SAN ANGELO ISD

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED AUGUST 31, 2025

www.saisd.org
1621 University, San Angelo, TX 76904
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SAN ANGELO ISD

Annual Comprehensive Financial Report of the

San Angelo Independent School District

San Angelo, Texas

For the Year Ended August 31, 2025

Prepared by the
Finance Department of San Angelo Independent School District

Single Audit Section

CERTIFICATE OF BOARD

San Angelo Independent School District	Tom Green	226-903
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 approved ______disapproved _____ for the year ended August 31, 2025, at a meeting of the Board of Trustees of such school district on the 20th day of January, 2026.

________________________________	________________________________
Signature of Board Secretary	Signature of Board President

INTRODUCTORY SECTION

San Angelo Independent School District
Business & Support Services
1621 University Avenue
San Angelo, Texas 76904
(325) 947-3766 PHONE
(325) 949-1415 FAX

January 20, 2026

Members of the Board of Trustees and Citizens of
San Angelo Independent School District

State law requires that each school district have its fiscal accounts audited annually. A copy of the annual financial report, approved by the Board of Trustees, must be filed with the Texas Education Agency (TEA) by the 150th day after the end of the fiscal year. We are submitting this annual comprehensive financial report of the San Angelo Independent School District (SAISD or the District) for the fiscal year ended August 31, 2025 to fulfill that requirement.

This report is presented in four sections as described below.

1. **Introductory Section** – This section includes this transmittal letter, a list of principal District officials, the District's organization chart, and the ASBO Certificate of Excellence in Financial Reporting for the prior fiscal year annual comprehensive financial report.
2. **Financial Section** – This section includes the independent auditor's report on the audit of the financial statements, management's discussion and analysis of the District's financial performance for the year, the District's financial statements, notes to the financial statements, and supplementary statements and schedules.
3. **Statistical Section** – This section is not audited. It includes selected financial and demographic information, primarily in table form for multiple years.
4. **Single Audit Section** – This section includes the independent auditor's reports on internal control and compliance with laws, regulations, and grant provisions. Related schedules and documents required by laws and regulations are also included as listed in the table of contents.

The Annual Comprehensive Financial Report consists of management's representations concerning the finances of the District. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation rests with the District's administration. As a basis for making these representations, management of the District has established an internal control framework designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with generally accepted accounting principles in the United States of America (GAAP). Because the cost of internal controls should not outweigh their benefits, the District's internal control framework has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatements. In our capacity as management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Texas Education Code requires an annual audit of the District's financial statements. The Board of Trustees selected Eide Bailly, LLP, a firm of licensed certified public accountants to audit this year's financial statements. The goal of an independent audit is to provide reasonable assurance that the financial statements of the District for fiscal year ended August 31, 2025, are free of material misstatement. The audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based on the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended August 31, 2025, are fairly stated in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report. The independent audit of the District's financial statements was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on the administration of federal awards. These reports are found in the fourth section of the report, the single audit section.

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 transmittal letter is designed to complement MD&A and should be read in conjunction with it. The District's MD&A may be found in the financial section immediately following the independent auditor's report.

PROFILE OF THE DISTRICT

The San Angelo Independent School District is located 210 miles west northwest of Austin, Texas in Tom Green County, Texas. Established in 1903, San Angelo Independent School District is comprised of 14 elementary schools, 3 middle schools, 2 high schools and 3 special program facilities. Situated in San Angelo, Texas, a city of over 100,000 in population, the District had approximately 12,900 students for the 2024-25 school year. The District is not included in any other governmental reporting entity and there are no component units. The District is empowered to levy property taxes on all real and personal property within its boundaries.

The District is governed by a seven member Board of Trustees (the Board) elected by the registered voters of the District. The Board is responsible, among other things, for adopting and amending the annual budget, making policy, setting goals, approving contracts and personnel appointments, and hiring the superintendent. The superintendent is responsible for carrying out the policies of the Board and for overseeing the day-to-day operations of the District.

The mission of San Angelo Independent School District is to engage all students in a relevant and inspiring education that produces future-ready graduates. The District offers a state mandated, locally derived, standards-based curriculum to all of its students focused on high levels of student achievement. Through the District's pre-kindergarten through twelfth grade programs, students receive instruction in over seventy different areas; from reading and language arts in the lower grades to advanced calculus, physics, fine arts, and vocational programs in the District's secondary schools. In addition to regular education programs, the District offers additional services in programs such as career and technical education, special education, emergent bilingual, gifted and talented, and academic alternative education. High school students may also take advantage of earning college credits through College Board Advanced Placement courses and dual credit programs with partnerships with Howard College and Angelo State University.

District enrollment remained stable prior to the global health crisis in 2020 which caused a drop in enrollment figures. The last several years have shown a continued decline in student enrollment, dropping nearly 600 students over the past year. The district has been able to reduce staff through attrition and school closure helping offset revenue lost to declining enrollment.

The annual budget is the foundation of the District's financial planning and control. After public hearings, the budget is legally enacted by Board resolution each year prior to September 1. Once it is approved, the budget can only be changed at the function and fund level by amendments approved by a majority of the members of the Board. Budget-to-actual comparisons are provided in this report for the General Fund, the Child Nutrition Fund, and the Debt Service Fund. The comparison for the General Fund is presented in Exhibit G-1, and the Child Nutrition and Debt Service funds in Exhibits J-2 and J-3, respectively. Most of the other special revenue funds are controlled by project-length budgets approved by State and Federal grantor agencies, for which budget-to-actual comparisons are not included in this report. A project-length spending plan, as outlined in the ordinances, which authorized the bond issues, is used for the Capital Project Fund.

FACTORS AFFECTING FINANCIAL CONDITION

The financial statement information can be better understood when it is considered from the broad perspective of the specific environment within which the District operates.

Local economy

San Angelo is one of the largest cities in West Central Texas and serves as the center of commerce, government, medicine, and religion for an expansive area. Three U. S. highways and one State highway serve San Angelo. The San Angelo Regional Airport (Mathis Field) also provides flights that link up with national and international airlines.

San Angelo continues to have a well-diversified economic base with major sectors that include manufacturing, medical care, education, trade, business services, and military. San Angelo is a regional service center for business and agriculture over a fourteen county area. Walmart, Inc./Sam's, AEP Texas North, The Ethicon division of Johnson and Johnson, W&W | AFCO Steel (formerly Hirschfeld Steel), Shannon Medical Center, Goodfellow Air Force Base, and many other local businesses provide the economic potential of San Angelo. The District will benefit from an increase in tax values tied to the opening of a new Amazon distribution center and construction of two new underground battery storage facilities.

There are two institutions of higher education in San Angelo. Angelo State University (ASU), a member of the Texas Tech University system, and Howard College. ASU delivers undergraduate programs in the liberal arts, sciences and professional disciplines. ASU offers numerous programs and concentrations that can lead to 48 undergraduate degrees, 31 master's degrees and 4 doctoral degrees. Howard College has an extension campus in San Angelo, which concentrates predominately in technical and occupational fields of study. The district offers dual credit courses for high school students through both ASU and Howard College.

Financial Policies

The District follows school board policy in administration of the District educational and business transactions. Texas Association of School Boards assists in drafting legal policy and the District adopts local policy to augment those policies when necessary. District policy can be found on the District website at SAISD.org. Additional information regarding accounting policies and Governmental Accounting Standards Board pronouncements followed in preparation of these financial statements can be found in the Notes to the Financial Statements in the Financial Section of this Annual Comprehensive Financial Report.

Long-term financial planning

The District's school buildings range in age from 114 to 16 years old, but many campuses have received updates and renovations over the last several years. Additions of HVAC systems to Glenn and Lincoln Middle schools, a cafeteria remodel to Glenn and a District-wide LED lighting project helped rejuvenate campuses in the district. With lower enrollment figures over the last few school years, the district identified excess capacity at several elementary campuses through a facility assessment conducted by an architectural firm. A sustainability plan that would repurpose several campuses was created, presented to the board of trustees and approved for implementation. Construction to right size two elementary schools totaling over 15 million dollars was completed in 2025. The district continues to allocate budget funds to enhance instructional facilities, upgrade safety and security at all campuses, and provide technology to students and staff to make sure our campuses provide the best environment for learning that we can.

The combination of applying conservative financial principles, proactive staffing guidelines and practices, has enabled San Angelo ISD to maintain a strong financial position. The district recently shuttered two elementary schools, saving approximately $1.2 million. Additional campus closure considerations will maintain the district's focus on improving efficiencies and fiscal stability. By ensuring that the budget process is guided by District goals and driven by instructional focus, future budgets should be able to meet all the district's current needs. The passage of a Tax Ratification Election in November 2024 helped provide additional funds to the M&O budget to provide salary increases and improvements in security

Major Initiatives

The District continues to focus on innovative ways to provide a rigorous curriculum for our students in order to fulfill our mission of preparing students for postsecondary success. San Angelo ISD continues to support early literacy in our elementary students through the community-wide literacy initiative San Angelo READS!, which supports and encourages reading on grade level through various activities and community support.

The District's Career and Technical Education (CTE) program, through community partnerships, expanded opportunities for students by hosting inaugural symposiums series for students interested in engineering and manufacturing in partnership with Ethicon (a Johnson and Johnson company), and healthcare in partnership with Shannon Health, a local healthcare system. Both symposium series offered four-part sessions for students to see what a career in those fields would look like and the postsecondary educational opportunities available to them to follow those career paths.

San Angelo ISD also partnered with the National Math and Science Institute (NMSI), the Department of Defense (DoD), and Goodfellow Air Force Base to launch the NMSI College Readiness Program, which provides trainings, materials, and resources to our High School STEM Advanced Placement (AP) courses.

Safety and security continue to be at the forefront in schools across the state and nation. The district has committed to funding multiple construction projects to enhance security and mitigate potential events. Staff training and the relationship between local law enforcement and the district are added layers to a multi-prong approach to improve district safety.

Recent passage of a facilities bond in May 2025 will provide nearly $400,000,000 in construction funding for the district. The bond will provide a new middle school, new instructional and CTE classrooms at both high schools, as well as two new fine arts facilities. Facility improvements and right-sizing will be completed at several campuses as well as improving the district's infrastructure through HVAC, electrical, plumbing, and safety upgrades.

AWARDS AND ACKNOWLEDGMENTS

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to San Angelo ISD for its annual comprehensive financial report for the fiscal year ended August 31, 2024. This award certifies that the Annual Comprehensive Financial Report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the ASBO. To be awarded a Certificate of Excellence, a school district must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Excellence is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Excellence Program's requirements and we are submitting it to the ASBO to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire finance and administrative department staff. We express our appreciation to all of the staff members who assisted and contributed to the preparation of this report. Special appreciation goes to the District's independent auditors' staff. Credit must also be given to the members of the Board of Trustees for their support and leadership.

Respectfully submitted,

Merl Brandon

Dr. Merl Brandon,
Assistant Superintendent of Business Services/Chief Financial Officer
Signed reports on file with the District

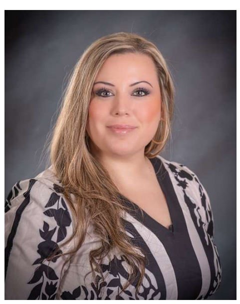
SAN ANGELO INDEPENDENT SCHOOL DISTRICT
DISTRICT OFFICIALS, STAFF AND CONSULTANTS
FOR THE YEAR ENDED AUGUST 31, 2025

Board members are elected at-large and from single member districts for four-year terms. They are volunteers who serve without pay. San Angelo ISD School Board elections are held the first Saturday in May of odd-numbered years. Board members serve staggered terms so that there are always experienced members on the board.

Mr. Bill Dendle

Board Treasurer
Single Member District 1
Term Expires: 2029

Mrs. Karla Cardenas



Board Trustee
Single Member District 2
Term Expires: 2029

Dr. Taylor Kingman

Board President
Single Member District 3
Term Expires 2029

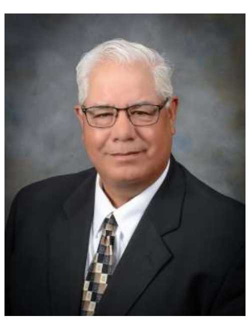
Mrs. Ami Mizell-Flint

Board Vice President
Single Member District 4
Term Expires: 2029

Dr. Kyle Mills

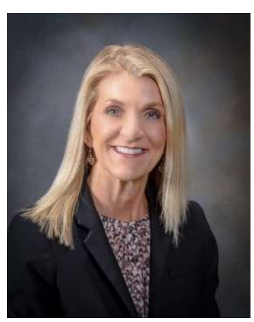
Board Trustee
Single Member District 5
Term Expires: 2027

Mr. Gerard Gallegos



Board Secretary
Single Member District 6
Term Expires: 2027

Mrs. Pam Duncan



Board Trustee
Member At-Large
Term Expires: 2027

SAN ANGELO ISD

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
DISTRICT OFFICIALS, STAFF AND CONSULTANTS
FOR THE YEAR ENDED AUGUST 31, 2025

Selected Administrative Staff

Name	Position	Length of Service	Total School District Service
Dr. Christopher Moran	Superintendent of Schools	2 Years	33 Years
Dr. Farrah Gomez	Deputy Superintendent/ Chief Academic Officer	22 Years	30 Years
Dr. Merl Brandon	Assistant Superintendent of Business & Support Services/CFO	6 Years	33 Years
Dr. Raelye Self	Executive Director of Elementary School Leadership	12 Years	18 Years
Michael Kalnbach	Executive Director of Secondary School Leadership	17 Years	21 Years
Dr. Jason Skelton	Executive Director of Human Resources	9 Years	18 Years
Rodney Chant	Executive Director of Athletics	6 Years	32 Years
Shannon Schwartz	Executive Director of Communications	2 Years	2 Years
Hope Flores	Director of Financial Services	27 Years	27 Years
Jaime Guerrero	Comptroller	7 Years	7 Years

Consultants and Advisors

Auditors	Eide Bailly, LLP	Abilene, Texas
Legal Counsel	Walsh Gallegos P.C.	Austin, Texas
Bond Counsel	Norton Rose Fulbright, LLP	Dallas, Texas
Financial Advisor	Hilltop Securities Inc.	Dallas, Texas

BOARD OF TRUSTEES

SAN ANGELO INDEPENDENT SCHOOL DISTRICT

Administrative Organizational Chart

School Year 2024-2025

- Superintendent of Schools
  Dr. Christopher Moran
  - Deputy Superintendent/ Chief Academic Officer
    Dr. Farrah Gomez
    - Executive Director of Special Programs
      Brandy Tyner
    - Director of Advanced Academics & Fine Arts
      Tiffany Huebner
    - Director of Counseling & Mental Health
      Rebecca Cline
    - Director of Career & Technical Education
      Roxanne Fentress
    - Director of Differntiated Instruction & Special Populations
      Angie Pidgeon
    - Executive Director of Elementary School Leadership
      Dr. Raelye Self
    - Executive Director of Secondary School Leadership
      Michael Kalnbach
    - Director of Bilingual & English Learner Services
      Berta Sepulveda
    - Director of Federal Programs
      Raquel Taunton
    - Chief of School Leadership
      Shelly Huddleston
      - Director of Elementary Curriculum & Instruction
        Brooke Kalnbach
      - Director of Secondary Curriculum & Instruction
        Matt Escue
  - Assistant Superintendent Business & Support Services/CFO
    Dr. Merl Brandon
    - Executive Director of Human Resources
      Dr. Jason Skelton
    - Director of Technology
      Charlyn Doyle
    - Director of Child Nutrition
      Tiffani Hebert
    - Director of Facilities
      Tony Kennedy
    - Director of Transportation
      Lee Livingston
    - Director of Purchasing
      Jason Henry
    - Director of Financial Services
      Hope Flores
    - Comptroller
      Jaime Guerrero
  - Executive Director of Athletics
    Rodney Chant
    - Assistant Director of Athletics
      Mark Baker
  - Executive Director of Communications
    Shannon Schwartz
    - Director of Community Relations
      Sun Cha

SAN ANGELO ISD

ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

San Angelo Independent School District

for its Annual Comprehensive Financial Report
for the Fiscal Year Ended August 31, 2024.

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

FINANCIAL SECTION

Eide Bailly

Independent Auditor's Report

To the Board of Trustees of
San Angelo Independent School District
San Angelo, Texas

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the San Angelo Independent School District (the District) as of and for the year ended August 31, 2025, 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, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of August 31, 2025, 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 (*Government Auditing Standards*.) 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.

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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 Schedule – General Fund (Exhibit G-1), Schedule of District's Proportionate Share of the Net Pension Liability-Teacher Retirement System of Texas (Exhibit G-2), Schedule of District's Contributions – Teacher Retirement System of Texas (Exhibit G-3), Schedule of District's Proportionate Share of the Net OPEB Liability (Exhibit G-4), Schedule of District's Contributions to the OPEB Plan (Exhibit G-5) and Notes to Required Supplementary Information 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 nonmajor fund financial statements, TEA required schedules and the Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200*, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund financial statements, TEA required schedules and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections and Exhibit L-1 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 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 also have issued our report dated January 16, 2026 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.

Eide Bailly LLP

Abilene, Texas
January 16, 2026

Management's Discussion and Analysis
San Angelo Independent School District

In this section of the Annual Financial and Compliance Report, we, the managers of San Angelo Independent School District (the District), discuss and analyze the District's financial performance for the fiscal year ended August 31, 2025. Please read it in conjunction with the independent auditors' report immediately preceding this report, and the District's Basic Financial Statements, which begin with Exhibit A-1.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Position and the Statement of Activities (Exhibits A-1 and B-1). These provide information about the activities of the District as a whole and present a longer-term view of the District's property and debt obligations and other financial matters. They reflect the flow of total economic resources in a manner similar to the financial reports of a business enterprise.

Fund financial statements (starting with Exhibit C-1) report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. For governmental activities, these statements tell how services were financed in the short term as well as what resources remain for future spending. They reflect the flow of current financial resources and supply the basis for tax levies and the appropriations budget. For proprietary activities, fund financial statements tell how goods or services of the District were sold to departments within the District or to external customers and how the sales revenues covered the expenses of the goods or services. The remaining statements, fiduciary statements, provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the District.

The notes to the financial statements (immediately after Exhibit E-2) provide narrative explanation or additional data needed for full disclosure in the government-wide statements or the fund financial statements.

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information and other supplementary information, including schedules required by the Texas Education Agency.

The combining and other statements for non-major funds contain even more information about the District's individual funds. These are not required by the Texas Education Agency (TEA). The sections labeled Compliance Schedules (required by TEA) and Single Audit Section contain data used by monitoring or regulatory agencies for assurance that the District is using funds supplied in compliance with the terms of grants.

REPORTING THE DISTRICT AS A WHOLE

The Statement of Net Position and the Statement of Activities

The analysis of the District's overall financial condition and operations begins with Exhibit A-1, the Statement of Net Position. Its primary purpose is to show whether the District is better off or worse off as a result of the year's activities. The Statement of Net Position presents information on all the District's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position.

The Statement of Activities presents all the revenues and expenses generated by the District's operations during the year. These apply the accrual basis of accounting which is the basis used by private sector companies. All the current year's revenues and expenses are taken into account regardless of when cash is received or paid. The District's revenues are categorized into those provided by outside parties who share the costs of some programs, such as tuition received from students from outside the District, food service revenues, rents, and curriculum sales (program revenues), and revenues provided by the taxpayers or by TEA in equalization funding processes (general revenues). All the District's assets are reported whether they serve the current year or future years. Liabilities are considered regardless of whether they must be paid in the current or future years. Following Governmental Accounting Standards Board (GASB) Statements 68 and 75, the District has recognized its proportionate share of Texas Teacher Retirement System's net pension and net Other Post-Employment Benefit (OPEB) liability as a participating employer.

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

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

- Governmental activities – Most of the District's basic services are reported here, including the instruction, counseling, co-curricular activities, food services, transportation, maintenance, community services, and general administration. Property taxes, tuition, fees, and state and federal grants finance most of these activities.

- Business-type activities – The District charges a fee to "customers" to help it cover all or most of the cost of services it provides in the concessions activity. The District has transferred the rights to sell advertising on a jumbo-tron scoreboard at the District's athletic stadium as payment for installation of the jumbo-tron.

REPORTING THE DISTRICT'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

The fund financial statements begin with Exhibit C-1 and provide detailed information about the most significant funds–not the District as a whole. Laws and contracts require the District to establish some funds, such as grants received under the Elementary and Secondary Education Act from the U.S. Department of Education. The District's administration establishes many other funds to help it control and manage money for particular purposes (like campus activities) The District's two kinds of funds, governmental and proprietary, use different accounting approaches.

- Governmental funds – Most of the District's basic services are reported in governmental funds. These use modified accrual accounting (a method that measures the receipt and disbursement of cash and all other financial assets that can be readily converted to cash) and report balances that are available for future spending. The governmental fund statements provide a detailed short-term view of the District's general operations and the basic services it provides. We describe the differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation schedules following each of the fund financial statements.
- Proprietary funds – The District reports the activities for which it charges users (whether outside customers or other units of the District) in proprietary funds using the same accounting methods employed in the Statement of Net Position and the Statement of Activities. The District's enterprise funds, one category of proprietary funds, are the business-type activities reported in the government-wide statements but contain more detail and additional information, such as cash flows. The internal service fund (the other category of proprietary funds) reports activities that provide services for the District's other programs and activities through the District's risk management program for worker’s compensation.

THE DISTRICT AS TRUSTEE

Reporting the District's Fiduciary Responsibilities

The District is the trustee, or fiduciary, for money raised by student activities and alumnae scholarship programs. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position, Exhibits E-1 and E-2. We exclude these resources from the District's other financial statements because the District cannot use these assets to finance its operations. The District is only responsible for ensuring that the assets reported in these funds are used for their intended purposes.

As management of the San Angelo Independent School District, we offer readers of these financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended August 31, 2025.

Financial Highlights

- Assets and deferred outflows of resources exceeded total liabilities and deferred inflows of resources of the most recent fiscal year by $120,186,911 (*net position*).

- Unrestricted Net Position of ($20,985,676) remains a deficit. The deficit is mostly a result of the implementation of GASB Statement No. 75 (fiscal year 2018) and GASB Statement No. 68 (fiscal year 2015).
- The District reported an ending fund balance of $55,432,542 in the General Fund. This is a decrease of $9,124,296 compared to prior year. The decrease is largely due to commitment of funds for major construction and maintenance throughout the District.
- Net investment in capital assets increased by $5,103,759 as new construction began around the District, and other projects continued to address safety initiatives and maintenance of facilities.

GOVERNMENT WIDE FINANCIAL ANALYSIS

Our analysis focuses on the net position (Table I) and changes in net position (Table II) of the District's governmental and business-type activities. A District's net position, over a specific period, can be a useful indicator of financial position.

Table I

San Angelo Independent School District's Net Position

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Assets:						
Current and Other Assets	$ 482,082	$ 91,259	$ 176	$ 232	$ 482,258	$ 91,491
Capital Assets	197,939	195,354	-	86	197,939	195,439
Total Assets	**680,021**	**286,613**	**176**	**317**	**680,197**	**286,930**
Deferred Outflows:	**25,759**	**28,559**	**-**	**-**	**25,759**	**28,559**
Liabilities:						
Current Liabilities	17,469	14,296	2	93	17,471	14,389
Long Term Liabilities	538,657	142,155	-	97	538,657	142,253
Total Liabilities	**556,126**	**156,451**	**2**	**190**	**556,129**	**156,641**
Deferred Inflows:	**29,641**	**38,479**	**-**	**-**	**29,641**	**38,479**
Net Position:						
Net Investment in capital assets	131,807	126,715	-	(12)	131,807	126,703
Restricted	9,366	9,641	-	-	9,366	9,641
Unrestricted	(21,160)	(16,114)	174	139	(20,986)	(15,975)
Total Net Position	**$ 120,013**	**$ 120,242**	**$ 174**	**$ 127**	**$ 120,187**	**$ 120,369**

**in Thousands*

Net Position and Changes in Net Position. Unrestricted net position of ($20,985,676) remains a deficit due to adjustments made in a prior fiscal year from the implementation of GASB Statement No. 68 for pension liability and 75 for OPEB (other post-employment benefit) plans. The deficit is primarily due to reporting the District's proportionate share of the pension and net OPEB liabilities. The total District liability for the plan is reported in the governmental activities; however, the actual liability does not require the use of current resources at the fund level.

GASB Statement No. 75 establishes financial reporting standards and accounting standards for state and local government defined other postemployment benefit (OPEB) plans and defined contribution OPEB plans. It requires that, at transition, a government recognize a beginning deferred outflow of resources for its OPEB contributions, if any, made subsequent to the measurement date of the beginning net OPEB liability. The effects of adoption of this statement has no impact on the District's governmental fund financial statements; however, adoption has resulted in certain changes to the presentation of the District's government wide financial statements. Although the District reports a deficit in the government-wide net position, the actual liability does not require the use of current resources and has sufficient fund balance to meet the District's ongoing obligations.

