively, for a total of $1.1373 per $100 valuation.

Current tax collections for the year ended June 30, 2024, were 98.71% 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 June 30, 2024, property taxes receivable, net of estimated uncollectible taxes, totaled $2,867,043 and $1,206,215 for the general and debt service funds, respectively.

Inventories

The consumption method is used to account for inventories (food products, school supplies and athletic equipment) of governmental funds. 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. Governmental fund inventories are offset by a fund balance reserve indicating that they are unavailable as current expendable financial resources. Inventories of food commodities are recorded at market values supplied by the Texas Department of Human Services. Although commodities are received at no cost, their market value is recorded as inventory and deferred revenue when received in the governmental funds.

When requisitioned, inventory and deferred revenue are relieved, expenditures are charged, and revenue is recognized for an equal amount.

Capital Assets and Depreciation/Amortization

Capital assets, which include land, buildings, and improvements, furniture, and equipment, and right-to-use fixed assets are reported in the applicable governmental activities' and business type activities column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of one year or an aggregate purchase of like items over the District established threshold, which is $200,000. The District has established a lease and SBITA recognition threshold of $200,000 each. Such assets are recorded at historical or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. When assets are retired or otherwise disposed of, the related costs or other recorded amounts are removed.

Land and construction in progress are not depreciated. The other tangible and intangible buildings and building improvements, furniture and equipment, the right-to-use lease assets and right-to-use subscription-based information technology arrangements (SBITA) assets of the District are depreciated/amortized using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and improvements	5-50
Furniture and equipment	5-10
Right-to-use lease assets	3-20
Right-to-use subscription assets	3-15

Leases

The District is a lessee for a noncancellable lease of equipment. The District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The District established a lease recognition threshold of $200,000. At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Subscription-Based Information Technology Arrangements

The District is under contracts for SBITA for various financial and educational software. The agreements/contracts are noncancellable, and the District recognizes a SBITA liability and an intangible right-to-use SBITA asset in the government-wide financial statements. The District recognizes SBITA liabilities with an initial, individual value of $200,000 or more.

At the commencement of the SBITA, the District initially measures the SBITA liability at the present value of payments expected to be made during the SBITA term. Subsequently, the SBITA liability is reduced by the principal portion of SBITA payments made. The SBITA asset is initially measured as the initial amount of the SBITA liability, adjusted for payments made at or before the SBITA commencement date, plus certain initial direct costs. Subsequently, the SBITA asset is amortized on a straight-line basis over its useful life. Key estimates and judgments related to SBITA include how the District determines (1) the discount rate it uses to discount the expected SBITA payments to present value, (2) SBITA term, and (3) SBITA payments.

- The District uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for SBITAs.
- The SBITA term includes the noncancellable period of the SBITA, and payments included in the measurement of the SBITA liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its SBITA and will remeasure the SBITA asset and liability if certain changes occur that are expected to significantly affect the amount of the SBITA liability.

SBITA assets are reported with other capital assets and SBITA liabilities are reported with long-term debt on the statement of net position.

Deferred Outflows and Inflows of Resources

Guidance for deferred outflows of resources and deferred inflows of resources is provided by GASB No. 63, “Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position”. Concepts Statement No. 4, Elements of Financial Statements, introduced and defined deferred outflows of resources represent a consumption of net assets that applies to future periods, and deferred inflows of resources represent an acquisition of net assets that applies to future periods, respectively. Previous financial reporting standards do not include guidance for reporting those financial statement elements, which are distinct from assets and liabilities. Further, GASB No. 65, “Items Previously Reported as Assets and Liabilities”, had an objective to either (a) properly classify certain items that were previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources or (b) recognize certain items that were previously reported as assets and liabilities as outflows of resources (expenses or expenditures) or inflows of resources (revenues).

In addition to assets, the statement of financial position includes a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has three items that qualify for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position, and deferred amounts related to pension and OPEB. The deferred charge on refunding resulted from the difference between 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 deferred amounts related to pension and OPEB relate differences between estimated and actual investment earnings, changes in actuarial assumptions, and other pension and OPEB related changes.

In addition to liabilities, the statement of financial position includes a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The District has three items that qualify for reporting in this category. Unavailable revenue is reported only in the governmental funds balance

sheet. The governmental funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In the government-wide financial statements the reports deferred amounts related to leases and deferred amounts related to pension and OPEB.

Compensated Absences

Compensated absences are absences for which employees will be paid. A liability for compensated absences that are attributable to services already rendered and that are not contingent on a specific event that is outside the control of the government and its employees is accrued as employees earn the rights to the benefits. Compensated absences that relate to future services or that are contingent on a specific event that is outside the control of the government and its employees are accounted for in the period in which such services are rendered or such events take place.

In the governmental funds, compensated absences are reported only if they have matured. The remainder of the compensated absences liability is reported in long-term liabilities on the statement of net position.

Vacations are to be taken within the same year they are earned, and any unused days at the end of the year are forfeited. Therefore, no liability has been accrued in the accompanying basic financial statements. The District's sick leave policy allows employees to carryover unused sick days to subsequent years. Any employee who retires from the District through the Teacher Retirement System of Texas shall at the end of the last year of employment receive a lump-sum payment of unused sick leave up to a maximum of 100 days determined by formula (number of unused local sick leave multiplied by final year contract salary divided by twice the number of days on contract multiplied by number of years in district divided by 20). If the calculated lump-sum payment is less than $100, no payment will be made.

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 or proprietary fund type statement of net position. Bond premiums and discounts are unearned and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as or expenses in the current period. Net pension and OPEB liabilities are reported as long-term liabilities and pension and OPEB expenses, based upon actuarial data, is reported as expenses within functional categories.

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 the debt is reported as other financing resources. 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. Net pension and OPEB costs are reported, based upon required contributions for the current period, are reported within functional categories as expenditures.

Pensions

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.

Other Post-Employment Benefits

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

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.

Budgetary Data

Formal budgetary accounting is employed for all required governmental funds, as outlined in TEA's FASRG, 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 funds prior to June 20 of the preceding fiscal year for the subsequent fiscal year beginning July 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.

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund, debt service fund and the food service fund.

The remaining special revenue funds and the capital projects fund (if utilized) 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 was properly amended throughout the year by the Board of Trustees. Such amendments are before the fact and are reflected in the official minutes of the Board.

The official budget was prepared for adoption for the general fund, food service fund and debt service fund prior to June 30, 2024. 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.

The Budget is formally adopted by the Board of Trustees at a duly advertised public meeting in accordance with law prior to the expenditure of funds. The approved budget is filed with the Texas Education Agency (TEA) through the Public Education Information Management System. Should any change in the approved budget be required, budget amendment requests are presented to the Board of Trustees for consideration. Amendments are made before the fact and once approved are reflected in the official minutes. During the year, the budget was properly amended in accordance with the above procedures.

Encumbrance Accounting

The District utilizes encumbrance accounting in its governmental funds. Encumbrances represent commitments related to contracts not yet performed (executor contracts) and are used to control expenditures for the period and to enhance cash management. A school district often issues purchase orders or signs contracts for the purchase of goods and services to be received in the future. At the time these commitments are made, which in its simplest form means that when a purchase order is prepared, the appropriate account is checked for available funds. If an adequate balance exists, the amount of the order is immediately charged to the account to reduce the available balance for control purposes. The encumbrance account does not represent an expenditure for the period, only a commitment to expend resources.

Prior to the end of the current period, every effort should be made to liquidate outstanding encumbrances. When encumbrances are outstanding at the current period end, the school district likely will honor the open purchase orders or contracts that support the encumbrances. For reporting purposes, as noted earlier, outstanding encumbrances are not considered expenditures for the current period. If the school district allows encumbrances to lapse, even though it plans to honor the encumbrances, the appropriations authority expires, and the items represented by the encumbrances are usually re-appropriated in the following year's budget. Open encumbrances at current period-end are included in restricted, committed or assigned fund balance, as appropriate.

On June 30, 2024, encumbrances expected to be honored upon performance by vendors in the next year were as follows:

Fund	Amount
General Fund	$ 768,972
Capital Projects Fund	4,092,153
Other Governmental Funds	2,126,688
Total	$ 6,987,813

Fund Balances

The District's Board of Trustees meets on a regular basis to manage and review cash financial activities and to ensure compliance with established policies. The District's Unassigned General Fund Balance is maintained to provide the District with sufficient working capital and a margin of safety to address local and regional emergencies without borrowing. The unassigned General Fund Balance may only be appropriated by resolution of the Board of Trustees. Fund Balance of the District may be committed for a specific source by formal action of the District's Board of Trustees. Amendments or modifications of the committed fund balance must also be approved by board resolution by the District's Board of Trustees. When it is appropriate for fund balance to be assigned, the Board of Trustees delegates authority to the Superintendent or the Chief Financial Officer. In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned 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 balance more transparent. The following classifications describe the relative strength of spending constraints:

- Non-spendable Fund Balance - Includes amounts that cannot be spent because they are either not in spendable form, or, for legal or contractual reasons, must be kept intact. This classification includes inventories, prepaid amounts, assets held for sale, and long-term receivables. As such, $628,552 for inventory and $2,691,263 for prepaid items in the general fund; $110,082 for inventories and $3,212 for prepaid items in the food service fund; $60,143 for prepaid items in the capital projects fund; $24,657 for prepaid items in the campus activity funds; and $254,925 for prepaid items in a locally funded special revenue fund have been classified as non-spendable fund balances.
- Restricted Fund Balance - Constraints placed on the use of these resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or other governments; or are imposed by law (through constitutional provisions of enabling legislation). As such, the fund balances of $17,371,028 in the debt service fund, $771,828 in the capital projects fund, and $5,842,105 in the food service fund have been classified as restricted.
- Committed Fund Balance - Amounts that can only be used for specific purposes, which must be approved by formal action of the Board of Trustees. The District has a committed fund balance of $17,000,000 in the general fund, of which $3,000,000 is for future damage from a named storm, $4,000,000 is for major maintenance and repairs, and $10,000,000 is for economic stabilization. In addition, the District also committed $3,962,126 in the campus activity funds.
- Assigned Fund Balance - Amounts the District intends to use for a specific purpose. The Board of Trustees delegates the Superintendent or Chief Financial Officer the authority to assign fund balance. The general fund has $3,000,000 in assigned fund balance for covering insurance deductibles for future damage from a named storm, and the $10,755,600 in the capital projects fund is earmarked to fund projects identified in the Districts' capital renewal plan.

- Unassigned Fund Balance - This is the residual classification of the General Fund. Only the General Fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification, as the result of overspending for specific purposes for which an amount had been restricted, committed, or assigned. The general operating fund has $52,047,925 of unassigned fund balance.

Data Control Codes

The data control codes refer to the account code structure prescribed by TEA in the FASRG. The TEA requires school districts to display these codes in the financial statements filed with the Agency in order to ensure accuracy in building a statewide database for policy development and funding plans.

Use of Estimates

The presentation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reporting amounts of assets and deferred outflows of resources, and liabilities and deferred inflows of resources at the date of the financial statements, and the reported amounts of revenues and expenditures during the period. Actual results could differ from these estimates.

New Pronouncements

The following GASB pronouncements and implementation guide were effective during fiscal year 2024.

The GASB issued Statement No. 99, *Omnibus 2022*. The requirements related to leases, PPPs, and SBITAs will take effect for financial statements starting with the fiscal year that ends June 30, 2023. The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 will take effect for financial statements starting with the fiscal year that ends June 30, 2024. The requirements of this statement were implemented in fiscal year 2023 and did not have a material impact on the financial statements.

GASB Statement No. 100, *Accounting Changes and Error Corrections – an Amendment of GASB Statement No. 62* was issued in June 2022. The Statement's objective is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023. The requirements of this statement were implemented in fiscal year 2024 and did not have a material impact on the financial statements.

The GASB clarified in GASB Implementation Guide 2021-1, Section 5.1, that governments should capitalize assets that are significant in aggregate, even if the individual assets are below the capitalization threshold. The guidance states that governments should capitalize assets if they are similar and purchased as a group near the same time, the assets have a single objective, and the assets have significant value in aggregate. The requirements of this statement were implemented in fiscal year 2024. The District capitalized a total of $6,486,918 for items that had significant value in aggregate.

NOTE 2. DEPOSITS, INVESTMENTS AND DERIVATIVES

The District classifies deposits and investments for financial statement purposes as cash and cash equivalents, current investments, and non-current investments based upon both liquidity (demand deposits) and maturity date (deposits and investments) of the asset at the date of purchase. For this purpose an investment is considered a cash equivalent if when purchased it has a maturity of three months or less. Investments are classified as either current investments or non-current investments. Current investments have maturities of one year or less and non-current investments are those that have a maturity of a year or more. See Note 1 for additional Governmental Accounting Standards Board Statement No. 31 disclosures.

Cash and cash equivalents as reported on the statement of net position on June 30, 2024, are as follows:

	Governmental Funds	Proprietary Funds	Fiduciary Funds	Total
Cash (petty cash accounts)	$ 17,508	$ -	$ -	$ 17,508
Financial institution deposits:				
Demand deposits	9,044,009	238,557	696,174	9,978,740
Local government investment pools:				
TexPool	35,261,064	341,002	-	35,602,066
TexPool Prime	2,172,533	-	-	2,172,533
Texas CLASS	16,325,145	-	-	16,325,145
Texas CLASS Government	8,217,982	-	-	8,217,982
Texas DAILY	22,902,518	-	-	22,902,518
Total	$ 93,940,759	$ 579,559	$ 696,174	$ 95,216,492

Deposits

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that in the event of a financial institution failure, the District's deposits may not be returned to them. The District requires that all deposits with financial institutions be collateralized in an amount equal to 100% of uninsured balances.

Under Texas state law, a bank serving as the school depository must have a bond or in lieu thereof, deposited or pledged securities with the District or an independent third-party agent, an amount equal to the highest daily balance of all deposits the District may have during the term of the depository contract, less any applicable FDIC insurance.

On June 30, 2024, in addition to petty cash of $17,508, the carrying amount of the District's cash, savings, and time deposits was $9,978,740. The financial institutions balances were $10,450,187 on June 30, 2024. Bank balances of $750,000 were covered by federal depository insurance, and $9,700,187 was covered by collateral pledged in the District's name. The collateral was held in safekeeping departments of unrelated banks, which act as the pledging bank's agent.

In addition, the following is disclosed regarding coverage of combined balances on the date of highest deposit:

Depository:

a) Name of bank: Wells Fargo Bank, Pearland, Texas.
b) Amount of bond and/or security pledged as of the date of the highest combined balance on deposit was $49,138,351.
c) Largest cash, savings and time deposit combined account balance amounted to $26,915,735 and occurred on May 28, 2024.
d) Total amount of FDIC coverage at the time of the largest combined balance was $750,000.

Investments

Chapter 2256 of the Texas Government Code (the Public Funds Investment Act) authorizes the District to invest its funds under written investment policy (the "investment policy") that primarily emphasizes safety of principal and

liquidity, addresses investment diversification, yield, and maturity and addresses the quality and capability of investment personnel. This investment policy defines what constitutes the legal list of investments allowed under the policies, which excludes certain instruments allowed under chapter 2256 of the Texas Government Code.

The District's deposits and investments are invested pursuant to the investment policy, which is approved by the Board of Trustees. The investment policy includes lists of authorized investment instruments and allowable stated maturity of individual investments. In addition, it includes an "Investment Strategy Statement" that specifically addresses each investment option and describes the priorities of suitability of investment type, preservation and safety of principal, liquidity, marketability, diversification, and yield. Additionally, the soundness of financial institutions (including broker/dealers) in which the District will deposit funds is addressed. The District's investment policy and types of investments are governed by the Public Funds Investment Act (PFIA). The District's management believes it complied with the requirements of the PFIA and the District's investment policy.

The District's Investment Officer submits an investment report each quarter to the Board of Trustees. The report details the investment positions of the District and the compliance of the investment portfolio's as they relate to both the adopted investment strategy statements and Texas State law.

The District is authorized to invest in the following investment instruments provided that they meet the guidelines of the investment policy:

1. Obligations of, or guaranteed by, governmental entities as permitted by Government Code 2256.009;
2. Certificates of deposit and share certificates as permitted by Government Code 2256.010;
3. Fully collateralized repurchase agreements permitted by Government Code 2256.011;
4. Banker's acceptances as permitted by Government Code 2256.012;
5. Commercial paper as permitted by Government Code 2256.013;
6. No-load money market mutual funds and no-load mutual funds as permitted by Government Code 2256.014;
7. A guaranteed investment contract as an investment vehicle for bond proceeds, provided it meets the criteria and eligibility requirements established by Government Code 2256.015; and
8. Public funds investment pools as permitted by Government Code 2256.016.

The District invests in TexPool, TexPool Prime, Texas CLASS, Texas CLASS Government and Texas DAILY to provide its liquidity needs. TexPool and TexPool Prime is a local government investment pool that was established in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code and the Public Funds Investment Act, Chapter 2256 of the Code. TexPool and TexPool Prime is a 2(a)7 like fund, meaning that it is structured similar to a money market mutual fund. Such funds allow shareholders the ability to deposit or withdraw funds on a daily basis. Interest rates are also adjusted on a daily basis. Such funds seek to maintain a constant net asset value of $1.00, although this cannot be fully guaranteed. TexPool and TexPool Prime are rated AAAm and must maintain a dollar weighted average maturity not to exceed 60 days, which is the limit.

Texas CLASS and Texas CLASS Government is a local government investment pool pursuant to Section 2256.016 of the Public Funds Investment Act, Texas Government Code. Per State Code, entities may pool any of their funds, or funds under their control, to preserve principal, maintain the liquidity of the funds and maximize yield. The Texas CLASS and Texas CLASS Government agreement is an agreement of indefinite term regarding the investment, reinvestment, and withdrawal of local government funds. Texas CLASS and Texas CLASS Government seeks to maintain a constant net asset value of $1.00, although this cannot be fully guaranteed. Texas CLASS and Texas CLASS Government is rated AAAm and must maintain a dollar weighted average maturity not to exceed 60 days, which is the limit.

Texas Range is a local government investment pool that was established in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code and the Public Funds Investment Act, Chapter 2256 of the Code. Texas Range is a 2(a)7 like fund, meaning that it is structured similar to a money market mutual fund. Such funds allow shareholders the ability to deposit or withdraw funds on a daily basis. Interest rates are also adjusted on a daily basis. Such funds seek to maintain a constant net asset value of $1.00, although this cannot be

fully guaranteed. Texas Range is rated AAAmf from Fitch, and must maintain a dollar weighted average maturity not to exceed 60 days, which is the limit.

The District considers holdings in these funds to have a one day weighted average maturity. This is due to the fact that the share position can usually be redeemed each day at the discretion of the shareholder, unless there has been a significant change in value.

