

Annual Report of Certain Financial and Local Debt Information

Fiscal Year Ended June 30, 2025

☑ Denotes Required Information Pursuant to Local Government Code, Section 140.008

This report was posted on the District's website on December 19, 2025.

☑ Overview of Certain Financial/Bond Ratings

- **Overview:** Duncanville Independent School District (the "District") has been assigned the following independent financial/bond ratings that indicate the relative strength of the District's financial and debt management:

  - **School Financial Integrity Rating System of Texas ("FIRST"):** Pursuant to Subchapter D, Chapter 39 of the Texas Education Code, the State annually deploys a financial accountability rating system to distinguish the level of a school district's financial performance based upon certain uniform criteria.

    - ✓ Based on data for year 2023/24, the District was assigned a 2024/25 FIRST Rating of "Superior Achievement" and the District's score was 90 out of a possible 100 points.

  - **Credit Ratings:** The District also maintains independent ratings from certain nationally recognized credit rating agencies, such as Moody's Investors Service and S&P Global Ratings, that evaluate the District's financial strength and its ability to pay its existing bonds.

    - ✓ **Moody's Investors Service:** Assigns a "Aa3" credit rating to the District, defined as "Judged to be of high quality and are subject to very low credit risk."

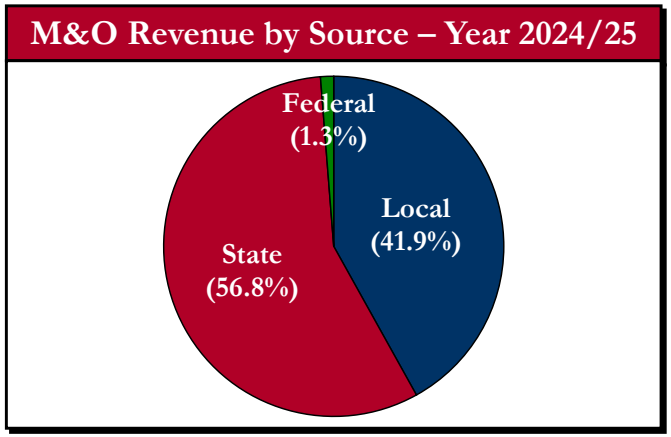
    - ✓ **S&P Global Ratings:** Assigns a "AA-" credit rating to the District, defined as "Having a very strong capacity to meet its financial commitments. It differs from the highest rating only to a small degree."

Overview of State Funding System

- **State Funding System – Where Do the District's Revenues Come From:** Duncanville ISD is legally required to operate pursuant to the requirements of the Texas Education Code. In particular, the Texas Education Code determines the District's ability to generate local tax revenues for maintenance & operation purposes and for the repayment of voter-approved bonds. In this regard, the District annually sets two (2) separate tax rates that are levied upon its certified taxable value that is independently determined by the Dallas Central Appraisal District:

  - **Maintenance & Operations ("M&O") Tax Rate:** To provide funds for the "day to day" operational expenses of the District, including instructional programs, teacher salaries, instructional supplies, security, student transportation, extracurricular activities, utilities, facility infrastructure/maintenance, etc.

    - ✓ The District's annual funds for maintenance & operation purposes primarily consist of a combination of State funding and local M&O taxes. In general, the dollar amount of each component is determined by the District's "Equalized Wealth per Student" (i.e. taxable value / weighted average daily attendance) as set by the State. For year 2024/25, the District's sources for M&O revenues are summarized to the right.



    - ✓ On September 8, 2018, voters approved a tax ratification election to increase the District's M&O tax rate to $1.17. Prior to such ratification, the District was limited to a $1.04 tax rate for maintenance and operations. Beginning in year 2019/20, the District's M&O tax rate became subject to compression pursuant to House Bill 3 that was enacted during the 2019 legislative session.

Source: District's Audited Financial Statements and District records.

☑ Overview of State Funding System

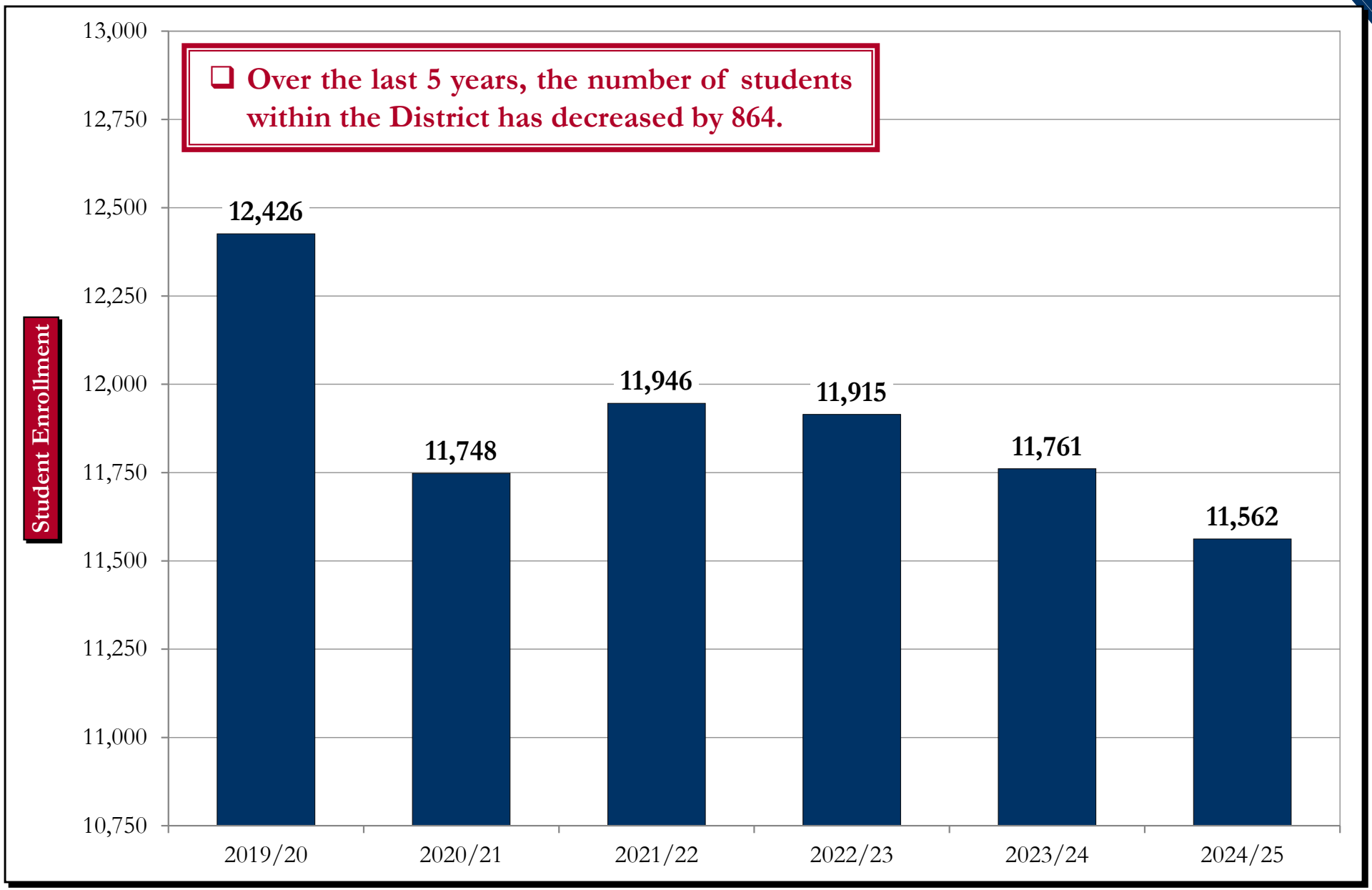
- **Interest & Sinking Fund ("I&S") Tax Rate:** To provide funds to pay the principal and interest on bonds approved by a majority of voters for capital improvements. The District does not receive any facilities funding from the State for the payment of bonds. The following summarizes the District's bond programs approved by voters over the last 25 years:

District's Historical Bond Elections Approved By Voters				
Election Date	Purpose	Student Enrollment	Election Amount	Dollar Amount Of Bonds Remaining To Be Issued
October 20, 2001	School Building & Renovations	10,808	$166,000,000	$0
November 4, 2014	School Building & Security	12,945	$102,545,000	$0
November 7, 2023	School Building & Security, Technology	11,915	$170,000,000	$0
Total Dollar Amount Of Authorized But Unissued Bonds - As of June 30, 2025:				**$0**

✓ As of fiscal year ended June 30, 2025, the District had $150,562,547 within its Capital Projects Fund for existing/future projects.

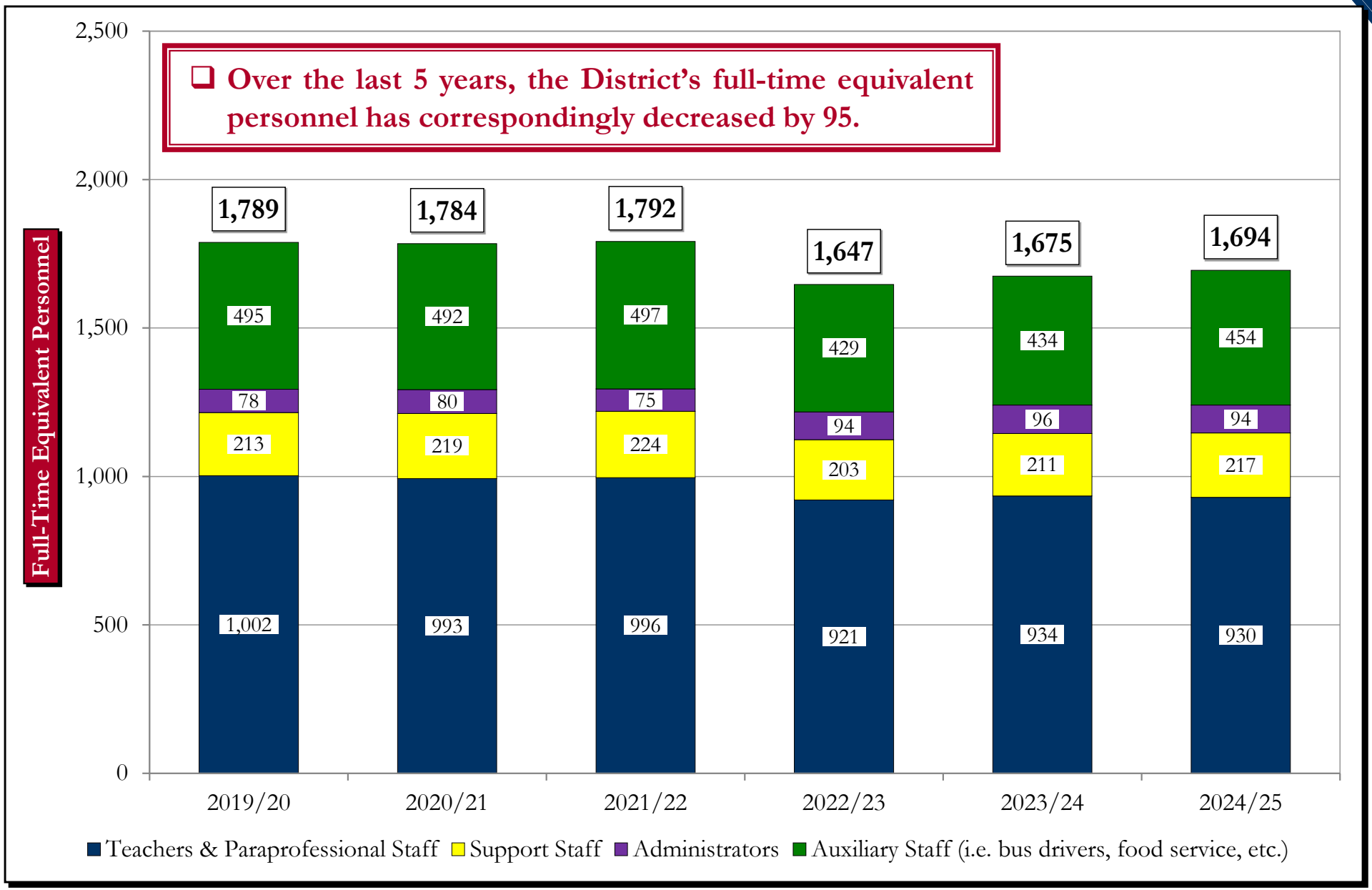
Source: Texas Bond Review Board, Texas Education Agency - PEIMS, District's Audited Financial Statements and District records.