In the business-type activities, current operations of the Concession Fund increased by $24 thousand. Inflation worries continue to affect the local business economy, as advertising budgets have been less likely to find space on the District's Jumbotron. Charges for interest and depreciation in the Jumbotron Fund exceeded advertising revenue, resulting in a $8 thousand shortfall. The results of the governmental and business-type activities compared to the results from the prior year are summarized in Table II.

Table II
San Angelo Independent School District's Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Revenues:						
Program Revenues:						
Charges for Services	$ 5,086	$ 6,007	$ 191	$ 167	$ 5,277	$ 6,175
Operating Grants & Contributions	30,676	47,899	-	-	30,676	47,899
General Revenues:						
Maint & Oper Taxes	49,488	46,261	-	-	49,488	46,261
Debt Service Taxes	5,987	7,818	-	-	5,987	7,818
State Aid Formula Grants	67,606	69,070	-	-	67,606	69,070
Investment Earnings	4,614	4,728	-	-	4,614	4,728
Miscellaneous	1,017	2,389	-	-	1,017	2,389
Total Revenues	**164,473**	**184,172**	**191**	**167**	**164,665**	**184,339**
Expenses:						
Instruction, Curriculum, Media Servic	86,193	94,732	-	-	86,193	94,732
Instructional/School Leadership	11,336	11,937	-	-	11,336	11,937
Guidance, Social Work, Health &Transportation	14,173	14,934	-	-	14,173	14,934
Child Nutrition	9,057	9,357	-	-	9,057	9,357
Co-curricular Activities	6,833	7,254	-	-	6,833	7,254
General Administration	4,401	4,534	-	-	4,401	4,534
Plant Maint, Security, Data Processin	23,468	22,639	-	-	23,468	22,639
Community Services	1,125	1,010	-	-	1,125	1,010
Debt Service	5,046	1,578	-	-	5,046	1,578
Other Intergovernmental Charges	3,032	2,349	-	-	3,032	2,349
Other: Business-type Activities	-	-	183	190	183	190
Total Expenses	**164,664**	**170,323**	**183**	**190**	**164,847**	**170,513**
Excess(Deficiency) before extraordinary items and transfers	(191)	13,849	9	(22)	(182)	13,826
Extraordinary Item (Use)	-	-	-	-	-	-
Transfer In (Out)	(38)	(33)	38	33	-	-
Change in Net Position	(229)	13,815	47	11	(182)	13,826
Net Position at September 1	120,242	106,426	127	116	120,369	106,543
Ending Net Position at August 31	**$ 120,013**	**$ 120,242**	**$ 174**	**$ 127**	**$ 120,187**	**$ 120,369**

**in Thousands*

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Governmental Funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of remaining resources. In particular, unassigned fund balance often serves as a useful measure of a governmental agency's net resources available for spending at the end of a fiscal year. The school board maintains fund balances adequate for sound fiscal management to provide for the stewardship of public funds. Fund balances are primarily used for cash flow purposes, as financial strength indicators for debt rating agencies, in planned capital projects, one-time expenditures, and emergencies that may arise from internal and external factors. The District maintains policy related to target levels of fund balances.

The District's General Fund reported a decrease in fund balance from $64.5 million to $55.4 million, as the District continued using committed funds for large construction and revitalization projects across the District. At the end of the fiscal year, the General Fund's unassigned fund balance stood at $49 million. The remainder of the fund balance is non-spendable, restricted, committed, or assigned through board action as required by GASB 54.

The non-major governmental funds include special revenue funds and the Debt Service fund. Most special revenue funds are budgeted to fully expend current year grants awarded from federal or state initiatives. Several of the special revenue funds report the District's school and preschool meal programs for the school year and a summer feeding program and hold a combined fund balance of $633 thousand in non-spendable inventory and $3.4 million in funds restricted for the meal programs. Other funds restricted for various grant programs total $68 thousand, while $495 thousand raised by the campuses is committed by the Board of Trustees for campus activities. Special revenue funds for employee health and maintaining District athletic facilities, holds $44 thousand committed by the board. At year-end, the Debt Service Fund had a $6 million fund balance, an increase of $1 million from the prior year.

Proprietary Funds - Internal Service Funds. The District's risk management strategy used an internal service fund to report the accumulation of reserves for self-insurance of workers' compensation benefits. The reserves are accumulated through payroll charges to the governmental funds based on actuarial estimates of the relevant claims liabilities. The Worker's Compensation Fund reported net position decrease of approximately $249 thousand and remains stable at $814 thousand available to meet the ongoing claims liabilities. The internal service funds are consolidated into the governmental activities in the government-wide financial statements. Additional information about the internal service funds is found in note J in this report.

Proprietary Funds - Enterprise Funds. The funds reported in the government wide financial statements as business-type activities are the District's enterprise funds. The business-type activities are relatively insignificant to the overall operations of the District and are operations that support co-curricular activities of the District. The Concession Fund reported a small gain on concession services. The Jumbotron Fund reported operating revenues from Jumbotron advertising at the District's athletic stadium at a net loss after operating and depreciation costs. A difficult business environment has affected the marketing revenue produced by this fund, as vendors become more selective about where they spend their advertising dollars.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2025 the District had $198 million (net of accumulated depreciation) invested in a broad range of capital assets, including land, construction in progress, buildings and improvements, and furniture and equipment. This amount represents an increase of $3.1 million from the prior year. Increases and decreases to investment in capital assets in governmental activities are shown below:

San Angelo Independent School District
Capital Assets Activity (Governmental Activities)

Increases:		
Land	$ -	
Buildings and Site Improvements	20,822,418	
Furniture and Equipment	2,629,099	
		$ 23,451,517
Construction Work in Progress		
Crockett Elementary Cafeteria	$ 687,712	
McGill Elementary Expansion Phase II	$ 378,215	
Technology Relocation/Renovation	$ 2,433,055	
Fannin Elementary HVACs	$ 123,436	
Lake View High School Chiller Replacement	$ 239,389	
Completed Projects moved to assets	$ (14,658,998)	
		$ (10,797,191)
Decreases:		
Depreciation: Buildings and Site Improvements	(7,321,553)	
Depreciation: Vehicles	(1,015,075)	
Depreciation: Furniture and Equipment	(1,197,985)	
		$ (9,534,614)
Net change to capital assets		$ 3,119,712

The capital assets for business-type activities decreased by $86 thousand, the amount of current year depreciation on the Jumbotron. Additional information regarding capital assets is presented in note E in this report.

Debt

At year-end, District bonds payable totaling $446.8 million have maturities scheduled into 2055 with fixed interest rates ranging from 2.0% to 5.0%. The District's bonds are rated AAA by Moodys and AA+ by Fitch. The ratings are unchanged from the prior year. The District passed a bond election and issued $385 million Taxable Series 2025 bonds in September of 2025. The bonds are for funding construction throughout the District. Other obligations of the District include a retirement benefit for unused vested sick leave and a debt to be satisfied by granting future advertising rights in the proprietary Jumbo-tron Fund. More information about debt can be found at Note O in this report.

GENERAL FUND BUDGETARY HIGHLIGHTS

The District's Board of Trustees adopts the general fund, debt service, and food service fund budgets annually. Over the course of the year, the Board of Trustees revised the District's general fund budget several times. These budget amendments fall into three categories. The first category includes amendments and supplemental appropriations that were approved shortly after the beginning of the year for items the board committed from prior year fund balance. The second category includes changes that the Board made during the year. The third category involved amendments that moved funds from programs that did not need all the resources originally appropriated to programs with resource needs. Revenues were amended for changes in tax collections, to adjust state formula allotments as well as federal revenues. Amendments increased the revenue budget by 3.8% with expenditure amendments to the budget increasing by 11.9%. In the general fund, actual revenues reported were 99% of the amended budget and expenditures were 98.2% of the amended budget.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

In planning for future budgets, attaining an accurate forecast for student enrollment continues to be a challenge. The district continues to experience a declining student enrollment. The district's primary source for general fund revenues comes through the state's formula funding system. The system is a mix of local property taxes and state aid. Students, the programs they participate in, and average daily attendance drive the amount of money coming from the state. The district has experienced minimal growth in property values since COVID.

The closure of two elementary schools allowed the district to reduce staffing and adopt a balanced budget for 2024-2025. Additional revenue has recently been made available due to the passage of a Tax Rate Election (TRE) in November 2024. The TRE increased the Maintenance and Operations (M&O) rate from $0.6949 to $0.7249. The District was able to offset any overall tax increase to the community by decreasing the I&S rate by the same $0.03.

The district's economic outlook is positive given new business developments in the area. The construction of a new Amazon distribution center and two underground battery storage facilities will increase the district's property values by approximately $500,000,000 in the next 2-3 years. Additionally, the San Angelo economic development board recently announced a proposed data center being built within the city limits that would significantly impact the economic growth of the area.

The district successfully passed a $400 million bond election in May 2025 to upgrade facilities and infrastructure. The bond passage will help offset some maintenance and operational costs over the next 2-3 budget cycles but will not be enough to balance the loss of revenue tied to declining student enrollment. Shuttering schools will have the greatest potential to decrease district expenditures and will continue to be part of district conversations to maintain a balanced budget.

CONTACTING THE DISTRICT'S MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District's Business Office at San Angelo Independent School District, 1621 University, San Angelo, Texas 76904.

Data Control Codes		1 Governmental Activities	2 Business-Type Activities	3 Total
	Assets			
1110	Cash and cash equivalents	$ 58,056,346	$ 176,096	$ 58,232,442
1220	Property taxes receivable (delinquent)	2,824,002	-	2,824,002
1230	Allowance for uncollectible taxes	(878,176)	-	(878,176)
1240	Due from other governments	8,592,130	-	8,592,130
1250	Accrued interest	125,792	-	125,792
1290	Other receivables, net	189,562	-	189,562
1300	Inventories	633,047	-	633,047
1410	Prepaid expenses	1,481,832	-	1,481,832
	Capital Assets			
1510	Land	6,976,777	-	6,976,777
1520	Buildings and improvements, net	175,716,826	-	175,716,826
1530	Furniture and equipment, net	11,036,686	-	11,036,686
1580	Construction in progress	3,861,806	-	3,861,806
1550	Right-to-use assets, net of accumulated amortization	347,316	-	347,316
1800	Restricted assets	398,560,354	-	398,560,354
1910	Long-term investments	12,496,500	-	12,496,500
1000	Total assets	680,020,800	176,096	680,196,896
	Deferred outflows of resources			
1705	Deferred outflows - pension	9,111,945	-	9,111,945
1706	Deferred outflows - OPEB	10,384,356	-	10,384,356
1710	Deferred charge for refunding	6,263,074	-	6,263,074
1700	Total deferred outflows of resources	25,759,375	-	25,759,375
	Liabilities			
2110	Accounts payable	3,642,034	2,051	3,644,085
2140	Interest payable	935,249	-	935,249
2150	Payroll deductions & withholdings	93,692	-	93,692
2160	Accrued wages payable	7,046,027	-	7,046,027
2180	Due to other governments	3,191,894	-	3,191,894
2200	Accrued expenses	92,560	-	92,560
2300	Unearned revenues	1,515,989	-	1,515,989
2400	Payable from restricted assets	951,995	-	951,995
	Noncurrent liabilities			
2501	Due within one year	2,136,187	-	2,136,187
2502	Due in more than one year	472,085,736	-	472,085,736
2540	Net pension liability	37,826,599	-	37,826,599
2545	Net OPEB liability	26,608,739	-	26,608,739
2000	Total liabilities	556,126,701	2,051	556,128,752

Data Control Codes		1 Governmental Activities	2 Business Type Activities	3 Total
	Deferred Inflows of Resources			
2605	Deferred inflows - pension	2,413,382	-	2,413,382
2606	Deferred inflows - OPEB	27,227,226	-	27,227,226
2600	Total deferred inflows of resources	29,640,608	-	29,640,608
3200	Net investment in capital assets	131,806,771	-	131,806,771
3820	Restricted for federal and state programs	4,123,889	-	4,123,889
3850	Restricted for debt service	5,241,927	-	5,241,927
3900	Unrestricted	(21,159,721)	174,045	(20,985,676)
3000	Total net position	$ 120,012,866	$ 174,045	$ 120,186,911

Data Control Codes	Functions/Programs	1 Expenses	Program Revenues 3 Charges for Services	Program Revenues 4 Operating Grants and Contributions
	Governmental activities			
11	Instruction	$ 82,800,699	$ 2,020,189	$ 14,551,989
12	Instructional resources and media services	1,603,742	-	109,205
13	Curriculum and staff development	1,788,847	-	850,575
21	Instructional leadership	2,683,850	-	569,654
23	School leadership	8,651,692	-	826,594
31	Guidance, counseling, and evaluation services	6,905,966	-	2,387,384
32	Social work services	541,570	-	45,932
33	Health services	1,670,434	-	202,389
34	Student (pupil) transportation	5,055,243	-	341,711
35	Food services	9,056,876	1,549,673	7,106,288
36	Extracurricular activities	6,833,478	1,133,816	329,067
41	General administration	4,400,595	-	311,827
51	Facilities maintenance and operations	17,125,439	382,200	759,360
52	Security and monitoring services	2,300,090	-	184,577
53	Data processing services	4,042,126	-	255,908
61	Community services	1,125,362	-	250,802
72	Interest on long term debt	5,046,399	-	1,466,792
81	Facilities acquisition and construction	1,988,521	-	125,465
99	Other intergovernmental charges	1,043,350	-	-
TG	Total governmental activities	164,664,279	5,085,878	30,675,519
	Business-type activities			
01	Concession Fund	89,088	113,216	-
02	JumboTron Fund	93,496	78,000	-
TB	Total business-type activities	182,584	191,216	-
TP	Total primary government	$ 164,846,863	$ 5,277,094	$ 30,675,519
	General Revenues (Expenses)			
	Taxes			
MT	Property taxes, levied for general purposes			
DT	Property taxes, levied for debt service			
SF	State aid - formula grants			
GC	Grants and contributions not restricted			
IE	Investment earnings			
MI	Miscellaneous local and intermediate revenue			
FR	Transfers in (out)			
TR	Total general revenues and transfers			
CN	Change in net position			
NB	Net position, beginning of year			
NE	Net position, ending			

Net (Expense) Revenue and Changes in Net Position		
6	7	8
Primary Government		
Governmental Activities	Business-Type Activities	Total
$ (66,228,521)	$ -	$ (66,228,521)
(1,494,537)	-	(1,494,537)
(938,272)	-	(938,272)
(2,114,196)	-	(2,114,196)
(7,825,098)	-	(7,825,098)
(4,518,582)	-	(4,518,582)
(495,638)	-	(495,638)
(1,468,045)	-	(1,468,045)
(4,713,532)	-	(4,713,532)
(400,915)	-	(400,915)
(5,370,595)	-	(5,370,595)
(4,088,768)	-	(4,088,768)
(15,983,879)	-	(15,983,879)
(2,115,513)	-	(2,115,513)
(3,786,218)	-	(3,786,218)
(874,560)	-	(874,560)
(3,579,607)	-	(3,579,607)
(1,863,056)	-	(1,863,056)
(1,043,350)	-	(1,043,350)
(128,902,882)	-	(128,902,882)
-	24,128	24,128
-	(15,496)	(15,496)
-	8,632	8,632
(128,902,882)	8,632	(128,894,250)
49,488,174	-	49,488,174
5,987,280	-	5,987,280
67,605,872	-	67,605,872
415,522	-	415,522
4,613,967	-	4,613,967
601,190	-	601,190
(38,140)	38,140	-
128,673,865	38,140	128,712,005
(229,017)	46,772	(182,245)
120,241,883	127,273	120,369,156
$ 120,012,866	$ 174,045	$ 120,186,911

See Notes to Basic Financial Statements

Data Control Codes		10 General Fund	60 Capital Projects Fund	ONMF Other Non-Major Governmental Funds	98 Total Governmental Funds
	Assets				
1110	Cash and cash equivalents	$ 47,267,378	$ -	$ 10,222,519	$ 57,489,897
1220	Property taxes receivable - delinquent	2,487,642	-	336,360	2,824,002
1230	Allowance for uncollectible taxes (credit)	(773,579)	-	(104,597)	(878,176)
1240	Due from other governments	5,249,002	-	3,343,128	8,592,130
1250	Accrued interest	125,792	-	-	125,792
1260	Due from other funds	2,305,465	-	48,158	2,353,623
1290	Other receivables	162,789	-	15,337	178,126
1300	Inventories	61	-	632,986	633,047
1410	Prepaid expenditures	1,010,926	470,906	-	1,481,832
1800	Restricted assets	88	398,143,683	-	398,143,771
1900	Long-term investments	12,496,500	-	-	12,496,500
1000	Total assets	70,332,064	398,614,589	14,493,891	483,440,544
	Deferred Outflows of Resources				
1700	Deferred outflows	-	-	-	-
1000a	Total assets and deferred outflows	$ 70,332,064	$ 398,614,589	$ 14,493,891	$ 483,440,544
	Liabilities				
2110	Accounts payable	$ 3,339,554	$ -	$ 214,184	$ 3,553,738
2150	Payroll deductions and withholdings payable	93,692	-	-	93,692
2160	Accrued wages payable	7,046,027	-	-	7,046,027
2170	Due to other funds	48,158	712,483	1,592,982	2,353,623
2180	Due to other governments	2,843,114	-	348,780	3,191,894
2300	Unearned revenues	18,326	-	212,345	230,671
2400	Payable from restricted assets - construction contract	-	951,995	-	951,995
2000	Total liabilities	13,388,871	1,664,478	2,368,291	17,421,640
	Deferred Inflows of resources				
	Unavailable revenues - Instructional Materials Allotment (IMA)	-	-	1,285,318	1,285,318
	Unavailable revenues - property taxes	1,510,651	-	184,111	1,694,762
2600	Total deferred inflows of resources	1,510,651	-	1,469,429	2,980,080
	Fund balance				
3410	Nonspendable - inventories	61	-	632,986	633,047
3430	Nonspendable - prepaid items	1,010,926	470,906	-	1,481,832
3450	Restricted - federal or state funds grant	-	-	3,490,903	3,490,903
3470	Restricted - capital acquisition and contractual obligation	-	396,479,205	-	396,479,205
3480	Restricted - debt service	-	-	5,993,065	5,993,065
3530	Committed - capital expenditures for equipment	4,142,209	-	-	4,142,209
3545	Committed - other	750,000	-	539,217	1,289,217
3590	Assigned - other	533,343	-	-	533,343
3600	Unassigned	48,996,003	-	-	48,996,003
3000	Total fund balances	55,432,542	396,950,111	10,656,171	463,038,824
4000	Total liabilities, deferred inflows, and fund balances	$ 70,332,064	$ 398,614,589	$ 14,493,891	$ 483,440,544

Total Fund Balances - Governmental Funds		$ 463,038,824
The District uses internal service funds to charge the costs of certain activities, such as workers compensation, to appropriate functions in other funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. The net effect of this consolidation is to increase net position.		813,612
Capital assets, net of accumulated depreciation/amortization, are not financial resources and therefore are not reported as assets in the governmental funds.		197,939,411
Some liabilities, including bonds payable and leases, are not due and payable in the current year and therefore are not reported in the funds:		
Bonds payable	(446,814,994)	
Deferred charge on refunding	6,263,074	
Unamortized premiums on bonds payable	(21,768,732)	
Accumulated accretion on capital appreciation bonds	(4,710,373)	
Lease liability	(9,438)	
Subscription IT liability	(281,755)	
Compensated absences payable	(636,631)	(467,958,849)
Accrued interest is not due and payable in the current year and therefore is not reported as a liability in the governmental funds.		(935,249)
Certain assets are not available to pay for current year expenditures and therefore are deferred in the funds. These are:		
Deferred resource inflow for property taxes		1,694,762
The government-wide statements include the District's proportionate share of the TRS net pension liabilities and TRS-Care net OPEB liabilities, as well as certain pension and OPEB related transactions accounted for as deferred inflows and outflows of resources:		
Net pension liability	(37,826,599)	
Deferred outflows of resources - TRS pension	9,111,945	
Deferred inflows of resources - TRS pension	(2,413,382)	
Net OPEB liability	(26,608,739)	
Deferred outflows of resources - TRS-Care OPEB	10,384,356	
Deferred inflows of resources - TRS-Care OPEB	(27,227,226)	(74,579,645)
Net Position of Governmental Activities (See A-1)		$ 120,012,866

Data Control Codes		10 General Fund	60 Capital Projects Fund	ONMF Other Non-Major Governmental Funds	98 Total Governmental Funds
	Revenues				
5700	Local and intermediate sources	$ 55,120,189	$ 1,143,683	$ 8,447,268	$ 64,711,140
5800	State program revenues	74,492,481	-	2,167,331	76,659,812
5900	Federal program revenues	2,029,851	-	16,295,739	18,325,590
5020	Total revenues	131,642,521	1,143,683	26,910,338	159,696,542
	Expenditures				
	Current				
0011	Instruction	70,791,166	-	6,735,493	77,526,659
0012	Instructional resources and media services	1,457,393	-	-	1,457,393
0013	Curriculum and instructional staff development	993,888	-	757,624	1,751,512
0021	Instructional leadership	2,129,892	-	335,834	2,465,726
0023	School leadership	8,188,125	-	224,159	8,412,284
0031	Guidance, counseling and evaluation services	5,022,438	-	1,770,604	6,793,042
0032	Social work services	459,147	-	-	459,147
0033	Health services	1,601,797	-	41,908	1,643,705
0034	Student (pupil) transportation	4,837,244	-	-	4,837,244
0035	Food services	-	-	9,080,993	9,080,993
0036	Extracurricular activities	7,445,014	-	-	7,445,014
0041	General administration	4,328,722	-	111	4,328,833
0051	Facilities maintenance and operations	17,814,201	-	155,463	17,969,664
0052	Security and monitoring services	1,939,869	-	168,486	2,108,355
0053	Data processing services	3,844,520	-	-	3,844,520
0061	Community services	935,316	-	178,491	1,113,807
	Debt service				
0071	Principal on long term debt	433,189	-	6,531,145	6,964,334
0072	Interest on long term debt	5,070	-	2,213,529	2,218,599
0073	Bond issuance cost and fees	-	2,993,376	18,216	3,011,592
	Capital outlay				
0081	Facilities acquisition and construction	7,496,476	1,193,572	124,760	8,814,808
	Intergovernmental				
0099	Other intergovernmental charges	1,043,350	-	-	1,043,350
6030	Total expenditures	140,766,817	4,186,948	28,336,816	173,290,581
1100	Excess (deficiency) of revenues over (under) expenditures	(9,124,296)	(3,043,265)	(1,426,478)	(13,594,039)
	Other financing sources (uses)				
7911	Issuance of bonds	-	383,131,173	1,968,827	385,100,000
7915	Transfers in	-	-	6,022	6,022
7916	Premium or (discount) on issuance of bonds	-	16,862,203	86,651	16,948,854
8911	Transfers out	-	-	(44,162)	(44,162)
7080	Total other financing sources (uses)	-	399,993,376	2,017,338	402,010,714
1200	Net change in fund balances	(9,124,296)	396,950,111	590,860	388,416,675
0100	Fund balance, beginning of year	64,556,838	-	10,065,311	74,622,149
3000	Fund balance, end of year	$ 55,432,542	$ 396,950,111	$ 10,656,171	$ 463,038,824

Total Net Change in Fund Balances - Governmental Funds	$ 388,416,675
The District uses internal service funds to charge the costs of certain activities, such as self-insurance, to appropriate functions in other funds. The change in net position of internal funds is reported with governmental activities. The net effect of this consolidation is to decrease net position.	(249,022)
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is capitalized and depreciated over their estimated useful lives. Total additions for the current year which were removed from fund expenditures amounted to $12,654,325 in capital outlay. Depreciation and amortization expense charged to the statement of activities totaled $10,068,618. The net effect is an increase in net position.	2,585,707
Amortization of the premiums on the bonds of $2,064,995 was recorded, which increases net position.	2,064,995
Certain revenues are recorded in the fund financial statements when the revenue is received. In the statement of activities, revenues are recognized when earned regardless of when received. Recognizing deferred tax revenues of $1,694,762 and removing the prior year's tax revenue of $1,364,017 results in a net increase in net position.	330,745
Government funds report debt proceeds and premium on issuance of bonds and capital leases as financing sources when debt is first issued, whereas these are reported as long-term liabilities in the statement of net position. The net effect of reclassing bond proceeds of $385,100,000, and bond premium of $16,948,854 is to decrease net position.	(402,048,854)
Repayment of bond principal of $6,470,000, repayment of lease principal of $8,989 and SBITA principal of $494,334 are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not an expense on the statement of activities. This net effect increases net position. Accretion of interest on capital appreciation bonds of $78,678 increases long-term liabilities. The increase in accrued interest payable of $849,049 decreases net position in the government wide financial statements. Finally, amortization of deferred charge on bond refunding of $962,465 decreases net position. The net result of all of the above adjustments is a net increase to the change in net position.	5,083,131