All of the District's investments are insured, registered, or the District's agent holds the securities in the District's name; therefore, the District is not exposed to custodial credit risk.

The following table includes the portfolio balances of all investment types of the District on June 30, 2024:

Local Government Investment Pools	Fair Value	Weighted Average Maturity (in Days)
Texpool:		
TexPool	$ 35,602,066	36
TexPool Prime	2,172,533	41
Texas CLASS:		
Texas CLASS	16,325,145	78
Texas CLASS Government	8,217,982	91
Texas Range:		
Texas DAILY	22,902,518	41
Total local government investment pools	$ 85,220,244	51

Credit Risk - As of June 30, 2024, the local government investment pool (which represents 100% of the unrestricted portfolio) are rated AAAm by Standard and Poor's and AAAmmf by Fitch.

Interest Rate Risk - As a means of minimizing risk of loss due to interest rate fluctuations, the Investment Policy requires that investment maturities will not exceed the lesser of a dollar weighted average maturity of 365 days or the anticipated cash flow requirements of the funds. Quality short-to-medium term securities should be purchased, which complement each other in a structured manner that minimizes risk and meets the District's cash flow requirements.

Fair Value - The District categorizes its fair value measurements within the fair value hierarchy established by GASB No. 72. 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. As of June 30, 2024, the District had no assets or liabilities within the fair value hierarchy established by GASB No. 72.

NOTE 3. RECEIVABLES, UNCOLLECTIBLE ACCOUNTS, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES, AND UNEARNED REVENUES

Receivables and Allowances

Receivables as of June 30, 2024, for the government's individual major funds and nonmajor, internal service, enterprise funds, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Debt Service	Other Governmental Funds	Enterprise Fund	Internal Service Fund	Total
Receivables:						
Property taxes	$ 3,684,243	$ 1,506,617	$ -	$ -	$ -	$ 5,190,860
Other	37,167,569	333,600	1,402,203	-	-	38,903,372
Accrued interest	4,997	-	3,929	113	-	9,039
Other receivables	651,316	1,500	425,216	49	40,800	1,118,881
Gross receivables	41,508,125	1,841,717	1,831,348	162	40,800	45,222,152
Allowance for uncollectibles	(817,200)	(300,402)	-	-	-	(1,117,602)
Net receivables	$ 40,690,925	$ 1,541,315	$ 1,831,348	$ 162	$ 40,800	$ 44,104,550

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. All federal grants shown below are passed through the TEA or other state agency and are reported on the combined financial statements as either Receivable from or Due to Other Governments, as applicable.

Amounts due from federal, state, and local governments as of June 30, 2024:

Fund	State Entitlements	Federal Grants	State Grants and Other	Total
Major governmental funds:				
General fund	$ 36,917,270	$ 250,299	$ -	$ 37,167,569
Debt service fund	333,600	-	-	333,600
Other governmental funds	-	1,401,313	890	1,402,203
Total	$ 37,250,870	$ 1,651,612	$ 890	$ 38,903,372

Deferred Outflows and Inflows of Resources/Unearned Revenue

Governmental Funds

Governmental funds defer the recognition of revenue in connection with receivables that are considered to be unavailable to liquidate liabilities of the current period and report these amounts as deferred inflows of resources. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned and report these amounts as a liability (unearned revenue).

As of June 30, 2024, the various components of deferred inflows of resources and unearned revenue reported in the governmental funds were as follows:

	Deferred Inflows of Resources	Unearned Revenue
Delinquent Property Taxes Receivable:		
General Fund	$ (1,728,879)	$ -
Debt Service Fund	(724,385)	-
Advance Funding:		
Federal grants	-	58,769
State entitlements	-	-
State grants	-	8,112
Local grants	-	23,510
Total deferred/unearned revenue from governmental funds	$ (2,453,264)	$ 90,391

Governmental Activities

Governmental activities defer the recognition of pension and OPEB expense for contributions made subsequent to the measurement date to the current year-end of June 30, 2024 and report these as deferred outflows of resources. Governmental activities also defer revenue recognition in connection with resources that have been received, but not yet earned and report these amounts as a deferred inflow of resources. Further, for governmental activities, like governmental funds, defer revenue recognition in connection with resources that have been received, but not yet earned and report these amounts as a liability (unearned revenue).

As of June 30, 2024, the various components of deferred inflows and outflows of resources and unearned revenue reported in the governmental activities were as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Unearned Revenue
TRS pension deferred outflows and inflows	$ 21,490,498	$ (6,992,700)	$ -
TRS pension contributions subsequent to the measurement date	4,963,829	-	-
TRS-Care OPEB deferred outflows and inflows	9,114,665	(52,522,847)	-
TRS-Care OPEB contributions subsequent to the measurement date	1,022,669	-	-
Bond refunding costs, net of amortization	2,592,392	-	-
Advance Funding:			
Federal grants	-	-	58,769
State entitlements	-	-	-
State grants	-	-	8,112
Local grants	-	-	23,510
Total	$ 39,184,053	$ (59,515,547)	$ 90,391

NOTE 4. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund Receivables and Payables

Interfund balances on June 30, 2024, consisted of the following:

Receiving Fund	Payable Fund	June 30, 2024
General Fund	Other Governmental Funds	$ 2,000,241
Debt Service Fund	General Fund	5,879,587
Capital Projects Fund	General Fund	2,320,467
Other Governmental Funds	Capital Projects Fund	54,925
Other Governmental Funds	General Fund	32,659
Other Governmental Funds	Other Governmental Funds	9,500
		$ 10,297,379

Interfund Transfers

As of the year ended June 30, 2024, the General Fund transferred $2,750,000, 50% of its surplus from the fiscal year ended to the Capital Projects Fund for the District's future capital project's needs. In addition, the General Fund transferred $50,000 to the Football Concessions fund as an initial start-up reserve when the District took over concessions' operations this fiscal year. A transfer from the Capital Projects Fund to a Locally Funded Special Revenue Fund was made to help fund the deposit made in the fiscal year for a new football stadium scoreboard.

Transferring Fund	Receiving Fund	Amount
General Fund	Capital Projects Fund	$ 2,750,000
General Fund	Proprietary Fund – Football Concession	50,000
Capital Projects Fund	Locally Funded Special Revenue Funds	54,925

NOTE 5. CAPITAL ASSETS

Changes in Capital Assets and Accumulated Depreciation

The following provides a summary of changes in capital assets and accumulated depreciation for the year ended June 30, 2024:

	Balance July 1, 2023	Additions	Retirements /Transfers	Balance June 30, 2024
Capital assets not being depreciated/amortized:				
Land	$ 21,980,888	$ -	$ -	$ 21,980,888
Construction in progress	2,071,118	2,412,157	(4,426,217)	57,058
Total capital assets not being depreciated/amortized	24,052,006	2,412,157	(4,426,217)	22,037,946
Capital assets being depreciated/amortized:				
Buildings and improvements	605,570,098	-	4,426,217	609,996,315
Furniture and equipment	37,723,540	10,286,486	(2,114,348)	45,895,678
Right-to-use lease equipment	12,664,286	1,461,493	(12,155,473)	1,970,306
Right-to-use SBITA	862,364	549,674	(191,637)	1,220,401
Total capital assets being depreciated/amortized	656,820,288	12,297,653	(10,035,241)	659,082,700
Accumulated depreciation/amortization:				
Buildings and improvements	(182,878,165)	(12,971,333)	-	(195,849,498)
Furniture and equipment	(30,093,019)	(2,158,460)	2,058,931	(30,192,548)
Right-to-use lease equipment	(9,635,848)	(2,940,797)	12,155,473	(421,172)
Right-to-use SBITA	(479,091)	(434,203)	191,637	(721,657)
Total accumulated depreciation/amortization	(223,086,123)	(18,504,793)	14,406,041	(227,184,875)
Governmental activities capital assets, net	$457,786,171	$(3,794,983)	$ (55,417)	$453,935,771

In 2024, the District evaluated and capitalized certain assets that are significant in aggregate, even if the individual assets are below the capitalization threshold. The purchase of student one-to-one devices for $6,207,542 and of certain instructional materials for $279,376 were both identified to be capitalized as aggregate bulk purchases that met the District's threshold of $200,000.

In addition, the District's business type activities have no reported capital assets and/or accumulated depreciation for the year ended June 30, 2024.

Depreciation/ Amortization Expense

In accordance with requirements of GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - For State and Local Governments,* depreciation/amortization expense of the governmental activities was charged to functions as follows:

Function/Program	Amount
Instruction	$ 12,572,439
Instructional resources and media services	374,266
Curriculum and staff development	5,160
Instructional leadership	89,380
School leadership	16,958
Guidance, counseling, and evaluation services	16,138
Social work services	15,488
Health services	17,823
Student transportation	890,944
Food service	933,365
Extracurricular activities	1,914,080
General administration	128,449
Facilities maintenance and operations	691,501
Security and monitoring services	47,764
Data processing services	791,038
Total governmental activities total depreciation/ amortization expense	$ 18,504,793

Construction Commitments

As of June 30, 2024, no further financing was required on the construction commitments. Construction commitments as of June 30, 2024, are as follows:

	Authorized Contracts	Construction in Progress	Remaining Commitments
Jamison MS Intercom	$ 60,681	$ 29,762	$ 30,919
Silvercrest Elementary Intercom	60,069	27,296	32,773
Total governmental activities	$ 120,750	$ 57,058	$ 63,692

NOTE 6. LONG-TERM DEBT

General Obligation Bonds

Long-term debt includes par bonds, capital appreciation (deep discount) serial bonds, contractual obligations, and loans. Contractual obligations are issued at parity with general obligation bonds, but carry a secondary revenue stream pledge; however, all certificates of obligation are tax, not revenue, supported. This debt, unlike other tax-supported debt, can be issued without a vote of the citizens. Bond premiums and discounts, and gains and losses on refunding are amortized using the straight-line method.

The following is a summary of the District's general obligation bonded debt as of June 30, 2024:

Date of Issue	Original Issue	Final Maturity	Date Callable	% Rates	Outstanding Balance
2014	$ 30,540,000	2029	2024	2.000 - 5.000	$ 2,615,000
2014B	28,655,000	2039	2024	2.000 - 5.000	2,150,000
2016	41,335,000	2032	2026	5.000 - 5.250	34,000,000
2016A	42,200,000	2032	2026	2.000 - 5.000	19,845,000
2017	105,510,000	2042	2026	3.000 - 5.000	91,245,000
2019	75,155,000	2042	2029	3.000 - 5.000	75,155,000
2019A	18,305,000	2042	2029	3.000 - 5.000	17,070,000
2020	78,675,000	2029	N/A	5.000	58,625,000
2022	11,700,000	2029	N/A	5.000	11,700,000
2023	19,595,000	2038	2033	5.000	19,395,000
Total	$ 451,670,000				$ 331,800,000

Principal and interest on general obligation bonds payable on June 30, 2024, are summarized as follows:

	Principal	Interest	Requirement
2025	$ 20,315,000	$ 15,222,650	$ 35,537,650
2026	22,220,000	14,229,250	36,449,250
2027	23,450,000	13,127,650	36,577,650
2028	24,615,000	11,991,150	36,606,150
2029	24,615,000	10,797,000	35,412,000
2030-2034	105,500,000	36,745,150	142,245,150
2035-2039	67,380,000	19,588,000	86,968,000
2040-2044	43,705,000	4,104,900	47,809,900
Total	$ 331,800,000	$ 125,805,750	$ 457,605,750

Bond indebtedness of the District is recorded in the governmental activities statement of net position, and current requirements for principal and interest expenditures are accounted for in the Debt Service Fund. Proceeds of long-term issues are reflected as "Other Resources" in the operating statement of the recipient fund.

There are limitations and restrictions contained in the general obligation bond indentures. The District is in compliance with all significant limitations and restrictions on June 30, 2024.

Changes in Long-Term Liabilities

On February 16, 2024, the District defeased $7,335,000 Unlimited Tax School Building Bonds, Series 2016, using its available funds, resulting in a debt service savings of $2,217,583 million to taxpayers. The District transferred $7,733,567 into a revocation escrow account to provide for future principal and interest on a portion of the outstanding District's Series 2016 Unlimited Tax School Building Bonds in maturities and amounts as listed below:

Series	Original Date	Maturities Being Defeased	Original Principal Amount	Principal Amount Defeased[1]	Principal Amount Outstanding	Redemption Date
Unlimited Tax Refunding	3/15/2016	2/15/2030	$13,090,000	$2,445,000	$10,645,000	2/16/2026
Building Bonds,	3/15/2016	2/15/2031	13,760,000	2,445,000	11,315,000	2/16/2026
Series 2016	3/15/2016	2/15/2032	14,485,000	2,445,000	12,040,000	2/16/2026
Total			$41,335,000	$7,335,000	$34,000,000	

[1]Represents a partial defeasance of each maturity.

On December 1, 2023, the District issued $19,595,000 in Unlimited Tax Refunding Bonds, Series 2023. The proceeds from the sale of the Bonds were used to retire $ 15,400,000 Unlimited Tax Schoolhouse Bonds, Series 2014 and $5,100,000 Unlimited Tax Refunding Bonds, Series 2014. The Unlimited Tax Refunding Bonds, Series 2023 bonds was issued at a premium of $1,251,302 with issuance costs of $210,358 and a District contribution of $149,618. The premium is being amortized over the life of the bonds in the government-wide financial statements. The refunding reduced the District's future debt service payments of $28,452,500 and resulted in an economic gain of $1,172,153 (difference between the present value of the debt service payments on the old debt and the new debt). The net proceeds of the refunding bonds were placed in an irrevocable trust with the paying agent to be utilized for the redemption of the refunded bonds on the redemption date of February 15, 2024. As a result, the refunded bonds were callable on February 15, 2024 and were no longer defeased as of June 30, 2024 and the liability for such bonds has been removed from the District's financial statements. On June 30, 2024, the District had no authorized but unissued bonds.

Long-term liability activity for the governmental activities for the year ended June 30, 2024, was as follows:

	Balance July 1, 2023	Additions	Deletions	Balance June 30, 2024	Due Within One Year
Bonds Payable:					
General obligation bonds	$ 358,840,000	$ 19,595,000	$ 46,635,000	$ 331,800,000	$ 20,315,000
Premium on general obligation bonds	46,902,838	1,251,302	7,348,705	40,805,435	1,743,360
Leases	2,999,446	1,461,493	2,901,594	1,559,345	401,433
SBITA	287,357	648,573	450,000	485,930	230,579
Compensated absences	1,042,365	257,200	173,090	1,126,475	202,991
Workers' Compensation Claims	6,108	1,320	2,161	5,267	5,267
Total	$ 410,078,114	$ 23,214,888	$ 57,510,550	$ 375,782,452	$ 22,898,630

NOTE 7. LEASES

The District has entered into agreements to lease copiers, a natatorium, and the fire and alarm electronic security system. The leases qualify as other than short-term leases as defined by Government Accounting Standards Board (GASB) Statement No. 87 ("GASB 87"). Therefore, the District has recorded right-to-use lease assets and the lease liability at an amount equal to the initial measurement of the related lease liability. The right-to-use assets are amortized on a straight-line basis over the life of the related lease.

The following is a summary of the District's leases as of June 30, 2024:

Leases	Payment	Payment Term	Length (months)	Effective Date	Ending Date	Discount Rate
Copiers - 003	$ 2,897	Monthly	60	11/1/2020	10/30/2025	0.33%
Copiers - 014	6,465	Monthly	60	11/1/2022	10/31/2027	0.33%
Copiers - 923	8,813	Monthly	60	4/1/2024	3/31/2029	0.71%
Student technology devices	2,386,231	Annual	48	11/1/2020	10/31/2024	0.26%
Natatorium	122,000	Annual	36	7/1/2023	6/30/2026	8.50%
Fire & alarm electronic system - ESS102	14,609	Monthly	60	2/13/2024	2/12/2029	8.50%

Commitment under right-to-use lease agreements for copier equipment, student technology devices, natatorium usage and the fire and alarm electronic security system provide for minimum future lease payments as of June 30, 2024, as follows:

Fiscal Year	Principal	Interest	Total
2025	$ 401,434	$ 114,724	$ 516,158
2026	410,092	85,785	495,877
2027	305,121	54,271	359,392
2028	275,687	31,984	307,671
2029	167,011	10,482	177,493
	$ 1,559,345	$ 297,246	$ 1,856,591

All amounts paid were previously included in the measurement of the lease liability; there were no other related outflows of resources for the period such as variable payments or termination penalties. In addition, there were no commitments incurred prior to commencement of any lease term and no impairment losses related to lease assets. The total lease expenditures for the year ended June 30, 2024 were $3,022,595.

NOTE 8. DEFINED BENEFIT PENSION PLANS

Plan Description

The District participates in a multiple-employer, cost-sharing, defined benefit pension that has a special funding situation. The plan is administered by the Teacher Retirement System of Texas (TRS). It is a defined benefit pension plan 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-supposed education institutions in Texas who are employed for one-half or more of the standard workload who are not exempted from membership under Texas Government Code, Title 8, Section 822.002 are covered by the system.

Pension Plan Fiduciary Net Position

Detail 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://www.trs.texas.gov/Pages/about_publications.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 in 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 in (A) 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 86th Texas Legislature amended Texas Government Code 825.402 for member contributions and increased employee and employer contribution rates for fiscal years 2019 thru 2025.

	Contribution rates measurement year	
	September 1, 2023 to August 31, 2024	September 1, 2022 to August 31, 2023
Member	8.25%	8.00%
Non-employer contributing entity (state)	8.25%	8.00%
Employers	8.25%	8.00%
Employer (district)	$ 5,818,052	
Employee (member)	12,167,289	
NECE On-behalf contributions (state)	8,494,208	

Contributors to the plan include members, employers and the State of Texas as the only non-employer contributing entity. The State is the employer for senior colleges, medical schools and state agencies including TRS. In each respective role, the State contributes to the plan in accordance with state statutes and the General Appropriations Act (GAA).

As the non-employer contributing entity for public education and junior colleges, 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 (public school, junior college, other entities, or the State of Texas as the employer for senior universities and medical schools) are required to pay the employer contribution rate in the following instances:

- On the portion of the member's salary that exceeds the statutory minimum for members entitled to the statutory minimum under Section 21.402 of the Texas Education Code.
- During a new member's first 90 days of employment.
- When any or all of an employee's salary is paid by federal funding sources, a privately sponsored source, from non-educational and general, or local funds.
- When the employing district is a public junior college or junior college district, the employer shall contribute to the retirement system an amount equal to 50 percent of the state contribution rate for certain instructional or administrative employees; and 100 percent of the state contribution rate for all other employees.

In addition to the employer contributions listed above, there is an additional surcharge an employer is subject to.