Historical Student Enrollment



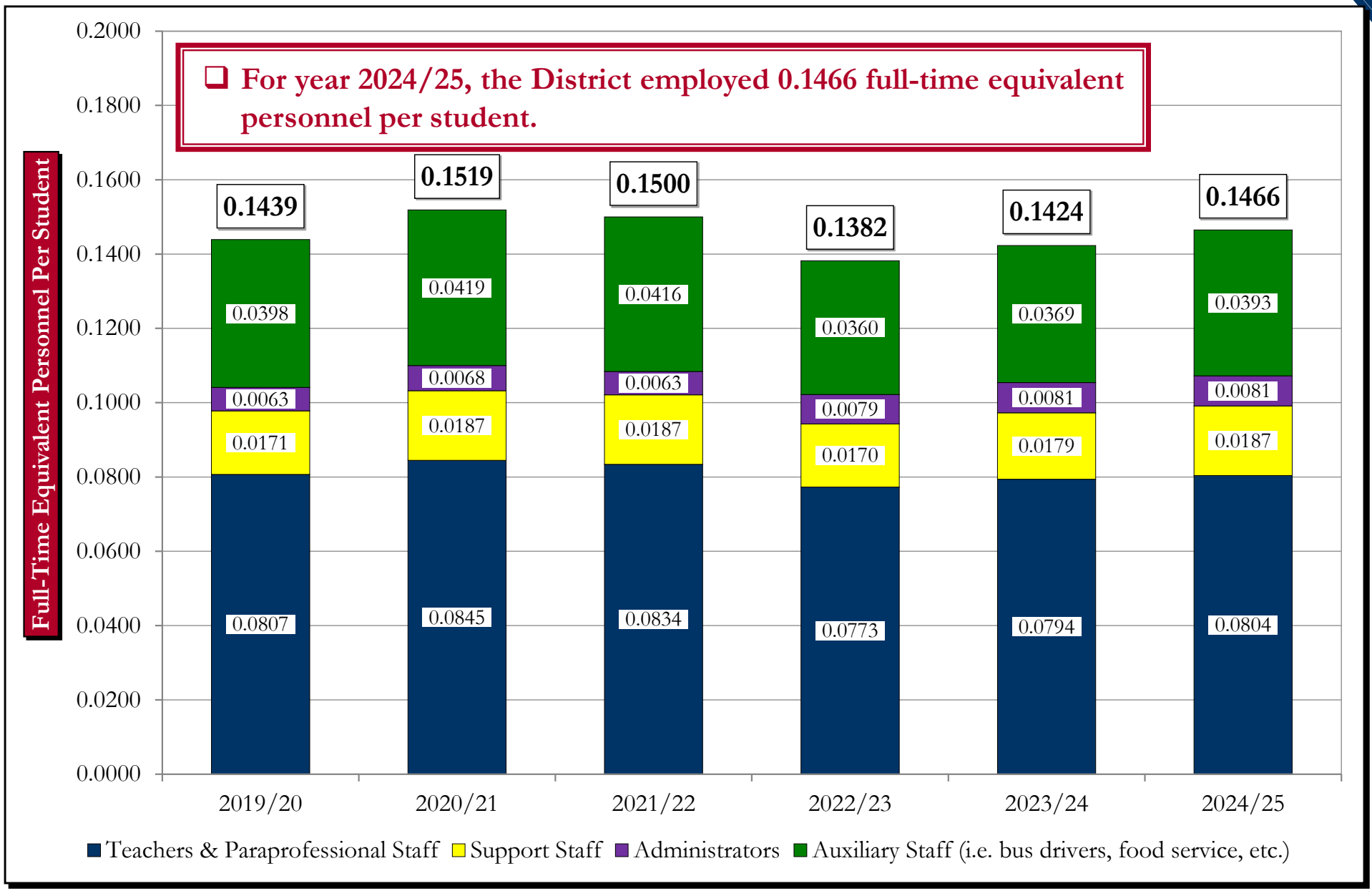
Source: Texas Education Agency - PEIMS and District records.

Full-Time Equivalent Personnel



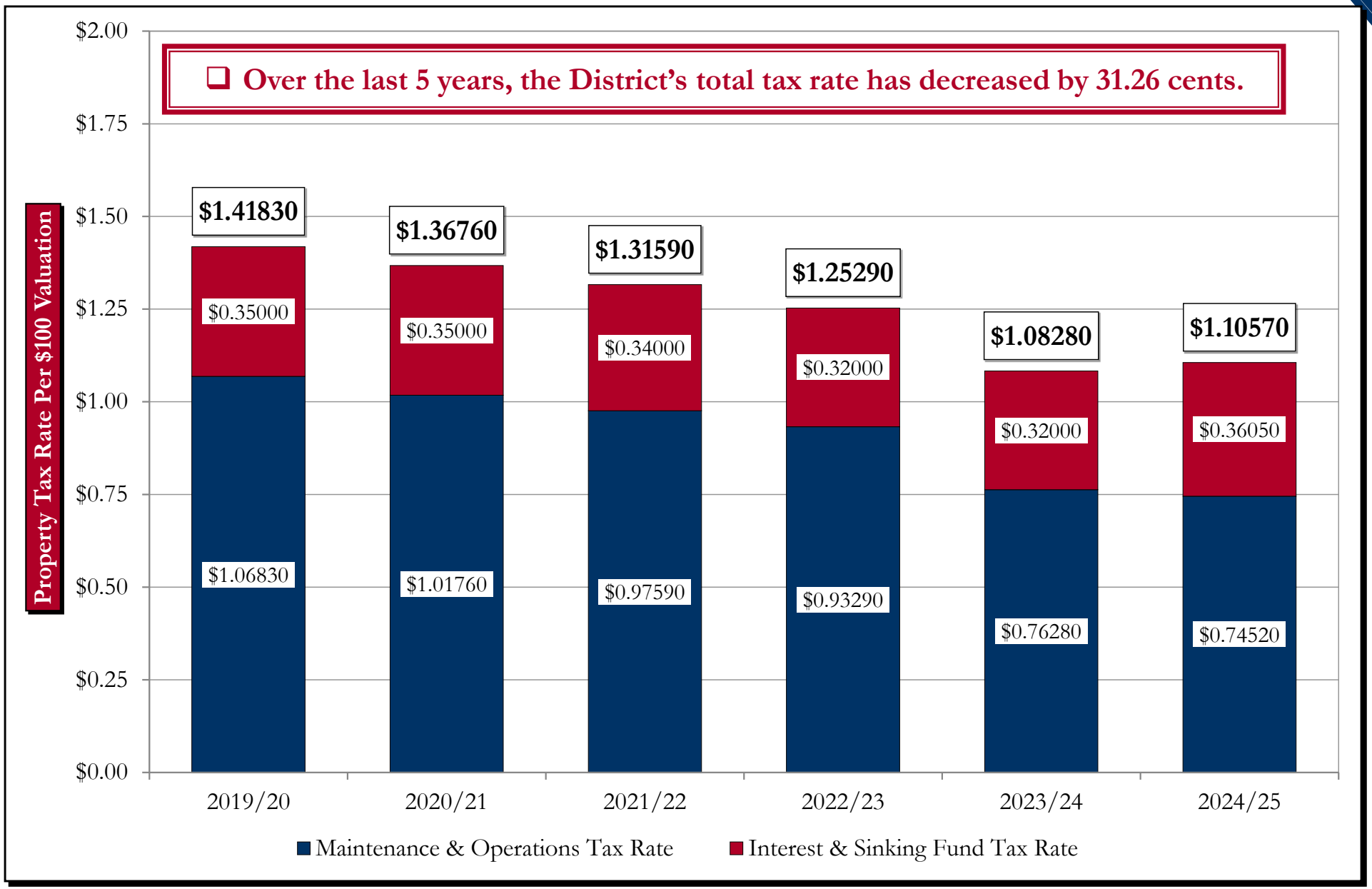
Source: Texas Education Agency - PEIMS and District records.

