

**CONTINUING DISCLOSURE INFORMATION REGARDING
THE SAN BENITO CONSOLIDATED
INDEPENDENT SCHOOL DISTRICT**

Table 1-Valuations, Exemptions and Tax Supported Debt

2019/20 Market Valuation Established by Cameron County Appraisal District	\$ 1,666,881,775
Less: Exemptions/Reductions at 100% Market Value	
Residential Homestead	\$ 149,950,428
10% Homestead Cap Adjustment	11,406,318
Over 65/Disabled	23,602,212
Disabled/Deceased Veterans	16,206,052
Freeport Exemption	152,735,273
Frozen Values	28,703,782
Productivity Loss/Other	<u>121,148,267</u>
Total	\$ 503,752,332
2019/20 Net Taxable Assessed Valuation	<u>\$ 1,163,129,443</u>

District Funded Debt Payable from Ad Valorem Taxes:

Total Outstanding Principal of Unlimited Tax Bonds (As of December 1, 2019)	\$ 90,150,000 ⁽¹⁾
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⁽¹⁾ Approximately 32.17% of the District's debt service is qualified for either the Instructional Facilities Allotment or Existing Debt Allotment of the Texas Education Agency. The amount of State aid for debt service may substantially differ from year to year, depending on a number of factors, including amounts, if any, appropriated for that purpose by the Texas Legislature from time to time.

Ratio District Funded Debt/2019/20 Net Taxable Assessed Valuation	7.75%
Interest and Sinking Fund Balance as of June 30, 2019	\$ 714,382
Estimated Population	39,290
Per Capita Total General Obligation Funded Debt	\$ 2,294
Per Capita Taxable Assessed Valuation	\$ 29,604

Table 2 - Commitments Under Capital Leases

In September 2017, the District entered into a capital lease agreement with Santander Bank to lease 18 school buses. In June 2019, the District entered into a capital lease agreement with Frost Bank for the LED project. Commitments under the capital lease agreement for the equipment provided for minimum future lease payments as follows at June 30, 2019:

Fiscal Year <u>Ending June 30</u>	<u>Total</u>
2020	\$ 687,902
2021	687,902
2022	269,748
2023	269,748
2024	269,748
2024-2029	<u>1,348,741</u>
Total minimum rentals	\$ 3,533,789

Source: The District's Audited Financial Statement for the Fiscal Year Ended June 30, 2019.

Table 3 - Taxable Assessed Valuation by Category ⁽¹⁾

Category	Taxable Appraised Value for Fiscal Year Ended⁽²⁾:					
	June 30, 2020		June 30, 2019		June 30, 2018	
	Value	% of Total	Value	% of Total	Value	% of Total
Real, Residential, Single Family	\$ 747,626,080	44.85%	\$ 729,155,087	46.91%	\$ 672,768,054	47.44%
Real Residential, Multi-Family	35,044,027	2.10%	35,111,021	2.26%	33,621,001	2.37%
Real, Vacant Lots/Tracts	74,045,976	4.44%	75,337,300	4.85%	67,030,142	4.73%
Real, Acreage (Land Only)	135,543,854	8.13%	130,253,186	8.38%	115,223,157	8.12%
Real, Farm and Ranch Improvements	66,282,734	3.98%	63,091,666	4.06%	59,290,299	4.18%
Real, Commercial	208,170,132	12.49%	169,948,585	10.93%	165,244,569	11.65%
Real, Industrial	25,947,913	1.56%	25,909,738	1.67%	25,926,066	1.83%
Real, Tangible Personal, Utilities	105,409,545	6.32%	79,785,113	5.13%	69,540,533	4.90%
Tangible Personal, Commercial	67,276,497	4.04%	64,997,637	4.18%	62,561,722	4.41%
Tangible Personal, Industrial	174,692,526	10.48%	154,844,705	9.96%	118,908,099	8.38%
Mobile Homes	15,224,523	0.91%	13,459,766	0.87%	11,818,324	0.83%
Real Inventory	759,529	0.05%	2,203,100	0.14%	5,981,876	0.42%
Special Inventory	10,858,439	0.65%	10,433,348	0.67%	10,308,220	0.73%
Total Appraised Value Before Exemptions	\$ 1,666,881,775	100.00%	\$ 1,554,530,252	100.00%	\$ 1,418,222,062	100.00%
Less: Total Exemptions/ Reductions	503,752,332		475,338,370		420,324,812	
Taxable Assessed Value	<u>\$ 1,163,129,443</u>		<u>\$ 1,079,191,882</u>		<u>\$ 997,897,250</u>	