- All public schools, charter schools, and regional educational service centers must contribute 1.8 percent of the member's salary beginning in fiscal year 2023, gradually increasing to 2 percent in fiscal year 2025.
- 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, 2022, 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% - The source for the rate is the Fixed Income Market Data/Yield Curve/Data Municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index."
Last year ending August 31 in Projection Period (100 Years)	2122
Inflation	2.30%
Salary Increases	2.95% to 8.95% including inflation
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 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 percent. 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 System's target asset allocation as of August 31, 2023, are summarized below:

Asset Class	Target Allocation[2] %	Long-term Expected Geometric Real Rate of Return[3]	Expected Contribution to Long-Term Portfolio Returns
Global Equity:			
USA	18.00%	4.00%	1.00%
Non-U.S. Developed	13.00%	4.50%	0.90%
Emerging Markets	9.00%	4.80%	0.70%
Private Equity[1]	14.00%	7.00%	1.50%
Stable Value:			
Government Bonds	16.00%	2.50%	0.50%
Absolute Return[1]	0.00%	3.60%	0.00%
Stable Value Hedge Funds	5.00%	4.10%	0.20%
Real Return:			
Real Estate	15.00%	4.90%	1.10%
Energy, Natural Resources, and Infrastructure	6.00%	4.80%	0.40%
Commodities	0.00%	4.40%	0.00%
Risk Parity	8.00%	4.50%	0.40%
Asset Allocation Leverage			
Cash	2.00%	3.70%	0.00%
Asset Allocation Leverage	-6.00%	4.40%	-0.10%
Inflation Expectation			2.30%
Volatility Drag[4]			-0.90%
Expected Return	100.00%		8.00%

[1] Absolute Return includes Credit Sensitive Investments.
[2] Target allocations are based on the FY2023 policy model.
[3] Capital Market Assumptions come from Aon Hewitt as of June 30,2023.
[4] The volatility drag results from the conversion between arithmetic and geometric mean returns.

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 percent point lower (6.00 percent) or one percent point higher (8.00 percent) than the current rate.

	Discount Rate		
	1% Decrease (6.00%)	Current Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the Net pension liability	$106,047,275	$70,932,005	$41,733,638

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

On June 30, 2024, the District reported a liability of $70,932,005 for its proportionate share of the TRS net pension liability. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the collective net pension liability	$ 70,932,005
State's proportionate share that is associated with the District	107,808,390
Total	$ 178,740,395

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.

On August 31, 2023, the employer's proportion of the collective net pension liability was 0.1032634185% which was a decrease of 0.0073532869% from its proportion measured as of 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 election 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 the District in the reporting period was $11,349,686.

For the year ended June 30, 2024, the District recognized pension expense of $11,349,686 and revenue of $16,278,134 for support provided by the State.

On June 30, 2024, the District reported its proportionate share of TRS deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ 2,527,331	$ (858,909)
Changes in actuarial assumptions	6,708,778	(1,641,791)
Difference between projected and actual investment earnings	10,322,328	-
Changes in proportion and differences between District contributions and proportionate share of contributions	1,932,061	(4,492,000)
Contributions paid to TRS subsequent to the measurement date of the net pension liability	4,963,829	-
Total	$ 26,454,327	$ 6,992,700

Deferred outflows of resources resulting from the District contributions subsequent to the measurement date in the amount of $4,963,829 will be recognized as a reduction of the net pension liability in the year ending June 30, 2025. The net amounts of the employer's balances of deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year	Pension Expense	Balance of Deferred Outflows (Inflows)
2025	$ 2,824,293	$ 11,673,505
2026	1,464,218	10,209,287
2027	8,300,973	1,908,314
2028	2,042,612	(134,298)
2029	(134,298)	-
	$ 14,497,798	

The District will continue to make the required pension contributions based on the statutorily determined rates established by the Teacher Retirement System of Texas (TRS). TRS will apply the District's contributions to the Net Pension Liability on an annual basis. The contributions are paid by the funds that pay the employees' salaries. The General Fund and Special Revenue Funds typically liquidate the net pension liability.

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 (ACFR) that includes financial statements and required supplementary information.

The report may be obtained on the Internet at https://www.trs.texas.gov/Pages/about_publications.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 and 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.

	TRS-Care Monthly Premium Rates	
	Medicare	Non-Medicare
Retiree or Surviving Spouse	$ 135	$ 200
Retiree and Spouse	529	689
Retiree or Surviving Spouse and Children	468	408
Retiree and Family	1,020	999

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 participating employers based on active employee compensation. The TRS Board 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 percent of the employee's salary. Section 1575.203 establishes the active employee's rate which is 0.65 percent of salary. Section 1575.204 establishes a public school 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 employer. The actual public school 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.

	Contribution rates measurement year	
	September 1, 2023 to August 31, 2024	September 1, 2022 August 31, 2023
Member	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%
Employer (district)	$ 1,214,358	
Employee (member)	963,475	
NECE On-behalf contributions (state)	2,586,687	

In addition to the employer contributions listed above, there is an additional surcharge all TRS employers are subject to (regardless of whether they participate in the TRS Care OPEB Program). When hiring a TRS retiree, employers are required to pay TRS-Care, a monthly surcharge of $535 per retiree.

TRS-Care received 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 87th 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 was determined using the following actuarial assumptions:

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

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 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% as of August 31, 2023
Aging Factors	Based on plan specific experience
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claims costs.
Projected Salary Increases	2.95% to 8.95% including inflation
Healthcare Trend Rates	The initial medical trend rates were 7.75 percent for Medicare retirees and 7.00 percent for non-Medicare retirees. The initial prescription drug trend rate was 7.75 percent for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.25 percent over a period of 12 years.
Election Rates	Normal Retirement: 62% participation prior to age 65 and 25% participation after age 65. 30% of pre-65 retirees are assumed to discontinue coverage at age 65.
Ad hoc post-employment benefit changes	None

Discount Rate

A single discount rate of 4.13 percent 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 one percent lower than and one percent higher than the discount rate that was used (4.13 percent) in measuring the Net OPEB Liability.

	Discount Rate		
	1% Decrease (3.13%)	Current Rate (4.13%)	1% Increase (5.13%)
District's proportionate share of the Net OPEB liability	$34,556,580	$29,340,144	$25,083,409

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

On June 30, 2024, the District reported a liability of $29,340,144 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	$ 29,340,144
State's proportionate share that is associated with the District	35,403,393
Total	$ 64,743,537

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 OPEB relative to the contributions of all employers to the plan for the period September 1, 2022, thru August 31, 2023.

On August 31, 2023, the employer's proportion of the collective net OPEB liability was 0.1325311205% which was a decrease of 0.0113175672% from its proportion measured as of August 31, 2022.

The following schedule shows the impact of the net OPEB liability if a healthcare trend rate that is one percent less than and one percent greater than the health trend rates assumed.

	Healthcare cost trend rate		
	1% Decrease	Current Rate	1% Increase
District's proportionate share of the Net OPEB liability	$24,160,140	$29,340,144	$36,004,236

Changes Since the Prior Actual Valuation

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

- The single 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.

Change 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 a negative $6,308,508.

For the year ended June 30, 2024, the District recognized a negative OPEB expense of $6,308,508 and a negative revenue of $7,568,498 for support provided by the State.

On June 30, 2024, the District reported its proportionate share of TRS's deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual economic experience	$ 1,327,419	$ (24,684,173)
Changes in actuarial assumptions	4,004,716	(17,965,748)
Difference between projected and actual investment earnings	12,676	-
Changes in proportion and difference between employers' contributions and proportionate share of contributions	3,769,854	(9,872,926)
Contributions paid to TRS subsequent to the measurement date of the net OPEB liability	1,022,669	-
Total	$ 10,137,334	$ (52,522,847)

The $1,022,669 reported as 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 year ending June 30, 2025.

The net amounts of the employer's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year	OPEB expense amount	Balance of deferred outflows (inflows)
2025	$ (8,750,606)	$ (34,657,576)
2026	(7,404,909)	(27,252,667)
2027	(5,583,072)	(21,669,595)
2028	(6,578,577)	(15,091,018)
2029	(5,808,673)	$ (9,282,345)
Thereafter	(9,282,345)	-
	$ (43,408,182)	

The District will continue to make the required OPEB contributions based on the statutorily determined rates established by the Teacher Retirement System of Texas (TRS). TRS will apply the District's contributions to the Net OPEB Liability on an annual basis. The contributions are paid by the funds that pay the employees' salaries. The General Fund and Special Revenue Funds typically liquidate the net OPEB liability.

NOTE 10. GENERAL FUND FEDERAL SOURCE REVENUES

The following is a schedule of federal source revenue recorded in the General Fund:

Program or source	ALN #	Total
Direct costs:		
School Health and Related Services (SHARS)		$ 454,957
E-rate		174,905
JROTC		107,622
Total direct costs		737,484
Indirect costs:		
School Breakfast Program	10.553	52,242
National School Lunch Program	10.555	188,171
ESSA, Title IX, Texas Education for Homeless Children & Youth	84.196A	1,198
ESSA, Title I, Part A, Improving Basic Programs	84.010A	89,177
IDEA, Part B, Formula	84.027A	167,824
IDEA, Part B, Preschool	84.173A	2,053
Perkins V: Strengthening CTE For 21st Century	84.048A	7,882
ESSA, Title II, Part A, Supporting Effective Instruction	84.367A	19,838
ESSA, Title III, Part A, Language Education Program	84.365A	10,596
ESSA, Title VI, Part A, Subpart 1, Improving Academic Achievement	84.424A	10,788
ARP, Homeless I - TEHCY Supplemental	84.425W	4,601
ARP, Homeless II	84.425W	7,979
ARP, Esser III Grant	84.425U	101,072
IDEA, Part B, Formula, ARP	84.027X	159
Total indirect costs		663,580
Total direct and indirect costs		$ 1,401,064

The School Health and Related Services (SHARS), E-rate, and JROTC funds are not considered federal financial assistance for inclusion in the Schedule of Federal Financial Assistance.

NOTE 11. LOCAL AND INTERMEDIATE REVENUES

During the year ended June 30, 2024, local and intermediate revenues for governmental funds consisted of the following:

	Major Funds				
	General Fund	Debt Service Fund	Capital Projects Funds	Other Governmental Funds	Total
Property Taxes	$76,120,345	$33,513,370	$ -	$ -	$109,633,715
Food sales	-	-	-	4,765,625	4,765,625
Investment income	3,456,167	753,170	650,675	354,162	5,214,174
Other tuition and fees from patrons	835,801	-	-	11,902	847,703
Co-curricular income	391,896	-	-	5,059,427	5,451,323
Rent	243,202	-	-	-	243,202
Other	89,211	-	-	292,293	381,504
Total	$81,136,622	$34,266,540	$650,675	$ 10,483,409	$126,537,246

NOTE 12. 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 the year ended June 30, 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.

NOTE 13. SELF-INSURED WORKERS' COMPENSATION

Beginning September 1, 1991, the District established its self-funding Workers' Compensation program. The accrued liability for the Workers' Compensation self-insurance program is projected to be $5,267 as of June 30, 2024. The District claim history does not allow for a credible projection of loss adjustment expenses (LAE), data from other self-insured and insurance entities suggests costs for these items may be in the neighborhood of 5% of the liability for losses. Since September 1, 2012, the District chose to switch to a fully insured workers' compensation program, currently with TASB Risk Management Fund. The above liability is from claims before July 1, 2014, from the self-insured program which have not been closed out as of June 30, 2024.

This liability reported in the fund on June 30, 2024, is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred as of the date of the financial statements, and the amount of loss can be reasonably estimated. Because actual claim liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing the liability does not result necessarily in an exact amount.

Changes in the workers' compensation claim liability amounts in fiscal years 2022-2023 and 2023-2024 are represented below:

	Workers' compensation	
	2024	2023
Beginning liability	$ 6,108	$ 25,062
Current period claims and changes in estimates	5,194	7,278
Payments for claims	(6,035)	(26,232)
Ending liability	$ 5,267	$ 6,108

NOTE 14. LITIGATION AND CONTINGENCIES

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 collect ability of any related receivable on June 30, 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.

In addition, the District may be a defendant in various legal proceedings relating to its operations as a school district. In the best judgement of the District's administration, the outcome of any present legal proceedings will not have any material adverse effect on these financial statements.

NOTE 15. JOINT VENTURES-SHARED SERVICE ARRANGEMENTS

The District participates in a shared services arrangement for Brazoria County Juvenile Justice Alternative Education Program with six other school districts. Although a percentage of the activity of the shared services arrangement is attributable to the District's participation, the District does not account for revenues or expenditures in this program and does not disclose them in these financial statements. The District neither has a

joint ownership interest in capital assets purchased by the fiscal agent, Brazoria County, nor does the District have a net equity interest in the fiscal agent. The fiscal agent is neither accumulating significant financial resources nor fiscal exigencies that would give rise to a future additional benefit or burden to the District. The fiscal agent manager is responsible for all financial activities of the shared services arrangement. The expenditures attributed to the District's participation in this shared services arrangement for the fiscal year ended were $6,000 and were coded to Function 95 Payments to Juvenile Justice Alternative Education Programs and object 6223 Student Tuition Other than Public Schools.

The District also participates in a shared services arrangement for the Therapeutic Education Center with three other school districts. Although a percentage of the activity of the shared services arrangement is attributable to the District's participation, the District does not account for revenues or expenditures in this program and does not disclose them in these financial statements. The District neither has a joint ownership interest in capital assets purchased by the fiscal agent, Friendswood ISD, nor does the District have a net equity interest in the fiscal agent. The fiscal agent is neither accumulating significant financial resources nor fiscal exigencies that would give rise to a future additional benefit or burden to the District. The fiscal agent manager is responsible for all financial activities of the shared services arrangement. The expenditures attributed to the District's participation in this shared services arrangement for the fiscal year ended were $54,639 and were coded to objects 6222 Student Tuition – Public Schools and 6492 Payments to Fiscal Agents of Shared Services Arrangements, using Functions 11 Instruction and 93 Payments to the Fiscal Agent of Shared Services Arrangements.

The District has a partnership agreement with Communities in Schools (CIS) of Brazoria County. The intent of both parties is to bring the resources of CIS after school Centers on Education (CIS-ACE) to facilitate the academic achievement and personal success of students by providing the full range of CIS-ACE services to those students and their families by creating seven CIS traditional program sites (at Carleston Elementary, Cockrell Elementary, Jamison Middle, Lawhon Elementary, Pearland Junior High South, Pearland Junior High West, and Sablatura Middle School) at a cost of $20,000 per site; two Cycle 11 21st Century ACE programs at Magnolia Elementary and Carleston Elementary schools at a cost of $18,000 per site; and one Crisis Intervention program at PACE Center at a cost of $40,000. The expenditures attributable to the District's participation totaled $216,000 and were coded to 6299 Miscellaneous Contract Services in Function 31 Guidance, Counseling, and Evaluation Services and 32 Social Work Services.

NOTE 16. SBITA LIABILITIES

The District has entered into agreements for software that qualify as subscription-based information technology arrangements as defined by Government Accounting Standards Board (GASB) Statement No. 96 ("GASB 96").

The following is a summary of the District's SBITA's as of June 30, 2024:

SBITA	Payment	Payment term	Length (months)	Effective date	Ending date	Discount rate
Microsoft License	$ 296,696	Annual	36	10/31/2021	10/30/2024	3.25%
Edgenuity	$ 99,200	Annual	36	7/1/2023	6/30/2026	8.00%
FinalSite	$ 66,443	Annual	60	7/1/2023	6/30/2028	8.00%

Under this statement the District is required to recognize SBITA liability and an intangible right-to-use asset at an amount equal to the initial measurement of the related SBITA liability. The initial SBITA liability recorded in the fiscal year ended June 30, 2024, was $549,674. The accumulated amortization for the fiscal year was $146,748. There are no commitments under SBITAs before the commencement of the subscription terms.

The future principal and interest SBITA payments as of June 30, 2024, were as follows:

Fiscal year	Principal	Interest	Total
2025	$ 230,580	$ 30,962	$ 261,542
2026	142,215	20,428	162,643
2027	54,392	9,051	63,443
2028	58,743	4,699	63,443
	$ 485,930	$ 65,140	$ 551,070

NOTE 17. SUBSEQUENT EVENTS

In May 2024, the District issued two successful bond propositions, one for infrastructure at $75 million and one for technology at $30 million, for a total of $105 million. The $105 million bonds will be issued in two bond issuances. The first issuance, the Unlimited Tax School Building Bonds for $52,040,000, was sold on August 20, 2024. The bond funds will address infrastructure and technology needs that exceed the capacity of the District's general fund.

REQUIRED SUPPLEMENTARY INFORMATION



PEARLAND INDEPENDENT SCHOOL DISTRICT EXHIBIT G-1

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes		Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variance with Final Budget
	Revenues				
5700	Local and intermediate sources	$ 95,635,055	$ 81,354,430	$ 81,136,622	$ (217,808)
5800	State program revenues	101,391,228	129,600,859	132,822,214	3,221,355
5900	Federal program revenues	1,993,180	1,209,368	1,401,064	191,696
5020	Total revenues	199,019,463	212,164,657	215,359,900	3,195,243
	Expenditures				
	Current:				
0011	Instruction	123,235,668	120,550,239	119,724,770	825,469
0012	Instructional resources and media svcs.	2,072,220	2,078,890	2,061,822	17,068
0013	Curriculum and staff development	5,433,316	5,681,919	5,584,247	97,672
0021	Instructional leadership	2,733,236	2,229,976	2,143,392	86,584
0023	School leadership	12,892,720	12,671,501	12,567,936	103,565
0031	Guidance, counseling and evaluation svcs.	8,878,237	8,952,503	8,912,828	39,675
0032	Social work services	917,813	929,294	886,703	42,591
0033	Health services	2,341,606	2,303,889	2,293,875	10,014
0034	Student (pupil) transportation	8,570,493	8,594,376	8,220,073	374,303
0036	Cocurricular/extracurricular activities	4,966,355	5,105,017	4,892,372	212,645
0041	General administration	5,861,032	5,123,161	5,020,292	102,869
0051	Facility maintenance and operations	25,441,003	25,399,211	25,288,353	110,858
0052	Security and monitoring services	2,158,716	2,610,178	2,321,205	288,973
0053	Data processing services	5,367,795	5,889,380	5,823,313	66,067
0061	Community services	7,439	5,000	303	4,697
	Debt service:				
0071	Principal on long-term debt	3,362,951	2,644,723	2,576,261	68,462
0072	Interest on long-term debt	-	-	68,029	(68,029)
	Capital Outlay:				-
0081	Facilities acquisition and construction	-	338,076	338,076	-
	Intergovernmental:				
0093	Fiscal agent/shared services arrangement	-	9,327	9,327	-
0095	Pymts. to Juvenile Justice Alt. Ed. Prog.	80,000	10,000	6,000	4,000
0099	Other intergovernmental charges	737,128	737,128	690,228	46,900
6030	Total expenditures	215,057,728	211,863,788	209,429,405	2,434,383
1100	Excess (deficiency) of revenues over expenditures	(16,038,265)	300,869	5,930,495	5,629,626
	Other Financing Sources (Uses)				
7912	Sale of real or personal property	-	190,384	72,488	(117,896)
7913	Proceeds from leases	3,302,438	1,459,072	1,459,072	-
7949	Proceeds from other resources	-	549,675	549,674	(1)
8911	Transfers out	-	-	(2,800,000)	(2,800,000)
	Total other financing sources (uses)	3,302,438	2,199,131	(718,766)	(2,917,897)
1200	Net change in fund balance	(12,735,827)	2,500,000	5,211,729	2,711,729
0100	Fund balance - beginning	70,156,011	70,156,011	70,156,011	-
3000	Fund balance - ending	$ 57,420,184	$ 72,656,011	$ 75,367,740	$ 2,711,729

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

PEARLAND INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND RELATED RATIOS - COST SHARING EMPLOYER PLAN

FOR THE LAST TEN MEASUREMENT YEARS ENDED AUGUST 31,

	2014	2015	2016	2017
District's proportion of the net pension liability	0.0608658%	0.1064410%	0.1126804%	0.1133576%
District's proportionate share of the net pension liability	$ 16,258,097	$ 37,625,477	$ 42,580,241	$ 36,245,657
State's proportionate share of the net pension liability associated with the District	58,488,930	70,122,200	73,093,014	62,366,406
Total	$ 74,747,027	$ 107,747,677	$ 115,673,255	$ 98,612,063
District's covered payroll (for measurement year)	$ 103,284,170	$ 111,507,045	$ 113,654,057	$ 126,681,823
District's proportionate share of the net pension liability as a percentage of it's covered payroll	15.74%	33.74%	37.46%	28.61%
Plan fiduciary net position as a percentage of the total pension liability	83.25%	78.43%	78.00%	82.17%

The notes to required supplementary information are an integral part of this statement.