Full-Time Equivalent Personnel Per Student



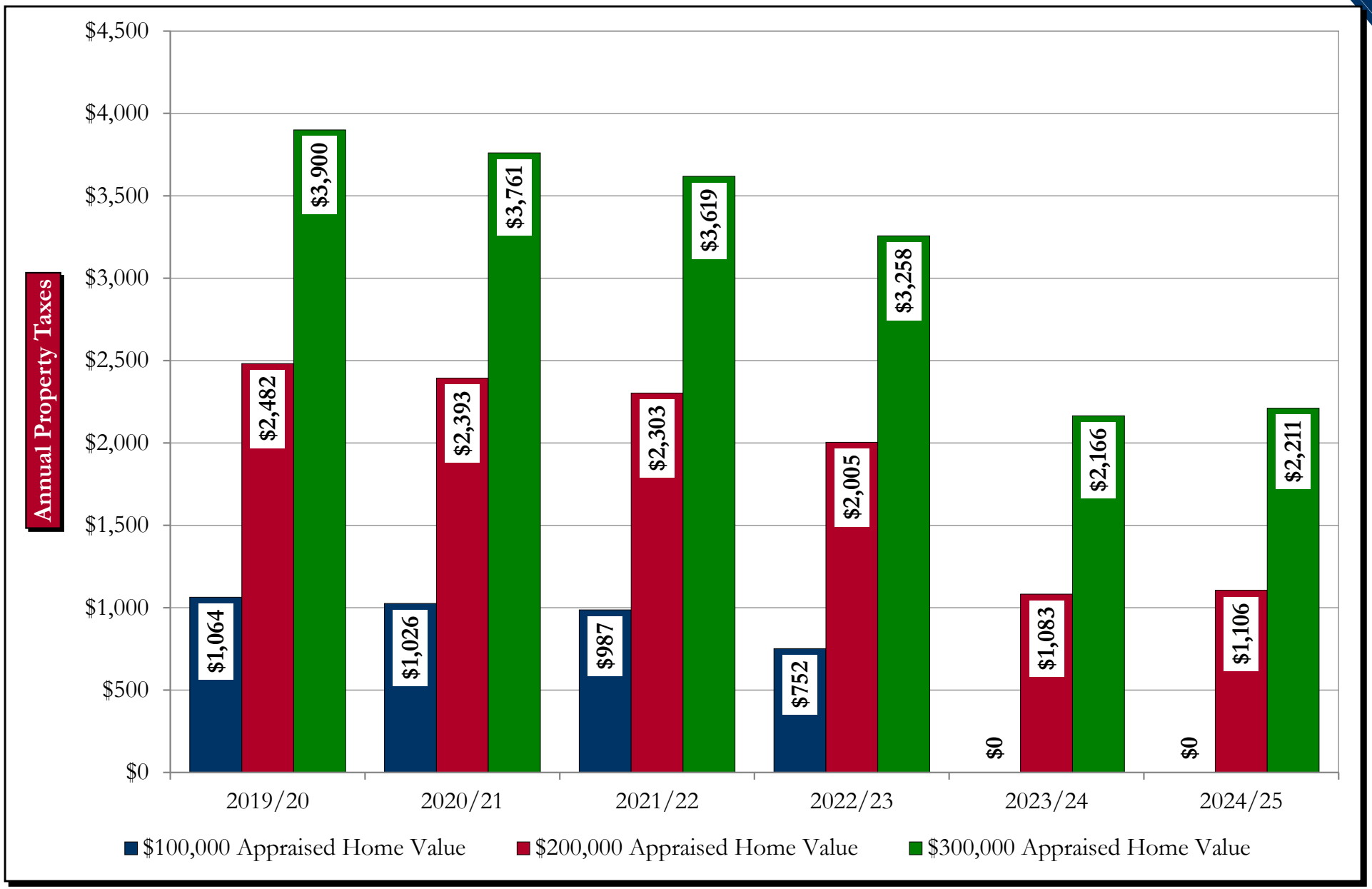
Source: Texas Education Agency - PEIMS and District records.

Historical Tax Rates



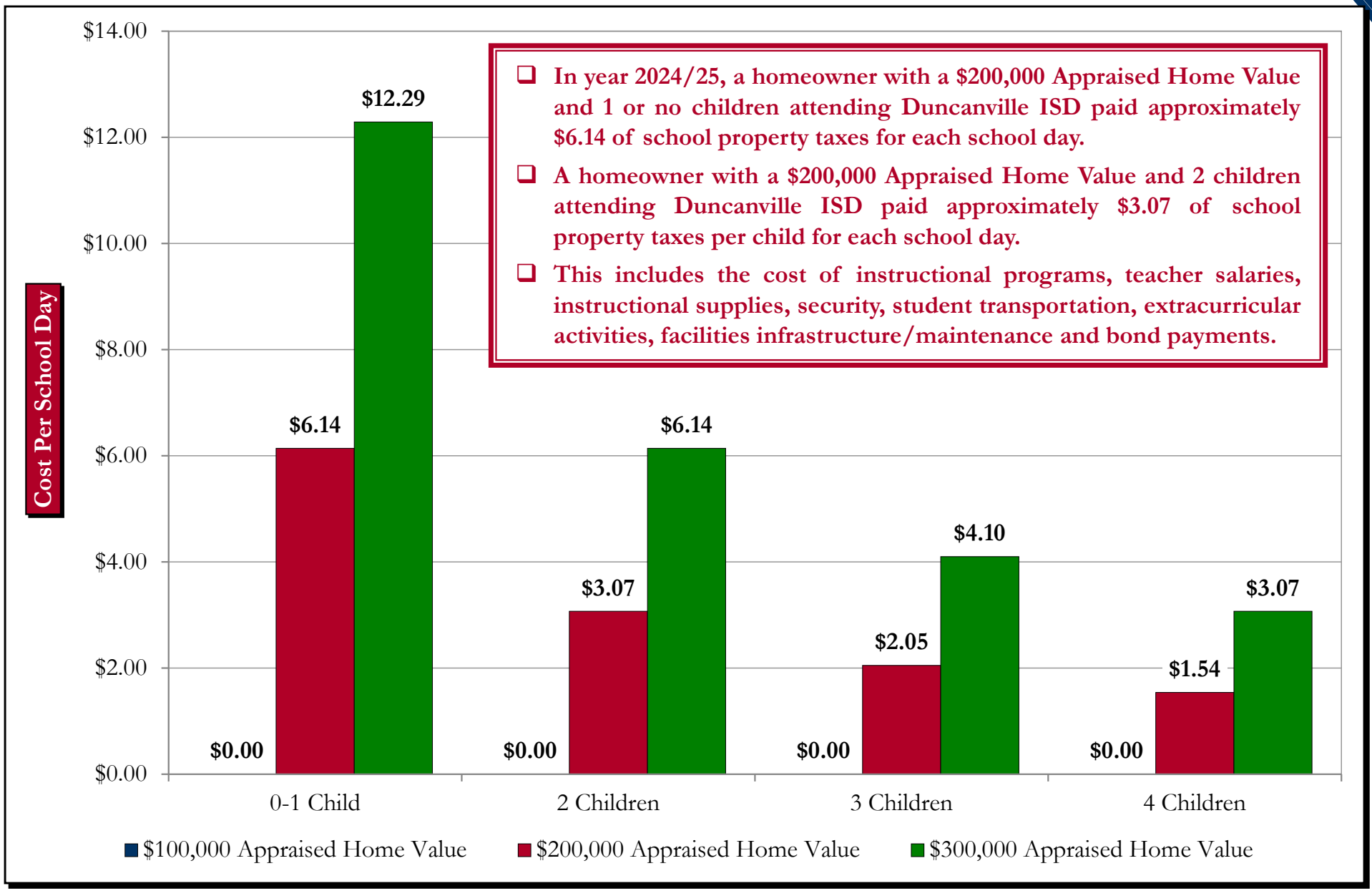
Source: District's Audited Financial Statements and District records.

Historical Total Property Taxes For Maintenance and Operations and Voter-Approved Bonds – For Various Appraised Home Values



Note: Taxes are net of the State-mandated residential homestead exemption.

Summary of Property Tax Cost Per School Day – For Various Appraised Home Values – Year 2024/25

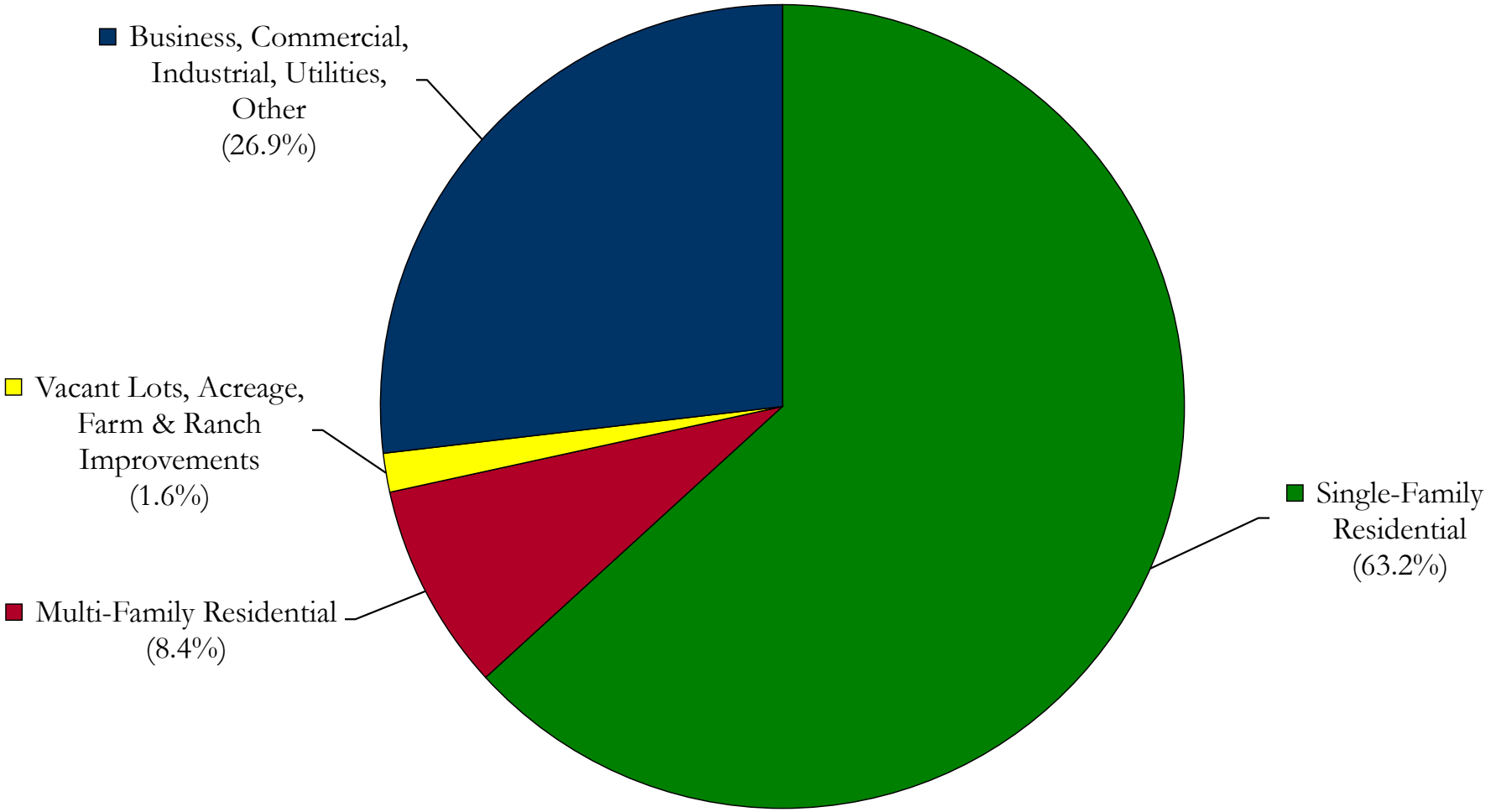


- In year 2024/25, a homeowner with a $200,000 Appraised Home Value and 1 or no children attending Duncanville ISD paid approximately $6.14 of school property taxes for each school day.
- A homeowner with a $200,000 Appraised Home Value and 2 children attending Duncanville ISD paid approximately $3.07 of school property taxes per child for each school day.
- This includes the cost of instructional programs, teacher salaries, instructional supplies, security, student transportation, extracurricular activities, facilities infrastructure/maintenance and bond payments.

Note: Taxes are net of the $100,000 State-mandated residential homestead exemption. Assumes a 180 school day year.