Category	Taxable Appraised Value for Year Ended:			
	August 31, 2017		August 31, 2016	
	Value	% of Total	Value	% of Total
Real, Residential, Single Family	\$ 640,791,088	46.27%	\$ 591,172,987	44.93%
Real Residential, Multi-Family	36,222,214	2.62%	35,631,362	2.71%
Real, Vacant Lots/Tracts	62,803,201	4.53%	62,460,245	4.75%
Real, Acreage (Land Only)	114,275,891	8.25%	112,801,405	8.57%
Real, Farm and Ranch Improvements	56,182,068	4.06%	49,594,971	3.77%
Real, Commercial	155,113,553	11.20%	158,801,392	12.07%
Real, Industrial	25,416,670	1.84%	25,242,452	1.92%
Real, Tangible Personal, Utilities	66,028,061	4.77%	46,437,548	3.53%
Tangible Personal, Commercial	64,526,976	4.66%	62,674,219	4.76%
Tangible Personal, Industrial	140,911,226	10.17%	149,149,284	11.34%
Mobile Homes	11,532,794	0.83%	11,430,347	0.87%
Real Inventory	1,626,741	0.12%	1,786,907	0.14%
Special Inventory	9,571,903	0.69%	8,437,026	0.64%
Total Appraised Value Before Exemptions	\$ 1,385,002,386	100.00%	\$ 1,315,620,145	100.00%
Less: Total Exemptions/ Reductions	439,512,186		426,584,486	
Taxable Assessed Value	<u>\$ 945,490,200</u>		<u>\$ 889,035,659</u>	

⁽¹⁾ Obtained from property tax reports provided by the Cameron County Appraisal District and the State of Texas Comptroller of Public Accounts. Certified values are subject to change throughout the year as contested values are resolved and the appraisal district updates records.

⁽²⁾ The Board of Trustees approved a change to the District's fiscal year from August 31 to June 30. Therefore, fiscal year 2017/18 reflects a 10-month period from September 1, 2017 to June 30, 2018. All subsequent years, beginning 2018/19, will reflect a 12-month fiscal year.

Table 4 - Valuation and Tax Supported Debt History

<u>Fiscal Year Ended⁽¹⁾</u>	<u>Taxable Assessed Valuation</u>	<u>Percent Increase Over Prior Year</u>	<u>Tax Supported Debt at End of Year</u>	<u>Ratio of Debt to Assessed Valuation</u>
08/31/2011	\$ 814,757,869	2.68%	\$ 98,966,045	12.15%
08/31/2012	838,119,711	2.87%	94,771,045	11.31%
08/31/2013	838,877,774	0.09%	90,470,000	10.78%
08/31/2014	859,939,080	2.51%	84,490,000	9.83%
08/31/2015	884,612,498	2.87%	79,680,000	9.01%
08/31/2016	889,035,659	0.50%	74,005,000	8.32%
08/31/2017	945,490,200	6.35%	70,105,000	7.41%
06/30/2018	997,897,250	5.54%	65,735,000	6.59%
06/30/2019	1,079,191,882	8.15%	90,150,000	8.35%
06/30/2020	1,163,129,443	7.78%	86,290,000	7.42%

Source: District records

⁽¹⁾ The Board of Trustees approved a change to the District's fiscal year from August 31 to June 30. Therefore, fiscal year 2017/18 reflects a 10-month period from September 1, 2017 to June 30, 2018. All subsequent years, beginning 2018/19, will reflect a 12-month fiscal year.

Table 5 - Tax Rate, Levy and Collection History

<u>Tax Year</u>	<u>General Fund</u>	<u>Interest and Sinking Fund</u>	<u>Total Tax Rate</u>	<u>Total Tax Levy</u>	<u>% Current Collections</u>	<u>% Total Collections</u>
2008	\$ 1.04000	\$ 0.26490	\$ 1.30490	\$ 9,903,259	90.35%	98.53%
2009	1.17000	0.13490	1.30490	10,354,261	89.74%	97.56%
2010	1.17000	0.13490	1.30490	10,631,775	89.58%	97.00%
2011	1.17000	0.13490	1.30490	10,936,624	91.26%	99.21%
2012	1.17000	0.13490	1.30490	10,946,516	91.74%	100.64%
2013	1.17000	0.13490	1.30490	11,221,345	90.96%	98.25%
2014	1.17000	0.13490	1.30490	11,543,308	91.95%	99.15%
2015	1.17000	0.13490	1.30490	11,601,026	92.37%	99.77%
2016	1.17000	0.13490	1.30490	12,329,817	91.45%	98.04%
2017	1.17000	0.13490	1.30490	13,003,969	90.82%	97.14%
2018	1.17000	0.13490	1.30490	14,082,378	90.98%	99.14%
2019	1.06000	0.24490	1.30490	15,177,676	(In Process of Collection)	