The increase in compensated absences payable is an expenditure in the governmental funds when paid, but the payment for these is not an expense in the statement of activities. This represents a net decrease in net position.	$	(51,644)
Changes in the deferred outflows of resources, deferred inflows of resources and net pension liability must be recorded as expenses. Changes in contributions made after measurement date caused the change in net position to increase in the amount of $53,283. The District's share of the unrecognized deferred inflows and outflows for TRS as of the measurement date must be amortized and the District's proportionate share of the pension expense must be recognized. These cause the change in net position to decrease in the amount of $1,144,949. The net effect is a decrease in net position.		(1,091,666)
Changes in the deferred outflows of resources, deferred inflows of resources and net OPEB liability must be recorded as expenses. Changes in contributions made after measurement date caused the change in net position to decrease in the amount of $12,905. The District's share of the unrecognized deferred inflows and outflows for TRS as of the measurement date must be amortized and the District's proportionate share of the OPEB expense must be recognized. These cause the change in net position to increase in the amount of $4,743,821. The net effect is an increase in net position.		4,730,916
Change in Net Position of Governmental Activities (See B-1)	$	(229,017)

Data Control Codes		Business-Type Activities Enterprise Funds	Governmental Activities Internal Service Fund
	Assets		
	Current assets		
1110	Cash and cash equivalents	$ 176,096	$ 566,449
1290	Other receivables	-	11,436
	Total current assets	176,096	577,885
	Noncurrent assets		
	Capital assets:		
1530	Furniture and equipment	856,089	-
1573	Accumulated depreciation on furniture and equipment	(856,089)	-
1800	Restricted assets	-	416,583
	Total noncurrent assets	-	416,583
1000	Total assets	176,096	994,468
	Liabilities		
	Current liabilities		
2110	Accounts payable	2,051	88,296
2200	Accrued expenses	-	92,560
	Total current liabilities	2,051	180,856
2000	Total liabilities	2,051	180,856
	Net Position		
3900	Unrestricted	174,045	813,612
3000	Total net position	$ 174,045	$ 813,612

Data Control Codes		Business-Type Activities Enterprise Funds	Governmental Activities Internal Service Fund
	Operating revenues		
5700	Local and intermediate sources	$ 191,216	$ 601,472
5020	Total operating revenues	191,216	601,472
	Operating expenses		
6100	Payroll services	36,901	1,520
6200	Professional and contracted services	1,089	273,257
6300	Supplies and materials	50,528	7,288
6400	Other operating costs	570	568,429
6440	Depreciation expense	85,609	-
6030	Total operating expenses	174,697	850,494
	Operating (loss) income	16,519	(249,022)
	Nonoperating revenues (expenses)		
6523	Interest on notes payable	(7,887)	-
8030	Total nonoperating revenues (expenses)	(7,887)	-
	Transfers		
7915	Transfers in	44,162	-
8911	Transfers out	(6,022)	-
	Total transfers (net)	38,140	-
1300	Change in net position	46,772	(249,022)
0100	Total net position, beginning	127,273	1,062,634
3300	Total net position, ending	$ 174,045	$ 813,612

	Business-Type Activities Enterprise Funds	Governmental Activities Internal Service Fund
Operating activities		
Cash received from user charges	$ 191,216	$ -
Cash received from assessments	-	844,271
Cash payments for employees for services	(36,901)	(1,520)
Cash payments for other operating costs	(570)	(743,129)
Cash payments for suppliers	(142,089)	(7,288)
Cash payments for claims and contracted services	-	(189,750)
Net cash from (used for) operating activities	11,656	(97,416)
Noncapital financing activities		
Transfer in	44,162	-
Transfer out	(6,022)	-
Net cash from noncapital financing activities	38,140	-
Capital and related financing activities		
Retirement of long-term debt	(97,457)	-
Interest paid on long-term debt	(7,887)	-
Net cash used for capital and related financing activities	(105,344)	-
Net change in cash and cash equivalents	(55,548)	(97,416)
Cash and cash equivalents - beginning of the year	231,644	663,865
Cash and cash equivalents - end of the year	$ 176,096	$ 566,449
Reconciliation of operating (loss) income to net cash from (used for) operating activities		
Operating (loss) income	$ 16,519	$ (249,022)
Depreciation	85,609	-
Adjustments to reconcile operating income to net cash from (used for) operating activities		
Change in assets and liabilities		
Other receivables	-	(11,436)
Restricted assets	-	254,235
Accounts payable	1,788	83,507
Accrued expenses	(92,260)	(174,700)
Net cash from (used for) operating activities	$ 11,656	$ (97,416)

	Private Purpose Trust Fund	Custodial Funds
Assets		
Cash and cash equivalents	$ 58,935	$ 789,355
Other receivables	-	6,499
Total assets	58,935	795,854
Net Position		
Restricted for scholarships	58,935	-
Restricted for student activities	-	795,854
Total net position	$ 58,935	$ 795,854

	Private Purpose Trust Fund	Custodial Funds
Additions		
Contributions	$ 2,774	$ 1,780,376
Total additions	2,774	1,780,376
Deductions		
Extracurricular activities	-	1,735,950
Total deductions	4,250	1,735,950
Change in net position	(1,476)	44,426
Total net position, beginning	60,411	751,428
Total net position, ending	$ 58,935	$ 795,854

Note A - Summary of Significant Accounting Policies

Reporting Entity

The Board of Trustees, a seven-member group, has fiscal accountability over all activities related to public elementary and secondary education within the jurisdiction of the San Angelo Independent School District (the District). The public elects the members of the Board of Trustees. The Trustees as a body corporate have the exclusive power and duty to govern and oversee the management of the public schools of the District. All powers and duties not specifically delegated by statute to the Texas Education Agency (Agency) or to the State Board of Education are reserved for the Trustees, and the Agency may not substitute its judgment for the lawful exercise of those powers and duties by the Trustees. The District is not included in any other governmental "reporting entity" as defined in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards. There are no component units included within the reporting entity. The financial statements of the District include all activities for which the Board exercises these governance responsibilities.

The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report 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. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. 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 or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Interfund activities between governmental funds and proprietary funds appear as due to/due from other funds 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, Expenditures and Changes in Fund Balance and on the Proprietary Fund Statement of Revenues, Expenses and Changes in Fund Net Position. All interfund transactions between governmental funds and proprietary funds are eliminated on the government-wide statements. Interfund activities between governmental funds and fiduciary funds remain as due to/due from other funds on the government-wide statements.

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements, as well as the proprietary and fiduciary fund financial statements, are reported using the *economic resources measurement focus* and the accrual basis of accounting. 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 revenue 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 expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due.

The Proprietary Fund Types and Fiduciary Funds are accounted for using the *economic resources measurement focus and the accrual basis of accounting*. Revenues are recognized 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 liabilities associated with the operation of these funds are included on the Statement of Net Position. The fund equity is segregated into net investment in capital assets, restricted net position, and unrestricted net position.

Property taxes and penalties and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when the government receives cash.

The government reports the following major governmental funds:

- The *General Fund* is the District’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

- The *Capital Projects Fund* accounts for the proceeds from long-term debt financing and revenues and expenditures related to authorized construction and other capital asset acquisitions.

The government reports the following proprietary funds:

- The Enterprise Funds account for the District's activities for which outside users are charged a fee roughly equal to the cost of providing the goods or services of those activities. The non-major Jumbotron fund reports advertising revenues being collected by Daktronics, Inc. as payments on debt for a jumbotron electronic scoreboard installed at San Angelo Stadium. The non-major concessions fund reports sales of concessions at athletic events.

- Internal Service Funds account for revenues and expenses related to services provided to parties inside the District. These funds facilitate distribution of support costs (such as workers compensation insurance) to the users of the support services.

Additionally, the government reports the following nonmajor funds:

- The Special Revenue Funds, a governmental fund type, account for the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The District accounts for each federal and state grant in a separate special revenue fund.

- The Debt Service Fund, a governmental fund type, accounts for financial resources that are restricted, committed or assigned for principal and interest on long-term debt of governmental activities.

- Private Purpose Trust Funds, a fiduciary fund type, account for donations for which the donor has stipulated that both the principal and income may be used for purposes that benefit parties outside the District in a private purpose trust fund. The District's private purpose trust fund is the scholarship fund.

- Custodial funds, a fiduciary fund type, account for resources held for others in a custodial capacity. The District's custodial fund is the student activity fund.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from *nonoperating items*. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the worker's compensation insurance internal service fund are District contributions. Operating expenses include claims expense and administrative expense for administering the insurance fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, and then unrestricted resources, as they are needed.

Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Investments of the District are reported at fair value or amortized cost. The local government investment pools are operated in accordance with appropriate state laws and regulations.

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).

Inventories

The District reports inventories of cafeteria food products and supplies at weighted average cost. Food products and supplies are recorded as expenditures when they are consumed. Inventories of food commodities are recorded at market values supplied by the Texas Department of Agriculture. Although commodities are received at no cost, their fair market value is supplied by the Texas Department of Agriculture and recorded as inventory and revenue when received. When requisitioned, inventory is decreased and expenditures are charged for an equal amount.

Prepaid Expenditures

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental activities and business-type activities column in the statement of net position. The District defines capital assets as assets with an initial, individual cost of $5,000 or more and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are reported at acquisition value. 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.

Property, plant and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and improvements	20-50
Furniture and equipment	3-10

Right-to-use lease assets are recognized at the lease commencement date and represent the District's right to use an underlying asset for the lease term. Right-to-use lease assets are measured at the initial value of the lease liability plus any payments made to the lessor before commencement of the lease term, less any lease incentives received from the lessor at or before the commencement of the lease term, plus any initial direct costs necessary to please the lease asset into service. Right-to-use lease assets are amortized over the shorter of the lease term or useful life of the underlying asset using the straight-line method. The amortization period varies from 3 to 5 years.

Right-to-use subscription IT assets are recognized at the subscription commencement date and represent the District's right to use the underlying IT asset for the subscription term. Right-to-use subscription IT assets are measured at the initial value of the subscription liability plus any payments made to the vendor at the commencement of the subscription term, less any subscription incentives received from the vendor at or before the commencement of the subscription term, plus any capitalizable initial implementation costs necessary to place the subscription asset into service. Right-to-use subscription IT assets are amortized over the shorter of the subscription term or useful life of the underlying asset using the straight-line method. The amortization period varies from 1 to 3 years.

Long-Term Liabilities

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. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premiums or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Lease liabilities represent the District's obligation to make lease payments arising from the lease. Lease liabilities are recognized at the lease commencement date based on the present value of future lease payments expected to be made during the lease term. The present value of lease payments is discounted based on a borrowing rate determined by the District.

Subscription liabilities represent the District's obligation to make subscription payments arising from the subscription contract. Subscription liabilities are recognized at the subscription commencement date based on the present value of future subscription payments expected to be made during the subscription term. The present value of subscription payments is discounted based on a borrowing rate determined by the District.

Compensated Absences

Local leave is earned up to 5 days annually. It accumulates without maximum and does not transfer to another District. State leave entitles all employees up to 5 paid days per year and accumulates and can be transferred. Each full-time employee is allowed to accumulate state and local leave as an attendance incentive up to a maximum of 80 days. A maximum of 6 days may be credited annually for computation of compensation of the attendance incentive. Payment may be made to each employee upon separation from service subject to certain conditions.

Deferred Outflow of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until that time.

The District has two types of items that qualify for reporting in this category. The first item is deferred outflows related to pension and OPEB plans as a result of various estimate differences that will be recognized as expenses in future years, reported in the government-wide statement of net position. The second item is deferred outflows related to deferred charges on previous bond refundings and is reported in the government-wide statement of net position and will be recognized as expense in future years.

Deferred Inflows of Resources

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

The District has two types of items that qualify for reporting in this category. The first item, unavailable revenue from property taxes, arises under a modified accrual basis of accounting and is reported only in the Governmental Funds Balance Sheet. Delinquent property taxes not collected within 60 days of year-end are deferred and recognized as an inflow of resources in the governmental funds in the period the amounts become available. The second item is deferred inflows related to pension and OPEB plans as a result of various estimate differences that will be recognized as expenses in future years, reported in the government-wide statement of net position.

Property Tax

In the fund financial statements, property tax revenues are considered available when collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The District levies its taxes on October 1 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 January 31 of the year following the October 1 levy date. The assessed value of the property tax roll (net of exemptions) on January 1, 2024, upon which the levy for the August 31, 2025 fiscal year was based, was $6,919,653,457. Taxes are delinquent if not paid by February 1.

Delinquent taxes are subject to both penalty and interest charges plus delinquent collection fees for attorney costs.

Current tax collections for the year ended August 31, 2025 were 97.57% of the year-end adjusted tax levy. Allowances for uncollectible taxes within the General and Debt Service Funds are based on historical experience in collecting taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. As of August 31, 2025, property taxes receivable, net of estimated uncollectible taxes, totaled $1,945,826. The tax rate to finance general governmental services was $0.72490 per $100 and the tax rate to finance the payment of principal and interest on long-term obligations was $0.087410 per $100 for the year ended August 31, 2025.

Pensions

The fiduciary net position of 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.

OPEB

The fiduciary net position of the 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 relating 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.

Net Position

Net position represents the difference between the sum of assets and deferred outflows of resources and the sum of liabilities and deferred inflows of resources. The District's net position is composed of the following:

Net Investment in Capital Assets is the component of net position that reports capital assets less both the accumulated depreciation and the outstanding balance of debt that is directly attributable to the acquisition, construction, or improvements of these capital assets. The net investment in capital assets is made up of the following:

Net carrying value of capital assets	$ 197,939,411
Less:	
Outstanding principal of capital debt and other capital borrowings	(447,106,187)
Unamortized balance of original issue premiums	(21,768,732)
Outstanding principal of any other capital-related liabilities	(1,664,478)
Plus:	
Unamortized balance of capital related deferred outflows	6,263,074
Unspent bond proceeds from capital related debt	398,143,683
Net investment in capital assets	$ 131,806,771

Restricted for federal and state programs is the component of net position that reports the difference between assets and liabilities of the Federal and State special revenue programs that consists of assets with constraints placed on their use by the Department of Education, Health and Human Services, Defense, Agriculture or TEA.

Restricted for Debt Service is the component of net position that reports the difference between assets and liabilities of the Debt Service Fund, net of accrued interest, at August 31, 2025, that consists of assets with constraints placed on their use by the bond covenants.

Unrestricted is the difference between the assets and liabilities that are not reported in net position invested in capital assets, net position restricted for debt service, net position restricted for federal and state programs, net position restricted for capital projects, and net position restricted for other purposes.

Fund Balance

The District classifies governmental fund balance in accordance with Government Accounting Standards Board (GASB) Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions:

- *Nonspendable* fund balance includes fund balance that cannot be spent either because it is not in spendable form or because of legal or contractual constraints. At August 31, 2025, the District had $633,047 and $1,481,832 in nonspendable fund balance for inventory and prepaid items, respectively.

- *Restricted* fund balance includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. As of August 31, 2025, $3,490,903 was restricted for other federal and state grants. Fund balance restricted for the retirement of funded indebtedness totaled $5,993,065 as of August 31, 2025. Fund balance restricted for capital acquisition and contractual obligations totaled $396,479,205.

- *Committed* fund balance is established and modified by a resolution from the District's Board, the District's highest level of decision-making authority, and can be used only for the specific purposes determined by the Board's resolution. At August 31, 2025, the District had $4,142,209 committed for capital equipment expenditures, and $750,000 committed for property insurance deductibles. In addition, the District had $494,832 committed for campus activity funds and $44,385 committed for other special revenue funds.

- *Assigned* fund balance is intended to be used by the District for specific purposes but does not meet the criteria to be classified as restricted or committed. The Board has delegated the authority to assign fund balance to the Superintendent. At August 31, 2025, the District had $533,343 assigned for vested leave benefits.

- *Unassigned* fund balance is the residual classification for the District's general fund and includes all spendable amounts not contained in the other classifications.

The District uses restricted amounts first when both restricted and unrestricted fund balance are available. Additionally, the District would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made. Per the District adopted board policy, the minimum fund level for unassigned fund balance shall be 20% to a maximum of 25% of the current budget of the general and debt service funds.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Adoption of New Accounting Standards

As of September 1, 2024, the District adopted GASB Statement No. 101, *Compensated Absences*. The provisions of this standard modernize the types of leave that are considered a compensated absence and provides guidance for a consistent recognition and measurement of the compensated absence liability. There was not a significant effect on the District's financial statements as a result of implementation of this standard.

As of September 1, 2024, the District adopted GASB Statement No. 102, *Certain Risk Disclosures*, which requires management to evaluate whether there are risks related to a government's vulnerabilities due to certain concentrations or constraints that require disclosure. There were no significant concentrations or constraints that warranted disclosure as a result of implementation of this standard.

New Accounting Pronouncements

***GASB issued Statement No. 103, Financial Reporting Model Improvements*.** Statement 103 was issued in April 2024. The objective of this statement is to improve the financial reporting model's effectiveness in providing information for decision-making and assessing a government's accountability. The statement was issued in April 2024. The statement's requirements are intended to improve transparency, comparability and quality; address application issues and increase consistency. This statement will be effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. The District has not yet determined the impact of this Statement.

***GASB issued Statement No. 104, Disclosure of Certain Capital Assets*.** Statement 104 was issued in September 2024. This statement establishes requirements for certain types of capital assets to be disclosed separately in the capital assets note disclosures. In addition, it establishes requirements for capital assets held for sale. This statement will be effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Earlier application is encouraged. The District has not yet determined the impact of this Statement.

Note B - Stewardship, Compliance and Accountability

Budgetary Information

Formal budgetary accounting is employed for all required Governmental Fund Types, as outlined in TEA's Financial Accounting Resource module, and is presented on the modified accrual basis of accounting consistent with generally accepted accounting principles. The budget is prepared and controlled at the function level within each organization to which responsibility for controlling operations is assigned. The official school budget is prepared for adoption for required Governmental Fund Types prior to August 20 of the preceding fiscal year for the subsequent fiscal year beginning September 1. The budget is formally adopted by the Board of Trustees at a public meeting held at least ten days after public notice has been given.

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund, Debt Service Fund and the National Breakfast and Lunch Program Special Revenue Fund. The remaining special revenue funds adopt project-length budgets that do not correspond to the District's fiscal year.

Note C - Fair Value Measurements

GASB Statement No. 72, *Fair Value Measurement and Application* defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction. Fair value accounting requires characterization of the inputs used to measure fair value into three-level fair value hierarchy as follows:

Level 1 inputs are based on unadjusted quoted market prices for identical assets or liabilities in an active market the entity has the ability to access.

Level 2 inputs are observable inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent from the entity.

Level 3 inputs are observable inputs that reflect the entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available.

There are three general valuation techniques that may be used to measure fair value:

Market approach – uses prices generated by market transactions involving identical or comparable assets or liabilities.

Cost approach – uses the amount that currently would be required to replace the service capacity of an asset (replacement cost).

Income approach – uses valuation techniques to convert future amounts to present amounts based on current market expectations.

U.S. government-backed (federal agency) securities are valued using Level 2 inputs that are based on market data obtained from independent sources.

Consideration of the fair value hierarchy is disclosed in Note D.

Note D - Detailed Notes on All Funds

Deposits

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

In order to maximize return on cash balances, the District uses consolidated bank accounts from which all disbursements are made, with cash in excess of the District's total daily requirement being invested for future needs.

At August 31, 2025, the bank balance of $4,382,700 was on deposit with the contracted depository bank. District funds are insured up to $250,000 for the combined amount of all time and savings accounts, and up to an additional $250,000 for the combined total of all Demand Deposit Accounts (DDA's). Interest-bearing accounts were collateralized by pledged United States government securities with a fair value of $10,186,955 at August 31, 2025, held by First Financial Bank, N.A. Because First Financial Bank, N.A. holds the pledged securities in trust on behalf of the District, the deposits were deemed collateralized under Texas law. All campus activity funds were centralized and were on deposit with the contracted depository.

Investments

The Texas legislature passed the Public Funds Investment Act of 1995 ("Public Funds Investment Act") which authorizes the District to invest its excess funds in the following:

- Obligations of the United States or its agencies and instrumentalities,
- Obligations of the State of Texas or its agencies, and instrumentalities,
- Other obligations guaranteed by the United States or the State of Texas or their agencies and instrumentalities,
- Public funds investment pools,
- No load money market funds with a weighted average maturity of 90 days or less,
- Fully collateralized repurchase agreements,
- Obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality not less than an "A", or its equivalent, by a nationally recognized investment rating firm,
- Commercial paper having a stated maturity of 365 days or fewer from the date of issuance and is not rated less than A-1 or P-1 by two nationally recognized credit rating agencies or one nationally recognized credit agency and is fully secured by an irrevocable letter of credit,
- Guaranteed investment contracts for bond proceeds investment only, with a defined termination date and secured by U.S. Government direct or agency obligations approved by the Texas Public Funds Investment Act in an amount equal to the bond proceeds,
- Guaranteed or secured certificates of deposit, issued by state and national banks domiciled in Texas, and insured by federal depository insurance or secured by the obligations mentioned above,
- Bonds issued, assumed or guaranteed by the State of Israel, and Secured corporate bonds rated not lower than "AA—" or the equivalent.

The Public Funds Investment Act requires an annual review and approval of investment policies and practices. The review disclosed that in this area of investment practices, management reports and establishment of appropriate policies, the District materially adhered to the requirements of the Public Funds Investment Act. Additionally, investment practices of the District were in accordance with local policies, which are more restrictive than state statutes.

At August 31, 2025, the following are the District's cash equivalents and investments held by the District, with respective maturities and credit rating:

Type of Investment	Book Value	Percent	Fair Value	Percent	Maturity in Less Than One year	Maturity in 1 to 10 Years	Credit Rating
Cash	$ 401,674,078	85.4%	$ 401,674,078	85.4%	$ 401,674,078	$ -	NA
Total cash and cash equivalents	401,674,078	85.4%	401,674,078	85.4%	401,674,078	-	
Investments:							
Lonestar Investment Pool	22,065,975	4.6%	22,065,975	4.7%	22,065,975	-	AAAm
Texas Class Investment Pool	20,343,065	4.3%	20,343,065	4.3%	20,343,065	-	AAAm
Texas Range Investment Pool	5,644,038	1.2%	5,644,038	1.2%	5,644,038	-	AAAf
TexPool Investment Pool	6,092,072	1.3%	6,092,072	1.3%	6,092,072	-	AAAm
First Financial Cash Mngt Agency	1,821,858	0.4%	1,821,858	0.4%	1,821,858	-	NA
Federal Home Loan Banks	5,000,000	1.1%	4,999,000	1.1%	-	4,999,000	AA+
Federal Home Loan Mtg Corp	2,500,000	0.5%	2,496,500	0.5%	-	2,496,500	N/A
Federal Farm Credit Banks	2,500,000	0.5%	2,497,750	0.5%	-	2,497,750	NA
Federal National Mortgage Assn.	2,500,000	0.5%	2,503,250	0.5%	-	2,503,250	AA+
Total investments	68,467,008	14.4%	68,463,508	14.5%	55,967,008	12,496,500	
Total cash, cash equivalents and investments	$ 470,141,086	99.8%	$ 470,137,586	99.9%	$ 457,641,086	$ 12,496,500	

Investments are presented on the respective statements of net position in the following data control codes:

	Exhibit A-1		Exhibit E-1	
	Governmental Activities	Business-Type Activities	Private Purpose Trust Fund	Custodial Fund
Included in cash and cash equivalents	$ 58,056,346	$ 176,096	$ 58,935	$ 789,355
Restricted assets	398,563,854	-	-	-
Long-term investments	12,496,500	-	-	-
	$ 469,116,700	$ 176,096	$ 58,935	$ 789,355

Investment Pools are measured at amortized cost or net asset value, i.e., fair value. As such, these investments are not required to be reported in the fair value hierarchy. The Federal Home Loan Bank Agencies, the Federal Farm Credit Banks, First Financial Cash Management Agency, and Federal National Mortgage Association are classified as Level 2 of the fair value hierarchy.

In accordance with the provisions of GASB Statement No. 31, A*ccounting and Financial Reporting for Certain Investments and for External Investment Pools*, the District's investments with a maturity date of greater than one year have been recorded at fair value based upon quoted market prices as of August 31, 2025, with increase or decrease in fair value being recorded as a component of earnings on investments.