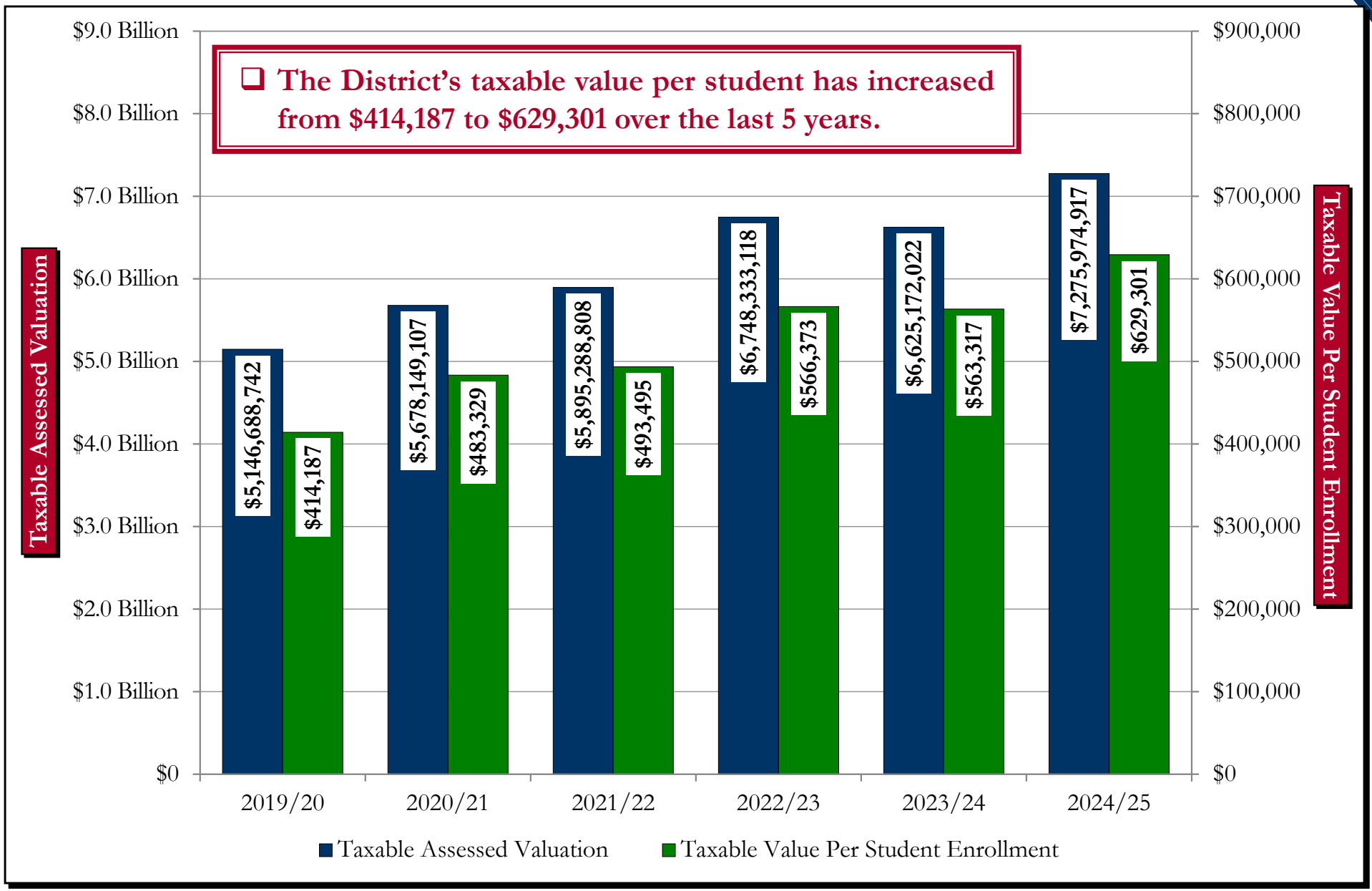
Composition of Total Assessed Valuation – Year 2024/25

❑ **For year 2024/25, Single-Family Residential properties comprised 63.2% of the District's total assessed valuation and other property categories comprised 36.8%.**



Source: Dallas Central Appraisal District.

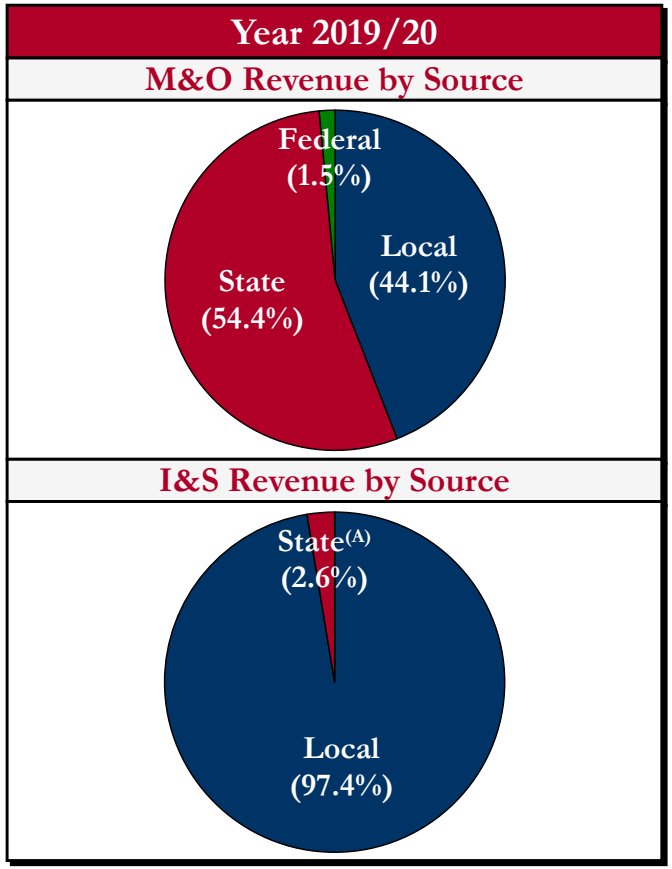
Historical Taxable Assessed Valuation and Taxable Value Per Student Enrollment

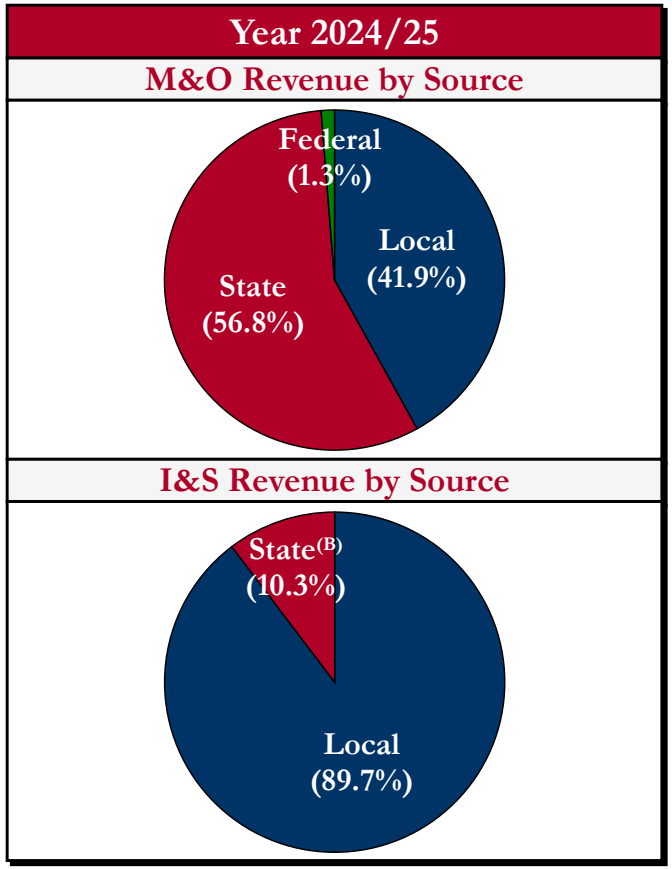


Source: Dallas Central Appraisal District, Texas Education Agency - PEIMS and District records.

General Fund and Debt Service Fund – Revenue By Source

- The State funding system is structured to provide the District with an "equalized" dollar amount per student. The revenue sources for maintenance and operations and repayment of bonds is summarized below.
- For year 2024/25, the District did not receive any facilities funding from the State for the payment of voter-approved bonds.

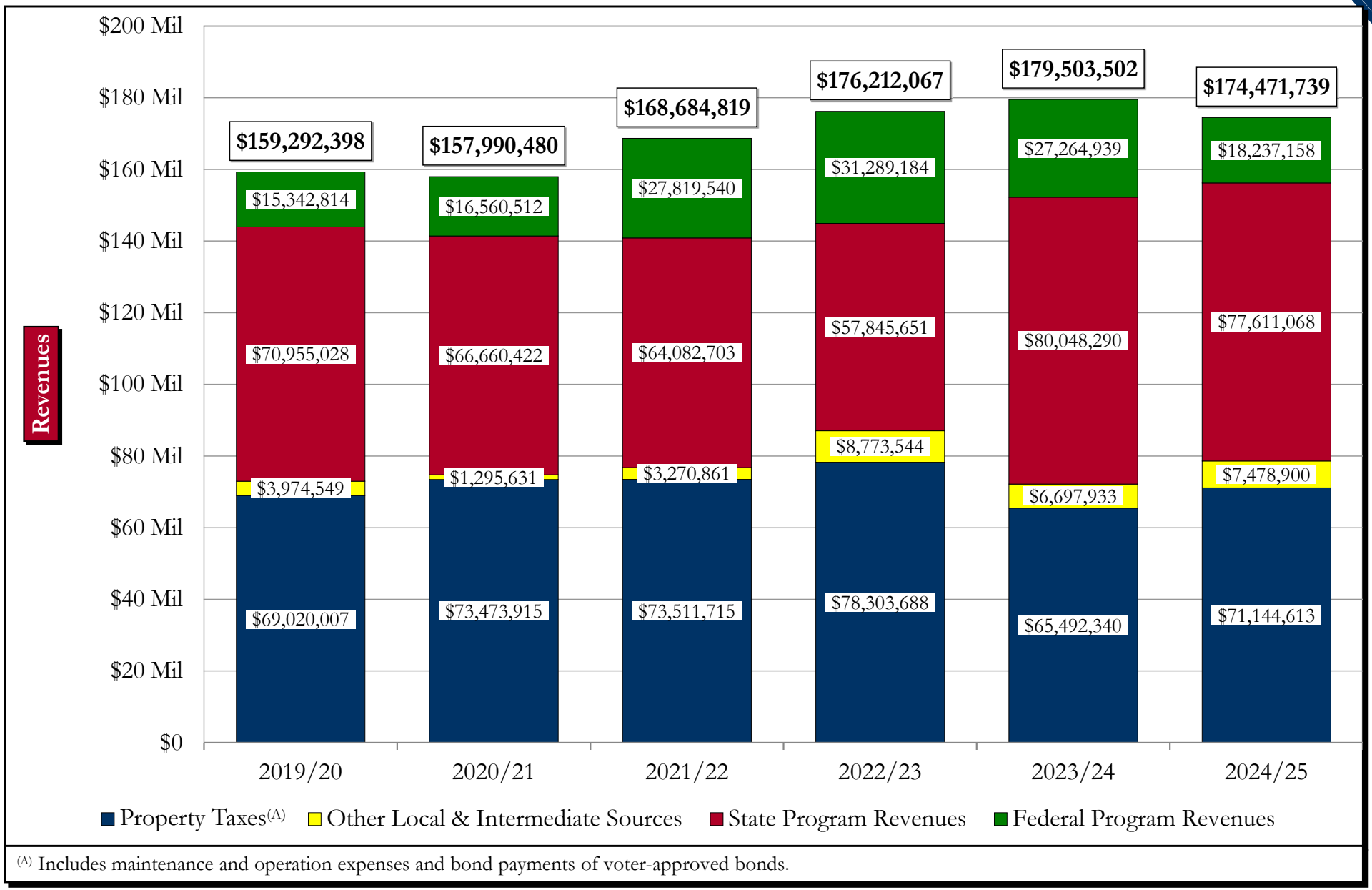




(A) Includes payment from State received for lost tax revenues resulting from increase of residential homestead exemption.
(B) Represents payment from State received for lost tax revenues resulting from increase of residential homestead exemption.