2018	2019	2020	2021	2022	2023
0.1132894%	0.1115610%	0.1042690%	0.1121464%	0.1106167%	0.1032634%
$ 62,357,231	$ 57,992,918	$ 55,844,370	$ 28,559,723	$ 65,670,293	$ 70,932,005
105,316,625	98,154,117	98,580,573	46,805,195	99,954,425	107,808,390
$ 167,673,856	$ 156,147,035	$ 154,424,943	$ 75,364,918	$ 165,624,718	$ 178,740,395
$ 130,171,373	$ 134,140,118	$ 137,470,077	$ 144,516,019	$ 145,374,177	$ 144,760,611
47.90%	43.23%	40.62%	19.76%	45.17%	49.00%
73.74%	75.24%	75.54%	88.79%	75.65%	73.15%

PEARLAND INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S PENSION CONTRIBUTIONS
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE LAST TEN FISCAL YEARS ENDED JUNE 30,

	2015	2016	2017	2018
Contractually required contributions	$ 1,543,117	$ 3,151,764	$ 3,662,404	$ 3,859,394
Contributions in relation to the contractually required contributions	1,543,117	3,151,764	3,662,404	3,859,394
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
District's covered payroll	$ 110,772,783	$ 111,507,045	$ 125,800,864	$ 129,610,826
Contributions as a percentage of covered payroll	1.39%	2.83%	2.91%	2.98%

The notes to required supplementary information are an integral part of this statement.

2019	2020	2021	2022	2023	2024
$ 3,943,079	$ 4,182,913	$ 4,714,732	$ 5,136,805	$ 5,281,816	$ 5,818,052
3,943,079	4,182,913	4,714,732	5,136,805	5,281,816	5,818,052
$ -	$ -	$ -	$ -	$ -	$ -
$ 133,520,841	$ 136,980,416	$ 143,038,521	$ 145,790,150	$ 144,728,998	$ 148,225,499
2.95%	3.05%	3.30%	3.52%	3.65%	3.93%

PEARLAND INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY AND RELATED RATIOS - COST SHARING EMPLOYER PLAN

FOR THE LAST SEVEN MEASUREMENT YEARS ENDED AUGUST 31, [1]

	2017	2018	2019
District's proportion of the net OPEB liability	0.1423825%	0.1489414%	0.1493654%
District's proportionate share of the net	$ 61,916,791	$ 74,367,821	$ 70,636,735
State's proportionate share of the net OPEB liability associated with the District	102,878,600	115,097,505	93,860,421
Total	$164,795,391	$189,465,326	$164,497,156
District's covered payroll (for measurement year)	$126,681,823	$126,681,823	$126,681,823
District's proportionate share of the net OPEB	48.88%	58.70%	55.76%
Plan fiduciary net position as a percentage of the total OPEB liability	0.91%	1.57%	2.66%

Note:

[1] Ten years of data should be presented with this schedule but data is unavailable prior to 2017. Net OPEB liability and related ratios will be presented prospectively as data becomes available.

The notes to required supplementary information are an integral part of this statement.

2020	2021	2022	2023
0.1416441%	0.1471873%	0.1438487%	0.1325311%
$ 53,845,313	$ 56,776,714	$ 34,443,137	$ 29,340,144
72,355,193	76,068,144	42,015,216	35,403,393
$126,200,506	$132,844,858	$ 76,458,353	$ 64,743,537
$137,470,077	$144,516,019	$145,374,177	$144,760,611
39.17%	39.29%	23.69%	20.27%
4.99%	6.18%	6.18%	14.94%

PEARLAND INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF OPEB CONTRIBUTIONS
TEACHERS RETIREMENT SYSTEM OF TEXAS
FOR THE LAST SEVEN FISCAL YEARS ENDED JUNE 30,[1]

	2018	2019	2020
Contractually required contributions	$ 981,381	$ 1,476,499	$ 1,398,022
Contributions in relation to the contractual required contributions	981,381	1,476,499	1,398,022
Contribution deficiency (excess)	$ -	$ -	$ -
District's covered payroll	$ 129,610,826	$ 133,520,841	$ 136,980,416
Contributions as a percentage of covered payroll	0.76%	0.79%	0.78%

Note:
[1] This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

The notes to required supplementary information are an integral part of this statement.

2021	2022	2023	2024
$ 1,137,374	$ 1,184,889	$ 1,150,780	$ 1,214,358
1,137,374	1,184,889	1,150,780	1,214,358
$ -	$ -	$ -	$ -
$ 143,038,521	$ 145,790,150	$ 144,728,998	$ 148,225,499
0.80%	0.81%	0.80%	0.82%

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
TEACHER RETIREMENT SYSTEM – PENSION RELATED
YEAR ENDED JUNE 30, 2024

Changes of Assumptions

2022: Demographic and economic assumptions were updated based on experience study performed for TRS for the period ending August 31, 2021. The primary change was the lowering of the discount rate from 7.25% to 7.00%.

2021: The public education employer contribution rate changed from 1.5% in 2020 to 1.6% in 2021.

2020: The state and employer contribution rate changed from 6.8% to 7.5%. The 1.5% in public education employer contribution applied to just employers whose employees were not covered by OASDI in 2019 and it changed in 2020 to apply to all public schools, charter schools, and regional education centers irrespective of participation in OASDI.

2018: The discount rate changed from 8.0% as of August 31, 2017, to a blended rate of 6.907% as of August 31. 2018. The long-term assumed rate of return changed from 8.0% as of August 31, 2017, to 7.25% as of August 31, 2018. Demographic and economic assumptions were updated based on the experience study performed for TRS for the period ending August 31, 2017. The total pension liability as of August 31, 2018, was developed using a roll-forward method from the August 31, 2017, valuation.

Change in Benefit Terms

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

Other Information

Effective September 1, 2014, employers who did not contribute to Social Security for TRS-eligible employees were required to contribute an additional 1.5% of TRS-eligible compensation which nearly doubled the District's contributions into the Plan. Because the District's proportional share of the plan is determined by it's proportional share of contributions, the District recognized a corresponding increase in its share of the net pension liability.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
TEACHER RETIREMENT SYSTEM – OPEB RELATED
YEAR ENDED JUNE 30, 2024

Changes of Assumptions

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

2022: The discount rate changed from 1.95% as of August 31, 2021 to 3.91% as of August 31, 2022, lowered the participation rates, and updated the healthcare trend rate assumption.

2021: The discount rate changed from 2.33% as of August 31, 2021, to 1.95% as of August 31, 2021.

2020: The discount rate changed from 2.63% as of August 31, 2019, to 2.33% as of August 31, 2020, lowered the participation rate assumption for employees who retire after the age of 65, and lowered the ultimate health care trend rate assumption to reflect the repeal of the excise (Cadillac) ta on high-cost employer health plans.

2019: The discount rate changed from 3.69% as of August 31, 2018, to 2.63% as of August 31, 2019, lowered the participation rates and updated the health care trend rate assumption.

2018: The discount rate changed from 3.42% as of August 31, 2017, to 3.69% as of August 31, 2018, updated the health care trend rate assumption, and revised demographic and economic assumptions based on the TRS experience study.

Change in Benefit Terms

Effective January 1, 2018, only on health plan option will exist (instead of three), and all retirees will be required to contribute monthly premiums for coverage. The health plan changes triggered changes to several of the assumptions, including participation rates, retirement rates, and spousal participation rates. This change in plan benefits significantly lowered the OPEB liability and had an immediate effect on the OPEB expenses recognized by participating entities.

The 85th Legislature, Regular Session, passed the following statutory changes in House Bill 3976 which became effective on September 1, 2017:

- Created a high-deductible health plan that provides a zero cost for generic prescriptions for certain preventative drugs and provides a zero premium for disability retirees who retired as a disability retiree on or before January 1, 2017, and are not eligible to enroll in Medicare.
- Created a single Medicare Advantage plan and Medicare prescription drug plan for all Medicare eligible participants.
- Allowed the System to provide other, appropriate health benefit plans to address the needs of enrollees eligible for Medicare.
- Allowed eligible retirees and their eligible dependents to enroll in TRS-Care when the retiree reaches 65 years of age, rather than waiting for the next enrollment period.
- Eliminated free coverage under TRS-Care, except for certain disability retirees enrolled during Plan Years 2018 through 2021, requiring members to contribute $200 per month toward their health insurance premiums.


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OTHER SUPPLEMENTARY INFORMATION



OTHER GOVERNMENTAL FUNDS

Other governmental funds are special revenue funds used to account for all federal, state and locally funded grants. They are non-major governmental funds that were awarded to the District with the purpose of accomplishing specific educational goals.

Grants included in special revenue funds are activity funds, food service, and other federal, state and locally funded programs. They are used to account for transactions of school sponsor activities benefiting students and staff, food service operations, to provide opportunities for children to acquire the knowledge and skills to meet the state performance standards, operate education programs for children with disabilities, develop new and/or improved career technical education, support effective instruction, support critical disaster recovery initiatives, and other educational goals not specified above. In addition, these include grants awarded for the on-going effects of the COVID-19 pandemic, specifically ones that addressed food service supply chain issues and maintaining safe and healthy schools.

PEARLAND INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

Data Control Codes		ESSA, Title IX Texas Texas Ed for Homeless Children & Youth	ESSA, Title I Part A Improving Basic Programs	IDEA Part B Formula	IDEA Part B Preschool	IDEA Part B High Cost Fund
	Assets					
1110	Cash	$ -	$ -	$ -	$ -	$ -
1240	Due from governmental agencies	-	380,240	517,200	8,250	160,514
1250	Accrued Interest	-	-	-	-	-
1260	Interfund receivables	-	-	-	-	-
1290	Other receivables	-	-	-	-	-
1310	Inventories, at cost	-	-	-	-	-
1410	Prepaid items	-	-	-	-	-
1000	Total assets	$ -	$ 380,240	$ 517,200	$ 8,250	$ 160,514
	Liabilities					
2110	Accounts payable	-	286	109,061	-	-
2160	Accrued salaries and expenditures	-	210,366	355,406	5,737	-
2170	Interfund payables	-	169,588	52,733	2,513	160,514
2200	Accrued expenditures	-	-	-	-	-
2300	Unearned revenue	-	-	-	-	-
2000	Total liabilities	-	380,240	517,200	8,250	160,514
	Fund Balance					
	Non-spendable:					
3410	Inventories	-	-	-	-	-
3430	Prepaid items	-	-	-	-	-
	Restricted:					
3450	Food service	-	-	-	-	-
3545	Committed - other	-	-	-	-	-
3000	Total fund balances	-	-	-	-	-
4000	Total liabilities and fund balances	$ -	$ 380,240	$ 517,200	$ 8,250	$ 160,514

Food Service Fund	Perkins V Strengthening CTE for 21st Century	ESSA, Title II Part A Supporting Effective Instruction	ESSA, Title III Part A Language Education Program	ESSA, Title IV Part A Improving Academic Achievement	Medicaid Administrative Claiming Program
$ 6,561,838	$ -	$ -	$ -	$ -	$ -
11,047	116,164	96,830	51,936	3,702	10,075
199	-	-	-	-	-
9,500	-	-	-	-	-
1,134	-	-	-	-	-
110,082	-	-	-	-	-
3,212	-	-	-	-	-
$ 6,697,012	$ 116,164	$ 96,830	$ 51,936	$ 3,702	$ 10,075
6,124	2,099	929	17,781	-	-
496,725	-	2,507	19,057	-	-
238,764	114,065	92,363	15,098	3,702	10,075
-	-	-	-	-	-
-	-	1,031	-	-	-
741,613	116,164	96,830	51,936	3,702	10,075
110,082	-	-	-	-	-
3,212	-	-	-	-	-
5,842,105	-	-	-	-	-
-	-	-	-	-	-
5,955,399	-	-	-	-	-
$ 6,697,012	$ 116,164	$ 96,830	$ 51,936	$ 3,702	$ 10,075

PEARLAND INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

Data Control Codes		ARP, Homeless I - TEHCY Supplemental Grant	ARP, Homeless II Grant	ARP, Esser III Grant	IDEA Part B Formula ARP	Federally Funded Special Revenue Funds
	Assets					
1110	Cash	$ -	$ -	$ -	$ -	$ -
1240	Due from governmental agencies	-	-	-	-	45,355
1250	Accrued Interest	-	-	-	-	-
1260	Interfund receivables	-	-	-	-	12,383
1290	Other receivables	-	-	-	-	-
1310	Inventories, at cost	-	-	-	-	-
1410	Prepaid items	-	-	-	-	-
1000	Total assets	$ -	$ -	$ -	$ -	$ 57,738
	Liabilities					
2110	Accounts payable	-	-	-	-	-
2160	Accrued salaries and expenditures	-	-	-	-	-
2170	Interfund payables	-	-	-	-	-
2200	Accrued expenditures	-	-	-	-	-
2300	Unearned revenue	-	-	-	-	57,738
2000	Total liabilities	-	-	-	-	57,738
	Fund Balance					
	Non-spendable:					
3410	Inventories	-	-	-	-	-
3430	Prepaid items	-	-	-	-	-
	Restricted:					
3450	Food service	-	-	-	-	-
3545	Committed - other	-	-	-	-	-
3000	Total fund balances	-	-	-	-	-
4000	Total liabilities and fund balances	$ -	$ -	$ -	$ -	$ 57,738

State Supplemental Visually Impaired (SSVI)	Advanced Placement Incentives	State Instructional Materials	State Funded Special Revenue Fund	Campus Activity Fund	Locally Funded Special Revenue Funds	Total Non-Major Governmental Funds
$ -	$ -	$ -	$ -	$ 4,957,924	$ -	$ 11,519,762
-	-	-	890	-	-	1,402,203
-	-	-	-	3,730	-	3,929
-	7,299	-	-	-	67,902	97,084
3,676	-	165,362	-	44,509	210,535	425,216
-	-	-	-	-	-	110,082
-	-	-	-	24,657	254,925	282,794
$ 3,676	$ 7,299	$ 165,362	$ 890	$ 5,030,820	$ 533,362	$ 13,841,070
-	-	108,133	890	47,966	2	293,271
-	-	-	-	55,481	-	1,145,279
3,676	-	56,416	-	835,309	254,925	2,009,741
-	-	-	-	105,281	-	105,281
-	7,299	813	-	-	23,510	90,391
3,676	7,299	165,362	890	1,044,037	278,437	3,643,963
-	-	-	-	-	-	110,082
-	-	-	-	24,657	254,925	282,794
-	-	-	-	-	-	5,842,105
-	-	-	-	3,962,126	-	3,962,126
-	-	-	-	3,986,783	254,925	10,197,107
$ 3,676	$ 7,299	$ 165,362	$ 890	$ 5,030,820	$ 533,362	$ 13,841,070

PEARLAND INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes		ESSA, Title IX Texas Texas Ed for Homeless Children & Youth	ESSA, Title I Part A Improving Basic Programs	IDEA Part B Formula	IDEA Part B Preschool	IDEA Part B High Cost Fund
	Revenues					
5700	Local and intermediate sources	$ -	$ -	$ -	$ -	$ -
5800	State program revenues	-	-	-	-	-
5900	Federal program revenues	26,162	1,947,943	3,776,325	44,839	160,514
5020	Total revenues	26,162	1,947,943	3,776,325	44,839	160,514
	Expenditures					
	Current:					
0011	Instruction	-	1,864,492	2,504,353	44,839	160,514
0012	Instructional resources and media services	-	-	-	-	-
0013	Curriculum and staff development	-	20,468	210	-	-
0021	Instructional leadership	-	31,000	188,228	-	-
0023	School leadership	-	2,799	-	-	-
0031	Guidance, counseling and evaluation services	26,162	7,711	1,081,994	-	-
0032	Social work services	-	3,683	-	-	-
0033	Health services	-	-	1,540	-	-
0034	Student (pupil) transportation	-	-	-	-	-
0035	Food Service	-	-	-	-	-
0036	Cocurricular/extracurricular activities	-	-	-	-	-
0041	General administration	-	-	-	-	-
0051	Facilities maintenance and operations	-	-	-	-	-
0052	Security and monitoring services	-	-	-	-	-
0053	Data processing services	-	-	-	-	-
0061	Community services	-	17,790	-	-	-
	Debt service:					
0071	Principal on long-term debt	-	-	-	-	-
0072	Interest on long-term debt	-	-	-	-	-
	Capital Outlay:					
0081	Facilities acquisition and construction	-	-	-	-	-
6030	Total expenditures	26,162	1,947,943	3,776,325	44,839	160,514
1100	Excess (deficiency) of revenues over expenditures	-	-	-	-	-
	Other Financing Sources (Uses)					
7913	Proceeds from leases	-	-	-	-	-
7915	Transfers in	-	-	-	-	-
7080	Total other financing sources (uses)	-	-	-	-	-
1200	Net change in fund balance	-	-	-	-	-
0100	Fund balance - beginning	-	-	-	-	-
3000	Fund balance - ending	$ -	$ -	$ -	$ -	$ -