Source: District records

Table 6 - Ten Largest Taxpayers

<u>Name of Taxpayer</u>	<u>Nature of Property</u>	<u>2019/20 TAV</u>	<u>Percent of Total</u>
AEP Texas Central Corp.	Electric Utility	\$ 72,956,822	6.27%
AEP Texas Central Corp.	Electric Utility	18,416,856	1.58%
Panasonic Automotive Electronics	Electronics Manufacturer	13,019,237	1.12%
Sharyland Utilities LP	Electric Utility	10,284,710	0.88%
Wal-Mart Stores East, Inc.	Retail Center	7,861,029	0.68%
Finsa/Har-vest Ltd.	Agriculture	6,544,744	0.56%
HEB Grocery Co.	Grocery Store	6,382,883	0.55%
MHC Financing Ltd Partnership	Real Estate	5,571,768	0.48%
Finsa/Har-vest II Ltd.	Agriculture	5,370,684	0.46%
Villages at Paso Real LP	Apartment Complex	5,200,050	0.45%
		<u>\$ 151,608,783</u>	<u>13.03%</u>

Source: Cameron County Appraisal District.

Table 7 - Outstanding Unlimited Tax General Obligation Debt Service Requirements

Fiscal Year Ended 8/31⁽¹⁾	Outstanding Unlimited Tax Debt Service Requirements		
	Principal	Interest	Total
2020	\$ 3,860,000	\$ 3,780,581	\$ 7,640,581
2021	3,770,000	3,612,469	7,382,469
2022	3,945,000	3,439,756	7,384,756
2023	4,115,000	3,258,844	7,373,844
2024	4,320,000	3,069,306	7,389,306
2025	4,600,000	2,857,181	7,457,181
2026	3,515,000	2,654,306	6,169,306
2027	3,670,000	2,498,531	6,168,531
2028	3,810,000	2,358,891	6,168,891
2029	3,960,000	2,211,369	6,171,369
2030	4,125,000	2,049,175	6,174,175
2031	4,295,000	1,871,394	6,166,394
2032	4,480,000	1,691,450	6,171,450
2033	4,650,000	1,510,875	6,160,875
2034	4,845,000	1,322,938	6,167,938
2035	2,780,000	1,166,650	3,946,650
2036	2,900,000	1,043,325	3,943,325
2037	3,030,000	914,525	3,944,525
2038	3,145,000	790,525	3,935,525
2039	1,155,000	703,475	1,858,475
2040	1,215,000	644,225	1,859,225
2041	1,280,000	581,850	1,861,850
2042	1,345,000	516,225	1,861,225
2043	1,415,000	447,225	1,862,225
2044	1,485,000	374,725	1,859,725
2045	1,555,000	306,500	1,861,500
2046	1,620,000	243,000	1,863,000
2047	1,685,000	176,900	1,861,900
2048	1,755,000	108,100	1,863,100
2049	1,825,000	36,500	1,861,500
TOTAL	\$ 90,150,000	\$ 46,240,816	\$ 136,390,816

⁽¹⁾ Effective June 30, 2018, the District's Fiscal Year now ends on June 30; to reconcile with the State's fiscal year-end (and upon which State debt service assistance is paid), the numbers shown reflect the period ending August 31 to account for August 15 debt service payments.

Authorized but Unissued Unlimited Tax Bonds :

The District has \$9,250,000 of voter-authorized but unissued bonds.

Table 8 - Tax Adequacy for Bonds

2019/20 Taxable Assessed Valuation	\$ 1,163,129,443
Maximum Net Debt Service for the Fiscal Year Ending August 31, 2020	\$ 7,640,581
Estimated State Funding Assistance for Fiscal Year Ending August 31, 2019	\$ 2,458,031
Anticipated Transfer from the District's General Fund and other lawful sources ⁽¹⁾	\$ 2,600,000
Indicated Interest and Sinking Fund Tax Rate	\$ 0.24490
Estimated 91% Tax Collections	\$ 2,592,139
Interest and Sinking Fund Balance as of August 31, 2019 (unaudited)	\$ 553,097

⁽¹⁾ The District did not assess an interest and sinking fund tax sufficient to meet its debt service requirements for Fiscal Year 2019/20; however, the District will use unassigned fund balance available as of the end of Fiscal Year 2018/2019 and other lawfully available funds to pay debt service on its unlimited tax debt coming due in Fiscal Year 2019/20.