The State Comptroller of Public Accounts exercises responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both Participants in TexPool and other persons who do not have a business relationship with TexPool. TexPool operates in a manner consistent with the SEC's Rule2a7 of the Investment Company Act of 1940. TexPool uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in TexPool is the same as the value of TexPool Shares. Audited financial statements of the pool are available at First Public, 12008 Research Blvd., Austin, Texas 78759. In addition, TexPool is subject to review by the State Auditor's Office and by the Internal Auditor of the Comptroller's Office.

Lone Star Investment Pool is governed by an 11-member board and an investment program tailored to the investment needs of local governments within the state of Texas. Lone Star Investment Pool assists governments across Texas make the most of taxpayer dollars. Local officials can improve the return on their invested balances by pooling their money with other entities to achieve economies of scale in a conservative fund in full compliance with the Texas Public Funds Investment Act. Lone Star Investment Pool is a local government investment pool organized under the authority of the Interlocal Cooperation Act, Chapter 791, Texas Government Code, and the Public Funds Investment Act, Chapter 2256, Texas Government Code. Lone Star uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in Lone Star is the same as the value of Lone Star Shares. Lone Star is administered by First Public LLC, who also serves as the investment advisor. The reported value of the pool is the same as the fair value of the pool shares.

Texas CLASS is a local government investment pool emphasizing safety, liquidity, convenience and competitive yield. Since 1996, Texas CLASS has provided Texas public entities a safe and competitive investment alternative. Texas CLASS invests only in securities allowed by the Texas Public Funds Investment Act. Texas CLASS carries a letter of credit that ensures the integrity of the fund, making it the only investment pool in Texas backed by a letter of credit. The pool is governed by a board of trustees, elected annually by its participants. Texas CLASS uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in Texas CLASS is the same as the value of Texas CLASS Shares.

The Texas Range Local Government Investment Pool was created by and for Texas local governments to provide investment programs tailored to the needs of Texas cities, counties, school districts and other public investors. Texas Range portfolios seek to provide these investors with safety, flexibility and competitive yields. Shares are distributed by PFM Fund Distributors, Inc., member Financial Industry Regulatory Authority (FINRA) and Securities Investor Protection Corporation (SIPC). PFM Fund Distributors, Inc. is a wholly owned subsidiary of PFM Asset Management LLC. The District currently utilizes Texas TERM, a fixed-rate, fixed-term investment option. Texas Range uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in Texas Range is the same as the value of Texas Range Shares.

Credit Risk

The District's investments in Local Government Investment Pools (LGIP's) include: TexPool, Texas Range, Texas CLASS and Lone Star. These are public fund investment pools operating in full compliance with the Public Funds Investment Act.

Interest Rate Risk

The District's investment policy states that any internally created pool fund group of the District shall have a maximum dollar weighted maturity of 180 days. The maximum allowable stated maturity of any other individual investment owned by the District shall not exceed three years from the time of purchase. The Board may specifically authorize a longer maturity for a given investment, within legal limits.

Concentration of Credit Risk

The District's investment policy does not limit investments in any one issuer except that the investment portfolio shall be diversified in terms of investment instruments, maturing scheduling, and financial institutions to reduce risk of loss resulting from over concentration of assets in a specific class of investments, specific maturity, or specific user.

Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the District's name. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the District, and are held by either the counterparty or the counterparty's trust department or agent but not in the District's name.

Foreign Currency Risk

As of August 31, 2025, there are no foreign currency investments in the District's portfolio.

Due 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. In the fund financial statements, amounts due from federal and state governments as of August 31, 2025 are summarized below.

Fund	State Grants/ Entitlements	Federal Grants	Total
General Fund	$ 5,249,002	$ -	$ 5,249,002
Nonmajor Governmental Funds	1,388,912	1,954,216	3,343,128
	$ 6,637,914	$ 1,954,216	$ 8,592,130

Interfund Receivables and Payables

The composition of interfund balances as of August 31, 2025 is as follows:

	Due From Other Funds	Due To Other Funds
General Fund		
Nonmajor Governmental Funds	$ 2,305,465	$ 48,158
Capital Projects Fund		
General Fund	-	712,483
Nonmajor Governmental Funds		
General Fund	48,158	1,592,982
Totals	$ 2,353,623	$ 2,353,623

These interfund receivables and payables were recorded to eliminate cash deficit balances.

Interfund transfers during the year ended August 31, 2025, consisted of the following individual balances:

	Transfer In	Transfer Out
Nonmajor Governmental Funds		
Nonmajor Governmental Funds	$ 6,022	$ 44,162
Enterprise Funds		
Nonmajor Governmental Funds	44,162	6,022
Totals	$ 50,184	$ 50,184

The interfund transfers between the Enterprise Fund and nonmajor governmental funds were used to cover program cost of special revenue funds and resulting transfers back to the Enterprise Fund for previous transfers.

Related Party Transactions

For the year ended August 31, 2025, the District paid $116,866 and $75,000 to vendors that employ a member of the Board.

Note E - Capital Assets

Capital asset activity for governmental activities for the year ended August 31, 2025 follows:

	Beginning Balance	Additions	Reductions	Ending Balance
Capital assets, not being depreciated				
Land	$ 6,976,777	$ -	$ -	$ 6,976,777
Construction in progress	14,658,998	3,861,806	(14,658,998)	3,861,806
Total capital assets, not being depreciated	21,635,775	3,861,806	(14,658,998)	10,838,583
Capital assets, being depreciated:				
Buildings and improvements	280,885,427	20,822,418	-	301,707,845
Furniture and equipment	46,309,009	2,629,099	-	48,938,108
Total capital assets being depreciated	327,194,436	23,451,517	-	350,645,953
Less accumulated depreciation for				
Buildings and improvements	(118,669,466)	(7,321,553)	-	(125,991,019)
Furniture and equipment	(35,688,362)	(2,213,060)	-	(37,901,422)
Total accumulated depreciation	(154,357,828)	(9,534,613)	-	(163,892,441)
Total capital assets being depreciated, net	172,836,608	13,916,904	-	186,753,512
Right-to-use lease assets being amortized				
Equipment	824,405	-	-	824,405
Total right-to-use lease assets being amortized	824,405	-	-	824,405
Less accumulated amortization for				
Equipment	(784,024)	(29,338)	-	(813,362)
Total accumulated amortization, lease asset	(784,024)	(29,338)	-	(813,362)
Net right-to-use lease assets	40,381	(29,338)	-	11,043
Right-to-use subscription IT assets being amortized	1,938,367	-	(85,880)	1,852,487
Less accumulated amortization, IT assets	(1,097,427)	(504,667)	85,880	(1,516,214)
Net right-to-use subscription IT assets	840,940	(504,667)	-	336,273
Total right-to-use assets, net	881,321	(534,005)	-	347,316
Governmental activities capital assets, net	$ 195,353,704	$ 17,244,705	$ (14,658,998)	$ 197,939,411

Capital asset activity for business-type activities for the year ended August 31, 2025 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance
Capital assets, being depreciated:				
Furniture and equipment	$ 856,089	$ -	$ -	$ 856,089
Total capital assets being depreciated	856,089	-	-	856,089
Less accumulated depreciation for				
Furniture and equipment	(770,480)	(85,609)	-	(856,089)
Total accumulated depreciation	(770,480)	(85,609)	-	(856,089)
Total capital assets being depreciated, net	85,609	(85,609)	-	-
Business-type activities capital assets, net	$ 85,609	$ (85,609)	$ -	$ -

Depreciation expense was charged to the District's functions as follows:

Instruction	$ 4,244,310
Instructional resources and media	129,208
Curriculum and staff development	37,186
Institutional leadership	208,555
School leadership	137,681
Guidance, counseling and evaluation services	81,118
Social work services	75,166
Health services	7,121
Student transportation	781,380
Food service	231,821
Extracurricular activities	511,136
General administration	40,591
Facilities maintenance and operations	885,297
Security and monitoring services	195,155
Data processing services	153,268
Facilities acquisition and construction	1,815,620
Total depreciation expense - governmental activities	$ 9,534,613

Depreciation expense for business-type activities of $85,609 was charged to JumboTron activities.

Amortization expense was charged to the District's functions as follows:

	Governmental Activities		
11	Instruction	$	251,215
52	Security and monitoring services		3,481
53	Data processing services		279,309
	Total amortization expense - governmental activities	$	534,005

Construction Commitments

Estimated costs to complete construction in progress as of August 31, 2025, are $11,871,620.

Note F - Risk Management

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2025, 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 G - Contingencies

The District is not a party to any legal actions that are believed by administration to have a material effect on the financial condition of the District. Accordingly, no provision for losses has been recorded in the accompanying basic financial statements for such contingencies.

The District participates in numerous state and federal grant programs that are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, if any, refunds of any money received may be required and the collectability of any related receivable at August 31, 2025, 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 basic financial statements for such contingencies.

Note H - Defined Benefit Pension Plan

Plan Description

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

All employees of public state-supported education institutions in Texas who are employed for one-half or more of the standard workload and who are not exempt from membership under Texas Government Code, Title 8, Section 822.02 are covered by the system.

Pension Plan Fiduciary Net Position

Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately issued Annual Comprehensive Financial Report (ACFR) that includes financial statements and required supplementary information. That report may be obtained on the Internet at https://www.trs.texas.gov/learningresources/ publications; by writing to TRS at attention Finance Division, PO BOX 149676, Austin, TX, 78714-0185,or by calling 1-800-223-8778.

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% (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 postemployment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as noted in the Plan description in (A) above. Accordingly, the 2023 Texas Legislature passed Senate Bill (SB) 10 and House Joint Resolution (HJR) 2 to provide eligible retirees with a one-time stipend and an ad hoc cost-of-living adjustment (COLA).

One-Time Stipends

Stipends, regardless of annuity amount, were paid in September 2023 to annuitants who met the qualifying age requirement on or before August 31, 2023:

- A one-time $7,500 stipend to eligible annuitants who are 75 years of age and older.
- A one-time $2,400 stipend to eligible annuitants age 70 to 74.

Cost-of-Living Adjustment

A cost-of-living adjustment (COLA) was dependent on Texas voters approving a constitutional amendment (Proposition 9) to authorize the COLA. Voters approved the amendment in the November 2023 election and the following COLA was applied to eligible annuitants' payments beginning with their January 2024 payment:

- 2% COLA for eligible retirees who retired between September 1, 2013 through August 31, 2020.
- 4% COLA for eligible retirees who retired between September 1, 2001 through August 31, 2013.
- 6% COLA for eligible retirees who retired on or before August 31, 2001.

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 the 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 through 2025.

	Contribution Rates	
	2024	2025
Member	8.00%	8.25%
Non-Employer Contributing Entity (NECE) (State)	8.00%	8.25%
Employers	8.00%	8.25%

	2024	2025
Member Contributions	$ 7,157,453	$ 7,274,319
NECE On-Behalf Contributions	5,074,496	5,232,000
Employer Contributions	3,481,511	3,534,794

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 part 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% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.

In addition to the employer contributions listed above, there are two additional surcharges an employer is subject to:

- All public schools, charter schools and reginal education service centers must contribute 1.8% of the member’s salary beginning in fiscal year 2024, gradually increasing to 2% in fiscal year 2025.
- When employing a retiree of the TRS the employer shall pay both the member contribution and State contribution as an employment after retirement surcharge.

Actuarial Assumptions

The total pension liability in the August 31, 2023 actuarial valuation rolled forward to August 31, 2024 was determined using the following actuarial assumptions:

Valuation Date	August 31, 2023 rolled forward to August 31, 2024
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 2022	3.87%
Last year ending August 31 in Projection Period (100 years)	2123
Inflation	2.30%
Salary Increases including inflation	2.95% to 8.95%
Ad hoc post-employment benefit changes	None

The actuarial methods and assumptions used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2023. For a full description of these assumptions, please see the actuarial valuation report dated November 22, 2023.

Discount Rate

A single discount rate of 7.00% 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%. 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 9.54% of payroll 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 expected rate of return on pension plan investments is 7.00%. 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 arithmetic real rates of return for each major asset class included in the System's target asset allocation as of August 31, 2024, (see page 56 of the TRS ACFR) are summarized below:

Teacher Retirement System of Texas
Asset Allocation and long-Term Expected Real Rate of Return as of August 31, 2024

Asset Class	Target Allocation[1]	Long-Term Expected Geometric Real Rate of Return [2]	Expected Contribution to Long-Term Portfolio Returns
Global Equity			
U.S.	18.0%	4.0%	1.00%
Non-U.S. Developed	13.0%	4.2%	0.80%
Emerging Markets	9.0%	5.2%	0.70%
Private Equity	14.0%	6.7%	1.20%
Stable Value			
Government Bonds	16.0%	1.9%	0.40%
Absolute Return[4]	0.0%	4.0%	0.00%
Stable Value Hedge Funds	5.0%	3.0%	0.20%
Real Return			
Real Estate	15.0%	6.6%	1.20%
Energy and Natural Resources and Infrastructure	6.0%	5.6%	0.40%
Commodities	0.0%	2.5%	0.00%
Risk Parity			
Risk Parity	8.0%	4.0%	0.40%
Leverage			
Cash	2.0%	1.0%	0.00%
Asset Allocation Leverage	-6.0%	1.3%	-0.10%
Inflation Expectation			2.40%
Volatility Drag[3]			0.70%
Total	100.0%		7.90%

[1] Target Allocation based on the FY 2024 policy manual.
[2] Capital Market Assumptions come from 2024 SAA Study CMA Survey (as of 12/31/2023).
[3] The volatility drag results from the conversion between arithmetic and geometric mean returns.
[4] Absolute Return includes Credit Sensitive instruments.

Discount Rate Sensitivity Analysis

The following schedule shows the impact of the Net Pension Liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (7.00%) in measuring the Net Pension Liability.

	1% Decrease in Discount Rate (6.00%)	Discount Rate (7.00%)	1% Increase in Discount Rate (8.00%)
Total TRS net pension liability	$ 97,566,906,778	$61,084,175,799	$ 30,855,639,673
District's proportionate share of the net pension liability	$ 60,418,664	$ 37,826,599	$ 19,107,468

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

At August 31, 2025, the District reported a liability of $37,826,599 for its proportionate share of the TRS's 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	$ 37,826,599
State's proportionate share that is associated with the District	53,260,787
Total	$ 91,087,386

The net pension liability was measured as of August 31, 2023 and rolled forward to August 31, 2024 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, 2023 through August 31, 2024.

At August 31, 2024, the employer's proportion of the collective net pension liability was 0.0619254% which was an increase of 0.08159033% from its proportion measured as of August 31, 2023.

Changes 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 2023 Texas Legislature passed Senate Bill 10 (SB 10), which provided a stipend payment to certain retirees and variable ad hoc cost-of-living adjustments (COLA) to certain retirees in early fiscal year 2024. Due to its timing, the legislation and payments were not reflected in the August 31, 2023 actuarial valuation. Under the roll forward method, an adjustment was made to reflect the legislation in the rolled forward liabilities for the current measurement year, August 31, 2024. SB 10 and House Joint Resolution 2 (HJR 2) of the 88th Regular Legislative Session appropriated payments of $1.645 billion for one-time stipends and $3.355 billion for COLAs.

This appropriation is treated as a supplemental contribution and included in other additions. Since the Legislature appropriated funds for this one-time stipend and COLA, there was no impact on the Net Pension Liability of TRS.

For the year ended August 31, 2025, the District recognized pension expense of $6,365,554 and revenue of $4,913,603 for support provided by the State.

At August 31, 2025, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ 2,084,951	$ 295,332
Changes in actuarial assumptions	1,953,068	261,840
Difference between projected and actual investment earnings	229,935	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	1,309,197	1,856,210
Contributions paid to TRS subsequent to the measurement date	3,534,794	-
Total	$ 9,111,945	$ 2,413,382

$3,534,794 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending August 31, 2026.

The net amount of employer's balances of deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended August 31,	Pension Expense Amount
2026	$ (517,639)
2027	4,004,593
2028	514,690
2029	(1,013,940)
2030	176,065
Thereafter	-
Total	$ 3,163,769

Note I - Postemployment Health Benefits

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 that has 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 the 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

Detailed information about the TRS-Care's fiduciary net position is available in the separately issued TRS Annual Comprehensive Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet https://www.trs.texas.gov/learningresources/publications; by writing to TRS at P.O. Box 149676, Austin, TX, 78714-0185; or by calling (800) 223-8778.

Benefits Provided

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

Eligible non-Medicare retirees and their dependents may enroll in TRS-Care Standard, a high-deductible health plan. Eligible Medicare retirees and their dependents may enroll in the TRS-Care Medicare Advantage medical plan and the TRS-Care Medicare Rx prescription drug plan. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system. There are no automatic post-retirement 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 school districts based upon public school district payroll. The TRS Board of Trustees does not have the authority to set or amend contribution rates.

Texas Insurance Code, section 1575.202 establishes the State's contribution rate which is 1.25% of the employee's salary. Section 1575.203 establishes the active employee's rate which is .65% of pay. Section 1575.204 establishes an employer contribution rate of not less than 0.25% or not more than 0.75% of the salary of each active employee of the public. The actual employee 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 2024. The following table shows contributions to the TRS-Care plan by type of contributor:

The following table shows contributions to the TRS-Care plan by type of contributor:

	Contribution Rates	
	2024	2025
Active Employee	0.65%	0.65%
Non-Employer Contributing Entity (State)	1.25%	1.25%
Employers	0.75%	0.75%
Federal/private Funding remitted by Employers	1.25%	1.25%

	2024	2025
Employer Contributions	$ 793,556	$ 780,651
Member Contributions	563,921	573,131
NECE On-Behalf Contributions	963,719	1,021,074

In addition to the employer contributions listed above, there is an additional surcharge all TRS employers are subject to (regardless of whether or not they participate in the TRS Care OPEB program). When employers hire a TRS retiree, they are required to pay to TRS Care, a monthly surcharge of $535 per retiree.

Actuarial Assumptions

The actuarial valuation was performed as of August 31, 2023. Update procedures were used to roll forward the Total OPEB Liability to August 31, 2024. 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 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, 2023, TRS pension actuarial valuation that was rolled forward to August 31, 2024:

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

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, 2023 rolled forward to August 31, 2024
Actuarial Cost Method	Individual Entry Age Normal
Inflation	2.30%
Discount Rate	3.87% as of August 31, 2024
Aging Factors	Based on the Society of Actuaries' 2013
Expenses	Study "Health Care Costs - Birth to Death." Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claim costs.
Projected Salary Increases	2.95% to 8.95%
Healthcare Trend Rates	4.25% to 7.75%
	The initial medical trend rates were 6.75% for Medicare retirees and 6.75% for non-Medicare retirees. There was an initial prescription drug trend rate of 7.25% for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.25% over a period of 11 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 3.87% was used to measure the total OPEB liability. This was an increase of 0.26 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 GO Index" as of August 31, 2024, using the Fixed Income Municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds.

Discount Rate Sensitivity Analysis

The following schedule shows the impact of the Net OPEB Liability if the discount rate used was 1% lower than and 1% higher than the discount rate that was used (3.87%) in measuring the Net OPEB Liability.

	1% Decrease in Discount Rate (2.87%)	Discount Rate (3.87%)	1% Increase in Discount Rate (4.87%)
Total TRS net OPEB liability	$ 36,059,038,653	$ 30,351,532,252	$ 25,739,781,222
District's proportionate share of the net OPEB liability	$ 31,612,426	$ 26,608,739	$ 22,565,685

Healthcare Cost Trend Rate Sensitivity Analysis

The following schedule shows the impact of the Net OPEB Liability if a healthcare trend rate that is 1% less than and 1% greater than the assumed rate assumed:

	1% Decrease in Healthcare Trend Rate	Current Single Healthcare Trend Rate	1% Increase in Healthcare Trend Rate
Total TRS net OPEB liability	$ 24,716,816,909	$ 30,351,532,252	$ 37,694,128,071
District's proportionate share of the net OPEB liability	$ 21,668,868	$ 26,608,739	$ 33,045,884

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

At August 31, 2025, the District reported a liability of $26,608,739 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	$	26,608,739
State's proportionate share that is associated with the District		33,340,389
Total	$	59,949,128

The Net OPEB Liability was measured as of August 31, 2023 and rolled forward to August 31, 2024 and the Total OPEB Liability used to calculate the Net OPEB Liability was determined by an actuarial valuation as of that date. The District's proportion of the Net OPEB Liability was based on the employer's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2023 through August 31, 2024.

At August 31, 2025, the District's proportion of the collective Net OPEB Liability was 0.0876685% compared to 0.0862659% as of August 31, 2024.

Changes Since the Prior Actuarial Valuation

The following were changes to the actuarial assumptions or other inputs that affected measurement of the Total OPEB Liability since the prior measurement period:

- The discount rate changed from 4.13% as of August 31, 2023 to 3.87% as of August 31, 2024, accompanied by revised demographic and economic assumptions based on the TRS experience study.
- The tables used to model the impact of aging on the underlying claims were revised.

Change of Benefit Terms Since the Prior Measurement Date

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

For the year ended August 31, 2025, the District recognized OPEB benefit of $4,333,635 and revenue of $997,797 for support provided by the State.

At August 31, 2025, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to other post-employment benefits from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ 5,100,002	$ 13,279,203
Changes in actuarial assumptions	3,405,604	8,682,124
Difference between projected and actual investment earnings	-	74,513
Changes in proportion and difference between District contributions and the proportionate share of contributions	1,098,099	5,191,386
Contributions paid to TRS subsequent to the measurement date	780,651	-
Total	$ 10,384,356	$ 27,227,226

$780,651 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability for the year ended August 31, 2026.

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:

Year Ended August 31,	OPEB Expense Amount
2026	$ (4,640,086)
2027	(3,434,950)
2028	(3,976,654)
2029	(3,339,359)
2030	(1,741,952)
Thereafter	(490,520)
Total	$ (17,623,521)

Medicare Part D

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, which was effective January 1, 2006 established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare Part D allows for the TRS-Care to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. These on-behalf payments have been recognized as equal revenues and expenditures by the District in the amount of $685,515, $469,230, and $457,752 for the years ended August 31, 2025, 2024 and 2023, respectively.

Note J - Workers Compensation and Health Insurance

Workers Compensation Coverage. Beginning with fiscal year 2004, the District's statutory workers compensation obligation was met with participation through inter-local agreement in the Texas Workers Compensation Solutions Program (TWCS or the Program). Transactions of this plan are accounted for in the Workers Compensation Fund, an internal service fund of the District. TWCS provides a non-profit contractual mechanism by which each Program member provides self-insurance to extend workers compensation benefits to its employees through an inter-local agreement with other Districts. The District must contribute to the Program its share of fixed program costs based on a pro-rata share of its covered payroll costs. The District's contractual maximum loss and expected costs for claims incurred are actuarially determined for each program year by TWCS. The District places on deposit with TWCS an amount equal to 10% of the District's maximum loss for each claim's year. The District must maintain on deposit at least 5% of the maximum loss at all times. Additionally, member districts would share proportionately in excess claims should any member exceed its maximum loss fund of the Program. The TWCS program purchases specific and aggregate re-insurance to protect the program if claims exceed the member districts' maximum loss funds. The District has contributed to its internal service fund annually to reserve funds for its actuarially determined expected losses as well as a portion of the contractual maximum loss. TWCS contracts annually for an independent audit of its financial statements and an actuarial study to provide estimates necessary for its financial statements and program operations. Then reports are presented and approved by the TWCS Board in January after its fiscal year end of August 31 and are available at the TWCS office located at 1004 Marble Heights Drive, Marble Falls, Texas.

Estimates of workers compensation claims payable and of claims incurred, but not reported at August 31, 2025 were actuarially determined and provided by TWCS and are reflected as claims payable in the Workers Compensation Fund. The plan is funded to discharge liabilities of the funds as they become due.