Food Service Fund	Perkins V Strengthening CTE for 21st Century	ESSA, Title II Part A Supporting Effective Instruction	ESSA, Title III Part A Language Education Program	ESSA, Title IV Part A Improving Academic Achievement	Medicaid Administrative Claiming Program
$ 5,072,745	$ -	$ -	$ -	$ -	$ -
61,611	-	-	-	-	-
6,261,500	172,171	433,340	231,466	235,661	38,957
11,395,856	172,171	433,340	231,466	235,661	38,957
-	148,495	95,870	99,622	87,346	-
-	-	-	-	-	-
-	-	335,622	128,491	56,669	-
-	-	1,448	-	-	-
-	-	-	-	-	-
-	-	-	-	400	-
-	-	-	-	-	-
-	-	-	-	1,253	38,957
-	-	-	-	-	-
11,043,354	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	23,676	-	-	-	-
-	-	-	-	89,993	-
-	-	-	-	-	-
-	-	400	3,353	-	-
1,065	-	-	-	-	-
84	-	-	-	-	-
-	-	-	-	-	-
11,044,503	172,171	433,340	231,466	235,661	38,957
351,353	-	-	-	-	-
2,421	-	-	-	-	-
-	-	-	-	-	-
2,421	-	-	-	-	-
353,774	-	-	-	-	-
5,601,625	-	-	-	-	-
$ 5,955,399	$ -	$ -	$ -	$ -	$ -

PEARLAND INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes		ARP, Homeless I - TEHCY Supplemental Grant	ARP, Homeless II Grant	ARP, Esser III Grant	ARP, IDEA Part B Formula Grant	Federally Funded Special Revenue Funds
	Revenues					
5700	Local and intermediate sources	$ -	$ -	$ -	$ -	$ -
5800	State program revenues	-	-	-	-	-
5900	Federal program revenues	34,090	59,115	748,847	3,468	45,355
5020	Total revenues	34,090	59,115	748,847	3,468	45,355
	Expenditures					
	Current:					
0011	Instruction	-	651	-	-	-
0012	Instructional resources and media services	-	-	-	-	-
0013	Curriculum and staff development	-	-	-	-	-
0021	Instructional leadership	-	-	-	-	-
0023	School leadership	-	-	-	-	-
0031	Guidance, counseling and evaluation services	11,600	23,091	-	3,468	45,355
0032	Social work services	22,490	35,373	-	-	-
0033	Health services	-	-	-	-	-
0034	Student (pupil) transportation		-	-	-	-
0035	Food Service	-	-	-	-	-
0036	Cocurricular/extracurricular activities	-	-	-	-	-
0041	General administration	-	-	-	-	-
0051	Facilities maintenance and operations	-	-	-	-	-
0052	Security and monitoring services	-	-	-	-	-
0053	Data processing services	-	-	-	-	-
0061	Community services	-	-	-	-	-
	Debt service:					
0071	Principal on long-term debt	-	-	746,917	-	-
0072	Interest on long-term debt	-	-	1,930	-	-
	Capital Outlay:					
0081	Facilities acquisition and construction	-	-	-	-	-
6030	Total expenditures	34,090	59,115	748,847	3,468	45,355
1100	Excess (deficiency) of revenues over expenditures	-	-	-	-	-
	Other Financing Sources (Uses)					
7913	Proceeds from leases	-	-	-	-	-
7915	Transfers in	-	-	-	-	-
7080	Total other financing sources (uses)	-	-	-	-	-
1200	Net change in fund balance	-	-	-	-	-
0100	Fund balance - beginning	-	-	-	-	-
3000	Fund balance - ending	$ -	$ -	$ -	$ -	$ -

State Supplemental Visually Impaired (SSVI)	Advanced Placement Incentives	State Instructional Materials	State Funded Special Revenue Fund	Campus Activity Fund	Locally Funded Special Revenue Funds	Total Non-Major Governmental Funds
$ -	$ -	$ -	$ -	$ 5,107,836	$ 302,828	$ 10,483,409
10,000	-	780,610	220,547	-	-	1,072,768
-	-	-	-	14,319	-	14,234,072
10,000	-	780,610	220,547	5,122,155	302,828	25,790,249
10,000	-	780,610	-	70,573	50,435	5,917,800
-	-	-	-	1,603	-	1,603
-	-	-	-	-	14,243	555,703
-	-	-	-	-	-	220,676
-	-	-	-	-	-	2,799
-	-	-	-	-	-	1,199,781
-	-	-	-	-	-	61,546
-	-	-	-	-	-	41,750
-	-	-	-	-	-	-
-	-	-	-	-	-	11,043,354
-	-	-	-	5,019,677	1,500	5,021,177
-	-	-	-	-	-	-
-	-	-	-	16,047	30,900	70,623
-	-	-	53,908	-	-	143,901
-	-	-	-	-	5,750	5,750
-	-	-	-	-	-	21,543
-	-	-	-	-	-	747,982
-	-	-	-	-	-	2,014
-	-	-	166,639	-	-	166,639
10,000	-	780,610	220,547	5,107,900	102,828	25,224,641
-	-	-	-	14,255	200,000	565,608
-	-	-	-	-	-	2,421
-	-	-	-	-	54,925	54,925
-	-	-	-	-	54,925	57,346
-	-	-	-	14,255	254,925	622,954
-	-	-	-	3,972,528	-	9,574,153
$ -	$ -	$ -	$ -	$ 3,986,783	$ 254,925	$ 10,197,107

PEARLAND INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
FISCAL YEAR ENDED JUNE 30, 2024

Period Ended	Tax Rates			Current Year Net Assessed Value		Beginning Balance July 1, 2023
	Maintenance	Debt Service	Total			
2015 and Prior	Various	Various	Various	Various		$ 976,273
2016	$ 1.0400	$ 0.3756	$ 1.4156	$6,045,998,468		154,959
2017	1.0400	0.3756	1.4156	6,751,076,681		182,020
2018	1.0400	0.3756	1.4156	7,361,661,103		180,382
2019	1.0600	0.3556	1.4156	7,775,608,498		191,641
2020	0.9700	0.4256	1.3956	8,048,492,813		226,360
2021	0.8929	0.4256	1.3185	8,501,502,251		336,700
2022	0.9196	0.3956	1.3152	8,716,021,138		408,605
2023	0.9546	0.3481	1.3027	9,317,189,071		1,738,645
2024	0.7892	0.3481	1.1373	10,076,400,848		-
					Total	$ 4,395,585

Current Year's Total Levy	Maintenance and Operations Collections	Debt Service Collections	Entire Year's Adjustments	Ending Balance June 30, 2024	Total Taxes Refunded Section Under 26.1115(c)
	$ 35,705	$ 11,295	$ (370,666)	$ 558,607	
	5,882	2,124	(29,139)	117,814	
	6,963	2,515	(37,698)	134,844	
	10,668	3,853	(29,038)	136,823	
	11,251	3,774	(28,980)	147,636	
	14,977	6,571	(28,994)	175,818	
	64,172	30,588	(32,668)	209,272	
	45,742	19,678	(77,979)	265,206	
	585,419	213,476	(478,383)	461,367	
$ 109,868,841	75,079,366	33,115,975	-	1,673,500	
$109,868,841	$ 75,860,145	$ 33,409,849	$ (1,113,545)	$ 3,880,887	$ 36,005

PEARLAND INDEPENDENT SCHOOL DISTRICT EXHIBIT J-2

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL - FOOD SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes		Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variance with Final Budget
	Revenues				
5700	Local and intermediate sources	$4,763,000	$5,065,706	$5,072,745	$ 7,039
5800	State program revenues	40,000	65,066	61,611	(3,455)
5900	Federal program revenues	5,979,000	6,030,457	6,261,500	231,043
5020	Total revenues	10,782,000	11,161,229	11,395,856	234,627
	Expenditures				
	Current:				
0035	Food service	10,957,308	11,305,112	11,043,354	261,758
0071	Debt service - principal	4,000	1,984	1,065	919
0072	Debt service - interest and fees	-	-	84	(84)
6030	Total expenditures	10,961,308	11,307,096	11,044,503	262,593
1100	Excess (deficiency) of revenues over expenditures	(179,308)	(145,867)	351,353	497,220
	Other Financing Sources (Uses)				
7913	Proceeds from leases	-	2,421	2,421	-
7080	Total other financing sources	-	2,421	2,421	-
1200	Net change in fund balance	(179,308)	(143,446)	353,774	497,220
0100	Fund balance - beginning	5,601,625	5,601,625	5,601,625	-
3000	Fund balance - ending	$5,422,317	$5,458,179	$5,955,399	$ 497,220

PEARLAND INDEPENDENT SCHOOL DISTRICT EXHIBIT J-3

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL - DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes		Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variance with Final Budget
	Revenues				
5700	Local and intermediate sources	$ 40,050,323	$ 34,444,958	$ 34,266,540	$ (178,418)
5800	State program revenues	1,609,452	6,108,433	6,126,405	17,972
5020	Total revenues	41,659,775	40,553,391	40,392,945	(160,446)
	Expenditures				
	Debt service:				
0071	Debt service - principal	24,780,000	26,135,000	26,135,000	-
0072	Debt service - interest and fees	17,292,114	16,998,042	17,000,541	(2,499)
6030	Total expenditures	42,072,114	43,133,042	43,135,541	(2,499)
1100	Excess (deficiency) of revenues over expenditures	(412,339)	(2,579,651)	(2,742,596)	(162,945)
	Other Financing Sources (Uses)				
7901	Proceeds from sales of refunding bonds	-	19,595,000	19,595,000	-
7916	Premium or discount on issuance of bonds	-	1,251,303	1,251,302	(1)
8940	Payment to refunded bond escrow agent	-	(20,635,945)	(20,635,945)	-
7080	Total Other Financing Sources (Uses)	-	210,358	210,357	(1)
1200	Net change in fund balance	(412,339)	(2,369,293)	(2,532,239)	(162,946)
0100	Fund balance - beginning	19,903,267	19,903,267	19,903,267	-
3000	Fund balance - ending	$ 19,490,928	$ 17,533,974	$ 17,371,028	$ (162,946)

Data Control Codes		1 Responses
	SECTION A: COMPENSATORY EDUCATION PROGRAMS	
	Districts are required to use at least 55% of state compensatory education state allotment funds on direct program costs. Statutory Authority: Texas Education Code, §48.104.	
AP1	Did your district expend any state compensatory education program state allotment funds during the district's fiscal year?	Yes
AP2	Does the district have written policies and procedures for its state compensatory education program?	Yes
AP3	Total state allotment funds received for state compensatory education programs during the district's fiscal year.	$11,469,554
AP4	Actual direct program expenditures for state compensatory education programs during the district's fiscal year. (PICs 24, 26, 28, 29, 30)	$ 4,895,325
	SECTION B: BILINGUAL EDUCATION PROGRAMS	
	Districts are required to spend at least 55% of bilingual education state allotment funds on direct program costs. Statutory Authority: Texas Education Code, §48.105.	
AP5	Did your district expend any bilingual education program state allotment funds during the district's fiscal year?	Yes
AP6	Does the district have written policies and procedures for its bilingual education program?	Yes
AP7	Total state allotment funds received for bilingual education programs during the district's fiscal year.	$ 1,950,284
AP8	Actual direct program expenditures for bilingual education programs during the district's fiscal year. (PIC 25)	$ 1,189,457

PEARLAND INDEPENDENT SCHOOL DISTRICT EXHIBIT L-1
SCHEDULE OF SCHOOL FIRST INDICATORS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Data Control Codes		Responses
SF1	Was there an unmodified opinion in the Annual Financial Report on the on the financial statements as a whole?	Yes
SF2	Were there any disclosures in the Annual Financial Report and/or other sources of information concerning nonpayment of any terms of any debt agreement at fiscal year-end?	No
SF3	Did the school district make timely payments to the Teachers Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Servies (IRS), and other government agencies? (If the school district was issued a warrant hold and the warrant hold was not cleared within 30 days from the date the warrant hold was issued, the school district is considered to not have made timely payments. Payments to the TRS and TWC are considered timely if a warrant hold that was issued in connection to the untimely payment was cleared within 30 days from the date the warrant hold was issued. Payments to the IRS are considered timely if a penalty or delinquent payment notice was cleared within 30 days from the date the notice was issued.	Yes
SF4	Was the school district issued a warrant hold? Even if the issue surrounding the initial warrant hold was resolved and cleared within 30 days, the school district is considered to have been issued a warrant hold.	Yes
SF5	Did the Annual Financial Report disclose any instances of material weaknesses in internal controls over financial reporting and compliance for local, state, or federal funds?	No
SF6	Was there any disclosure in the Annual Financial Report of material noncompliance for grants, contracts and laws related to local, state, or federal funds?	No
SF7	Did the school district post the required financial information on its website in accordance with Government Code, Local Government Code, Texas Education Code, Texas Administrative Code, and other statutes, laws and Rules that were in effect at the school district's fiscal year-end?	Yes
SF8	Did the school board members discuss the school district's property values at a board meeting within 120 days before the school district adopted its budget?	Yes
SF9	Total accumulated accretion of CABs included in government-wide financial statements at fiscal year-end.	$0


BUILD
PEARLAND
Proud

STATISTICAL SECTION



STATISTICAL SECTION

Statistical tables are used to provide detailed data on the physical, economic, and political characteristics of a government. They are intended to provide financial report users with a broader and more complete understanding of the government and its financial affairs than it is possible from the basic financial statements. The information is provided in five categories.

Financial Trends Information (Tables 1-4)

Intended to assist users in understanding and assessing how a District's financial position has changed over time.

Revenue Capacity Information (Tables 5-8)

Intended to assist users in understanding and assessing the factors affecting the District's ability to generate its own source of revenues.

Debt Capacity Information (Tables 9-12)

Intended to assist users in understanding and assessing the District's debt burden and its ability to issue additional debt.

Demographic and Economic Information (Tables 13-14)

Intended to assist users in understanding the socioeconomic environment within which the District operated and to provide information that facilitates comparisons of financial statement information over time and among other school districts.

Operating Information (Tables 15-18)

Intended to provide contextual information the District's operations and resources to assist readers in using financial statement information to understand and assess the District's economic condition.

The District's statistical tables usually cover ten fiscal years and often present data from outside the accounting records. The source of information is from District data found in this report, unless indicated otherwise. The tables are unaudited due to the nature of the information contained therein

PEARLAND INDEPENDENT SCHOOL DISTRICT
NET POSITION BY COMPONENT - LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING - UNAUDITED)

	2015 [1]	2016 [2]	2017	2018 [3]
Governmental activities:				
Net investment in capital assets	$ 17,282,340	$ 23,401,439	$ 31,924,248	$ 47,413,133
Restricted	23,587,767	30,576,858	32,597,373	22,408,288
Unrestricted	21,468,018	17,128,959	12,140,158	(79,423,632)
Total governmental activities	62,338,125	71,107,256	76,661,779	(9,602,211)
Business-type activities:				
Unrestricted	-	-	-	-
Total business-type activities net position	-	-	-	-
Primary government:				
Net investment in capital assets	17,282,340	23,401,439	31,924,248	47,413,133
Restricted	23,587,767	30,576,858	32,597,373	22,408,288
Unrestricted	21,468,018	17,128,959	12,140,158	(79,423,632)
Total primary government net position	$ 62,338,125	$ 71,107,256	$ 76,661,779	$ (9,602,211)

[1] The District implemented GASB Statement No. 68 in 2015. The effects of this statement were not applied to previous years.

[2] Restated 2016 – prior period adjustment in Agency Funds.

[3] The District implemented GASB Statement No. 75 in 2018. The effects of this statement were not applied to previous years.

[4] The District implemented GASB Statement No. 87 in 2022. The effects of this statement were not applied to previous years.

[5] The District evaluated the net position restricted for capital projects and restricted for campus activities. The net position for capital projects and for campus activity are unrestricted rather than restricted.

[6] The District implemented GASB Statement No. 96 in 2023. The effects of this statement were not applied to previous years.

[7] The District implemented GASB amended guidance for capital assets under the capitalization threshold. The effects on this statement were not applied to previous years.

[8] In fiscal year 2023-2024, the District absorbed football stadium concession stand operations.