Table 9 - General Fund Revenues and Expenditures

SAN BENITO CONSOLIDATED INDEPENDENT SCHOOL DISTRICT GENERAL FUND REVENUE AND EXPENDITURE HISTORY					
	Fiscal Years Ended				
	June 30, 2019	June 30, 2018 ⁽¹⁾	August 31, 2017	August 31, 2016	August 31, 2015
Revenues:					
Local and Intermediated Revenues	\$ 14,715,730	\$ 12,773,187	\$ 12,152,382	\$ 11,234,957	\$ 11,204,304
State Program Revenues	84,409,822	82,959,293	84,448,358	88,395,668	83,612,097
Federal Program Revenues	12,380,487	10,406,376	10,676,660	11,935,206	10,258,893
Total Revenues	\$ 111,506,039	\$ 106,138,856	\$ 107,277,400	\$ 111,565,831	\$ 105,075,294
Expenditures:					
Instruction	\$ 55,283,603	\$ 50,753,634	\$ 52,293,957	\$ 49,383,417	\$ 51,166,311
Inst. Resources & Media Svcs.	1,308,846	1,278,784	1,321,401	1,304,423	1,678,667
Curriculum & Instructional Staff Dev.	1,320,359	552,193	751,014	656,194	337,109
Instructional Leadership	1,868,968	1,713,238	1,467,524	1,790,471	2,290,907
School Leadership	6,132,191	5,717,808	4,875,220	5,362,437	5,879,883
Guidance Counseling	2,967,764	2,659,636	2,429,739	2,460,628	2,779,056
Social Work Svcs.	378,706	391,047	342,956	222,808	430,218
Health Services	1,075,348	1,074,598	890,477	864,123	813,328
Student (Pupil) Transportation	3,477,725	4,799,034	3,705,966	3,342,216	3,535,939
Food Services	8,872,484	8,088,823	8,000,431	8,193,095	8,355,555
Cocurricular/Extracurricular Activities	3,280,665	3,372,336	2,957,256	2,846,333	3,054,022
General Administration	4,716,058	3,917,786	3,967,446	3,633,847	3,792,662
Plant Maintenance and Operations	18,794,916	13,367,124	13,212,380	13,007,644	14,004,668
Security and Monitoring Services	2,361,360	2,187,382	2,151,138	2,064,881	2,243,466
Data Processing Services	2,190,921	2,765,825	1,474,257	825,027	199,461
Community Services	267,743	87,371	111,280	67,299	79,904
Debt Service	700,487	677,434	266,707	277,766	457,405
Facilities Acquisition and Construction	750,933	42,982	15,995	-	9,950
Intergovernmental	168,649	116,170	129,271	135,241	127,350
Total Expenditures	\$ 115,917,726	\$ 103,563,205	\$ 100,364,415	\$ 96,437,850	\$ 101,235,861
Excess/(Deficiency) of Revenues					
Over Expenditures	\$ (4,411,687)	\$ 2,575,651	\$ 6,912,985	\$ 15,127,981	\$ 3,839,433
Other Financing Sources	4,203,939	1,606,668	-	1,217,879	202,297
Other Financing (Uses)	(1,568,326)	-	-	(2,238,500)	(4,178,406)
Beginning Fund Balance	\$ 33,358,912	\$ 29,175,253	\$ 22,262,268	\$ 8,154,908	\$ 8,291,584
Prior Period Adjustment	-	1,340	-	-	-
Residual Equity Transfers In/(Out)	-	-	-	-	-
Ending Fund Balance	\$ 31,582,838	\$ 33,358,912	\$ 29,175,253	\$ 22,262,268	\$ 8,154,908

Source: The District's Audited Financial Statement for the Fiscal Years Ended August 31, 2015-2017, and June 30, 2018-2019.

⁽¹⁾ The Board of Trustees approved a change to the District's fiscal year from August 31 to June 30. Therefore, fiscal year 2017/18 reflects a 10-month period from September 1, 2017 to June 30, 2018. All subsequent years, beginning 2018/19, will reflect a 12-month fiscal year.

Table 10 - Current Investments (unaudited, as of June 30, 2019)

<u>Investment Description</u>	<u>Total Invested</u>	<u>Percent</u>
CDs, Treasury Notes, etc.	\$ 4,995,802	7.62%
Lone Star Pool	58,318,719	88.92%
Texas CLASS Pool	2,272,553	3.46%
Total	<u>\$ 65,587,074</u>	<u>100.00%</u>

Source: District staff.

Note: For more financial information on the District, please visit the Texas Municipal Advisory Council at www.mactexas.com, and the District's website at www.sbcisd.net.