Source: District's Audited Financial Statements and District records.

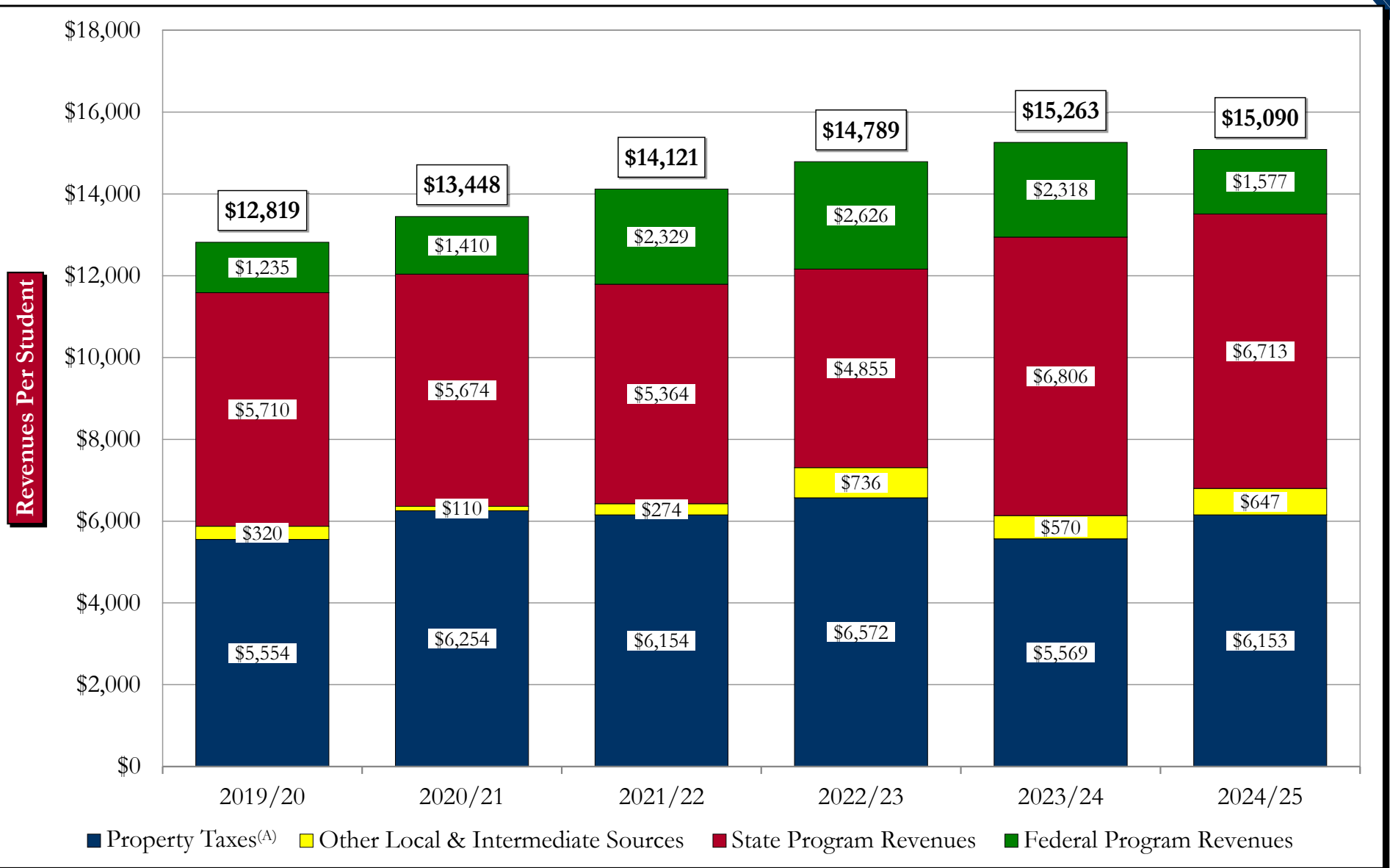
Total Revenues (All Governmental Funds*) By Source



(A) Includes maintenance and operation expenses and bond payments of voter-approved bonds.

*Excludes Capital Projects Fund. Source: District's Audited Financial Statements and District records.

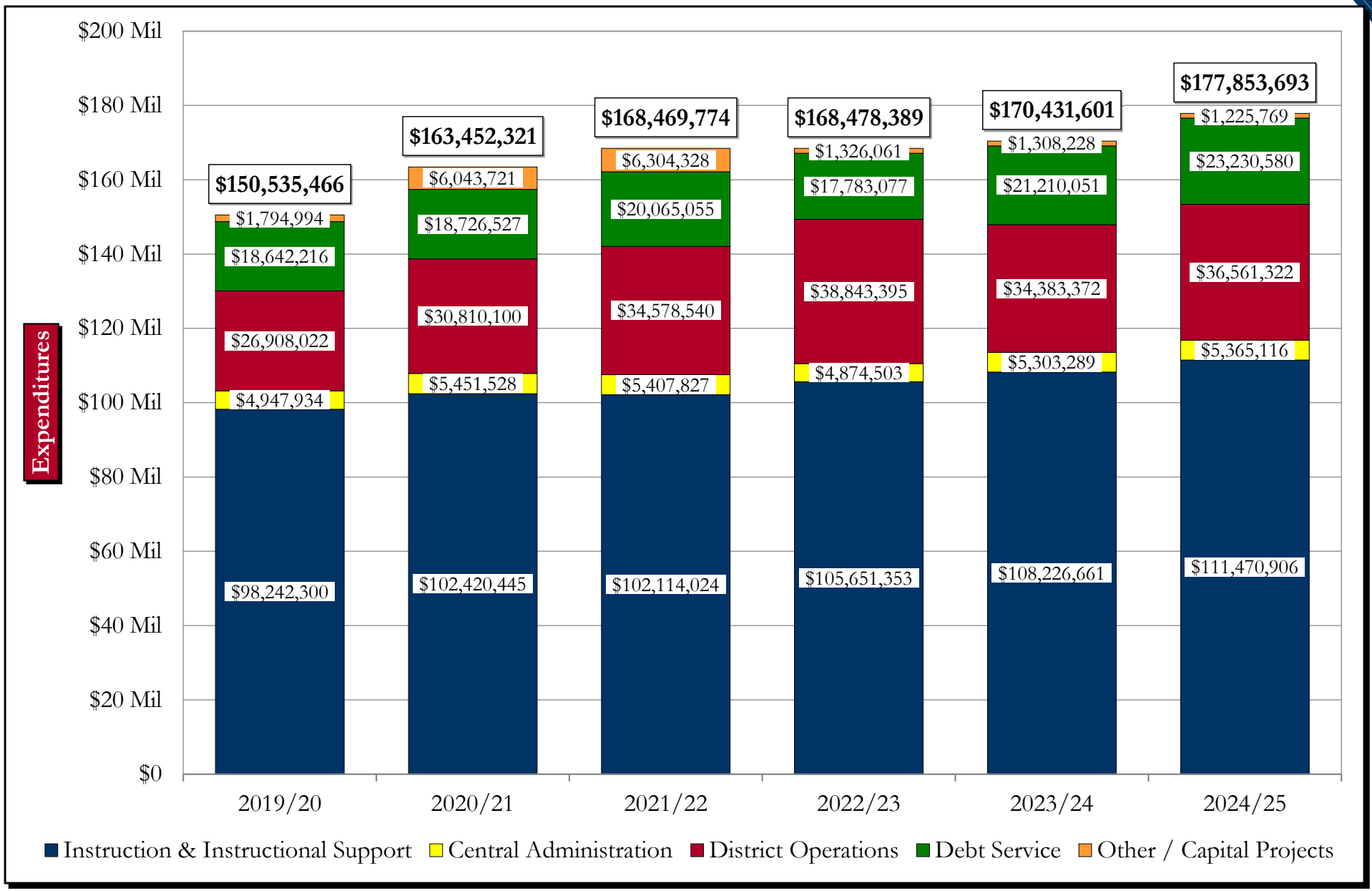
Total Revenues (All Governmental Funds*) Per Student



(A) Includes maintenance and operation expenses and bond payments of voter-approved bonds.