2019	2020	2021	2022 [4,5]	2023 [6]	2024 [7,8]
$ 60,683,806	$ 58,123,658	$ 48,991,188	$ 60,836,118	$ 76,824,276	$ 105,607,520
23,352,669	32,299,308	35,304,965	19,324,476	19,507,855	18,635,328
(86,794,259)	(93,535,389)	(87,659,401)	(65,854,421)	(61,556,341)	(54,947,125)
(2,757,784)	(3,112,423)	(3,363,248)	14,306,173	34,775,790	69,295,723
-	-	-	-	-	34,008
-	-	-	-	-	34,008
60,683,806	58,123,658	48,991,188	60,836,118	76,824,276	105,607,520
23,352,669	32,299,308	35,304,965	19,324,476	19,507,855	18,635,328
(86,794,259)	(93,535,389)	(87,659,401)	(65,854,421)	(61,556,341)	(54,913,117)
$ (2,757,784)	$ (3,112,423)	$ (3,363,248)	$ 14,306,173	$ 34,775,790	$ 69,329,731

PEARLAND INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION - LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING - UNAUDITED)

	2015	2016	2017	2018
Expenses:				
Governmental activities:				
Instruction	$ 96,418,084	$ 108,018,146	$ 111,410,232	$ 101,971,641
Instructional resources and media services	1,748,551	1,892,690	2,023,569	1,874,480
Curriculum and staff development	4,420,330	4,798,357	5,032,868	4,396,887
Instructional leadership	2,022,634	2,117,324	2,364,184	2,188,457
School leadership	9,340,019	10,145,554	10,889,063	9,884,886
Guidance, counseling, and evaluation services	5,511,460	6,212,844	6,549,827	5,689,193
Social work services	446,637	528,261	564,122	594,806
Health services	1,336,795	1,452,554	1,470,916	1,322,930
Student transportation	6,768,116	6,920,831	7,166,128	6,707,250
Food service	9,314,602	9,640,501	9,628,376	9,539,071
Cocurricular/extracurricular activities	4,993,563	5,297,839	5,352,392	10,135,800
General administration	3,819,145	4,148,299	4,461,643	4,198,607
Facilities maintenance and operations	15,370,044	20,729,037	20,600,321	19,310,843
Security and monitoring services	1,740,251	1,907,967	1,837,076	1,956,123
Data processing services	3,927,450	4,267,205	5,418,925	5,141,820
Community services	13,829	9,337	17,607	17,057
Debt service	14,211,829	12,306,612	11,537,729	16,161,698
Payments to shared service arrangements	4,605,539	11,379	-	-
Payments to juvenile justice alt. ed. program	14,500	20,000	17,600	44,800
Other intergovernmental charges	566,318	597,519	627,315	650,378
Total governmental activities expenses	186,589,696	201,022,256	206,969,893	201,786,727
Business-type activities:				
Football Concession	-	-	-	-
Total businesss-type activities expenses	-	-	-	-
Total primary government expenses	$ 186,589,696	$ 201,022,256	$ 206,969,893	$ 201,786,727
Program Revenues:				
Governmental activities:				
Charges for services:				
Instructional	$ 237,221	$ 271,748	$ 346,793	$ 365,685
Food Service	4,784,658	5,069,315	4,973,390	4,235,483
Cocurricular/extracurricular activities	422,991	396,299	436,099	5,349,495
General administration	939	721	507	545
Other activities	24,450	18,776	19,711	15,065
Operating grants and contributions	19,750,202	23,923,153	21,001,150	21,912,229
Capital grants and contributions	91,482	72,335	111,512	194,827
Total governmental activities program revenues	25,311,943	29,752,347	26,889,162	32,073,329
Business-type activities:				
Charges for services	-	-	-	-
Total businesss-type activities program revenues	-	-	-	-
Total primary government program revenues	25,311,943	29,752,347	26,889,162	32,073,329
Net (expenses)/Revenues:				
Total governmental activities net expense	(161,277,753)	(171,269,909)	(180,080,731)	(169,713,398)
Total business type activities net expense	-	-	-	-
Total primary government net expense	$ (161,277,753)	$ (171,269,909)	$ (180,080,731)	$ (169,713,398)

2019	2020	2021	2022	2023	2024
$ 121,399,219	$ 126,833,821	$ 130,143,737	$ 120,012,554	$ 125,065,807	$ 127,473,290
2,093,071	2,217,336	2,217,516	2,275,334	2,299,017	2,423,690
5,764,129	5,943,688	5,768,622	5,770,921	5,815,811	6,103,541
2,751,236	2,925,918	3,307,322	3,285,081	2,927,719	2,425,770
12,175,638	12,681,811	12,630,949	12,339,188	12,233,423	12,459,077
7,846,560	8,599,077	8,662,901	8,249,543	8,741,114	10,005,487
766,826	802,305	828,742	805,894	932,719	955,807
1,807,969	1,965,143	2,393,940	3,027,045	2,310,786	2,309,226
7,868,200	7,193,612	7,730,530	7,751,236	8,372,230	9,125,959
9,774,564	9,264,759	8,487,067	10,749,196	10,998,633	11,697,099
10,060,042	9,820,049	8,739,562	9,832,879	11,153,208	11,973,219
4,957,664	5,034,601	5,300,054	5,520,929	5,445,444	5,091,225
20,921,398	21,169,918	22,206,616	22,622,219	23,090,618	25,803,246
1,797,862	2,523,273	2,090,426	1,930,824	2,132,683	2,520,917
6,183,838	6,070,429	17,336,261	5,362,387	6,616,136	6,535,948
19,340	15,821	27,802	28,783	20,027	21,846
16,577,071	17,543,127	15,164,922	17,754,097	17,589,531	32,873,199
-	-	-	-	-	9,327
83,400	43,100	7,500	15,200	-	6,000
655,335	652,926	643,302	655,182	645,956	690,228
233,503,362	241,300,714	253,687,771	237,988,492	246,390,862	270,504,101
-	-	-	-	-	142,626
-	-	-	-	-	142,626
$ 233,503,362	$ 241,300,714	$ 253,687,771	$ 237,988,492	$ 246,390,862	$ 270,646,727
$ 398,919	$ 324,802	$ 346,969	$ 582,390	$ 688,227	$ 728,834
4,869,544	3,769,233	892,496	1,675,413	4,779,069	4,765,625
5,126,895	4,349,030	2,661,171	4,456,166	4,916,156	5,362,793
31,242	54,720	26,576	45,286	41,143	1,188
1,033	517	-	-	16,094	-
25,746,922	25,783,688	40,219,103	35,948,992	29,238,374	26,613,299
191,116	462,194	809,601	53,812	414,257	725,294
36,365,671	34,744,184	44,955,916	42,762,059	40,093,320	38,197,033
-	-	-	-	-	125,686
-	-	-	-	-	125,686
36,365,671	34,744,184	44,955,916	42,762,059	40,093,320	38,322,719
(197,137,691)	(206,556,530)	(208,731,855)	(195,226,433)	(206,297,542)	(232,307,068)
-	-	-	-	-	(16,940)
$ (197,137,691)	$ (206,556,530)	$ (208,731,855)	$ (195,226,433)	$ (206,297,542)	$ (232,324,008)

PEARLAND INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION - LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING - UNAUDITED)

	2015	2016	2017	2018
General revenues and other changes in net position:				
Governmental activities:				
Property taxes - levied for general purposes	$ 63,077,455	$ 65,527,661	$ 72,912,075	$ 78,244,130
Property taxes - levied for debt service	22,772,073	23,638,974	26,318,697	28,235,132
State aid - formula grants	79,599,546	85,600,906	84,989,975	82,102,901
Other grants/contributions not restricted to specific programs	146,102	143,358	-	121,350
Investment earnings	77,851	171,783	144,820	2,261,747
Miscellaneous	697,906	790,255	359,826	1,003,357
Transfers	-	-	-	-
Special item/gain on sale	28,348	1,156,502	909,861	51,509
Total governmental activities general revenues, transfers, and special items	166,399,281	177,029,439	185,635,254	192,020,126
Business-type activities:				
Investment earnings	-	-	-	-
Transfers	-	-	-	-
Total businesss-type activities	-	-	-	-
Total primary government general revenues and transfers	$ 166,399,281	$ 177,029,439	$ 185,635,254	$ 192,020,126
Change in net position:				
Governmental activities	$ 5,121,528	$ 5,759,530	$ 5,554,523	$ 22,306,728
Business-type activities	-	-	-	-
Total change in net position	$ 5,121,528	$ 5,759,530	$ 5,554,523	$ 22,306,728

2019	2020	2021	2022	2023	2024
$ 81,104,706	$ 77,798,829	$ 77,761,672	$ 83,307,917	$ 93,074,829	$ 76,031,262
27,172,041	34,091,048	36,946,245	35,785,443	33,887,259	54,385,058
91,129,765	90,951,732	91,190,682	91,863,892	93,058,283	127,867,727
543,154	492,919	1,726,998	1,244,176	1,373,165	771,202
3,249,250	2,311,372	169,135	242,344	4,065,700	5,231,833
783,202	506,130	567,033	452,082	1,202,863	2,589,919
-	-	-	-	-	(50,000)
-	49,861	119,265	-	-	-
203,982,118	206,201,891	208,481,030	212,895,854	226,662,099	266,827,001
-	-	-	-	-	948
-	-	-	-	-	50,000
-	-	-	-	-	50,948
$ 203,982,118	$ 206,201,891	$ 208,481,030	$ 212,895,854	$ 226,662,099	$ 266,877,949
$ 6,844,427	$ (354,639)	$ (250,825)	$ 17,669,421	$ 20,364,557	$ 34,519,933
-	-	-	-	-	34,008
$ 6,844,427	$ (354,639)	$ (250,825)	$ 17,669,421	$ 20,364,557	$ 34,553,941

PEARLAND INDEPENDENT SCHOOL DISTRICT

FUND BALANCES – GOVERNMENTAL FUNDS - LAST TEN FISCAL YEARS

(MODIFIED ACCRUAL BASIS OF ACCOUNTING - UNAUDITED)

	2015	2016	2017	2018
General Fund:				
Nonspendable	$ 1,585,944	$ 1,325,206	$ 1,542,508	$ 1,346,834
Committed	7,500,000	7,500,000	7,500,000	7,500,000
Assigned	12,954,000	13,010,000	13,010,000	13,010,000
Unassigned	26,982,273	27,778,841	28,684,274	30,212,343
Total general fund	$ 49,022,217	$ 49,614,047	$ 50,736,782	$ 52,069,177
All Other Governmental Funds:				
Nonspendable	$ 171,651	$ 80,175	$ 62,004	$ 70,833
Restricted	45,033,702	30,926,787	24,672,554	97,232,458
Committed	-	-	-	-
Assigned	-	-	-	-
Total all other governmental funds	$ 45,205,353	$ 31,006,962	$ 24,734,558	$ 97,303,291

[1] The District evaluated the fund balance for the campus activity fund. The fund balance for the campus activity fund is committed rather than restricted.

Source: District Financial Statements

2019	2020	2021	2022 [1]	2023	2024
$ 1,584,198	$ 1,573,000	$ 2,425,407	$ 2,741,553	$ 3,317,068	$ 3,319,815
7,500,000	17,000,000	17,000,000	17,000,000	17,000,000	17,000,000
13,010,000	12,076,000	13,564,241	13,564,241	2,000,000	3,000,000
36,540,581	31,659,136	34,038,911	35,037,914	47,838,943	52,047,925
$ 58,634,779	$ 62,308,136	$ 67,028,559	$ 68,343,708	$ 70,156,011	$ 75,367,740
$ 70,833	$ 198,731	$ 113,300	$ 121,188	$ 137,804	$ 453,019
71,001,809	45,919,202	36,272,079	28,735,467	26,733,315	23,984,961
-	-	-	3,954,957	3,929,085	3,962,126
10,000,000	13,053,145	11,652,247	9,986,189	12,586,176	10,755,600
$ 81,072,642	$ 59,171,078	$ 48,037,626	$ 42,797,801	$ 43,386,380	$ 39,155,706

PEARLAND INDEPENDENT SCHOOL DISTRICT

CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS - LAST TEN FISCAL YEARS

(MODIFIED ACCRUAL BASIS OF ACCOUNTING - UNAUDITED)

	2015	2016	2017	2018
Revenues:				
Local and intermediate revenues	$ 92,259,239	$ 95,840,980	$ 106,286,528	$ 119,717,684
State program revenues	90,243,942	99,372,913	95,054,025	91,753,852
Federal program revenues	9,166,266	10,219,097	10,991,818	12,409,786
Total revenues	191,669,447	205,432,990	212,332,371	223,881,322
Expenditures:				
Current:				
Instruction	91,108,999	100,013,539	102,346,015	108,279,374
Instructional resources and media services	1,486,919	1,592,494	1,714,063	1,805,416
Curriculum and staff development	4,458,486	4,715,540	4,896,907	5,032,642
Instructional leadership	1,957,579	1,997,282	2,222,639	2,444,464
School leadership	9,438,721	9,942,149	10,569,398	11,317,318
Guidance, counseling, and evaluation services	5,559,429	6,101,343	6,360,812	6,534,444
Social work services	435,596	503,485	537,927	647,112
Health services	1,342,241	1,417,082	1,421,014	1,499,353
Student transportation	6,455,439	6,497,794	6,813,120	7,142,491
Food service	8,673,990	8,829,449	8,894,463	9,554,503
Cocurricular/Extracurricular activities	3,748,625	3,948,679	4,018,146	9,275,938
General administration	3,762,432	3,977,831	4,265,087	4,609,335
Facilities maintenance and operations	15,884,651	21,045,183	20,324,077	22,840,181
Security and monitoring services	1,714,442	1,809,034	1,824,948	1,970,223
Data processing services	3,950,814	3,782,607	6,074,903	6,034,405
Community services	13,829	9,337	17,607	17,057
Debt Service:				
Principal	10,810,000	11,485,000	14,190,000	12,945,000
Interest and fees	13,697,528	14,121,996	12,753,433	16,367,370
Capital Outlay:				
Facilities acquisition and construction	7,758,952	19,332,936	12,854,188	41,905,501
Intergovernmental:				
Payments to shared services arrangement	4,605,539	11,379	-	-
Payments to juvenile justice alt. ed. program	14,500	20,000	17,600	44,800
Other intergovernmental charges	566,318	597,519	627,315	650,378
Total Expenditures	197,445,029	221,751,658	222,743,662	270,917,305
Excess (deficiency) of revenues over expenditures	(5,775,582)	(16,318,668)	(10,411,291)	(47,035,983)
Other financing sources (ises):				
Issuance of general obligation bonds	59,195,000	41,335,000	42,200,000	105,510,000
Sale of real or personal property	36,348	10,480	14,961	4,369
Sale of land	-	2,625,612	-	-
Proceeds from leases	-	-	-	-
Procceeds from other resources	-	-	-	-
Transfers in	1,214,495	25,826	2,000,000	1,001,385
Insurance recoveries	-	-	-	51,509
Premium or discount on issuance of bonds	8,439,077	9,921,717	3,748,706	17,707,052
Transfers out	(1,214,495)	(154,882)	(2,000,000)	(1,001,385)
Payment to refunded bond escrow agent	(33,171,384)	(51,051,646)	(46,047,466)	-
Total other financing sources (uses)	34,499,041	2,712,107	(83,799)	123,272,930
Net change in fund balance before special item:	28,723,459	(13,606,561)	(10,495,090)	76,236,947
Special item	-	-	-	-
Net change in fund balance	$ 28,723,459	$ (13,606,561)	$ (10,495,090)	$ 76,236,947
Debt service (principal and interest) as a Percent of non-capital expenditures	12.9%	12.7%	12.8%	13.1%

2019	2020	2021	2022	2023	2024
$ 122,911,541	$ 123,201,216	$ 118,972,017	$ 126,127,161	$ 142,463,328	$ 126,537,246
101,766,476	103,819,529	103,866,933	103,471,499	104,712,771	140,021,387
15,626,996	13,858,967	29,959,161	25,581,728	19,176,655	15,635,136
240,305,013	240,879,712	252,798,111	255,180,388	266,352,754	282,193,769
111,168,060	114,813,730	120,179,874	114,233,176	115,555,214	125,721,200
1,764,152	1,837,890	1,849,980	1,946,894	1,966,688	2,063,425
5,545,612	5,622,292	5,681,914	5,875,123	5,950,797	6,139,950
2,563,931	2,661,862	3,175,810	3,410,441	2,888,243	2,364,068
11,650,171	11,952,893	12,422,741	12,628,269	12,511,806	12,570,735
7,528,441	8,117,834	8,516,549	8,464,735	8,889,595	10,112,609
727,991	753,643	803,408	811,641	930,200	948,249
1,717,823	1,858,239	2,348,589	3,074,474	2,340,826	2,335,625
6,747,608	6,125,534	7,557,484	7,730,470	8,227,604	9,998,435
9,074,753	8,612,588	7,571,445	10,078,841	10,462,727	11,043,354
8,672,950	8,532,132	7,126,531	8,195,301	9,715,570	9,923,060
4,575,629	4,674,169	5,001,993	5,430,334	5,343,799	5,020,292
20,557,107	23,304,120	22,090,796	22,794,170	23,622,110	26,917,928
1,782,996	2,498,696	2,069,533	1,838,498	1,976,363	2,507,691
5,710,355	5,248,698	6,135,767	4,513,047	5,396,668	6,240,512
19,340	15,821	27,705	28,955	20,140	21,846
13,530,000	14,280,000	16,940,000	24,500,986	22,988,092	29,459,243
17,523,575	19,989,889	19,433,612	19,396,775	18,053,719	17,070,584
100,641,232	38,136,657	9,300,630	4,860,787	3,501,426	2,292,365
-	-	-	-	-	9,327
44,800	43,100	7,500	15,200	-	6,000
650,378	652,926	643,303	655,182	645,956	690,228
332,196,904	279,732,713	258,885,164	260,483,299	260,987,543	283,456,726
(91,891,891)	(38,853,001)	(6,087,053)	(5,302,911)	5,365,211	(1,262,957)
75,155,000	18,305,000	78,675,000	-	11,700,000	19,595,000
40,676	16,920	1,500	59,685	19,740	72,488
-	382,941	-	-	-	-
-	-	-	-	351,363	1,461,493
-	-	-	-	-	549,674
12,694,253	4,985,005	6,973,441	1,408,743	5,500,000	2,804,925
-	-	-	-	-	-
7,074,725	1,919,933	17,675,251	-	1,267,227	1,251,302
(12,694,253)	(4,985,005)	(6,973,441)	(1,408,743)	(5,500,000)	(2,854,925)
-	-	(96,796,992)	-	(12,802,659)	(20,635,945)
82,270,401	20,624,794	(445,241)	59,685	535,671	2,244,012
(9,621,490)	(18,228,207)	(6,532,293)	(5,243,226)	5,900,882	981,055
-	-	(119,265)	-	3,500,000	-
$ (9,621,490)	$ (18,228,207)	$ (6,413,028)	$ (5,243,226)	$ 2,400,882	$ 981,055
13.5%	14.4%	14.4%	17.9%	16.1%	17.3%

PEARLAND INDEPENDENT SCHOOL DISTRICT

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS (UNAUDITED)

Fiscal Year	Actual Value					
	Residential	Commerical Industrial and Multi-Family	Acreage	Vacant Lots and Tracts	Utilities	Other
2015	$ 4,948,471,437	$ 1,235,935,304	$ 98,244,561	$ 65,989,906	$ 74,267,400	$ 599,853,402
2016	$ 5,321,992,392	$ 1,334,242,825	$ 108,350,862	$ 66,684,347	$ 60,032,490	$ 595,093,748
2017	$ 6,036,550,378	$ 1,435,484,716	$ 136,431,796	$ 77,775,860	$ 73,020,770	$ 641,416,649
2018	$ 6,424,323,025	$ 1,512,698,674	$ 139,444,658	$ 78,359,815	$ 97,390,970	$ 685,401,853
2019	$ 6,640,490,559	$ 1,689,682,193	$ 139,866,994	$ 81,184,509	$ 100,322,780	$ 685,191,509
2020	$ 6,852,563,878	$ 1,781,315,768	$ 138,375,032	$ 80,959,891	$ 126,775,340	$ 722,923,104
2021	$ 7,228,076,982	$ 1,942,924,252	$ 129,830,503	$ 87,604,366	$ 138,884,040	$ 750,120,565
2022	$ 7,805,633,254	$ 1,567,281,910	$ 142,638,873	$ 89,900,003	$ 161,426,490	$ 769,654,527
2023	$ 8,936,209,914	$ 1,731,896,987	$ 140,295,478	$ 101,490,118	$ 170,225,300	$ 789,914,471
2024	$ 11,256,046,743	$ 2,271,641,850	$ 147,675,328	$ 123,619,887	$ 190,697,660	$ 945,126,186

[1] Tax rates are per $100 of assessed value.

Source: Brazoria County (Texas) Appraisal District and Harris County (Texas) Appraisal District provides the District's tax office with certified appraised and taxable values for properties within the District's tax authority. Actual value equals appraised value. Actual value less exemptions equals taxable assessed value. Taxable assessed value times the tax rate set by the District's Board of Trustees each fall equals the tax levy. Additional factors influence certified levy such as late rendition penalties, late penalties, late Ag penalties, and actual collectable levy of properties receving tax ceiling for over-65 exemption.