The following is a reconciliation of workers' compensation claims during the previous two years:

	2025	2024
Claims payable beginning of year	$ 267,260	$ 258,618
Claims incurred	524,949	251,408
Claims paid	(699,649)	(242,766)
Claims payable end of year	$ 92,560	$ 267,260

Note K - Unavailable and Unearned Revenue

Unavailable revenue at year-end in the fund financial statements consisted of the following:

	General Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total
Unavailable tax collections	$ 1,510,651	$ -	$ 184,111	$ 1,694,762
Unavailable IMA revenue	-		1,285,318	1,285,318
Total	$ 1,510,651	$ -	$ 1,469,429	$ 2,980,080

Unearned revenue at year-end in the fund financial statements consisted of the following:

	General Fund	Nonmajor Governmental Funds	Capital Projects Fund	Total
Headstart building rent	$ 18,326	$ -	$ -	$ 18,326
State and local grant revenue	-	29,010	-	29,010
Federal grant revenue	-	183,335	-	183,335
Total	$ 18,326	$ 212,345	$ -	$ 230,671

Note L - Revenues from Local and Intermediate Sources

For the year ended August 31, 2025, revenues from local and intermediate sources reported in the fund financial statements for governmental fund types consisted of the following:

	General Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total
Property taxes	$ 49,154,772	$ -	$ 5,989,937	$ 55,144,709
Food sales	-	-	1,549,603	1,549,603
Investment income	3,126,810	1,143,681	343,476	4,613,967
Penalties, interest & other tax related income	528,649	-	72,539	601,188
Co-curricular student activities	435,707	-	-	435,707
Tuition and fees	92,602	-	-	92,602
Gifts and bequests	29,336	-	70	29,406
Other	1,752,313	2	491,643	2,243,958
Total	$ 55,120,189	$ 1,143,683	$ 8,447,268	$ 64,711,140

Note M - Accumulated Unpaid Sick Leave Benefits

Upon retirement or death of certain employees, the District pays for a portion of accrued sick leave earned while employed by the District in a lump sum cash payment to such employee or his/her estate. Payments for and usage of vested sick leave has been typically accounted for in the General Fund. This obligation was estimated to be $636,631 at August 31, 2025 for eligible employees and is recorded as other long-term liabilities in the government wide statement of net position.

Note O - Debt

The long-term indebtedness of the District pertains to the Governmental Activities and Business-Type Activities of the District. Expenditures for the debt service requirements of the long-term debt are accounted for in the General Fund, Debt Service Fund and Enterprise Fund.

As of August 31, 2025, the remaining principal of previously defeased bonds was $1,070,000.

On July 15, 2025, the District issued $385,100,000 in Unlimited Tax School Building Bonds, Series 2025. The bonds were issued with a premium of $16,948,854. The proceeds of the bond were used for the construction, improvement, expansion, and renovation of equipment of school facilities and safety and security enhancements in the District and to pay for the costs associated with the issuance of the Bonds.

A summary of bond issuances and other general long-term debt original amounts issues, interest rates and maturity dates as of August 31, 2025 are as follows:

	Original Amounts Issued	Interest Rate Payable	Maturity Date
Bond Issuances			
2015-A Refunding Bonds	$ 96,589,982	2.0%-5.0%	February 15, 2025
2020 Refunding Bonds	66,684,994	4.0%-5.0%	February 15, 2034
2020 Refunding Bonds CAB	1,844,994	0.0%	February 15, 2026
2025 Series Building Bonds	385,100,000	5.0%	February 15, 2055
Leases			
Kirbo's Office Systems	1,266,557	2.39%	August 2026
Pitney Bowes	35,574	4.88%	August 2026
Note Payable			
2015 Jumbotron	743,089	9.0%	August 31, 2025
Subscription IT			
Enome, Inc.	115,914	4.98%	June 2026
Severin	830,424	2.69%	September 2025
Panorama Education	456,600	4.54%	August 2025

A summary of changes in general long-term debt for governmental activities as of August 31, 2025 follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
General Obligation Bonds					
2015-A Refunding Bonds	$ 5,780,000	$ -	$ (5,780,000)	$ -	$ -
2020 Refunding Bonds	60,560,000	-	(690,000)	59,870,000	-
2020 Refunding Bonds CAB	1,844,994	-	-	1,844,994	1,844,994
2025 Series Building Bonds	-	385,100,000	-	385,100,000	-
Total bonds	68,184,994	385,100,000	(6,470,000)	446,814,994	1,844,994
Accreted interest on capital appreciation	4,631,695	78,678	-	4,710,373	-
Unamortized bond premium	6,884,873	16,948,854	(2,064,995)	21,768,732	-
Subtotal	79,701,562	402,127,532	(8,534,995)	473,294,099	1,844,994
Compensated Absences					
Compensated absences	584,987	51,644	-	636,631	-
Leases payable	18,427	-	(8,989)	9,438	9,438
Subscription IT liabilities	776,089	-	(494,334)	281,755	281,755
Total general long-term debt - governmental activities	$ 81,081,065	$ 402,179,176	$ (9,038,318)	$ 474,221,923	$ 2,136,187

A summary of changes in general long-term debt for the business-type activities as of August 31, 2025 are as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Note Payable					
2015 Jumbotron	$ 97,457	$ -	$ (97,457)	$ -	$ -
Total long-term debt - business-type activities	$ 97,457	$ -	$ (97,457)	$ -	$ -

Debt service requirements on bonds payable for governmental activities are as follows:

Year Ending August 31,	Principal	Interest	Total Requirements
2026	$ 1,844,994	$ 26,300,722	$ 28,145,716
2027	6,645,000	21,377,816	28,022,816
2028	7,215,000	21,099,166	28,314,166
2029	7,775,000	20,795,041	28,570,041
2030	8,365,000	20,464,991	28,829,991
2031-2035	47,630,000	98,750,172	146,380,172
2036-2040	56,050,000	88,117,063	144,167,063
2041-2045	75,405,000	71,782,938	147,187,938
2046-2050	100,985,000	49,286,869	150,271,869
2051-2055	134,900,000	18,515,175	153,415,175
Total	$ 446,814,994	$ 436,489,953	$ 883,304,947

Payment requirements for the District's leases is as follows:

Year Ending August 31,	Principal	Interest	Total Requirements
2026	$ 9,438	$ 288	$ 9,726
Total	$ 9,438	$ 288	$ 9,726

Payment requirements for the District's SBITAs is as follows:

Year Ending August 31,	Principal	Interest	Total Requirements
2026	$ 281,755	$ 14	$ 281,769
Total	$ 281,755	$ 14	$ 281,769

Note P - Leases

The District entered an agreement to lease a postage machine for District-wide use beginning November 2022. Under the terms of the lease, the District pays a quarterly fee of $2,432. The lease terminates in August 2026.

At August 31, 2025, the District has recognized a right to use asset, net of accumulated amortization, of $11,043 and a lease liability of $9,438 related to this agreement. During the fiscal year, the District recorded $29,338 in amortization expense and $736 in interest expense for the right to use the postage machine. The District used a discount rate of 4.88% on the postage machine. The discount rate was based on the estimated incremental borrowing rate of the District.

Note Q - Subscription-Based Information Technology Arrangement (SBITAs)

The District has entered into multiple SBITA contracts for educational, security, data and accounting software. The subscription liability was valued using discount rates between 1.78% and 5.71%. The discount rates were based on the risk-free rate published by the United States Treasury as the District has no comparable publicly traded debt. The rates are then adjusted for the specific terms of each lease and the rating of the entity.

At August 31, 2025, the District has recognized a right to use asset, net of accumulated amortization, of $336,273 and a SBITA liability of $281,755 related to these agreements. During the fiscal year, the District recorded $504,667 in amortization expense and $7,927 in interest expense for the right to use assets. The District used a discount rates ranging from 1.78% to 5.71%. The discount rates were based on the estimated incremental borrowing rate of the District.

Note R - General Fund Federal Source Revenues

Revenues from federal sources, which are reported in the General Fund, consist of:

Program or Service	Financial Assistance Listing Number	Amount
ROTC	12.000	$ 97,821
School Health and Related Services	n/a	1,502,734
Impact Aid, Public Law 81-874	84.041	13,774
Indirect costs		
Title I - Part A, Improving Basic Programs	84.010	179,132
Title I, 1003 ESF-Focused Support Grant	84.010	25,419
IDEA B Formula	84.027	126,245
IDEA B Preschool	84.173	2,528
Carl D Perkins Basic Grant Formula	84.048	8,540
Title II, Part A - Teacher, Principal, Training & Recruitment	84.367	24,510
Title III - Part A	84.365	3,331
Title IV - Part A	84.424	23,110
24-25 Stronger Connections Grant	84.424F	17,527
24-25 Texas Education for Homeless Children	84.196A	855
ARP Homeless II	84.425	4,325
Total		$ 2,029,851

Required Supplementary Information
August 31, 2025

San Angelo Independent School District

Control Codes		Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts (GAAP) Basis	Variance With Final Budget
	Revenues				
5700	Local and intermediate sources	$ 52,347,789	$ 54,378,117	$ 55,120,189	$ 742,072
5800	State program revenues	74,491,216	77,288,178	74,492,481	(2,795,697)
5900	Federal program revenues	1,235,000	1,250,000	2,029,851	779,851
5020	Total revenues	128,074,005	132,916,295	131,642,521	(1,273,774)
	Expenditures				
	Current				
0011	Instruction	71,320,926	70,543,585	70,791,166	(247,581)
0012	Instructional resources and media services	1,531,348	1,496,758	1,457,393	39,365
0013	Curriculum and instructional staff development	1,147,573	1,041,153	993,888	47,265
0021	Instructional leadership	2,159,336	2,191,654	2,129,892	61,762
0023	School leadership	7,792,186	8,241,165	8,188,125	53,040
0031	Guidance, counseling and evaluation services	4,851,461	5,170,468	5,022,438	148,030
0032	Social work services	401,569	481,095	459,147	21,948
0033	Health services	1,749,783	1,652,775	1,601,797	50,978
0034	Student (pupil) transportation	4,263,972	5,006,492	4,837,244	169,248
0036	Extracurricular activities	6,725,418	7,706,439	7,445,014	261,425
0041	General administration	3,913,820	4,401,295	4,328,722	72,573
0051	Facilities maintenance and operations	15,417,945	18,311,707	17,814,201	497,506
0052	Security and monitoring services	1,206,106	1,952,038	1,939,869	12,169
0053	Data processing services	3,694,120	4,137,369	3,844,520	292,849
0061	Community services	818,442	984,605	935,316	49,289
0071	Debt service	-	500,000	438,259	61,741
	Capital outlay				
0081	Facilities acquisition and construction	-	8,500,000	7,496,476	1,003,524
	Intergovernmental				
0099	Other intergovernmental charges	1,080,000	1,043,350	1,043,350	-
6030	Total expenditures	128,074,005	143,361,948	140,766,817	2,595,131
1100	Excess (deficiency) of revenues over (under) expenditures	-	(10,445,653)	(9,124,296)	1,321,357
1200	Net change in fund balances	-	(10,445,653)	(9,124,296)	1,321,357
0100	Fund balance - September 1 (beginning)	64,556,838	64,556,838	64,556,838	-
3000	Fund balance - August 31 (ending)	$ 64,556,838	$ 54,111,185	$ 55,432,542	$ 1,321,357

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's proportion of the net pension liability	0.06193%	0.06111%	0.06331%	0.05966%	0.05847%	0.07181%	0.07222%	0.07165%	0.07286%	0.07665%
District's proportionate share of net pension liability	$ 37,826,599	$ 41,976,304	$ 37,586,196	$ 15,194,444	$ 31,317,777	37,329,639	$ 39,753,257	$ 22,909,050	$ 27,533,250	$ 27,094,755
State's proportionate share of the of the net pension liability associated with the District	53,260,787	64,180,349	58,984,381	29,062,098	62,800,381	57,977,643	63,388,503	38,885,427	48,542,407	46,073,448
Totals	$ 91,087,386	$ 106,156,653	$ 96,570,577	$ 44,256,542	$ 94,118,158	$ 95,307,282	$ 103,141,760	$ 61,794,477	$ 76,075,657	$ 73,168,203
District's covered payroll	$ 86,772,906	$ 85,217,421	$ 83,542,715	$ 83,558,934	$ 82,559,521	$ 80,967,583	$ 79,008,268	$ 78,186,792	$ 78,244,552	$ 75,523,372
District's proportionate share of the net pension liability percentage of its covered payroll	43.59%	49.26%	44.99%	18.18%	37.93%	46.10%	50.32%	29.30%	35.19%	35.88%
Plan fiduciary net position as a percentage of the total pension liability	77.51%	73.15%	75.62%	88.79%	75.54%	75.24%	73.74%	82.17%	78.00%	78.43%

Note: The information disclosed for each fiscal year is reported as of the measurement date of the net pension liability with is August 31 of the preceding fiscal year.

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contributions	$ 3,534,794	$ 3,481,511	$ 3,139,589	$ 2,939,214	$ 2,545,923	$ 2,412,676	$ 2,513,474	$ 2,432,983	$ 2,348,191	$ 2,314,992
Contribution in relation to the contractually required contributions	(3,534,794)	(3,481,511)	(3,139,589)	(2,939,214)	(2,545,923)	(2,412,676)	(2,513,474)	(2,432,983)	(2,348,191)	(2,314,992)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered payroll	$ 88,173,531	$ 86,772,906	$ 85,217,421	$ 83,542,715	$ 83,558,934	$ 82,559,521	$ 80,967,583	$ 79,008,268	$ 78,186,792	$ 78,244,552
Contributions as a percentage of covered payroll	4.01%	4.01%	3.68%	3.52%	3.05%	2.92%	3.10%	3.08%	3.00%	2.96%

Note: The information disclosed for each fiscal year is reported as of the District's fiscal year-end date.

	2025	2024	2023	2022	2021	2020	2019	2018
District's proportion of the net OPEB liability	0.087668520%	0.086265912%	0.090712281%	0.090429727%	0.091812086%	0.100464098%	0.102037369%	0.099479686%
District's proportionate share of net OPEB liability	$ 26,608,739	$ 19,097,811	$ 21,720,153	$ 34,882,612	$ 34,901,920	$ 47,510,702	$ 50,948,192	$ 43,259,984
State's proportionate share of the net OPEB liability associated with the District	33,340,389	23,044,444	26,495,175	46,734,926	46,899,814	63,131,096	63,840,103	57,836,255
Totals	$ 59,949,128	$ 42,142,255	$ 48,215,328	$ 81,617,538	$ 81,801,734	$ 110,641,798	$ 114,788,295	$ 101,096,239
District's covered payroll	$ 86,772,906	$ 85,217,421	$ 83,542,715	$ 83,558,934	$ 82,559,521	$ 80,967,583	$ 79,008,268	$ 78,186,792
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	30.66%	22.41%	26.00%	41.75%	42.27%	58.68%	64.48%	55.33%
Plan fiduciary net position as a percentage of the total OPEB liability	13.70%	14.94%	11.52%	6.18%	4.99%	2.66%	1.57%	0.91%

Note: The information disclosed for each fiscal year is reported as of the measurement date of the net OPEB liability which is August 31 of the preceding fiscal year.

Note: Plan information was unavailable prior to 2018.

	2025	2024	2023	2022	2021	2020	2019	2018
Contractually required contributions	$ 780,651	$ 793,556	$ 747,533	$ 738,234	$ 706,436	$ 697,836	$ 713,017	$ 703,899
Contribution in relation to the contractually required contributions	(780,651)	(793,556)	(747,533)	(738,234)	(706,436)	(697,836)	(713,017)	(703,899)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered payroll	$ 88,173,531	$ 86,772,906	$ 85,217,421	$ 83,542,715	$ 83,558,934	$ 82,559,521	$ 80,967,583	$ 79,008,268
Contributions as a percentage of covered payroll	0.89%	0.91%	0.88%	0.88%	0.85%	0.85%	0.88%	0.89%

Note: The information disclosed for each fiscal year is reported as of the District's fiscal year-end date.

Note: Plan information was unavailable prior to 2018.

Note A - Budget

Budgetary Information

Each school district in Texas is required by law to prepare annually a budget of anticipated revenues and expenditures for the general fund, debt service fund, and the National School Breakfast and Lunch Program special revenue fund. The Texas Education Code requires the budget to be prepared not later than August 20 and adopted by August 31 of each year. The budgets are prepared on a basis of accounting that is used for reporting in accordance with generally accepted accounting principles.

The following procedures are followed in establishing the budgetary data reflected in the fund financial schedules:

1. Prior to August 20 of the preceding fiscal year, the District prepares a budget for the next succeeding fiscal year beginning September 1. The operating budget includes proposed expenditures and the means of financing them.
2. A meeting of the Board is then called for the purpose of adopting the proposed budget after ten days' public notice of the meeting has been given.
3. Prior to September 1, the budget is formally approved and adopted by the Board.

Once a budget is approved, it can be amended by function and fund level only by approval of a majority of the members of the Board. Amendments are presented to the Board at its regular meetings. Each amendment must have Board approval. Such amendments are made before the fact, are reflected in the official minutes of the Board and are not made after fiscal year end as required by law. Each amendment is controlled by the Director of Financial Services. Budget amounts are as amended by the Board. All budget appropriations lapse at year end.

The following expenditures exceeded appropriations in the final general fund budget:

		Budgeted	Actual	Variance
General Fund:				
0011	Instruction	$ 70,543,585	$ 70,791,166	$ (247,581)

Note B - Pension

Changes of Benefit Terms

The 2023 Texas Legislature passed Senate Bill 10 (SB 10), which provided a stipend payment to certain retirees and variable ad hoc cost-of-living adjustments (COLA) to certain retirees in early fiscal year 2024. Due to its timing, the legislation and payments were not reflected in the August 31, 2023 actuarial valuation. Under the roll forward method, an adjustment was made to reflect the legislation in the rolled forward liabilities for the current measurement year, August 31, 2024. SB 10 and House Joint Resolution 2 (HJR 2) of the 88th Regular Legislative Session appropriated payments of $1.645 billion for one-time stipends and $3.355 billion for COLAs. This appropriation is treated as a supplemental contribution and included in other additions. Since the Legislature appropriated funds for this one-time stipend and COLA, there was no impact on the Net Pension Liability of TRS.

Changes of Assumptions

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

Note C - OPEB

Changes of Benefit Terms

Since the last valuation was prepared for this plan, Texas Senate Bill 1055, which was signed by the Governor on May 10, 2023, added Stephen F. Austin State University into the University of Texas System. As a result, eligible employees of Stephen F. Austin State University ceased being members under this OPEB plan effective August 31, 2023. This change is reflected in the Total OPEB Liability as of August 31, 2023. In addition, this valuation reflects the minor benefit changes that became effective September 1, 2023, since these changes were announced to plan members in advance of August 31, 2023. These minor benefit changes, which are not expected to have a significant impact on plan costs for fiscal year 2024, are provided for in the fiscal year 2024 Assumed Per Capita Health Benefit Costs.

Changes of Assumptions

The following were changes to the actuarial assumptions or other inputs that affected measurement of the Total OPEB Liability since the prior measurement period:

- The discount rate changed from 4.13% as of August 31, 2023, to 3.87% as of August 31, 2024, accompanied by a revised demographic and economic assumptions based on the TRS experience study
- The tables used to model the impact of aging on the underlying claims were revised.

Other Supplementary Information
August 31, 2025

San Angelo Independent School District

COMBINING AND OTHER STATEMENTS

Included in this section are combining nonmajor funds financial statements.

GOVERNMENTAL FUNDS

Following is a description of the purposes of governmental funds.

REPORTED AS MAJOR FUNDS IN THE BASIC FINANCIAL STATEMENTS

- General Fund is the District's primary operating fund. It is used to account for all financial resources not required to be reported in another fund. It is always a major fund.
- Capital Projects Fund is the fund to account for the proceeds from long-term debt financing and revenues and expenditures related to the authorized construction and other capital asset acquisitions.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

- Funds 200 through 379 are used to account for the receipt and expenditure of federally funded programs. Revenues are generally recognized to the extent of eligible expenditures.
- Funds 380 through 429 are used to account for the State of Texas funded programs. Revenues are generally recognized to the extent of eligible expenditures.
- Funds 460 through 499 are used to account for the receipt and expenditure of local and intermediate source funded programs.

Debt Service Fund - to account for the accumulation of resources and payment of principal and interest on general obligation bonds. Resources are provided by an annual ad valorem tax levy and State of Texas Foundation Program revenues. Proceeds of refunding bond issues are also accounted for in this fund.

ENTERPRISE FUNDS

A brief description of the purpose of each enterprise fund follows.

Concession Fund – to account for the concession operations at athletic events.

JumboTron Fund – to account for advertising revenues and operating costs of an electronic scoreboard installed at San Angelo Stadium.

CUSTODIAL FUND

Student Activity Accounts - to account for funds which belong to student groups.

Data Control Codes		211 ESEA I, A Improving Basic Program	224 IDEA Part B Formula	225 IDEA Part B Preschool
	Assets			
1110	Cash and cash equivalents	$ -	$ -	$ -
1220	Property taxes - delinquent	-	-	-
1230	Allowance for uncollectible taxes (credit)	-	-	-
1240	Due from other governments	717,882	396,770	2,506
1260	Due from other funds	-	-	-
1290	Other receivables	-	-	-
1300	Inventories	-	-	-
1000	Total assets	717,882	396,770	2,506
1000a	Total assets and deferred outflows	$ 717,882	$ 396,770	$ 2,506
	Liabilities			
2110	Accounts payable	$ 23	$ 26,808	$ 2,040
2170	Due to other funds	717,859	369,962	466
2180	Due to other governments	-	-	-
2300	Unearned revenues	-	-	-
2000	Total liabilities	717,882	396,770	2,506
	Deferred Inflows of Resources			
2601	Unavailable revenue - property taxes	-	-	-
2602	Unavailable revenue	-	-	-
2600	Total inflows of resources	-	-	-
	Fund Balances			
3410	Nonspendable - inventories	-	-	-
3450	Restricted - federal or state funds grant	-	-	-
3480	Restricted - retirement of long-term debt	-	-	-
3545	Committed - other	-	-	-
3000	Total fund balances	-	-	-
4000	Total liabilities, deferred inflows and fund balances	$ 717,882	$ 396,770	$ 2,506

240 National Breakfast and Lunch Program	242 Summer Feeding Program	244 Career and Technical - Basic Grant	255 ESEA II, A Training and Recruiting	263 Title III, A English Lang. Acquisition
$ 1,712,556	$ 1,591,045	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	-
385,539	-	57,896	113,363	29,585
-	-	-	18,063	-
-	-	-	-	-
632,986	-	-	-	-
2,731,081	1,591,045	57,896	131,426	29,585
$ 2,731,081	$ 1,591,045	$ 57,896	$ 131,426	$ 29,585
$ 82,560	$ -	$ -	$ 23,213	$ 1,283
-	-	57,896	108,213	28,302
-	-	-	-	-
183,335	-	-	-	-
265,895	-	57,896	131,426	29,585
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
632,986	-	-	-	-
1,832,200	1,591,045	-	-	-
-	-	-	-	-
-	-	-	-	-
2,465,186	1,591,045	-	-	-
$ 2,731,081	$ 1,591,045	$ 57,896	$ 131,426	$ 29,585

Data Control Codes		280 ARP Act Homeless II Education for Homeless	289 Other Federal Special Revenue Funds	379 Texas Education Homeless Children
	Assets			
1110	Cash and cash equivalents	$ -	$ -	$ -
1220	Property taxes - delinquent	-	-	-
1230	Allowance for uncollectible taxes (credit)	-	-	-
1240	Due from other governments	-	237,756	12,919
1260	Due from other funds	-	-	-
1290	Other receivables	-	-	-
1300	Inventories	-	-	-
1000	Total assets	-	237,756	12,919
1000a	Total assets and deferred outflows	$ -	$ 237,756	$ 12,919
	Liabilities			
2110	Accounts payable	-	$ 46,631	$ 3,000
2170	Due to other funds	-	185,290	9,919
2180	Due to other governments	-	-	-
2300	Unearned revenues	-	-	-
2000	Total liabilities	-	231,921	12,919
	Deferred Inflows of Resources			
2601	Unavailable revenue - property taxes	-	-	-
2602	Unavailable revenue	-	-	-
2600	Total inflows of resources	-	-	-
	Fund Balances			
3410	Nonspendable - inventories	-	-	-
3450	Restricted - federal or state funds grant	-	5,835	-
3480	Restricted - retirement of long-term debt	-	-	-
3545	Committed - other	-	-	-
3000	Total fund balances	-	5,835	-
4000	Total liabilities, deferred inflows and fund balances	$ -	$ 237,756	$ 12,919

397 Advanced Placement Incentives	410 Instructional Materials Allotment	429 Other State Special Revenue Funds	461 Campus Activity Fund	499 Other Local Special Revenue Funds
$ 60,576	$ -	$ -	$ 523,527	$ 44,385
-	-	-	-	-
-	-	-	-	-
-	1,285,318	103,594	-	-
-	30,095	-	-	-
-	-	-	-	-
-	-	-	-	-
60,576	1,315,413	103,594	523,527	44,385
$ 60,576	$ 1,315,413	$ 103,594	$ 523,527	$ 44,385
$ -	$ 22,500	$ -	$ 6,126	$ -
-	7,595	102,347	5,133	-
-	-	-	-	-
-	-	-	17,436	-
-	30,095	102,347	28,695	-
-	-	-	-	-
-	1,285,318	-	-	-
-	1,285,318	-	-	-
-	-	-	-	-
60,576	-	1,247	-	-
-	-	-	-	-
-	-	-	494,832	44,385
60,576	-	1,247	494,832	44,385
$ 60,576	$ 1,315,413	$ 103,594	$ 523,527	$ 44,385