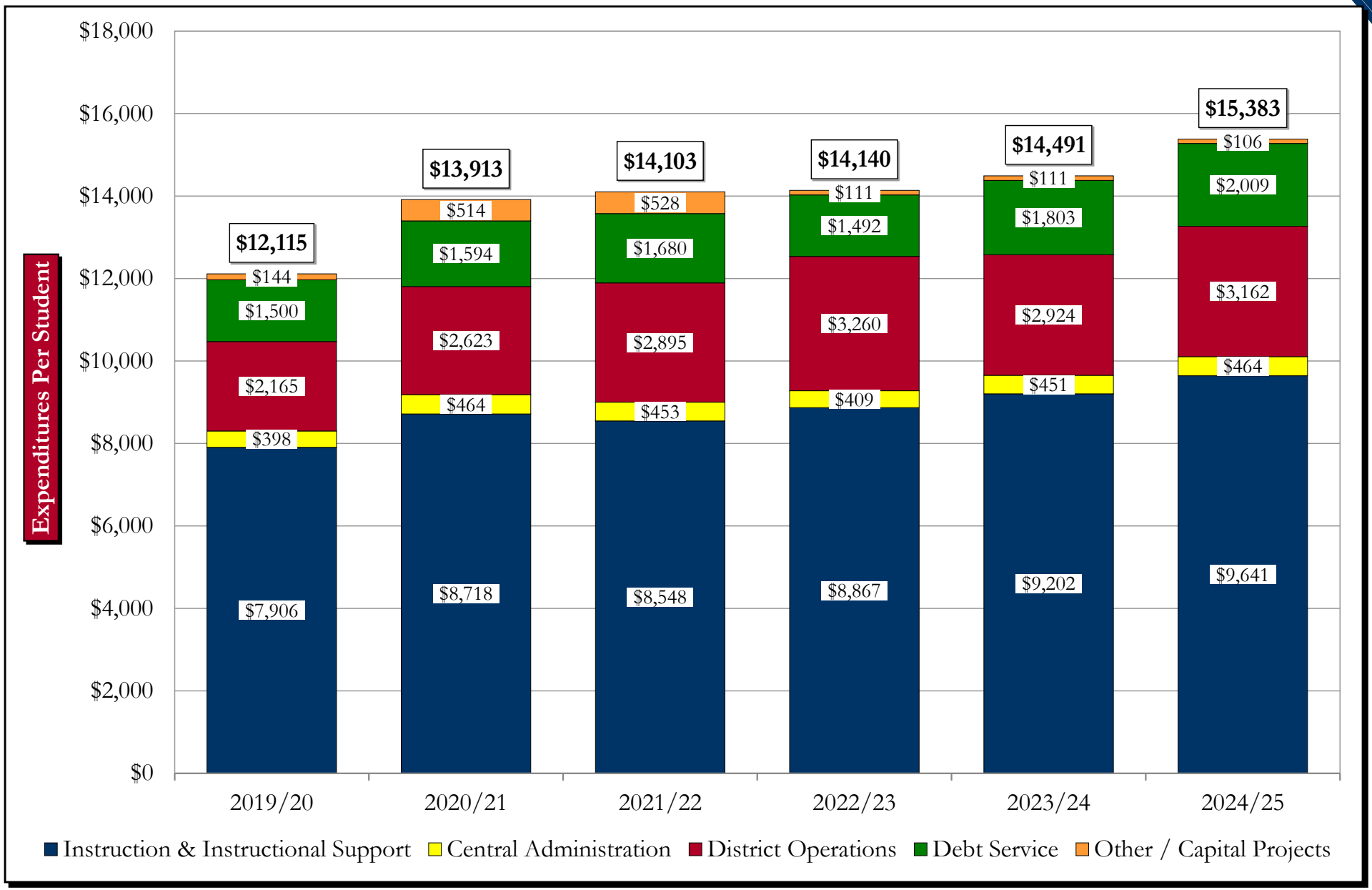
*Excludes Capital Projects Fund. Source: District's Audited Financial Statements, Texas Education Agency - PEIMS and District records.

Total Expenditures (All Governmental Funds*) By Source



*Excludes Capital Projects Fund. Source: District's Audited Financial Statements and District records.

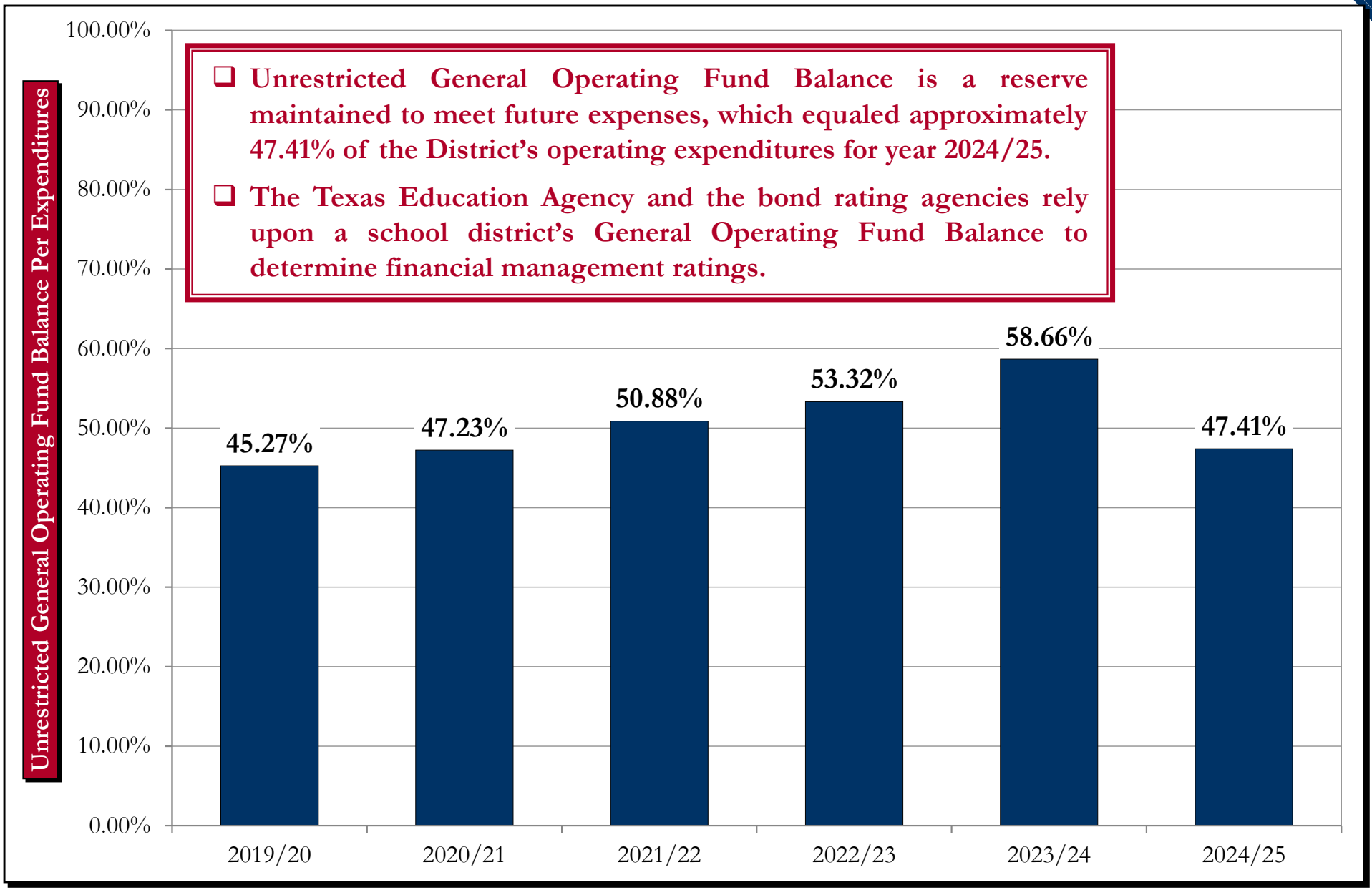
Total Expenditures (All Governmental Funds*) Per Student



*Excludes Capital Projects Fund. Source: District's Audited Financial Statements, Texas Education Agency - PEIMS and District records.

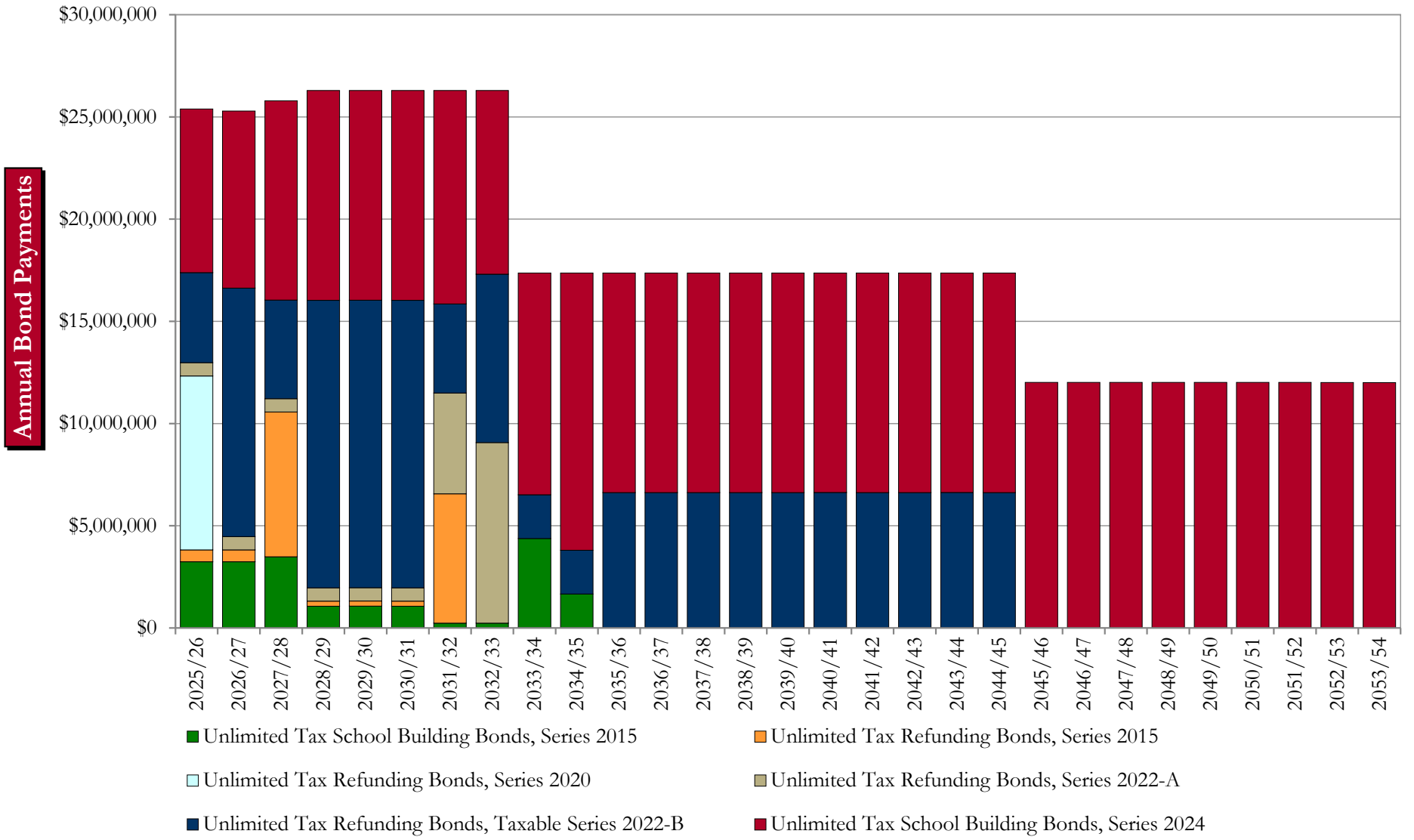
Unrestricted General Operating Fund Balance as a Percentage of General Operating Expenditures

- Unrestricted General Operating Fund Balance is a reserve maintained to meet future expenses, which equaled approximately 47.41% of the District's operating expenditures for year 2024/25.
- The Texas Education Agency and the bond rating agencies rely upon a school district's General Operating Fund Balance to determine financial management ratings.



Source: District's Audited Financial Statements and District records.