Total Actual Value	Less: Exemptions	Total Taxable Assessed Value	Total Direct Rate [1]
$ 7,022,762,010	$ 1,144,941,608	$ 5,877,820,402	$1.4157
$ 7,486,396,664	$ 1,440,398,196	$ 6,045,998,468	$1.4156
$ 8,400,680,169	$ 1,649,603,488	$ 6,751,076,681	$1.4156
$ 8,937,618,995	$ 1,575,957,892	$ 7,361,661,103	$1.4156
$ 9,336,738,544	$ 1,561,130,046	$ 7,775,608,498	$1.4156
$ 9,702,913,013	$ 1,654,420,200	$ 8,048,492,813	$1.3956
$ 10,277,440,708	$ 1,775,938,457	$ 8,501,502,251	$1.3185
$ 10,536,535,057	$ 1,820,513,919	$ 8,716,021,138	$1.3152
$ 11,870,032,268	$ 2,552,843,197	$ 9,317,189,071	$1.3027
$ 14,934,807,654	$ 4,858,406,806	$ 10,076,400,848	$1.1373

PEARLAND INDEPENDENT SCHOOL DISTRICT

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

(PER $100 OF ASSESSED VALUATION)

LAST TEN FISCAL YEARS (UNAUDITED)

	2015	2016	2017	2018
Brazoria County	$0.4990	$0.4860	$0.4400	$0.4400
Brazoria County MUD No. 2	0.4900	0.4400	0.4000	0.4000
Brazoria County MUD No. 3	0.6300	0.6200	0.5900	0.5900
Brazoria County MUD No. 6	0.6300	0.6000	0.6000	0.6000
Brazoria County MUD No. 16	0.9400	0.9400	0.9400	0.9400
Brazoria County MUD No. 17	0.5200	0.4600	0.4100	0.3800
Brazoria County MUD No. 18	0.4700	0.3900	0.3500	0.3100
Brazoria County MUD No. 19	0.5100	0.4500	0.4000	0.3800
Brazoria County MUD No. 23	0.5800	0.5400	0.4800	0.4700
Brazoria County MUD No. 28	0.8200	0.8200	0.8200	0.8200
Harris County	0.4170	0.4190	0.4166	0.4180
Harris County Department of Education	0.0060	0.0050	0.0050	0.0052
Harris County Flood Control District	0.0270	0.0270	0.0283	0.0283
Harris County Hospital District	0.1700	0.1700	0.1720	0.1711
Harris-Brazoria Counties MUD No. 509	0.8500	0.8500	0.8500	0.8500
City of Pearland	0.7120	0.7050	0.6810	0.6851
Port of Houston Authority	0.0150	0.0130	0.0130	0.0128
Pearland ISD Direct Rates:				
Maintenance & Operations	$1.0400	$1.0400	$1.0400	$1.0400
Debt Service	0.3757	0.3756	0.3756	0.3756
Total District Direct Rates	$1.4157	$1.4156	$1.4156	$1.4156

Note:

An individual resident of Pearland ISD resides in only one county and one utility district. Therefore, the total taxes applicable to the individual resident are insignificantly less than the sum of the taxes shown.

2019	2020	2021	2022	2023	2024
$0.4280	$0.4152	$0.3920	$0.3365	$0.3411	$0.3860
0.4000	0.4000	0.4000	0.4000	0.3940	0.3860
0.5900	0.5900	0.3500	0.3500	0.3440	0.3370
0.6000	0.6000	0.5500	0.5000	0.4500	0.4000
0.8900	0.8500	0.8300	0.8000	0.7500	0.7000
0.3800	0.3600	0.3400	0.3300	0.3000	0.2400
0.3100	0.2900	0.2700	0.2500	0.2250	0.2000
0.3600	0.3500	0.3100	0.2900	0.2700	0.2200
0.4600	0.4600	0.4600	0.4400	0.4400	0.4000
0.8200	0.8200	0.8200	0.8200	0.7600	0.5800
0.4186	0.4190	0.3920	0.3769	0.3437	0.3501
0.0052	0.0050	0.0050	0.0050	0.0049	0.0048
0.0288	0.0290	0.0310	0.0335	0.0306	0.0311
0.1711	0.1790	0.1730	0.1622	0.1483	0.1434
0.8500	0.8500	0.8500	0.8500	0.8500	0.8500
0.7090	0.7410	0.7200	0.7014	0.6238	0.6554
0.0120	0.0110	0.0100	0.0087	0.0079	0.0079
$1.0600	$0.9700	$0.8929	$0.9196	$0.9546	$0.7892
0.3556	0.4256	0.4256	0.3956	0.3481	0.3481
$1.4156	$1.3956	$1.3185	$1.3152	$1.3027	$1.1373

PEARLAND INDEPENDENT SCHOOL DISTRICT TABLE 7

PRINCIPAL TAXPAYERS

CURRENT YEAR AND NINE YEARS AGO (UNAUDITED)

		Fiscal Year Ended June 30, 2024			Fiscal Year Ended June 30, 2015		
Taxpayer	Type of Property	Taxable Assessed Valuation [1]	Rank	Percentage of Total Assessed Valuation [2]	Taxable Assessed Valuation [1]	Rank	Percentage of Total Assessed Valuation [3]
VR St. Andrew LP	Apartments	$ 79,000,000	1	0.78%	$ 29,000,000	3	0.49%
Southwind Middletown LLCN & Southwind Tampa LLC	Apartments	58,543,680	2	0.58%			
Centerpoint Energy Inc.	Electric Utility/Power Plant	51,571,860	3	0.51%			
Wal-Mart Real Estate Business Trust	Commercial/ Retail Store	49,100,000	4	0.49%	33,747,500	2	0.57%
Westlake Residential Apartments LLC	Apartments	45,000,000	5	0.45%	14,346,030	10	0.24%
Pearland Dunhill 1 LLC	Commercial/ Strip Mall/Plaza	44,261,924	6	0.44%			
Kings Terrace Tranquility Lake LLC & Maxus Operating LP	Apartments	40,000,000	7	0.40%			
Lake Park Pearland LTD	Apartments	38,490,740	8	0.38%			
2900 Pearland Houston LLC	Apartments	38,400,250	9	0.38%			
37P - Whispering Winds LLC	Industrial	37,710,600	10	0.37%			
Weatherford U.S., Inc.	Industrial	35,857,990			80,121,550	1	1.36%
Wal-Mart Stores Inc.	Retail Store				27,119,850	4	0.46%
Forum US Inc.					24,886,665	5	
Southwind Pearland Invenstors LLC	Apartments				22,000,000	6	
USA Tranquility Lake	Apartments				16,034,070	7	0.27%
Whispering Winds Apartments LLC	Apartments				15,889,520	8	0.27%
TPRF III/SR Pearland LP	Apartments				15,814,180	9	0.27%
Total of Top 10 Taxpayers		$ 517,937,044		3.42%	$ 278,959,365		3.45%

[1] Taxable assessed value equals appraised value after exemption.

[2] Total Assessed Valuation: $10,076,400,848

[3] Total Assessed Valuation: $5,877,820,402

Source: Brazoria County (Texas) Appraisal District and City of Pearland.

PEARLAND INDEPENDENT SCHOOL DISTRICT TABLE 8

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS (UNAUDITED)

Fiscal Year June 30,	Net Tax Levy for the Fiscal year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Net Tax Levy		Amount	Percentage of Total Tax Collections
2014	$80,891,038	$79,737,865	98.57%	$1,073,250	$80,811,115	99.90%
2015	$85,400,235	$84,071,053	98.44%	$1,246,177	$85,317,230	99.90%
2016	$88,576,876	$87,364,047	98.63%	$1,136,539	$88,500,586	99.91%
2017	$98,968,277	$97,550,381	98.57%	$1,338,644	$98,889,025	99.92%
2018	$105,893,344	$104,494,272	98.68%	$1,293,320	$105,787,592	99.90%
2019	$105,921,921	$104,610,322	98.76%	$1,139,833	$105,750,155	99.84%
2020	$111,311,371	$109,895,091	98.73%	$1,096,817	$110,991,908	99.71%
2021	$113,625,074	$112,272,579	98.81%	$1,043,240	$113,315,819	99.73%
2022	$118,140,994	$116,574,974	98.67%	$1,098,874	$117,673,848	99.60%
2023	$126,580,052	$124,841,407	98.63%	$798,894	$125,640,301	99.26%
2024	$109,608,392	$108,195,341	98.71%	-	$108,195,341	98.71%

PEARLAND INDEPENDENT SCHOOL DISTRICT TABLE 9

OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS (UNAUDITED)

Fiscal Year Ended June 30,	General Obligation Bonds	Leases	SBITAs	Total Outstanding Debt	Ratio of Debt to Assessed Value [1]	Debt per ADA [2]	Debt per Capita [3]	Percentage of Personal Income [3]
2015	$ 334,863,345	$ -	$ -	$ 334,863,345	5.60%	$ 17,085	$ 2,982	8.24%
2016	323,447,812	-	-	323,447,812	5.35%	16,012	2,762	6.97%
2017	307,271,914	-	-	307,271,914	4.55%	14,918	2,529	7.14%
2018	414,460,410	-	-	414,460,410	5.63%	20,066	3,310	8.07%
2019	479,919,835	-	-	479,919,835	6.17%	23,276	3,860	10.65%
2020	482,354,449	-	-	482,354,449	5.99%	23,541	3,670	8.02%
2021	456,805,036	-	-	456,805,036	5.24%	22,534	3,630	7.59%
2022	430,300,038	-	-	430,300,038	4.94%	21,702	3,565	8.29%
2023	405,742,838	2,999,446	287,357	409,029,641	4.39%	21,987	3,216	7.35%
2024	372,605,435	1,559,345	387,031	374,551,811	3.72%	18,886	3,441	7.31%

[1] See Table 5 for total taxable assessed value data.

[2] See Table 16 for Average Daily Attendance (ADA).

[3] See Table 13 for population and income information.

PEARLAND INDEPENDENT SCHOOL DISTRICT TABLE 10

RATIOS OF NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING

LAST TEN FISCAL YEARS (UNAUDITED)

Fiscal Year Ended June 30,	General Obligation Bonds [1]	Less Restricted for Retirement of Bonded Debt [2]	Net Bonded Debt	Ratio of Debt to Assessed Value [3]	Debt per ADA [4]
2015	$ 334,863,345	$ 14,986,658	$ 319,876,687	5.35%	$ 16,320
2016	323,447,812	16,847,686	306,600,126	5.07%	15,178
2017	307,271,914	19,153,034	288,118,880	4.27%	13,988
2018	414,460,410	16,462,537	397,997,873	5.41%	19,269
2019	479,919,835	16,675,925	463,243,910	5.96%	22,467
2020	482,354,449	17,940,148	464,414,301	5.77%	22,665
2021	456,805,036	19,090,587	437,714,449	5.02%	21,592
2022	430,300,038	14,990,210	415,309,828	4.76%	20,946
2023	405,742,838	13,906,230	391,836,608	4.24%	19,762
2024	372,605,435	12,425,004	360,180,431	3.57%	18,160

[1] Details regarding the District's outstanding debt can be found in the Notes to the Financial Statements.

[2] This is the amount restricted for debt service on the government-wide financial statements.

[3] See Table 5 for assessed value data.

[4] See Table 16 for Average Daily Attendance (ADA).

PEARLAND INDEPENDENT SCHOOL DISTRICT

LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS (UNAUDITED)

	2015	2016	2017	2018
Debt Limit [1]	$ 597,612,792	$ 604,599,847	$ 675,107,668	$ 736,166,110
Less: Total Net Debt Applicable to Limit	319,876,687	306,600,126	288,118,880	392,110,267
Legal Debt Margin	$ 277,736,105	$ 297,999,721	$ 386,988,788	$ 344,055,843
Total Net Debt Applicable to the Limit as a Percentage of Debt limit:	53.53%	50.71%	42.68%	53.26%

[1] Although there is no legal debt limit in the State of Texas, most school business officials in the State hold the opinion that the Attorney General would not approve bonded indebtedness in excess of 10% of assessed value.

[2] See Table 5 for taxable assessed value data.

[3] See restricted for debt service at the fund level.

2019	2020	2021	2022	2023	2024
$ 777,560,850	$ 804,849,281	$ 850,150,225	$ 871,602,114	$ 931,718,907	$ 1,007,640,085
456,236,746	457,518,325	431,281,482	409,262,446	385,839,571	355,234,407
$ 321,324,104	$ 347,330,956	$ 418,868,743	$ 462,339,668	$ 545,879,336	$ 652,405,678
58.68%	56.85%	50.73%	46.96%	41.41%	35.25%

Assessed Value [2]	$10,076,400,848	
Debt Limit Percentage of Assessed Value	10.00%	
Debt Limitation [1]		$ 1,007,640,085
Debt Applicable to Debt Limitation:		
Total Bonded Debt	$ 372,605,435	
Less: Amount set aside for repayment of bonds [3]	17,371,028	
Total Amount of Debt Applicable to Debt Limitation		355,234,407
Legal Debt Margin		$ 652,405,678

PEARLAND INDEPENDENT SCHOOL DISTRICT TABLE 12

COMPUTATION OF ESTIMATED DIRECT AND OVERLAPPING DEBT
AS OF JUNE 30, 2024 (UNAUDITED)

Taxing Jurisdiction	Gross Tax Debt	Percent Overlapping [1]	Amount Overlapping
Alvin CCD	$ 19,520,000	0.06%	$ 11,712
Brazoria Co	202,278,313	17.57%	35,540,299
Brazoria Co MUD # 6	6,435,000	85.76%	5,518,656
Brazoria Co MUD # 16	11,590,000	100.00%	11,590,000
Brazoria Co MUD # 17	14,655,000	100.00%	14,655,000
Brazoria Co MUD # 18	14,870,000	51.62%	7,675,894
Brazoria Co MUD # 19	17,320,000	100.00%	17,320,000
Brazoria Co MUD # 23	11,940,000	99.40%	11,868,360
Brazoria Co MUD # 28	53,905,000	80.59%	43,442,039
Harris Co	1,994,511,319	0.04%	797,805
Harris Co Dept of Ed	28,960,000	0.04%	11,584
Harris Co Flood Control Dist	991,095,000	0.04%	396,438
Harris Co Hosp Dist	65,285,000	0.04%	26,114
Harris-Brazoria MUD 509	56,005,000	31.13%	17,434,357
Manvel, City of	98,275,000	0.42%	412,755
Pearland, City of	434,965,000	58.17%	253,019,141
Pt of Houston Auth	426,134,397	0.04%	170,454
San Jacinto CCD	520,862,492	0.05%	260,431
Sedona Lakes MUD # 1	29,780,000	5.26%	1,796,816
Total Overlapping Debt	$ 4,998,386,521		421,947,855
Pearland ISD			374,551,811
Total Direct and Overlapping Debt			$ 796,499,666

[1] The percentage of overlapping debt is estimated using taxable assessed property values. Percentages were estimated by determining the portion of the overlapping taxing authority's taxable assessed value that is within the District's boundaries and dividing it by the overlapping taxing authority's total taxable assessed value.

Source: Municipal Advisory Council of Texas

PEARLAND INDEPENDENT SCHOOL DISTRICT TABLE 13

DEMOGRAPHIC AND ECONOMIC INFORMATION

LAST TEN FISCAL YEARS (UNAUDITED)

Fiscal Year Ended June 30,	Population [1]	Total Personal Income	Per Capita Personal Income [2]	Unemployment Rate [3]
2015	99,858.00	$ 4,063,014,000	$ 36,180	3.3%
2016	102,929.00	4,637,394,000	39,602	3.8%
2017	104,948.00	4,305,839,000	35,439	4.3%
2018	105,276.00	5,134,370,000	41,010	3.5%
2019	105,059.00	4,505,393,040	36,240	2.8%
2020	112,773.00	6,015,060,480	42,021	5.6%
2021	111,576.00	6,015,060,480	42,021	4.6%
2022	109,130.00	5,191,290,328	43,012	3.7%
2023	109,166.00	5,562,924,480	43,744	4.5%
2024	108,859.00	5,124,755,143	47,077	3.7%

[1] Population is for the entire City of Pearland.

[2] US Census Bureau. Latest data is from 2022.

[3] Bureau of Labor Statistics

PEARLAND INDEPENDENT SCHOOL DISTRICT TABLE 14

PRINCIPAL EMPLOYERS [1]

CURRENT YEAR AND NINE YEARS AGO (UNAUDITED)

	2024 [2,3]			2015 [3]		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Pearland ISD	2,700	1	4.26%	2,472	1	5.42%
Kelsey Seybold	1,221	2	1.93%	868	2	1.90%
Lonza	950	3	1.50%			
City of Pearland	850	4	1.34%	696	3	1.53%
Alvin ISD	753	5	1.19%	352	4	0.77%
Memorial Hermann	550	6	0.87%			
HCA (Pearland Medical Center)	450	7	0.71%			
Dover Energy	240	8	0.38%	205	9	
Kemlon	240	9	0.38%	345	5	
Third Coast	225	10	0.36%			0.00%
Merit Medical				303	6	0.66%
Davis-Lynch				300	7	0.66%
Pearland Medical Center				220	8	0.48%
TurboCare				175	10	0.38%
						0.00%
Total	8,179		12.90%	5,936		11.81%

Labor force participation:

2024:	63,380
2015:	45,609

[1] Employment data is for City of Pearland; retail establishments have not been surveyed since 2013.

[2] Employment data is for 2023; data for 2024 was not available at the time of this report.

[3] Source: City of Pearland ACFR.