Data Control Codes		Total Nonmajor Special Revenue Funds	599 Debt Service Fund	Total Nonmajor Governmental Funds
	Assets			
1110	Cash and cash equivalents	$ 3,932,089	$ 6,290,430	$ 10,222,519
1220	Property taxes - delinquent	-	336,360	336,360
1230	Allowance for uncollectible taxes (credit)	-	(104,597)	(104,597)
1240	Due from other governments	3,343,128	-	3,343,128
1260	Due from other funds	48,158	-	48,158
1290	Other receivables	-	15,337	15,337
1300	Inventories	632,986	-	632,986
1000	Total assets	7,956,361	6,537,530	14,493,891
1000a	Total assets and deferred outflows	$ 7,956,361	$ 6,537,530	$ 14,493,891
	Liabilities			
2110	Accounts payable	$ 214,184	$ -	$ 214,184
2170	Due to other funds	1,592,982	-	1,592,982
2180	Due to other governments	-	348,780	348,780
2300	Unearned revenues	200,771	11,574	212,345
2000	Total liabilities	2,007,937	360,354	2,368,291
	Deferred Inflows of Resources			
2601	Unavailable revenue - property taxes	-	184,111	184,111
2602	Unavailable revenue	1,285,318	-	1,285,318
2600	Total inflows of resources	1,285,318	184,111	1,469,429
	Fund Balances			
3410	Nonspendable - inventories	632,986	-	632,986
3450	Restricted - federal or state funds grant	3,490,903	-	3,490,903
3480	Restricted - retirement of long-term debt	-	5,993,065	5,993,065
3545	Committed - other	539,217	-	539,217
3000	Total fund balances	4,663,106	5,993,065	10,656,171
4000	Total liabilities, deferred inflows and fund balances	$ 7,956,361	$ 6,537,530	$ 14,493,891

Data Control Codes		211 ESEA I, A Improving Basic Program	224 IDEA Part B Formula	225 IDEA Part B Preschool
	Revenues			
5700	Local and intermediate sources	$ -	$ -	$ -
5800	State program revenues	-	-	-
5900	Federal program revenues	4,640,234	2,929,382	57,536
5020	Total revenues	4,640,234	2,929,382	57,536
	Expenditures			
	Current			
0011	Instruction	4,194,719	1,645,755	57,536
0013	Curriculum and instructional staff development	108,920	70	-
0021	Instructional leadership	229,242	3,130	-
0023	School leadership	-	-	-
0031	Guidance, counseling, and evaluation services	-	1,174,517	-
0033	Health services	-	41,908	-
0035	Food services	-	-	-
0041	General administration	-	-	-
0051	Facilities maintenance and operations	-	-	-
0052	Security and monitoring services	-	-	-
0061	Community services	107,353	-	-
	Debt service			
0071	Principal on long term debt	-	61,145	-
0072	Interest on long term debt	-	2,857	-
0073	Bond issuance cost and fees	-	-	-
	Capital outlay			
0081	Facilities acquisition and construction	-	-	-
6030	Total expenditures	4,640,234	2,929,382	57,536
1100	Excess (deficiency) of revenues over (under) expenditures	-	-	-
	Other financing sources (Uses)			
7911	Issuance of bonds	-	-	-
7915	Transfers in	-	-	-
7916	Premium or (discount) on issuance of bonds	-	-	-
8911	Transfers out	-	-	-
7080	Total other financing sources (uses)	-	-	-
1200	Net change in fund balance	-	-	-
0100	Fund balances, beginning	-	-	-
3000	Fund balance, August 31 (Ending)	$ -	$ -	$ -

240 National Breakfast and Lunch Program	242 Summer Feeding Program	244 Career and Technical - Basic Grant	255 ESEA II, A Training and Recruiting	263 Title III, A English Lang. Acquisition
$ 1,599,354	$ 1,089	$ -	$ -	$ -
279,534	-	-	-	-
6,766,757	65,296	217,998	555,283	75,101
8,645,645	66,385	217,998	555,283	75,101
-	-	120,422	121,406	75,101
-	-	20,938	324,932	-
-	-	1,952	97,438	-
-	-	-	-	-
-	-	74,686	-	-
-	-	-	-	-
9,015,677	65,316	-	-	-
-	-	-	-	-
153,589	897	-	-	-
-	-	-	-	-
-	-	-	11,507	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
9,169,266	66,213	217,998	555,283	75,101
(523,621)	172	-	-	-
-	-	-	-	-
6,022	-	-	-	-
-	-	-	-	-
-	-	-	-	-
6,022	-	-	-	-
(517,599)	172	-	-	-
2,982,785	1,590,873	-	-	-
$ 2,465,186	$ 1,591,045	$ -	$ -	$ -

Data Control Codes		280 ARP Act Homeless II Education for Homeless	289 Other Federal Special Revenue Funds	379 Texas Education Homeless Children
	Revenues			
5700	Local and intermediate sources	$ -	$ -	$ -
5800	State program revenues	-	-	-
5900	Federal program revenues	35,606	933,396	19,150
5020	Total revenues	35,606	933,396	19,150
	Expenditures			
	Current			
0011	Instruction	-	52,071	-
0013	Curriculum and instructional staff development	-	185,573	-
0021	Instructional leadership	3,696	-	-
0023	School leadership	-	-	-
0031	Guidance, counseling, and evaluation services	-	521,401	-
0033	Health services	-	-	-
0035	Food services	-	-	-
0041	General administration	-	-	-
0051	Facilities maintenance and operations	-	-	-
0052	Security and monitoring services	-	168,486	-
0061	Community services	31,910	8,571	19,150
	Debt service			
0071	Principal on long term debt	-	-	-
0072	Interest on long term debt	-	-	-
0073	Bond issuance cost and fees	-	-	-
	Capital outlay			
0081	Facilities acquisition and construction	-	-	-
6030	Total expenditures	35,606	936,102	19,150
1100	Excess (deficiency) of revenues over (under) expenditures	-	(2,706)	-
	Other financing sources (Uses)			
7911	Issuance of bonds	-	-	-
7915	Transfers in	-	-	-
7916	Premium or (discount) on issuance of bonds	-	-	-
8911	Transfers out	-	-	-
7080	Total other financing sources (uses)	-	-	-
1200	Net change in fund balance	-	(2,706)	-
0100	Fund balances, beginning	-	8,541	-
3000	Fund balance, August 31 (Ending)	$ -	$ 5,835	$ -

397 Advanced Placement Incentives	410 Instructional Materials Allotment	429 Other State Funded Special Revenue Funds	461 Campus Activity Fund	499 Other Local Special Revenue Funds
$ -	$ -	$ -	$ 495,014	$ 15,155
-	357,713	127,294	-	-
-	-	-	-	-
-	357,713	127,294	495,014	15,155
-	248,671	-	208,996	10,816
-	109,042	1,829	6,320	-
-	-	-	376	-
-	-	-	224,159	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	111	-
-	-	-	977	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	124,760	-	-
-	357,713	126,589	440,939	10,816
-	-	705	54,075	4,339
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	(44,162)
-	-	-	-	(44,162)
-	-	705	54,075	(39,823)
60,576	-	542	440,757	84,208
$ 60,576	$ -	$ 1,247	$ 494,832	$ 44,385

Data Control Codes		Total Nonmajor Special Revenue Funds	599 Debt Service Fund	Total Nonmajor Governmental Funds
	Revenues			
5700	Local and intermediate sources	$ 2,110,612	$ 6,336,656	$ 8,447,268
5800	State program revenues	764,541	1,402,790	2,167,331
5900	Federal program revenues	16,295,739	-	16,295,739
5020	Total revenues	19,170,892	7,739,446	26,910,338
	Expenditures			
	Current			
0011	Instruction	6,735,493	-	6,735,493
0013	Curriculum and instructional	-		
	staff development	757,624	-	757,624
0021	Instructional leadership	335,834	-	335,834
0023	School leadership	224,159	-	224,159
0031	Guidance, counseling, and	-		
	evaluation services	1,770,604	-	1,770,604
0033	Health services	41,908	-	41,908
0035	Food services	9,080,993	-	9,080,993
0041	General administration	111	-	111
0051	Facilities maintenance and operations	155,463	-	155,463
0052	Security and monitoring services	168,486	-	168,486
0061	Community services	178,491	-	178,491
	Debt service	-		
0071	Principal on long term debt	61,145	6,470,000	6,531,145
0072	Interest on long term debt	2,857	2,210,672	2,213,529
0073	Bond issuance cost and fees	-	18,216	18,216
	Capital outlay			
0081	Facilities acquisition and construction	124,760	-	124,760
6030	Total expenditures	19,637,928	8,698,888	28,336,816
1100	Excess (deficiency) of revenues			
	over (under) expenditures	(467,036)	(959,442)	(1,426,478)
	Other financing sources (Uses)			
7911	Issuance of bonds	-	1,968,827	1,968,827
7915	Transfers in	6,022	-	6,022
7916	Premium or (discount) on issuance of bonds	-	86,651	86,651
8911	Transfers out	(44,162)	-	(44,162)
7080	Total other financing sources (uses)	(38,140)	2,055,478	2,017,338
1200	Net change in fund balance	(505,176)	1,096,036	590,860
0100	Fund balances, beginning	5,168,282	4,897,029	10,065,311
3000	Fund balance, August 31 (Ending)	$ 4,663,106	$ 5,993,065	$ 10,656,171

Data Control Codes		711 Concession Fund	712 JumboTron Fund	Total Nonmajor Enterprise Funds
	Assets			
	Current assets			
1110	Cash and cash equivalents	$ 136,242	$ 39,854	$176,096
	Total current assets	136,242	39,854	176,096
	Noncurrent assets			
	Capital assets:			
1530	Furniture and equipment	-	856,089	856,089
1573	Depreciation on furniture and equipment	-	(856,089)	(856,089)
1000	Total assets	136,242	39,854	176,096
	Liabilities			
	Current liabilities			
2110	Accounts payable	2,051	-	2,051
	Total current liabilities	2,051	-	2,051
2000	Total liabilities	2,051	-	2,051
	Net Position			
3900	Unrestricted	134,191	39,854	174,045
3000	Total net position	$ 134,191	$ 39,854	$174,045

Data Control Codes		711 Concession Fund	712 JumboTron Fund	Total Nonmajor Enterprise Funds
	Operating revenues			
5700	Local and intermediate sources	$ 113,216	$ 78,000	$ 191,216
5020	Total operating revenues	113,216	78,000	191,216
	Operating expenses			
6100	Payroll services	36,901	-	36,901
6200	Professional and contracted services	1,089	-	1,089
6300	Supplies and materials	50,528	-	50,528
6400	Other operating costs	570	-	570
6440	Depreciation expense	-	85,609	85,609
6030	Total operating expenses	89,088	85,609	174,697
	Operating income (loss)	24,128	(7,609)	16,519
	Nonoperating revenues (expenses)			
6523	Interest on notes payable	-	(7,887)	(7,887)
8030	Total nonoperating expenses	-	(7,887)	(7,887)
	Other financing sources (uses)			
7915	Transfers in	-	44,162	44,162
8911	Transfers out	(6,022)	-	(6,022)
	Total other financing sources (uses)	(6,022)	44,162	38,140
1300	Change in net position	18,106	28,666	46,772
0100	Total net position, beginning	116,085	11,188	127,273
3300	Total net position, ending	$ 134,191	$ 39,854	$ 174,045

	711 Concession Fund	712 JumboTron Fund	Total Nonmajor Enterprise Funds
Operating activities			
Cash received from user charges	$ 113,216	$ 78,000	$ 191,216
Cash payments to employees for services	(36,901)	-	(36,901)
Cash payments for other operating costs	(570)	-	(570)
Cash payments from (to) suppliers	(49,829)	(92,260)	(142,089)
Net cash from (used for) operating activities	25,916	(14,260)	11,656
Noncapital financing activities			
Operating transfer in	-	44,162	44,162
Operating transfer out	(6,022)	-	(6,022)
Net cash (used for) or from noncapital financing activities	(6,022)	44,162	38,140
Capital and related financing activities			
Retirement of long-term debt	-	(97,457)	(97,457)
Interest paid on long-term debt	-	(7,887)	(7,887)
Net cash used for capital and related financial activities	-	(105,344)	(105,344)
Net change in cash and cash equivalents	19,894	(75,442)	(55,548)
Cash and cash equivalents - beginning of the year	116,348	115,296	231,644
Cash and cash equivalents - end of the year	$ 136,242	$ 39,854	$ 176,096
Reconciliation of operating income (loss) to net cash from operating activities			
Operating income (loss)	$ 24,128	$ (7,609)	$ 16,519
Depreciation	-	85,609	85,609
Adjustments to reconcile operating income (loss) to net cash from operating activities			
Change in assets and liabilities			
Accounts payable	1,788	-	1,788
Accrued expenses	-	(92,260)	(92,260)
Net cash from (used for) operating activities	$ 25,916	$ (14,260)	$ 11,656

Required TEA Schedules
August 31, 2025

San Angelo Independent School District

	1	2	3
	Tax Rates		Assessed/ Appraised Value for School
Last Ten Years Ended August 31,	Maintenance	Debt Service	Tax Purposes
2016 (and prior years)	$ Various	$ Various	$ Various
2017	1.040000	0.180000	4,702,034,461
2018	1.040000	0.170000	4,970,459,071
2019	1.040000	0.170000	5,077,423,013
2020	0.970000	0.160000	5,326,658,942
2021	0.962900	0.157480	5,721,176,796
2022	0.961400	0.138210	5,873,842,517
2023	0.854600	0.117410	6,745,404,903
2024	0.694900	0.117410	6,773,082,243
2025 (school year under audit)	0.724900	0.087410	6,919,653,457
1000 Totals			
8000 Taxes Refunded			

10 Beginning Balance September 1, 2024	20 Current Year's Total Levy	31 Maintenance Total Collections	32 Debt Service Total Collections	40 Entire Year's Adjustments	50 Ending Balance August 31, 2025	99 Total Taxes Refunded Under Section 26.1115(c)
$ 261,110	$ -	$ 3,328	$ 562	$ (9,009)	$ 248,211	
33,045	-	2,263	382	(611)	29,789	
38,315	-	4,297	726	(1,176)	32,116	
52,149	-	7,091	1,198	(2,079)	41,781	
76,397	-	9,908	1,674	(1,408)	63,407	
97,058	-	23,882	4,035	(1,023)	68,118	
165,095	-	4,418	7,505	(43,930)	109,242	
352,964	-	117,334	19,825	(28,347)	187,458	
1,055,107	-	237,817	40,182	(259,889)	517,219	
-	56,209,037	48,947,573	5,896,438	161,635	1,526,661	
$ 2,131,240	$ 56,209,037	$ 49,357,911	$ 5,972,527	$ (185,837)	$ 2,824,002	
						$ 20,329

Data Control Codes		Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts (GAAP Basis)	Variance with Final Budget
	Revenues				
5700	Local and intermediate sources	$ 1,642,427	$1,642,427	$ 1,599,354	$ (43,073)
5800	State program revenues	28,000	28,000	279,534	251,534
5900	Federal program revenues	6,801,149	6,801,149	6,766,757	(34,392)
5020	Total revenues	8,471,576	8,471,576	8,645,645	174,069
	Expenditures				
	Current				
0035	Food services	8,952,656	9,109,656	9,015,677	93,979
0051	Facilities maintenance and operations	120,000	155,000	153,589	1,411
6030	Total expenditures	9,072,656	9,264,656	9,169,266	95,390
1100	Excess (deficiency) of revenues over (under) expenditures	(601,080)	(793,080)	(523,621)	269,459
	Other financing sources (uses)				
7915	Transfers in	-	-	6,022	6,022
7080	Total other financing sources (uses)	-	-	6,022	6,022
1200	Net change in fund balances	(601,080)	(793,080)	(517,599)	275,481
0100	Fund balance, September 1 (Beginning)	2,982,785	2,982,785	2,982,785	-
3000	Fund balance, August 31 (Ending)	$ 2,381,705	$2,189,705	$ 2,465,186	$ 275,481

Data Control Codes		Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts (GAAP Basis)	Variance with Final Budget
	Revenues				
5700	Local and intermediate sources	$ 8,304,303	$ 8,304,303	$ 6,336,656	$ (1,967,647)
5800	State program revenues	-	1,639,877	1,402,790	(237,087)
5020	Total revenues	8,304,303	9,944,180	7,739,446	(2,204,734)
	Expenditures				
	Debt service				
0071	Principal on long term debt	6,470,000	6,470,000	6,470,000	-
0072	Interest on long term debt	1,834,303	2,236,055	2,210,672	25,383
0073	Bond issuance costs and fees	-	18,216	18,216	-
6030	Total expenditures	8,304,303	8,724,271	8,698,888	25,383
1100	Excess (deficiency) of revenues over (under) expenditures	-	1,219,909	(959,442)	(2,179,351)
	Other financing sources (uses)				
7911	Issuance of bonds	-	1,968,827	1,968,827	-
7916	Premium or (discount) on issuance of bonds	-	86,651	86,651	-
7080	Total other financing sources (uses)	-	2,055,478	2,055,478	-
1200	Net change in fund balances	-	3,275,387	1,096,036	(2,179,351)
0100	Fund balance, September 1 (Beginning)	4,897,029	4,897,029	4,897,029	-
3000	Fund balance, August 31 (Ending)	$ 4,897,029	$ 8,172,416	$ 5,993,065	$ (2,179,351)

Data Control Codes		Responses
	Section A: Compensatory Education Programs	
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	List the total state allotment funds received for state compensatory education programs during the district’s fiscal year.	$ 11,704,378
AP4	List the actual direct program expenditures for state compensatory education programs during the District’s fiscal year. (PICs 24, 26, 28, 29, 30)	$ 13,753,349
	Section B: Bilingual Education Programs	
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	List the total state allotment funds received for bilingual education programs during the District’s fiscal year.	$ 489,349
AP8	List the actual direct program expenditures for bilingual education programs during the District’s fiscal year. (PICs 25)	$ 937,432

STATISTICAL SECTION

STATISTICAL SECTION

(UNAUDITED - for Analytical Purposes Only)

The statistical section of San Angelo Independent School District's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's economic condition and overall financial health.

TABLE	CONTENTS
	Financial Trends
	These schedules contain trend information to assist in understanding how the District's financial performance and position have changed over time.
	Entity-wide information:
1	Net Position by Component - Last Ten Fiscal Years
2	Changes in Net Position - Last Ten Fiscal Years
	Governmental Funds Information:
3	Fund Balances - Last Ten Fiscal Years
4	Changes in Fund Balances - Last Ten Fiscal Years
	Revenue Capacity
	These schedules contain information to help assess the factors affecting the District's most significant local revenue source, the property tax.
5	Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years
6	Allocation of Property Tax Rates and Tax Levies - Last Ten Fiscal Years
7	Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years
8	Property Use Categories at Gross Appraised Market Value - Tax Year 2024
9	Principal Property Taxpayers - Current Year and Nine Years Ago
10	Property Tax Levies and Collections - Last Ten Fiscal Years
	Debt Capacity
	These schedules present information to assist in assessing the affordability of the District's current levels of outstanding debt and ability to issue additional debt in the future.
11	Outstanding Debt by Type - Last Ten Fiscal Years
12	Ratios of net general bonded debt outstanding, last ten fiscal years and Statement of Legal Debt Margin
13	Direct and Overlapping Governmental Activities Debt
14	Pledged Revenue Coverage - Last Five Fiscal Years
	Demographic and Economic Information
	These schedules offer demographic and economic indicators to help in understanding the environment in which the District's financial activities operate and to facilitate comparisons over time.
15	Demographic and Economic Statistics - Last Ten Calendar Years
16	Principal Employers - Current Year and Nine Years Ago
	Operating Information
	These schedules contain information about the District's operations and resources to help understand how the District's financial information relates to the services the District provides and activities it performs.
17	Staff Information - Last Ten Fiscal Years
18	Student Information - Last Ten Fiscal Years
19	Operating Statistics - Last Ten Fiscal Years
20	Capital Assets Information - Last Ten Fiscal Years

Sources: Unless otherwise noted, the information in these tables is derived from the Annual Comprehensive Financial Reports for the relevant year.

TABLE 1

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(UNAUDITED - accrual basis of accounting)

	Fiscal Year									
	2024-25	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**	**2015-16**
Governmental Activities:										
Net Investment in Capital Assets	$ 131,806,771	$ 126,714,860	$ 106,642,254	$ 105,909,918	$ 108,206,952	$ 108,936,803	$ 101,247,577	$ 100,353,298	$ 97,955,870	$ 90,140,840
Restricted	9,365,816	9,640,914	8,526,691	8,431,171	7,127,665	5,143,110	6,399,823	6,089,743	6,863,019	6,861,596
Unrestricted	(21,159,721)	(16,113,891)	(8,742,446)	(21,512,155)	(44,393,114)	(54,084,501)	(45,336,461)	(37,933,567)	21,555,112	28,242,791
Total Governmental Activities Net Position	$ 120,012,866	$ 120,241,883	$ 106,426,499	$ 92,828,934	$ 70,941,503	$ 59,995,412	$ 62,310,939	$ 68,509,474	$ 126,374,001	$ 125,245,227
Business-Type Activities:										
Net Investment in Capital Assets	$ -	$ (11,848)	$ -	$ -	$ -	$ 15,326	$ 37,124	$ 61,311	$ 66,107	$ 109,382
Unrestricted	174,045	139,121	116,400	72,714	103,923	104,569	87,401	103,727	66,676	62,690
Total Business-Type Activities Net Position	$ 174,045	$ 127,273	$ 116,400	$ 72,714	$ 103,923	$ 119,895	$ 124,525	$ 165,038	$ 132,783	$ 172,072
Primary Government:										
Net Investment in Capital Assets	$ 131,806,771	$ 126,703,012	$ 106,642,254	$ 105,909,918	$ 108,206,952	$ 108,952,129	$ 101,284,701	$ 100,414,609	$ 98,021,977	$ 90,250,222
Restricted	9,365,816	9,640,914	8,526,691	8,431,171	7,127,665	5,143,110	6,399,823	6,089,743	6,863,019	6,861,596
Unrestricted	(20,985,676)	(15,974,770)	(8,626,046)	(21,439,441)	(44,289,191)	(53,979,932)	(45,249,060)	(37,829,840)	21,621,788	28,305,481
Total Primary Government Net position	$ 120,186,911	$ 120,369,156	$ 106,542,899	$ 92,901,648	$ 71,045,426	$ 60,115,307	$ 62,435,464	$ 68,674,512	$ 126,506,784	$ 125,417,299

Net Position includes prior period adjustments in fiscal year 2015
Net Position at 2018 reflects a prior period adjustment due to the implementation of GASB 75.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(UNAUDITED - accrual basis of accounting)