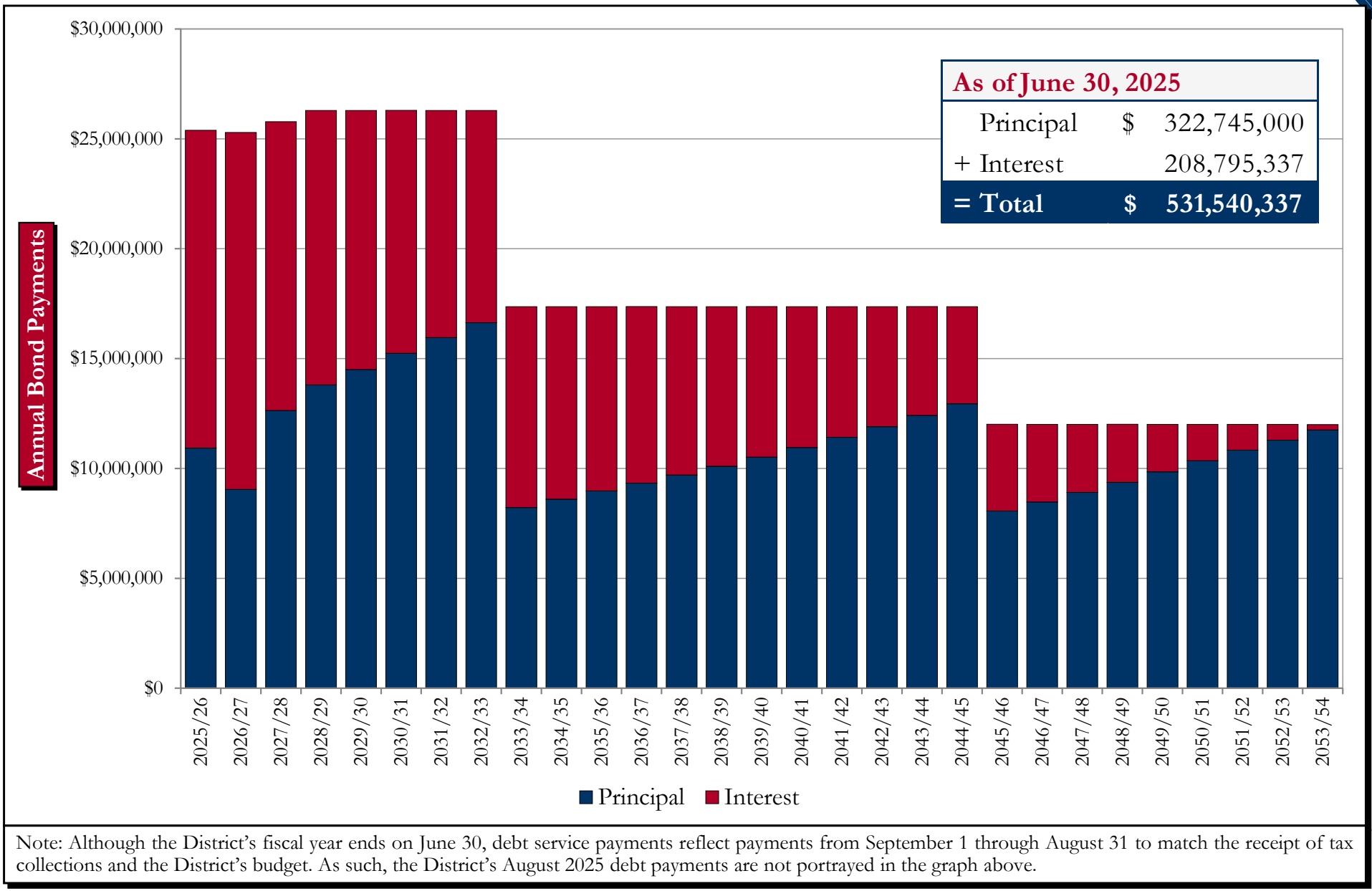
☑ Unlimited Tax Debt Service By Series – Existing Bonds Approved By Voters



Note: Although the District's fiscal year ends on June 30, debt service payments reflect payments from September 1 through August 31 to match the receipt of tax collections and the District's budget. As such, the District's August 2025 debt payments are not portrayed in the graph above.

Source: District's Audited Financial Statements and District records – As of June 30, 2025.

☑ Unlimited Tax Debt Service By Principal and Interest – Existing Bonds Approved By Voters



As of June 30, 2025		
Principal	$	322,745,000
+ Interest		208,795,337
= Total	**$**	**531,540,337**

Note: Although the District's fiscal year ends on June 30, debt service payments reflect payments from September 1 through August 31 to match the receipt of tax collections and the District's budget. As such, the District's August 2025 debt payments are not portrayed in the graph above.

Source: District's Audited Financial Statements and District records – As of June 30, 2025.

Savings from District's Recent Bond Refunding and Prepayment Programs to Lower Interest Costs

- Duncanville ISD has implemented 11 bond refunding programs and prepaid $3,725,000 of existing bonds to reduce the cost of voter-approved bonds – Which have generated more than $61.2 million of savings for District taxpayers in recent years.

Summary of Interest Cost Savings – Bond Refunding Programs / Prepayment of Bonds

Issue / Description	Series Refunded / Redeemed	Par Amount Refunded / Redeemed	Total Savings
Unlimited Tax Refunding Bonds, Series 2005	2001B	$ 47,166,096	$ 8,394,395
Unlimited Tax Refunding Bonds, Series 2006	1999, 2001B	71,105,909	5,245,894
Unlimited Tax Refunding Bonds, Series 2011	1999, 2001B, 2003	9,127,999	1,471,177
Unlimited Tax Refunding Bonds, Series 2012	2003	9,400,000	1,765,400
Unlimited Tax Refunding Bonds, Series 2013-A	2001B, 2003	8,170,000	2,062,386
Unlimited Tax Refunding Bonds, Taxable Series 2013-B	2005	33,865,000	4,379,971
Unlimited Tax Refunding Bonds, Series 2014	2005	9,600,000	1,972,676
Unlimited Tax Refunding Bonds, Series 2015	2005, 2006	61,500,000	12,422,734
Unlimited Tax Refunding Bonds, Series 2020	2013-B	25,215,000	1,613,259
Unlimited Tax Refunding Bonds, Series 2022-A	2011, 2012	16,355,000	2,465,996
Unlimited Tax Refunding Bonds, Taxable Series 2022-B	2013-A, 2014, 2015, 2015 Refunding	107,180,000	17,741,910
Total - Bond Refunding Programs at a Lower Interest Rate	**---**	**$ 398,685,004**	**$ 59,535,798**
Prepayment of Series 2005 Bonds - February 2015	2005	$ 955,000	$ 558,675
Prepayment of Series 2015 Bonds - February 2024	2015	2,770,000	1,108,000
Total - Prepayment of Bonds Prior to Scheduled Maturity	**---**	**$ 3,725,000**	**$ 1,666,675**
Totals	**---**	**$ 402,410,004**	**$ 61,202,473**

Source: District records.

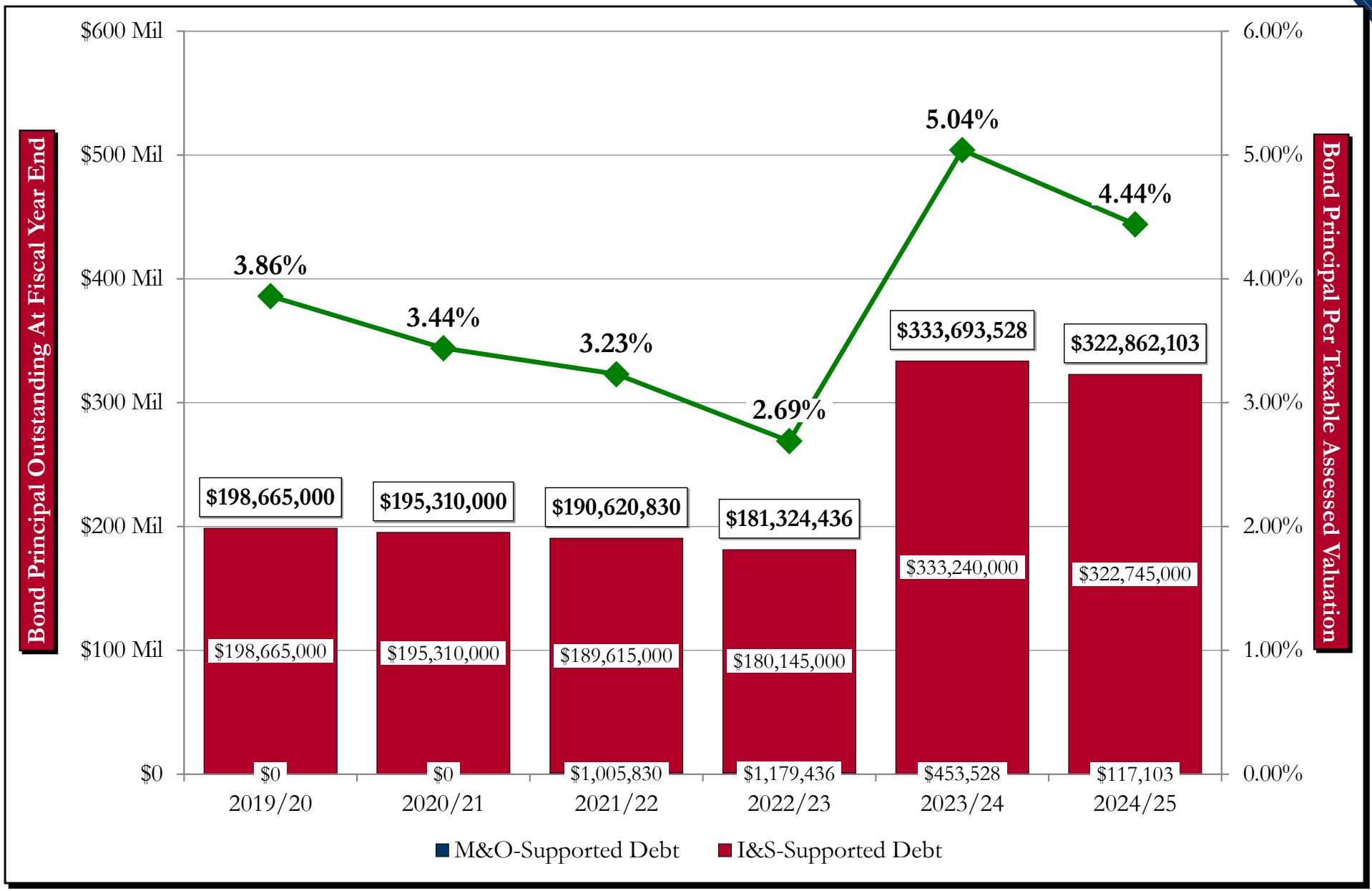
☑ Summary of Unlimited Tax Debt Outstanding By Series – As of Fiscal Year Ended June 30, 2025

- The following debt obligations are payable from ad valorem taxes (i.e. I&S taxes) levied annually against all taxable property located within the District, without legal limit as to rate or amount.