PEARLAND INDEPENDENT SCHOOL DISTRICT TABLE 15

FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE

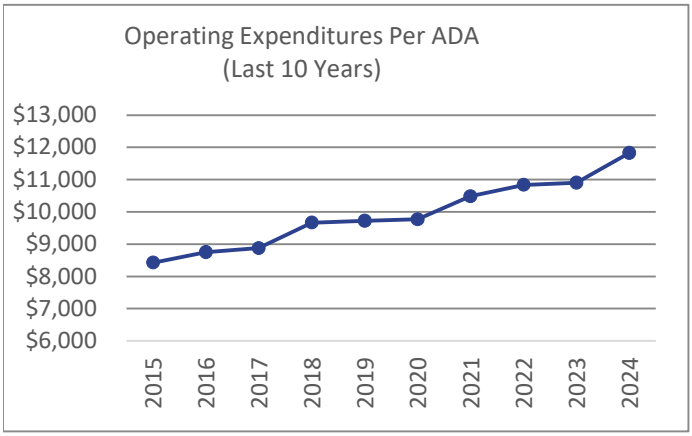
LAST TEN FISCAL YEARS (UNAUDITED)

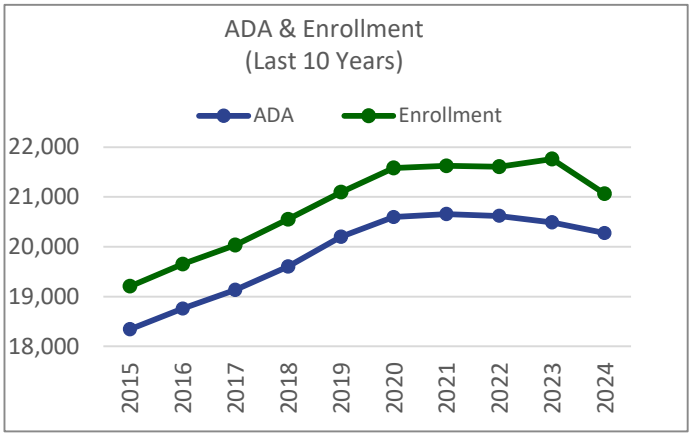
	FISCAL YEAR									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Total Teaching Staff:	1,239	1,306	1,343	1,323	1,307	1,299	1,318	1,301	1,283	1,286
Professional Support:										
Athletic Trainer	6	6	6	7	9	9	9	9	9	7
Counselor	37	42	39	43	53	52	54	53	53	53
Educational Diagnostician	2	3	3	3	6	9	8	7	7	9
Librarian	15	15	15	16	19	20	19	19	19	20
LSSP/Psychologist	22	23	21	22	21	17	19	16	15	14
Other Campus Professional	7	8	9	13	15	11	15	14	14	14
Other Non-Instructional	111	118	98	98	110	121	118	122	128	129
School Nurse	13	14	14	13	17	19	21	25	26	25
Speech Therapist/Speech-Language Pathologist	12	15	14	16	18	19	21	21	20	20
Truant Officer	2	2	-	3	5	5	5	5	5	5
Total Professional Staff	227	246	219	234	273	282	289	291	296	296
Administrative Staff:										
Assistant Principal	32	33	30	43	49	49	49	50	46	48
Asst/Assoc/Deputy Superintendent	5	5	7	7	6	6	7	6	3	2
Athletic Director	-	-	-	1	1	1	1	1	1	1
Business Manager	1	1	2	1	1	1	1	1	1	1
Director of Personnel/HR	1	1	1	1	1	1	1	2	2	2
Instructional Program/ Executive Director	5	6	10	7	8	7	8	9	11	11
Principal	23	23	22	21	23	23	23	23	23	23
Registrar	3	3	3	3	3	3	3	3	3	3
Superintendent	1	1	1	1	1	1	1	1	1	1
Total Administrative Staff	71	73	76	85	93	92	94	96	91	92
Total Professional Staff	1,537	1,625	1,638	1,642	1,673	1,673	1,700	1,688	1,670	1,674
Total Educational Aide	148	171	167	163	168	191	190	197	180	188
Total Auxiliary Staff	647	698	711	694	714	715	691	686	679	693
Total Personnel	2,332	2,494	2,516	2,499	2,555	2,579	2,581	2,571	2,529	2,555

Source: Texas Education Agency (TEA), Staff FTE Counts and Salary Reports

PEARLAND INDEPENDENT SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS (UNAUDITED)

Fiscal Year Ended June 30,	Average Daily Attendance [1]	Operating Expenditures [2]	Cost Per ADA	Percent Change	Government Wide Expenses
2015	19,600	$ 165,178,549	$ 8,427	5.21%	$ 186,589,696
2016	20,200	176,811,726	8,753	3.87%	201,022,256
2017	20,596	182,946,041	8,883	1.49%	206,969,893
2018	20,661	199,699,434	9,666	8.81%	201,786,727
2019	20,618	200,545,654	9,727	0.63%	233,503,362
2020	20,713	202,545,654	9,779	0.53%	241,300,714
2021	20,204	211,867,814	10,486	7.23%	253,687,771
2022	19,534	211,724,752	10,839	3.37%	237,988,493
2023	19,834	216,444,306	10,913	0.68%	246,390,862
2024	19,832	234,634,534	11,831	8.41%	270,504,101





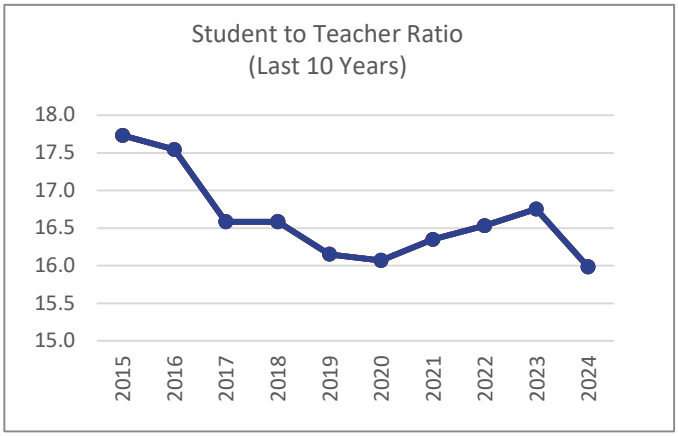
[1] The drop in Average Daily Attendance (ADA) is due to the COVID-19 pandemic, which resulted in the District closing for two weeks and transitioning to remote instruction in the latter part of school year 2019-2020, and a hybrid method of instruction (remote and in-person) during school year 2020-2021.

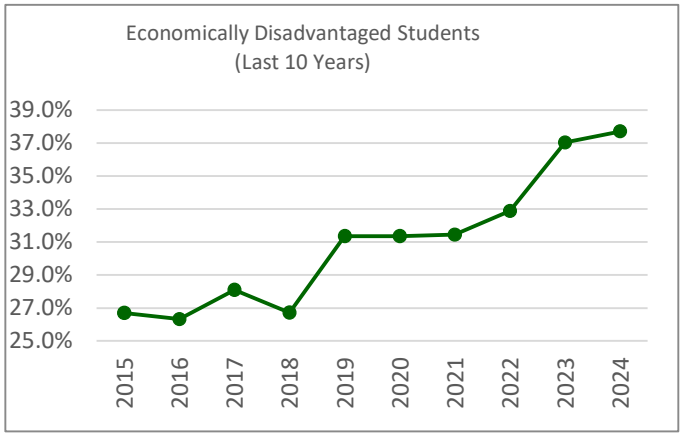
[2] Operating expenditures are total governmental fund expenditures, less debt service and capital outlays.

[3] Enrollment is the total number of students in the District who were reported to the Texas Education Agency (TEA) as of the last Friday of October.

Source: Texas Education Agency (TEA), Texas Student Data System (TSDS), Public Education Information Management System (PEIMS) and District records.

Cost Per ADA	Percent Change	Teaching Staff	Enrollment [3]	Student to Teacher Ratio	Percentage of Students Economically Disadvantaged
$ 9,520	2.92%	1,239	20,550	16.59	26.69%
9,952	4.53%	1,306	21,093	16.15	26.32%
10,049	0.98%	1,343	21,585	16.07	28.10%
9,767	-2.81%	1,323	21,628	16.35	26.71%
11,325	15.96%	1,307	21,606	16.53	31.36%
11,650	2.87%	1,299	21,760	16.75	31.35%
12,556	7.78%	1,318	21,067	15.98	31.44%
12,183	-2.97%	1,300	21,007	16.16	32.89%
12,423	1.96%	1,283	21,237	16.55	37.04%
13,640	9.80%	1,286	21,111	16.42	37.70%



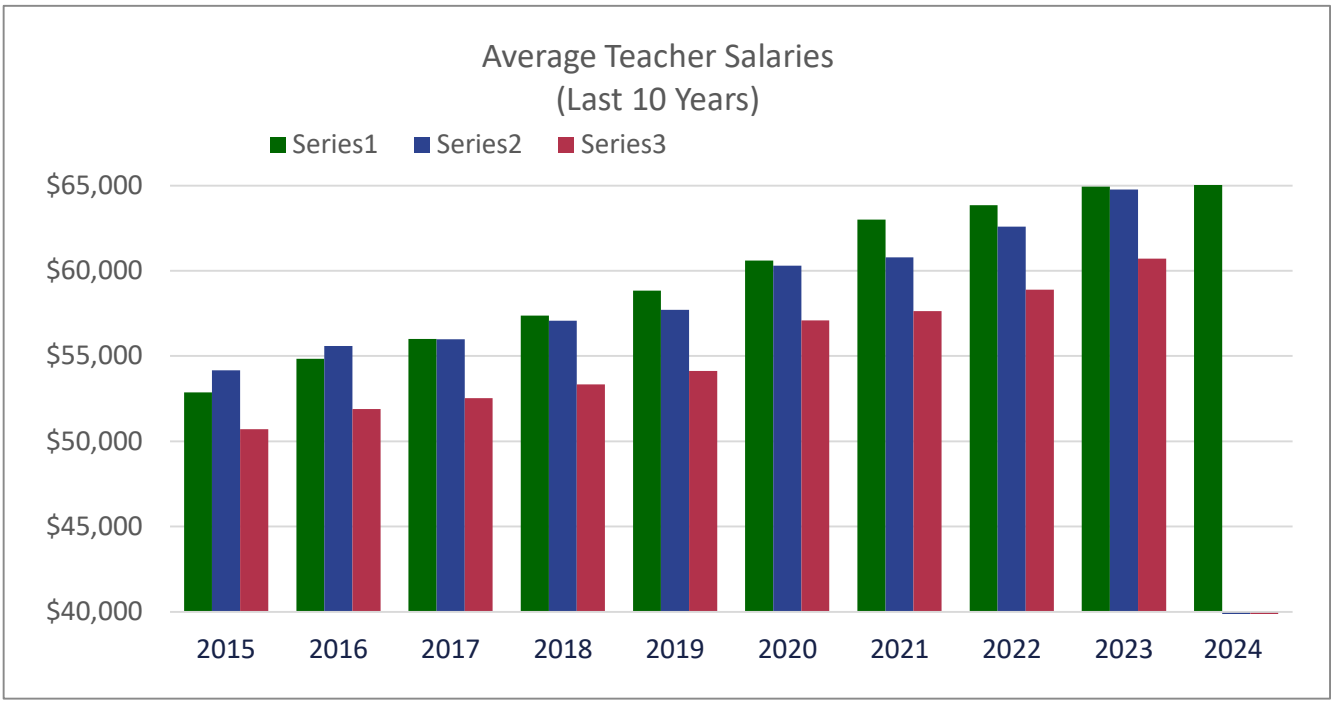


PEARLAND INDEPENDENT SCHOOL DISTRICT TABLE 17

TEACHER BASE SALARIES

LAST TEN FISCAL YEARS (UNAUDITED)

Fiscal Year Ended June 30,	District Minimum Salary [1]	District Maximum Salary [1]	District Average Salary [2]	Region 4 Average Salary [3]	Statewide Average Salary [3]
2015	$ 50,000	$ 70,000	$ 52,863	$ 54,157	$ 50,715
2016	51,200	70,000	54,833	55,580	51,891
2017	52,000	70,000	55,999	55,992	52,525
2018	53,000	68,020	57,380	57,076	53,334
2019	54,500	71,500	58,841	57,707	54,122
2020	56,000	72,000	60,609	60,292	57,091
2021	58,100	74,000	63,005	60,798	57,641
2022	59,000	75,000	63,849	62,590	58,887
2023	59,600	75,000	64,944	64,771	60,717
2024	60,500	75,000	66,084	- [4]	- [4]



[1] District records, based on new teacher entry salary schedule.

[2] Texas Education Agency (TEA), Staff FTE Counts and Salary Reports.

[3] Texas Education Agency (TEA), Texas Performance Reporting System (TPRS).

[4] Region 4 Average Salary and Statewide Average Salary data will be released in December 2024.

PEARLAND INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS (UNAUDITED)

School Name	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
High Schools:										
Pearland (1991) [1]										
Square Feet	623,380	623,380	623,380	683,768	683,768	683,786	683,786	683,786	683,786	683,786
Capacity	3,850	3,850	3,850	3,850	3,900	3,900	3,900	3,900	3,900	3,900
PEIMS Enrollment	2,920	2,969	2,982	3,056	3,053	3,092	3,131	3,189	3,261	3,433
PACE (2003)										
Square Feet	34,411	34,411	34,411	34,411	34,411	34,411	34,411	34,411	34,411	34,411
Capacity	300	300	300	300	300	300	300	300	300	300
PEIMS Enrollment	128	120	102	86	82	89	-	-	94	127
Glenda Dawson (2009)										
Square Feet	360,000	360,000	360,000	360,000	450,000	457,736	457,736	457,736	457,736	457,736
Capacity	2,000	2,000	2,000	2,000	2,725	2,725	2,725	2,725	2,725	2,725
PEIMS Enrollment	2,257	2,407	2,466	2,518	2,518	2,580	2,568	2,568	2,557	2,576
Turner College & Career (2013)										
Square Feet	219,548	219,548	219,548	219,548	259,552	259,552	259,552	259,552	259,552	259,552
Capacity	1,250	1,250	1,250	1,250	1,300	1,300	1,300	1,300	1,300	1,300
PEIMS Enrollment	848	1,001	1,169	1,200	1,200	1,167	1,191	1,144	1,114	1,110
Junior High Schools:										
Junior High East (1971)										
Square Feet	96,947	96,947	96,947	96,947	116,547	145,112	145,112	145,112	145,112	145,112
Capacity	900	900	900	900	975	975	975	975	975	975
PEIMS Enrollment	674	716	798	782	782	901	866	868	848	816
Junior High West (1952)										
Square Feet	146,907	146,907	146,907	146,907	177,341	177,341	177,341	177,341	177,341	177,341
Capacity	900	900	900	900	975	975	975	975	975	975
PEIMS Enrollment	848	844	830	816	816	839	893	907	919	937
Junior High South (2002)										
Square Feet	219,548	219,548	219,548	219,548	219,548	219,548	219,548	219,548	219,548	219,548
Capacity	875	875	875	875	875	875	875	875	875	875
PEIMS Enrollment	802	853	863	890	890	849	873	893	895	818
Berry Miller (2008)										
Square Feet	169,774	169,774	169,774	169,744	169,744	169,744	169,744	169,744	169,744	169,744
Capacity	900	900	900	900	900	900	900	900	900	900
PEIMS Enrollment	961	956	906	906	906	864	816	800	844	828
Middle Schools:										
Sam Jamison (1982)										
Square Feet	86,950	86,950	86,950	86,950	91,890	91,890	91,890	91,890	91,890	91,890
Capacity	925	925	925	925	1,000	1,000	1,000	1,000	1,000	1,000
PEIMS Enrollment	814	852	836	814	814	905	886	808	754	785
Leon Sablatura (1997)										
Square Feet	92,174	92,174	92,174	92,174	97,423	97,423	97,423	97,423	97,423	97,423
Capacity	900	900	900	900	1,000	1,000	1,000	1,000	1,000	1,000
PEIMS Enrollment	805	892	896	830	830	888	936	946	928	923
Rogers (2003)										
Square Feet	112,000	112,000	112,000	112,000	112,000	112,000	112,000	112,000	112,000	112,000
Capacity	925	925	925	925	925	925	925	925	925	925
PEIMS Enrollment	889	896	853	814	814	803	743	735	794	743
Alexander (2007)										
Square Feet	112,000	112,000	112,000	112,000	112,000	112,000	112,000	112,000	112,000	112,000
Capacity	925	925	925	925	925	925	925	925	925	925
PEIMS Enrollment	691	615	705	806	806	853	771	754	747	739

[1] Including 52,220 ft. for Ag. Facility

School Name	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Elementary Schools:										
E.A. Lawhon (1963)										
Square Feet	73,290	73,290	73,290	73,290	93,336	93,336	93,336	93,336	93,336	93,336
Capacity	990	990	990	990	990	990	990	990	990	990
PEIMS Enrollment	690	716	809	818	818	834	795	797	835	814
C.J. Harris (1998)										
Square Feet	77,688	77,688	77,688	77,688	83,688	83,688	83,688	83,688	83,688	83,688
Capacity	770	770	770	770	770	770	770	770	770	770
PEIMS Enrollment	731	741	685	637	637	667	616	584	561	593
Shadycrest (1969)										
Square Feet	64,866	64,866	64,866	64,866	71,314	71,314	71,314	71,314	71,314	71,314
Capacity	748	748	748	748	748	748	748	748	748	748
PEIMS Enrollment	588	613	698	683	683	632	586	564	595	584
H.C. Carleston (1980)										
Square Feet	62,651	62,651	62,651	62,651	90,992	90,992	90,992	90,992	90,992	90,992
Capacity	990	990	990	990	990	990	990	990	990	990
PEIMS Enrollment	787	793	771	815	814	734	682	681	781	764
Challenger (1993)										
Square Feet	77,688	77,688	77,688	77,688	83,688	83,688	83,688	83,688	83,688	83,688
Capacity	770	770	770	770	770	770	770	770	770	770
PEIMS Enrollment	660	662	688	683	683	642	573	589	570	605
Rustic Oak (1993)										
Square Feet	77,688	77,688	77,688	77,688	83,688	83,688	83,688	83,688	83,688	83,688
Capacity	770	770	770	770	770	770	770	770	770	770
PEIMS Enrollment	559	543	678	706	706	666	653	679	674	664
Silverlake (1998)										
Square Feet	77,688	77,688	77,688	77,688	83,688	83,688	83,688	83,688	83,688	83,688
Capacity	770	770	770	770	770	770	770	770	770	770
PEIMS Enrollment	718	719	709	731	730	690	632	566	677	662
Silvercrest (2002)										
Square Feet	86,963	86,963	86,963	86,963	86,963	86,963	86,963	86,963	86,963	86,963
Capacity	814	814	814	814	814	814	814	814	814	814
PEIMS Enrollment	803	773	747	727	727	717	658	645	659	653
Massey Ranch (2006)										
Square Feet	86,867	86,867	86,867	86,867	86,867	86,867	86,867	86,867	86,867	86,867
Capacity	858	858	858	858	858	858	858	858	858	858
PEIMS Enrollment	721	717	705	681	681	721	644	639	621	593
Barbara Cockrell (2007)										
Square Feet	86,867	86,867	86,867	86,867	86,867	86,867	86,867	86,867	86,867	86,867
Capacity	858	858	858	858	858	858	858	858	858	858
PEIMS Enrollment	846	863	807	767	767	715	697	739	758	767
Magnolia (2007)										
Square Feet	86,867	86,867	86,867	86,867	86,867	86,867	86,867	86,867	86,867	86,867
Capacity	858	858	858	858	858	858	858	858	858	858
PEIMS Enrollment	808	825	878	867	867	896	855	887	735	676

Source: District Records and Fall PEIMS Enrollment

BUILD

PEARLAND

Proud

Pearland Independent School District
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