	Fiscal Year									
Expenses	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**	**2015-16**
Governmental Activities:										
Instruction	$ 82,800,699	$ 90,247,865	$ 84,491,480	$ 75,719,701	$ 82,965,952	$ 86,853,916	$ 82,687,563	$ 51,556,903	$ 77,999,154	$ 79,329,970
Instructional resources and media services	1,603,742	1,939,659	1,704,024	1,573,572	1,677,402	1,774,739	1,612,730	1,264,120	1,647,322	1,632,171
Curriculum and instructional staff development	1,788,847	2,544,165	2,946,997	3,055,976	2,571,843	2,132,162	1,961,160	1,435,773	1,716,081	1,309,828
Instructional leadership	2,683,850	2,876,830	2,448,119	1,988,650	2,132,056	2,329,207	2,200,484	1,506,818	2,213,468	2,304,859
School leadership	8,651,692	9,060,554	8,602,037	7,589,923	7,923,389	8,283,136	8,605,223	5,202,016	8,114,827	7,922,842
Guidance, counseling and evaluation services	6,905,966	6,824,218	6,177,797	5,529,695	5,895,841	5,959,387	5,469,420	3,319,490	5,045,874	5,124,249
Social work services	541,570	478,160	561,803	689,244	610,283	711,783	783,298	476,751	850,650	831,773
Health services	1,670,434	2,100,605	1,897,576	1,611,800	1,507,445	1,532,218	1,072,014	659,390	842,485	820,322
Student (pupil) transportation	5,055,243	5,531,331	5,152,056	4,071,151	4,140,404	4,097,618	4,202,486	2,525,348	3,365,482	3,436,964
Food Services	9,056,876	9,356,558	9,165,492	8,350,812	7,404,649	7,728,560	8,159,075	6,291,319	8,170,182	8,320,309
Cocurricular / extracurricular activities	6,833,478	7,254,199	7,150,381	6,332,231	5,704,004	6,141,030	6,209,293	4,920,402	5,919,093	6,050,147
General Administration	4,400,595	4,533,946	3,831,311	3,117,534	3,241,926	3,349,615	3,117,518	2,217,761	2,951,580	2,865,429
Facilities maintenance and operation	17,125,439	17,584,515	15,672,946	14,207,224	15,294,751	15,840,350	15,364,938	11,899,225	13,489,583	13,853,266
Security and monitoring services	2,300,090	1,475,067	1,253,685	729,485	760,706	900,968	890,969	887,986	533,421	537,672
Data processing services	4,042,126	3,579,025	4,059,999	3,216,035	3,511,338	3,563,043	3,559,359	2,274,922	3,053,492	2,768,960
Community services	1,125,362	1,009,546	413,190	166,438	246,216	236,514	381,899	241,135	321,991	292,545
Debt Service - Interest on long term debt	5,046,399	1,578,267	2,105,933	2,265,405	2,432,130	9,466,000	5,296,911	4,856,957	5,190,095	5,236,192
Bond Issuance cost and fees	-	-	-	-	-	-	7,500	-	-	-
Facilities acquisition and construction	1,988,521	1,322,372	2,444,252	1,308,422	1,180,392	67,564	144,290	-	-	-
Other Governmental Charges (Appraisal District)	1,043,350	1,026,259	1,146,564	1,072,257	1,063,339	1,070,036	1,031,123	1,007,138	984,554	979,498
Total Governmental Activities Expenses	164,664,279	170,323,141	161,225,642	142,595,555	150,264,066	162,037,846	152,757,253	102,543,454 1	142,409,334	143,616,996
Business-Type Activities:										
Concessions	89,088	78,775	68,188	53,978	40,270	50,558	65,608	65,857	93,902	105,647
Jumbo-tron (FY 2005-06 first year of operations)	93,496	110,974	118,973	153,344	138,900	153,469	164,399	149,660	170,999	158,860
Total Business-Type Activities Expenses	182,584	189,749	187,161	207,322	179,170	204,027	230,007	215,517	264,901	264,507
Total Primary Government Expenses	$ 164,846,863	$ 170,512,890	$ 161,412,803	$ 142,802,877	$ 150,443,236	$ 162,241,873	$ 152,987,260	$ 102,758,971	$ 142,674,235	$ 143,881,503

Program Revenues	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**	**2015-16**
Governmental Activities:										
Charges for services:										
Instruction	$ 2,020,189	$ 1,049,087	$ 477,259	$ 3,724,798	$ 2,478,040	$ 3,187,381	$ 1,267,634	$ 616,375	$ 635,127	$ 615,065
Instructional leadership	-	-	-	-	-	-	-	13,899	12,457	6,097
School leadership	-	-	-	-	-	-	-	284,925	255,372	280,450
Health services	-	-	-	-	-	-	-	36,446	-	-
Food services	1,549,673	1,755,899	1,620,947	826,921	685,365	1,210,456	1,764,661	1,600,561	1,659,254	1,640,888
Cocurricular / extracurricular activities	1,133,816	1,229,329	1,100,184	1,040,653	408,590	319,618	375,278	452,762	430,594	401,525
General administration	-	-	-	-	-	-	-	-	-	-
Facilities maintenance and operations	382,200	1,972,850	391,694	267,785	227,308	238,105	145,737	155,591	490,177	613,012
Security and monitoring & data processing	-	-	-	-	-	-	-	14,579	9,660	6,062
Operating grants and contributions	30,675,519	47,898,961	44,726,745	35,636,110	30,115,820	25,918,571	28,081,346	3,516,901 1	23,892,431	23,562,972
Total Governmental Activities Program Revenues	35,761,397	53,906,126	48,316,829	41,496,267	33,915,123	30,874,131	31,634,656	6,692,039	27,385,072	27,126,071
Business-Type Activities:										
Concessions	113,216	83,403	85,643	60,119	37,116	74,120	57,168	108,240	102,177	102,737
Jumbo-tron (FY 2005-06 first year of operations)	78,000	84,000	91,000	116,041	132,500	159,004	159,004	144,864	144,265	144,265
Total Business-Type Activities Program Revenues	191,216	167,403	176,643	176,160	169,616	233,124	216,172	253,104	246,442	247,002
Total Primary Government Program Revenues	$ 35,952,613	$ 54,073,529	$ 48,493,472	$ 41,672,427	$ 34,084,739	$ 31,107,255	$ 31,850,828	$ 6,945,143	$ 27,631,514	$ 27,373,073

TABLE 2

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(UNAUDITED - accrual basis of accounting)

	Fiscal Year									
Expenses	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**	**2015-16**
(Continued)										
Net (Expense) / Revenue										
Governmental Activities	$ (128,902,882)	$ (116,417,013)	$ (112,908,813)	$ (101,099,288)	$ (116,348,943)	$ (131,163,715)	$ (121,122,597)	$ (95,850,200)	$ (115,024,262)	$ (115,024,262)
Business-Type Activities	8,632	(22,346)	(10,518)	(31,162)	(9,554)	29,097	(13,835)	37,587	(18,459)	(18,459)
Total Primary Government Net Expense	$ (128,894,250)	$ (116,439,359)	$ (112,919,331)	$ (101,130,450)	$ (116,358,497)	$ (131,134,618)	$ (121,136,432)	$ (95,812,613)	$ (115,042,721)	$ (115,042,721)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property taxes	$ 55,475,454	$ 54,079,027	$ 65,124,408	$ 64,908,787	$ 64,488,060	$ 62,279,325	$ 60,440,001	$ 59,730,056	$ 57,105,830	$ 55,799,787
State aid - formula grants not restricted	67,605,872	69,069,573	55,324,559	58,559,070	56,582,774	62,902,647	50,299,398	52,577,418	57,564,524	65,582,875
Grants and contributions not restricted	415,522	1,758,882	2,346,949	2,154,876	1,198,629	979,040	587,685	-	-	-
Investment earnings	4,613,967	4,727,990	3,376,807	(216,476)	86,597	817,118	1,409,116	782,475	539,120	356,437
Miscellaneous	601,190	630,144	387,859	999,519	1,510,391	2,212,319	2,207,779	781,210	922,732	1,839,850
Special items	-	-	-	(3,416,630)	3,345,065	-	(46,595)	(34,698)	-	-
Transfers in (out)	(38,140)	(33,219)	(54,204)	47	6,418	33,727	26,678	5,332	20,830	(5,209)
Total Governmental Activities	128,673,865	130,232,397	126,506,378	122,989,193	127,217,934	129,224,176	114,924,062	113,841,793	116,153,036	123,573,740
Business-Type Activities:										
Transfers	38,140	33,219	54,204	(47)	(6,418)	(33,727)	(26,678)	(5,332)	(20,830)	5,209
Total Primary Government	$ 128,712,005	$ 130,265,616	$ 126,560,582	$ 122,989,146	$ 127,211,516	$ 129,190,449	$ 114,897,384	$ 113,836,461	$ 116,132,206	$ 123,578,949
Extraordinary Item / Prior Period Adjustment	$ -	$ -	$ -	$ -	$ 77,100	$ (371,648)				
Change in Net Position Current Year Transactions										
Governmental Activities	$ (229,017)	$ 13,815,384	$ 13,597,565	$ 21,889,905	$ 10,946,091	$ (2,311,187)	$ (6,198,535)	$ 17,991,593	$ 1,128,774	$ 8,549,478
Business-Type Activities	46,772	10,873	43,686	(31,209)	(15,972)	(4,630)	(40,513)	32,255	(39,289)	(13,250)
Total Primary Government	$ (182,245)	$ 13,826,257	$ 13,641,251	$ 21,858,696	$ 10,930,119	$ (2,315,817)	$ (6,239,048)	$ 18,023,848	$ 1,089,485	$ 8,536,228

1) Changes reflect the implementation of GASB 75 FY2018

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(UNAUDITED - modified accrual basis of accounting)

	Fiscal Year									
	2024-25	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**	**2015-16**
General Fund:										
Non Spendable Fund Balance										
Inventory	$ 61	$ -	$ -	$ -	$ 33,545	$ 83,555	$ -	$ -	$ -	$ -
Prepaid Expenditures	1,010,926	729,433	876,590	679,955	646,054	1,536,543	375,664	350,605	511,256	577,644
Total Non Spendable Fund Balance	1,010,987	729,433	876,590	679,955	679,599	1,620,098	375,664	350,605	511,256	577,644
Restricted Fund Balance										
Retirement of LT Debt	-	-	-	-	634,105	666,544	689,724	999,713	952,593	1,020,034
Other Restricted	-	-	-	-	-	-	-	-	-	9,000
Total Restricted Fund Balance	-	-	-	-	634,105	666,544	689,724	999,713	952,593	1,029,034
Committed Fund Balance										
Construction	-	9,840,000	22,990,000	5,650,000	5,600,000	-	3,150,000	2,050,000	1,175,000	3,979,500
Capital Expenditures for Equipment	4,142,209	525,000	500,000	455,000	365,000	-	6,250,000	1,900,000	9,000,000	7,500,000
Other Committed	750,000	1,334,987	750,000	1,514,544	500,000	250,000	250,000	1,550,000	500,000	500,000
Other Assigned	533,343	584,988	549,817	612,808	500,000	250,000	250,000	1,550,000	500,000	500,000
Total Committed Fund Balance	5,425,552	12,284,975	24,789,817	8,232,352	6,965,000	500,000	9,900,000	7,050,000	11,175,000	12,479,500
Unassigned Fund Balance	48,996,003	51,542,430	48,768,828	53,653,774	40,215,535	35,445,092	26,515,728	32,513,383	25,080,869	28,345,279
Total General Fund	$ 55,432,542	$ 64,556,838	$ 74,435,235	$ 62,566,081	$ 48,494,239	$ 38,231,734	$ 37,481,116	$ 40,913,701	$ 37,719,718	$ 42,431,457
All Other Governmental Funds:										
Non Spendable Fund Balance										
Inventory	$ 632,986	$ 727,538	$ 676,953	$ 853,279	$ 356,259	$ 576,398	$ 645,705	$ 768,136	$ 794,840	$ 724,064
Prepaid Expenditures	470,906	-	6,282	-	25,000	-	473,899	-	-	-
Total Non Spendable Fund Balance	1,103,892	727,538	683,235	853,279	381,259	576,398	1,119,604	768,136	794,840	724,064
Restricted Fund Balance										
Capital Acquisition & Contractual Obligation	396,479,205 [1]	-	-	-	-	-	-	-	-	-
Retirement of Long Term Debt	5,993,065	4,897,029	4,240,106	3,814,143	3,578,201	3,273,167	3,137,150	3,509,900	3,844,236	4,143,962
Federal or State Funds and Grant Restrictions	3,490,903	3,915,779	3,538,205	3,714,060	2,467,061	1,199,636	2,646,388	2,579,843	3,018,783	2,708,634
Capital Acquisition and Contractual Obligations	-	-	-	-	-	-	-	-	-	-
Total Restricted Fund Balance	405,963,173	8,812,808	7,778,311	7,528,203	6,045,262	4,472,803	5,783,538	6,089,743	6,863,019	6,852,596
Committed Fund Balance										
Construction	-	-	-	-	-	-	-	-	-	-
Campus Activity Funds	-	-	-	-	-	-	-	-	-	-
Committed Other	539,217	524,965	514,511	657,732	607,309	522,175	423,157	395,167	349,942	447,182
Assigned Other	-	-	-	-	-	-	275,468	-	-	-
Unassigned Fund Balance	-	-	-	-	-	-	-	-	-	-
Total Other Governmental Funds:	$ 407,606,282	$ 10,065,311	$ 8,976,057	$ 9,039,214	$ 7,033,830	$ 5,571,376	$ 7,601,767	$ 7,253,046	$ 8,007,801	$ 8,023,842
All Governmental Funds:										
Non Spendable	2,114,879	1,456,971	1,559,825	1,533,234	1,060,858	2,196,496	1,495,268	1,118,741	1,306,096	1,301,708
Restricted	405,963,173	8,812,808	7,778,311	7,528,203	6,679,367	5,139,347	6,473,262	7,089,456	7,815,612	7,881,630
Committed	5,964,769	12,809,940	25,304,328	8,890,084	7,572,309	1,022,175	10,598,625	7,445,167	11,524,942	12,926,682
Unassigned	48,996,003	51,542,430	48,768,828	53,653,774	40,215,535	35,445,092	26,515,728	32,513,383	25,080,869	28,345,279
Total All Governmental Funds	$ 463,038,824	$ 74,622,149	$ 83,411,292	$ 71,605,295	$ 55,528,069	$ 43,803,110	$ 45,082,883	$ 48,166,747	$ 45,727,519	$ 50,455,299

1) 2025 Bond issue

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(UNAUDITED - modified accrual basis of accounting)

	2024-25	2023-24	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16
Revenues										
Local and intermediate sources:										
Property taxes, penalty and interest	$ 55,745,897	$ 54,676,896	$ 65,680,027	$ 65,654,409	$ 64,747,030	$ 62,720,203	$ 61,468,121	$ 60,370,767	$ 57,831,827	$ 56,283,800
Tuition and fees	92,602	128,482	106,376	165,736	118,352	106,750	171,600	194,748	231,798	225,355
Food services	1,549,603	1,755,399	1,620,160	826,921	685,365	1,210,456	1,764,661	1,600,561	1,659,690	1,640,888
Co-curricular and enterprising activities	435,707	497,021	516,280	411,808	265,055	319,618	375,278	1,131,570	1,044,900	1,005,138
Investment earnings	4,613,967	4,727,990	3,376,807	(216,476)	86,325	808,573	1,400,649	815,066	552,440	359,460
Gifts and bequests	29,406	21,392	20,436	25,962	20,998	174	14,337	28,840	113,544	134,995
Other revenues	2,243,958	2,114,743	1,758,876	1,329,346	1,165,415	1,903,287	1,782,770	455,796	667,064	734,156
Total local and intermediate sources	64,711,140	63,921,923	73,078,962	68,197,706	67,088,540	67,069,061	66,977,416	64,597,348	62,101,263	60,383,792
State program revenues	76,659,812	78,963,299	63,697,325	65,448,298	64,738,251	71,652,261	57,174,061	58,586,747	61,407,774	67,268,946
Federal program revenues	18,325,590	31,071,939	38,376,088	35,408,697	23,465,820	16,502,954	19,196,518	18,804,054	18,969,884	19,331,793
Total revenues	159,696,542	173,957,161	175,152,375	169,054,701	155,292,611	155,224,276	143,347,995	141,988,149	142,478,921	146,984,531
Expenditures										
Current:										
Instruction	77,526,659	81,440,390	80,581,322	76,610,667	77,353,995	75,014,878	73,202,381	69,386,687	71,092,471	71,380,540
Instructional resources and media services	1,457,393	1,731,890	1,590,733	1,530,290	1,521,505	1,528,741	1,404,283	1,474,314	1,479,302	1,447,992
Curriculum and instructional staff development	1,751,512	2,460,755	2,906,876	3,103,101	2,509,666	1,990,069	1,860,197	1,642,696	1,656,211	1,255,589
Instructional leadership	2,465,726	2,553,144	2,237,508	1,931,069	1,882,649	1,929,632	1,854,211	1,992,070	1,940,582	2,035,845
School leadership	8,412,284	8,450,601	8,524,180	8,082,303	7,618,052	7,355,605	7,861,753	7,692,242	7,723,820	7,401,004
Guidance, counseling and evaluation services	6,793,042	6,428,153	6,090,306	5,932,005	5,691,910	5,387,919	5,032,980	4,895,235	4,800,938	4,812,066
Social work services	459,147	377,372	486,258	655,536	518,161	571,154	663,488	660,177	735,417	720,293
Health services	1,643,705	1,987,902	1,900,427	1,738,165	1,468,762	1,380,562	995,949	960,327	809,041	775,995
Student (pupil) transportation	4,837,244	6,828,260	4,843,575	3,525,093	3,613,076	3,576,980	3,999,687	3,339,107	3,233,055	3,252,201
Food Services	9,080,993	9,102,790	9,303,826	8,555,863	7,195,537	7,683,912	8,230,240	8,047,245	7,825,896	7,963,012
Cocurricular / extracurricular activities	7,445,014	6,766,873	6,843,083	6,015,672	5,017,914	6,236,121	5,523,563	5,122,385	5,328,089	5,710,564
General Administration	4,328,833	4,330,222	3,752,448	3,288,491	3,155,614	3,053,576	2,890,004	2,873,253	2,876,563	2,794,252
Facilities maintenance and operation	17,969,664	18,251,489	15,771,584	14,457,963	14,875,718	14,964,090	14,468,181	14,206,772	13,307,696	13,610,153
Security and monitoring services	2,108,355	1,278,896	1,080,486	528,856	556,668	686,813	2,192,253	1,440,935	515,486	492,515
Data processing services	3,844,520	3,529,573	3,992,963	3,258,593	3,237,335	3,340,923	3,220,123	2,932,466	2,666,125	2,528,416
Community services	1,113,807	979,834	415,939	172,971	243,376	222,936	367,781	344,411	314,627	281,010
Debt service:										
Principal	6,964,334	6,957,709	6,722,345	5,843,175	6,230,000	3,579,982	4,675,000	4,761,271	4,475,000	4,825,000
Interest and fees	5,230,191	3,149,219	2,510,339	2,756,348	2,904,188	6,205,642	4,464,375	4,677,950	4,883,800	5,087,395
Capital outlay	8,814,808	16,685,182	2,339,097	-	586,904	11,027,236	1,174,370	3,174,590	10,618,289	4,760,726
Intergovernmental: tax appraisal and collection	1,043,350	1,026,259	1,146,564	1,072,257	1,063,339	1,070,036	1,031,123	1,007,138	984,554	979,498
Total expenditures	173,290,581	184,316,513	163,039,859	149,058,418	147,244,369	156,806,807	145,111,942	140,631,271	147,266,962	142,114,066
Excess revenues over (under) expenditures	(13,594,039)	(10,359,352)	12,112,516	19,996,283	8,048,242	(1,582,531)	(1,763,947)	1,356,878	(4,788,041)	4,870,465
Other financing sources (uses)										
Debt issued	385,100,000	-	-	-	-	66,684,994	-	-	-	-
Sale of real and personal property	-	-	9,152	-	-	-	-	61,716	39,431	1,059,340
Proceeds from leases and SBITAs	-	-	725,087	-	-	-	-	-	-	-
Premium or (discount) on issuance of bonds	16,948,854	-	-	-	-	10,483,071	-	-	-	-
Transfers in	6,022	4,943	5,165	25,047	361,477	726,523	792,564	33,473	45,428	5,768
Special Item	-	-	-	69,989	7,315,005	-	150,000	-	-	-
Transfers out	(44,162)	(38,162)	(59,369)	(25,000)	(355,059)	(692,796)	(765,886)	(28,141)	(24,598)	(10,977)
Other Uses	-	-	-	(3,486,619)	(3,969,940)	(14,000)	(196,595)	-	-	-
Payment to bond refunding escrow agent	-	-	-	-	-	(76,517,726)	-	-	-	-
Total other financing sources (uses)	402,010,714	(33,219)	680,035	(3,416,583)	3,351,483	670,066	(19,917)	67,048	60,261	1,054,131
Extraordinary Item (use)	-	1,603,428	(986,554)	-	-	(371,648)	-	(34,698)	-	-
Restatement of beginning fund balance					77,100	-	-	-	-	-
Net change in fund balances	$ 388,416,675	$ (8,789,143)	$ 11,805,997	$ 16,579,700	$ 11,476,825	$ (1,284,113)	$ (1,783,864)	$ 1,389,228	$ (4,727,780)	$ 5,924,596
Debt service as a percentage of noncapital expenditures	7.6%	6.2%	5.8%	5.8%	6.2%	6.7%	6.3%	6.9%	6.8%	7.2%

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)

		Actual Value					
Fiscal Year	**Tax Year**	**Real Property**	**Personal Property**	**Minerals**	**Total**	**Less: Exemptions**	**Net Assessed Taxable Value**
2024-25	2024	$ 8,805,055,400	$ 1,309,274,523	$ 813,040	$ 10,115,142,963	$ 3,195,489,506	$ 6,919,653,457
2023-24	2023	8,621,048,981	1,366,264,319	1,318,530	9,988,631,830	3,215,549,587	6,773,082,243
2022-23	2022	7,078,669,972	1,326,749,182	1,313,660	8,406,732,814	1,661,327,911	6,745,404,903
2021-22	2021	6,075,626,859	1,187,729,260	221,040	7,263,577,159	1,389,734,642	5,873,842,517
2020-21	2020	5,880,727,416	1,224,436,690	327,020	7,105,491,126	1,384,314,330	5,721,176,796
2019-20	2019	5,684,850,162	1,208,658,040	1,250,350	6,894,758,552	1,568,099,610	5,326,658,942
2018-19	2018	5,519,560,076	977,440,660	1,860,620	6,498,861,356	1,421,438,343	5,077,423,013
2017-18	2017	5,449,465,714	959,433,783	724,990	6,409,624,487	1,439,165,416	4,970,459,071
2016-17	2016	5,190,440,400	924,336,790	326,370	6,115,103,560	1,413,069,099	4,702,034,461
2015-16	2015	4,898,701,375	1,000,476,170	376,080	5,899,553,625	1,356,700,665	4,542,852,960

Sources: Tom Green County (Texas) Appraisal District provides the District with appraised values for properties within the District's taxing authoirty. Actual vaue equals appraised value. Actual value less exemptions equals taxable assessed value.

Notes: Property is assessed at full market value.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
ALLOCATION OF PROPERTY TAX RATES AND TAX LEVIES
LAST TEN FISCAL YEARS
(UNAUDITED)

	District's Direct Tax Rates (Per $100 of Assessed Value)			District's Tax Levies		
Fiscal Year	**Maintenance and Operations**	**Debt Service Fund**	**Total**	**General Fund**	**Debt Service Fund**	**Original Levy Total**
2024-25	$ 0.72490	$ 0.08741	$ 0.81231	$ 50,160,568	$ 6,048,469	$ 56,209,037
2023-24	0.69490	0.11741	0.81231	47,066,148	7,952,276	55,018,424
2022-23	0.85460	0.11741	0.97201	57,646,230	7,919,780	65,566,010
2021-22	0.96140	0.13821	1.09961	56,559,230	9,250,127	65,809,357
2020-21	0.09629	0.15748	0.25377	55,495,415	9,153,883	64,649,298
2019-20	0.97000	0.16000	1.13000	53,565,712	8,835,580	62,401,292
2018-19	1.04000	0.17000	1.21000	52,805,197	8,631,621	61,436,818
2017-18	1.04000	0.17000	1.22000	51,692,773	8,449,782	60,142,555
2016-17	1.04000	0.18000	1.23500	48,901,157	8,463,663	57,364,820
2015-16	1.04000	0.19500	1.24000	47,245,656	8,858,578	56,104,234

Source: Tom Green County (Texas) Appraisal District.

TABLE 7

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

Fiscal Year	Tax Year	District's Total Direct Rates	Overlapping Rates*	
			Tom Green County	City of San Angelo
2024-25	2024	0.81231	0.47290	0.75440
2023-24	2023	0.81231	0.47290	0.70420
2022-23	2022	0.97201	0.50579	0.73790
2021-22	2021	1.09961	0.54880	0.77600
2020-21	2020	1.12038	0.54980	0.77600
2019-20	2019	1.13000	0.55117	0.77600
2018-19	2018	1.21000	0.54500	0.77600
2017-18	2017	1.22000	0.53500	0.77600
2016-17	2016	1.23500	0.51250	0.77600
2015-16	2015	1.24000	0.51250	0.77600

* Includes rates for maintenance & operations and debt service.

Tax Due Dates and Penalties:

Tax statements are mailed in October and are considered delinquent on February 1. Penalties and interest begin to accrue on that date.

Source: Tom Green County (Texas) Appraisal District.