No.	Issue Description	Purpose	Original Principal Amount	Outstanding Principal	Total Outstanding Debt Service	Outstanding Principal Per Capita	Outstanding Debt Service Per Capita	Final Maturity Date	Total Proceeds Received	Spent Proceeds	Unspent Proceeds
1	Unlimited Tax School Building Bonds, Series 2015	Capital Improvements	$88,170,000.00	$16,535,000.00	$20,039,600.00	$218.57	$264.90	02/15/2035	$98,678,772.48	$98,678,772.48	$0.00
2	Unlimited Tax Refunding Bonds, Series 2015	Refunding at a lower interest rate, etc.	$54,460,000.00	$12,870,000.00	$15,607,150.00	$170.12	$206.30	02/15/2032	$63,164,414.07	$63,164,414.07	$0.00
3	Unlimited Tax Refunding Bonds, Series 2020	Refunding at a lower interest rate, etc.	$24,165,000.00	$8,335,000.00	$8,668,400.00	$110.18	$114.58	02/15/2026	$27,748,443.77	$27,748,443.77	$0.00
4	Unlimited Tax Refunding Bonds, Series 2022-A	Refunding at a lower interest rate, etc.	$13,055,000.00	$13,010,000.00	$17,994,500.00	$171.97	$237.86	02/15/2033	$16,553,577.97	$16,553,577.97	$0.00
5	Unlimited Tax Refunding Bonds, Taxable Series 2022-B	Refunding at a lower interest rate, etc.	$107,180,000.00	$105,975,000.00	$148,727,086.54	$1,400.84	$1,965.96	02/15/2045	$117,369,063.15	$117,369,063.15	$0.00
6	Unlimited Tax School Building Bonds, Series 2024	Capital Improvements	$166,020,000.00	$166,020,000.00	$320,503,600.02	$2,194.55	$4,236.61	02/15/2054	$170,629,894.22	$20,067,347.22	$150,562,547.00

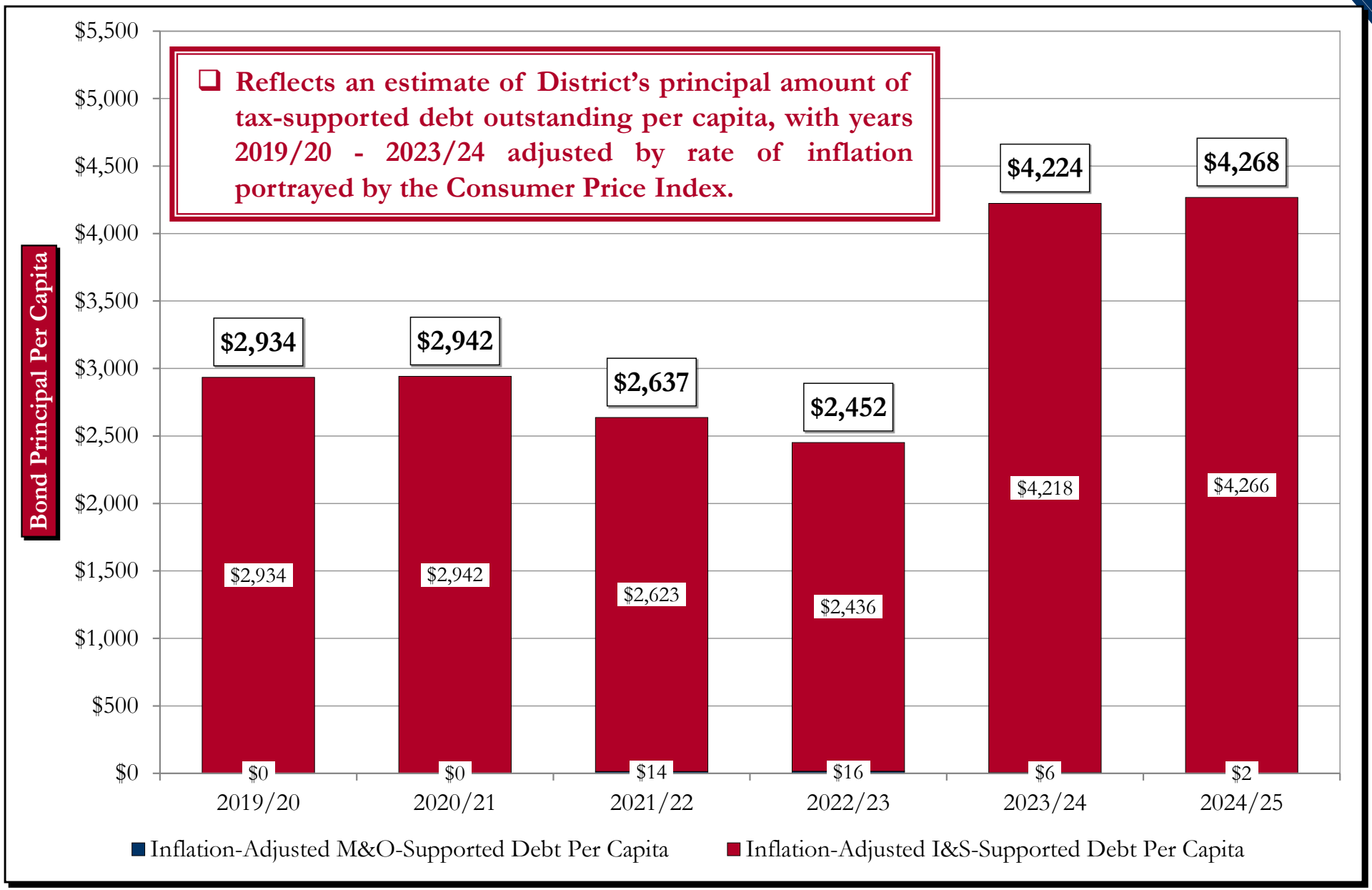
Source: District's Audited Financial Statements, 2020 U.S. Census (Interpolated) and District records. Per capita figures are based upon an estimated population of 75,651.

Tax-Supported Debt Obligations At Fiscal Year End and As a Percentage of Taxable Assessed Valuation



Source: District's Audited Financial Statements, Dallas Central Appraisal District and District records.

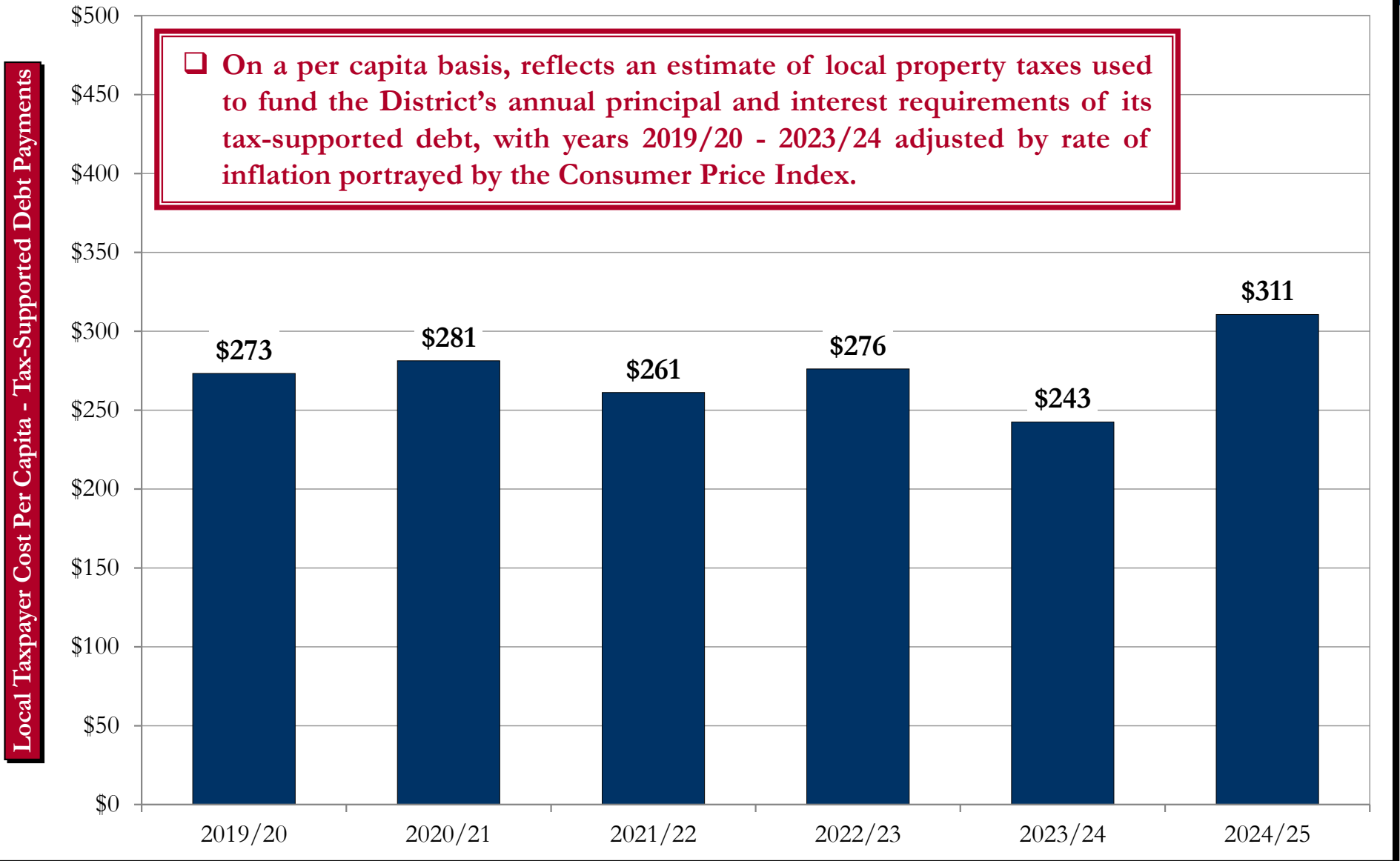
Inflation-Adjusted Tax-Supported Debt Per Capita



Source: District's Audited Financial Statements, 2020 U.S. Census (Interpolated), Bureau of Labor Statistics and District records.

Inflation-Adjusted Tax-Supported Debt Cost Per Capita – Principal and Interest In Each of the Last 5 Years

- **On a per capita basis, reflects an estimate of local property taxes used to fund the District's annual principal and interest requirements of its tax-supported debt, with years 2019/20 - 2023/24 adjusted by rate of inflation portrayed by the Consumer Price Index.**



Note: Debt payments represent District's voter-approved bonds payable from a levy of its I&S tax rate.

Source: District's Audited Financial Statements, Texas Education Agency - PEIMS, 2020 U.S. Census (Interpolated), Bureau of Labor Statistics and District records.

☑ Contact Information and Links to Additional Resources

- **Main Office Contact Information:**

  Physical and Mailing Address:
  710 South Cedar Ridge Drive
  Duncanville, Texas 75137

  Phone: (972) 708-2000

- For additional information regarding this report, please contact:

  The Financial Services Department
  Phone: (972) 708-2000

- **Links to Additional Resources:**

  https://www.comptroller.texas.gov/transparency/local/debt/isds.php

  https://debtsearch.brb.texas.gov/local_debt_search.aspx