TABLE 8

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
PROPERTY USE CATEGORIES AT GROSS APPRAISED MARKET VALUE
TAX YEAR 2024
(UNAUDITED)

Property Code	Property Use Category	Items Description	Items Number	Gross Appraised Market Value
A	Single family residence	No. of properties	32,146	$ 6,269,806,563
B	Multifamily residence	No. of properties	602	582,551,501
C	Vacant lots/tracts	No. of properties	3,514	133,575,848
D-1	Qualified ag land	No. of properties	765	6,770,130
D-2	Non-qualified land	No. of properties	89	3,114,980
E	Farm & ranch improvements	No. of parcels	562	100,044,878
F-1	Real: commercial	No. of properties	2,759	1,536,741,868
F-2	Real: industrial	No. of properties	48	54,928,190
G-1	Minerals: oil & gas	No. of leases	71	1,231,160
J	Real & personal: utilities	No. of companies	32	299,475,020
L-1	Personal: commercial	No. of properties	3,276	591,879,643
L-2	Personal: industrial	No. of properties	95	337,906,300
M-1	Mobile homes	No. of homes	812	28,313,810
O	Real property: inventory	No. of properties	574	13,017,390
S	Special Inventory	No. of properties	56	63,815,180
X	Exempt properties	No. of accounts	978	91,970,502
	Totals			$ 10,115,142,963

Source: Tom Green County (Texas) Appraisal District.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

		Fiscal Year 2024-25			Fiscal Year 2015-16		
Taxpayer	**Type of Business**	**Assessed Value**	**Rank**	**Percent of Total Assessed Value**	**Assessed Value**	**Rank**	**Percent of Total Assessed Value**
AEP Texas Inc.	Utility	156,244,862	1	2.26%	$ 49,569,960	4	1.09%
Wal-Mart & Sam's	Retail	77,806,845	2	1.12%	54,166,310	2	1.19%
LCRA Transmisson Services Corp	Utility	71,578,300	3	1.03%	20,498,270	9	0.45%
Atmos Energy	Utility	62,162,945	4	0.90%			
CN SA Boulevard	Housing	45,700,000	5	0.66%			
Tigris	Housing	41,204,786	6	0.60%			
Alexander Construction	Real Estate	31,449,836	7	0.45%			
Southland Park	Real Estate	27,641,358	8	0.40%			
Suddenlink Communications	Communications	26,827,520	9	0.39%			
Hirschfeld, Inc	Manufacturing	26,482,246	10	0.38%	41,908,320	5	0.92%
Ethicon	Manufacturing				50,226,706	3	1.11%
Nabors Completion & Production	Petroleum Industry				61,776,830	1	1.36%
San Angelo Community Medical Center	Health Care				33,950,260	7	0.75%
Verizon Southwest	Communications				24,295,220	8	0.53%
Pumpco	Petroleum Industry				35,305,270	6	0.78%
Envoy Air	Transportation				20,271,290	10	0.45%
	Total	$ 567,098,698		8.19%	$ 391,968,436		8.63%
	Total Assessed Value	$ 6,919,653,457			$4,542,852,960		

Source: Tom Green County Appraisal District.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Taxes Levied for the Fiscal Year (Original Levy)	Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of Levy		Collections in Subsequent Years	Total Collections to Date	
				Amount	Percent of Original Levy		Amount	Percent of Adjusted Levy
2024-25	$ 56,665,600	$ (456,562)	$ 56,209,037	$ 54,682,376	96.50%	$ -	$ 54,682,376	97.28%
2023-24	55,018,424	(844,368)	54,174,056	53,307,264	96.89%	316,608	53,623,871	98.98%
2022-23	66,014,130	(714,145)	65,299,986	64,441,451	97.62%	558,308	64,999,759	99.54%
2021-22	64,974,374	(117,214)	64,857,160	64,064,710	98.60%	567,150	64,631,860	99.65%
2020-21	64,034,842	72,655	64,107,497	63,113,533	98.56%	816,541	63,930,074	99.72%
2019-20	62,401,292	(36,740)	62,364,552	61,345,246	98.31%	793,935	62,139,181	99.64%
2018-19	61,436,818	(224,452)	61,212,366	60,280,514	98.12%	663,205	60,943,719	99.56%
2017-18	60,142,555	(320,372)	59,822,183	58,887,087	97.91%	689,973	59,577,060	99.59%
2016-17	57,364,820	(282,619)	57,082,201	56,278,844	98.11%	591,914	56,870,759	99.63%
2015-16	56,104,234	(336,773)	55,767,461	54,855,433	97.77%	666,363	55,521,796	99.56%

Source: Tom Green County (Texas) Appraisal District.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

	Governmental Activities				Business-Type Activities			
Fiscal Year	General Obligation Bonds	Contractual Obligations	Leases Payable	SBITAs Payable	Cap. Lease or Debt	Total Primary Government	Percent of Personal Income	Per Capita
2024-25	$ 473,294,099	$ -	$ 9,438	$ 281,755	$ -	$ 473,585,292	5.77% **a**	$ 3,894
2023-24	79,701,562	-	18,427	776,089	97,457	80,593,535	1.01%	660.59
2022-23	88,680,102	-	292,534	1,314,330	186,866	90,473,832	1.21%	742.36
2021-22	96,222,061	-	526,006	1,203,116	268,894	98,220,077	1.34%	804.13
2020-21	103,556,516	-	-	-	344,148	103,900,664	1.52%	844.12
2019-20	111,531,211	-	-	-	412,718	111,943,929	1.76%	914.61
2018-19	109,020,874	-	-	-	476,529	109,497,403	1.86%	903.11
2017-18	113,677,031	-	-	-	534,639	114,211,670	2.13%	946.71
2016-17	119,196,504	-	-	-	587,951	119,784,455	2.37%	992.14
2015-16	124,748,022	-	-	-	636,861	125,384,883	2.40%	1,040.31

Notes: Details of the District's outstanding debt are in the notes to the financial statements.

a See Table 15 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
AND STATEMENT OF LEGAL DEBT MARGIN
(UNAUDITED)

	Net General Bonded Debt Outstanding					Percent of	
Fiscal Year	General Obligation Bonds	Contractual Obligations	Total General Bonded Debt	Less: Amount in Debt Service Fund	Net General Bonded Debt	Actual Value of Taxable Property	Per Capita
2024-25	$ 473,294,099	$ -	$ 473,294,099	$ 5,993,065	$ 467,301,034	4.62%	$ 3,842.02
2023-24	79,701,562	-	79,701,562	4,897,030	74,804,532	0.75%	613.14
2022-23	88,680,102	-	88,680,102	4,897,030	83,783,072	1.00%	687.46
2021-22	96,222,061	-	96,222,061	4,240,106	91,981,955	1.27%	753.06
2020-21	103,556,516	-	103,556,516	3,814,351	99,742,165	1.40%	810.34
2019-20	111,531,211	-	111,531,211	3,578,201	107,953,010	1.57%	882.01
2018-19	109,020,874	-	109,020,874	3,137,150	105,883,724	1.63%	873.30
2017-18	113,677,031	-	113,677,031	3,503,107	110,173,924	1.72%	913.24
2016-17	119,196,504	-	119,196,504	3,844,236	115,352,268	1.89%	955.43
2015-16	124,748,022	-	124,748,022	4,143,962	120,604,060	2.04%	1,000.64

Notes: Details of the District's outstanding debt can be found in the notes to the financial statements.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
(UNAUDITED)

Governmental Unit	Debt Outstanding	As of	Estimated Percentage Applicable a	Estimated Share of Overlapping Debt
Debt Repaid With Property Taxes				
City of San Angelo	$ 69,949,759	9/30/2024	100.00%	$ 69,949,759
Tom Green County	51,935,000	9/30/2024	73.88%	38,369,578
Other Debt				
City of San Angelo:				
COs Serviced by 1/2 Cent Sales Tax	11,801,730	9/30/2024	100.00%	11,801,730
Subtotal overlapping debt				120,121,067
District direct debt			b	79,701,562
Total Direct & Overlapping Debt				$ 199,822,629

Sources: Taxable value used to estimate applicable percentages provided by Tom Green County Appraisal District. Outstanding debt data provided by each governmental unit.

Notes: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This table estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the District. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

a The percentage of overlapping debt applicable is estimated using taxable property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the District's boundaries and dividing it by each unit's taxable value.

b See Table 11 for details of the District's direct governmental activities debt.

This table reports values at year end 202 because audited information for the City and County for year end 2025 is not available .

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS
(UNAUDITED)

	Jumbotron Capital Lease Payable or Debt Payable						
	Advertising	Less:	Net				
Fiscal	Service	Operating	Available	Debt Service			
Year	Charges	Expenses	Revenue	Principal	Interest	Total	Coverage
2024-25	$ 78,000	$ -	$ 78,000	$ 97,457	$ 7,887	$ 105,344	74%
2023-24	84,000	8,547	75,453	89,410	16,818	106,228	71%
2022-23	91,000	15,937	75,063	82,027	17,428	99,455	75%
2021-22	116,041	42,975	73,066	75,254	24,200	99,455	73%
2020-21	132,500	21,334	111,166	69,041	30,973	100,014	111%
2019-20	159,004	30,671	128,333	63,340	37,187	100,527	128%
2018-19	159,004	30,673	128,331	58,110	42,888	100,998	127%
2017-18	144,865	15,934	128,931	53,312	48,117	101,429	127%
2016-17	144,265	32,474	111,791	48,910	52,916	101,826	110%
2015-16	144,265	-	144,265	106,228	57,317	163,545	88%

Notes: The Jumbo-tron scoreboard was acquired at the end of fiscal year 2004-05. Fiscal year 2005-06 was the first year of operations.
Revenues from advertising on the scoreboard are pledged for debt service payments on the capital lease.
Operating expenses do not include interest, depreciation, or amortization expenses.
The jumbotron was replaced with a new jumbotron at the end of fiscal 2015 under a similar agreement for the rights to advertising revenues being reported as debt.
Details of the District's outstanding debt are in the notes to the financial statements.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS
(UNAUDITED)

Calendar Year	Population	Personal Income	Per Capita Income	Unemployment Rate
	a	[Calculated]	b	c
2024	121,629	$ 8,202,932,817	$ 67,442	3.2%
2023	122,003	8,009,496,950	65,650	3.5%
2022	121,873	7,453,387,061	61,157	3.5%
2021	122,145	7,312,088,280	59,864	4.8%
2020	123,087	6,825,543,411	55,453	6.3%
2019	122,395	6,352,300,500	51,900	3.0%
2018	121,245	5,887,414,710	48,558	3.2%
2017	120,641	5,357,304,887	44,407	3.7%
2016	120,733	5,051,951,652	41,844	4.5%
2015	120,527	5,223,881,234	43,342	4.1%

Note: Information is for the City of San Angelo, Texas Metropolitan Statistical area, since the geographic area is approximately the same.
Calendar Year 2023 is the most recent available information.

Sources: **a** U.S. Bureau of Economic Analysis for the San Angelo Metropolitan Statistical Area.
b U.S. Bureau of Economic Analysis for the San Angelo Metropolitan Statistical Area.
c Bureau of Labor Statistics

TABLE 16

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

	Fiscal Year 2021-22			Fiscal Year 2014-15		
Employer	**Number of Employees**	**Rank**	**Percent of Total Employment**	**Number of Employees**	**Rank**	**Percent of Total Employment**
Goodfellow Air Force Base	5,333	1	11.55%	5,127	1	10.45%
Shannon Health System	4,149	2	8.98%	2,712	2	5.53%
San Angelo Independent School District	1,934	3	4.19%	1,973	3	4.02%
Angelo State University	1,558	4	3.37%	1,625	4	3.31%
City of San Angelo	977	5	2.12%	936	5	1.91%
San Angelo State Supported Living Center	950	6	2.06%	950	6	1.94%
Tom Green County	670	7	1.45%	514	9	1.05%
Ethicon (Johnson & Johnson)	655	8	1.42%	510	10	1.04%
TimeClock Plus	637	9	1.38%			0.00%
Blue Cross Blue Shield of Texas	406	10	0.88%			0.00%
San Angelo Community Medical Center				720	7	1.47%
Sitel, Inc				602	8	1.23%
Totals	17,269		37.40%	15,669		31.95%
Total City of San Angelo Employment	46,190			49,055		

Sources: San Angelo Chamber of Commerce.
U.S. Bureau of Labor Statistics

Note: Based on the most recent information available.

TABLE 17

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
STAFF INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year									
	2024-25	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**	**2015-16**
Full-time-Equivalent Employees										
Professional Staff:										
Teachers	840.2	875.3	880.6	913.5	941.8	939.4	934.3	936.1	943.6	954.8
Professional Support	192.3	199.6	194.1	197.9	196.9	196.3	184.8	173.9	187.1	181.5
Campus Administrators	57.9	60.5	61.1	60.0	60.0	55.5	55.5	55.1	54.5	52.6
Central Administrators	33.5	29.0	25.4	26.5	28.0	28.0	26.0	25.1	27.0	24.0
Educational Aides	240.6	214.7	206.0	181.0	185.6	187.0	256.1	251.8	243.9	233.1
Auxiliary Staff	387.6	409.8	421.8	433.5	455.6	463.7	495.8	504.5	498.5	472.9
Total Full-time-Equivalents	1,752.1	1,788.9	1,789.0	1,812.4	1,867.9	1,869.9	1,952.5	1,946.5	1,954.6	1,918.9
Students per Teacher	15.5	15.1	15.4	15.1	14.9	15.4	15.5	15.6	15.4	15.3
Teachers by Years of Experience										
Beginning Teachers	49.4	54.6	59.2	47.1	71.8	83.7	82.1	76.3	113.6	73.6
1-5 Years Experience	238.5	272.0	273.0	289.9	287.9	291.3	283.0	282.9	238.4	251.7
6-10 Years Experience	164.6	167.5	170.3	189.4	180.7	169.4	163.1	168.3	178.2	184.8
11-20 Years Experience	223.1	218.6	221.6	229.8	239.8	235.5	239.6	240.5	243.9	267.1
Over 20 Years Experience	164.7	162.6	156.5	157.3	161.6	159.6	166.4	168.2	169.5	177.6
Average Teacher Salary by Years of Experience										
Beginning Teachers	$ 44,982	$ 41,097	$ 44,203	$ 42,671	$ 41,570	$ 39,121	$ 39,451	$ 37,486	$ 38,873	$ 37,981
1-5 Years Experience	48,829	49,379	48,685	45,885	43,830	43,631	42,680	41,910	41,063	40,270
6-10 Years Experience	50,805	51,097	50,725	48,688	47,446	47,672	45,493	45,032	44,134	43,589
11-20 Years Experience	56,576	57,751	57,181	55,911	54,774	54,473	49,723	48,980	48,234	47,610
21-30 Years Experience	62,934	63,585	62,389	61,479	60,338	61,128 *	57,304	56,584	56,138	55,749
Over 30 Years Experience	69,390	69,211	67,761	68,836	68,567					
Turnover Rate for Teachers	17.8%	16.4%	18.7%	18.4%	15.0%	19.0%	17.7%	18.1%	16.5%	15.1%
Class Size Average:										
Elementary:										
Kindergarten	19.0	17.7	18.6	17.6	15.6	18.9	18.5	17.5	17.9	17.8
Grade 1	18.2	18.6	19.0	18.3	16.0	19.5	18.6	18.4	17.5	18.1
Grade 2	20.0	19.6	19.0	18.7	16.6	18.3	19.4	18.5	18.2	18.3
Grade 3	19.6	19.6	19.5	18.5	16.2	18.5	19.0	18.8	18.9	19.0
Grade 4	19.4	18.6	18.8	19.1	15.9	18.7	18.7	18.6	17.3	17.5
Grade 5	21.1	20.7	20.0	20.6	17.2	20.6	20.0	19.9	19.5	19.1
Grade 6	16.0	18.0	19.8	21.9	19.9	20.4	21.1	21.0	21.2	20.6
Secondary:										
English	17.3	18.8	19.2	20.3	16.8	17.2	19.0	19.7	19.7	18.2
Foreign Language	23.5	23.2	22.8	21.2	20.7	21.4	21.1	20.2	19.5	18.9
Mathematics	19.5	22.2	22.1	22.5	17.9	17.2	20.9	20.8	20.4	18.3
Science	18.3	22.1	21.3	21.5	19.1	18.1	21.4	20.9	20.8	19.3
Social Studies	18.2	21.6	20.1	22.5	19.2	17.8	20.3	20.9	21.1	19.1

Source: TEA Academic Excellance Indicator System-PEIMS Data
TEA- Texas Academic Performance Report
N/A: Information not available
*Prior to 20-21 the category was Over 20 Years Experience

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
STUDENT INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year									
Student Ethnic Distribution	**2024-25**	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**	**2015-16**
African American	403	431	441	484	504	554	545	574	614	600
Hispanic	8,120	8,190	8,382	8,400	8,527	8,726	8,649	8,687	8,585	8,623
White	3,848	3,956	4,110	4,325	4,423	4,672	4,762	4,777	4,903	4,982
Asian/Pacific Islander	164	162	160	169	190	202	204	192	183	149
Native American	19	23	27	34	38	40	52	51	43	43
Two or more races	428	413	409	386	361	320	308	286	244	232
Total	12,982	13,175	13,529	13,798	14,043	14,514	14,520	14,567	14,572	14,629
Economically Disadvantaged	7,523	8,183	8,329	8,701	7,775	8,328	8,094	8,452	8,762	8,785
English Language Learners (ELL)	906	891	826	750	690	719	713	684	694	764
Students w/ disciplinary Placements	283	380	316	167	N/A	271	261	272	191	234
Percent of Students Eligible for Free or Reduced Meals	55.5%	62.9%	63.8%	60.2%	52.9%	55.0%	59.2%	57.9%	60.1%	60.1%
Retention Rates by Grade (Non-Special Educ. Rates)										
Kindergarten	1.6%	0.7%	1.1%	1.2%	1.1%	0.7%	1.1%	1.9%	2.9%	3.5%
Grade 1	0.3%	0.5%	1.0%	0.9%	0.2%	0.8%	1.0%	2.2%	3.4%	3.8%
Grade 2	0.5%	0.3%	0.7%	0.5%	0.3%	0.1%	0.0%	0.8%	2.5%	2.1%
Grade 3	0.1%	0.1%	0.0%	0.2%	0.2%	0.3%	0.1%	0.1%	0.2%	0.8%
Grade 4	0.0%	0.0%	0.0%	0.1%	0.0%	0.0%	0.0%	0.0%	0.2%	0.1%
Grade 5	0.1%	0.0%	0.1%	0.1%	0.0%	0.1%	0.2%	0.0%	0.1%	0.4%
Grade 6	0.3%	0.1%	0.1%	0.3%	0.0%	0.0%	0.1%	0.0%	0.0%	0.2%
Grade 7	0.0%	0.0%	0.3%	0.1%	0.2%	0.1%	0.1%	0.2%	0.4%	0.3%
Grade 8	0.1%	0.1%	0.1%	0.2%	0.1%	0.1%	0.2%	0.1%	0.0%	0.4%
Attendance Rate	93.3%	93.9%	92.6%	91.4%	N/A	98.4%	94.9%	94.8%	95.6%	95.9%
Annual Dropout Rate Grades 7-8 - Method 1	0.6%	0.5%	0.4%	0.4%	N/A	0.5%	0.2%	0.5%	0.4%	0.3%
% Students Passing All Sections										
All Grades STAAR percent at Phase-in Satisfactory Standard or above, beginning 2016-17 at approaches Grade Level or Above										
Reading	68%	68%	68%	64%	57%	N/A	65%	65%	65%	70%
Mathematics	61%	61%	63%	58%	55%	N/A	71%	71%	74%	72%
Science	70%	67%	69%	65%	61%	N/A	73%	73%	74%	76%
Social Studies	72%	72%	72%	65%	64%	N/A	71%	68%	68%	75%
SAT/ACT % Tested	93.3%	87.5%	84.3%	65.8%	N/A	81.0%	63.1%	60.8%	61.7%	54.6%
Mean SAT Score	916	916	932	964	N/A	965	1080	1069	1065	1454
Mean ACT Score	18	18.8	21.7	22.4	N/A	20	20	20.0	20.7	20.4

Source: Texas Academic Performance Report
N/A: Information not available
* Due to COVID-19, the STARR test was cancelled for the Spring of 2020

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

	Modified Accrual Basis			Accrual Basis			Pupil-
Fiscal Year	Operating Expenditures	Cost per Pupil	Percent Change	Expenses	Cost per Pupil	Percent Change	Teacher Ratio
		a			a		a, b
2024-25	161,096,056	12,409	-6.15%	164,664,279	12,684	-1.89%	15.5
2023-24	174,209,585	13,223	16.31%	170,323,141	12,928	8.48%	15.1
2022-23	153,807,175	11,369	11.68%	161,225,642	11,917	15.31%	15.4
2021-22	140,458,895	10,180	3.95%	142,595,555	10,335	-3.42%	15.1
2020-21	137,520,803	9,793	5.85%	150,264,066	10,700	-4.16%	14.9
2019-20	134,271,825	9,251	1.82%	162,037,846	11,164	6.12%	15.4
2018-19	131,928,266	9,086	5.50%	152,757,253	10,520	49.45%	15.5
2017-18	125,451,013	8,612	-0.27%	102,543,454	7,039	-27.97%	15.6
2016-17	125,837,728	8,636	0.95%	142,409,334	9,773	-0.45%	15.4
2015-16	125,137,262	8,554	5.52%	143,616,996	9,817	3.33%	15.3

Notes: Operating expenditures are total expenditures less debt service

a See Table 18 for enrollment information.

b See Table 17 for teaching staff information.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT
CAPITAL ASSET INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year									
	2024-25	**2023-24**	**2022-23**	**2021-22**	**2020-21**	**2019-20**	**2018-19**	**2017-18**	**2016-17**	**2015-16**
Schools										
Elementary:										
Campuses	14	17	17	17	17	17	17	17	17	17
Square feet	861,426	986,234	986,234	986,234	986,234	986,234	986,234	986,234	933,461	924,378
Capacity	7,691	8,801	8,801	8,801	8,801	8,801	8,801	8,801	8,801	8,801
Enrollment	6,265	6,335	6,378	6,368	6,372	7,025	7,026	7,104	7,158	7,415
Middle:										
Campuses	3	3	3	3	3	3	3	3	3	3
Square feet	479,028	466,155	466,155	466,155	466,155	466,155	460,347	460,347	460,356	452,347
Capacity	3,241	3,169	3,169	3,169	3,169	3,169	3,115	3,115	3,115	3,115
Enrollment	2,774	2,984	3,146	3,162	3,188	3,389	3,331	3,251	3,190	3,148
High:										
Campuses	3	3	3	3	3	3	3	3	3	3
Square feet	679,954	803,265	803,265	803,265	803,265	803,265	803,265	803,265	793,022	785,672
Capacity	3,742	4,420	4,420	4,420	4,420	4,420	4,420	4,420	4,420	4,420
Enrollment	3,998	3,950	3,919	4,162	4,195	4,117	4,065	4,078	4,087	4,063
Head Start:										
Campuses	4	2	2	3	3	3	3	3	3	3
Square feet	108,140	80,287	80,287	106,114	106,114	106,114	106,114	106,114	98,901	98,901
Capacity	524	389	632	837	837	837	837	837	837	837
Enrollment	-	-	-	-	-	-	611	573	588	559
Alternative Learning:										
Campuses	2	3	3	2	2	2	2	2	2	2
Square feet	48,730	50,405	50,405	24,463	24,463	24,463	24,463	24,463	24,855	24,855
Capacity	455	473	473	230	230	230	230	230	230	230
Enrollment	25	30	89	94	129	64	47	46	48	54
Idle Facilities:										
Campuses	3	-	-	-	-	-	-	1	1	1
Square feet	73,824	-	-	-	-	-	-	26,405	26,405	26,405
Capacity	-	-	-	-	-	-	-	-	-	-
Administrative										
Buildings	4	1	1	1	1	1	1	1	1	1
Square feet	135,426	42,295	42,295	42,295	42,295	42,295	42,295	42,295	42,295	42,295
Transportation										
Garages / buildings	1	1	1	1	1	1	1	1	1	1
Buses	100	100	108	96	91	93	93	95	85	85
Warehouses, Storage, Etc:										
Buildings	16	13	13	13	13	13	13	13	8	8
Square feet	101,319	89,992	89,992	89,992	89,992	89,992	89,992	89,992	38,279	38,279
Athletics										
Stadium Field House	3	3	3	3	3	3	3	3	1	1
Football/Soccer fields	11	11	15	15	15	15	15	15	15	15
Running tracks	4	4	4	4	4	4	3	3	2	2
Baseball / softball	6	7	7	7	7	7	5	5	5	5
Swimming pools	1	1	1	1	1	1	1	1	1	1
Playgrounds	25	34	31	30	30	30	30	30	31	31

Source: District records.
Notes:
Pays campus (alternative learning) was opened in fy 2009. Student enrollment is still counted in the high schools.
2017- added classrooms at Ft.Concho Elem, Glenn MS, and Tennis Dressing at CHS, and LVHS
2018 - Added space at Central High School, Glenn Middle School and Fort Concho Elementary
2020 - No longer offered Head Start, but lease the facilities to the CVCOG for their Head Start program
2023 - Blackshear Head Start building was converted into an alternative campus
2024 - Closed and demolished portions of 3 elementary campuses: Alta Loma, Austin and San Jacinto
-Additions to Lone Star Middle School and reallocation of space at Central High School
-Repurposed/Idled Alternative Learning Centers, Administrative space and Head Start buildings

Single Audit Section
August 31, 2025

San Angelo Independent School District

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

To the Board of Trustees of
San Angelo Independent School District
San Angelo, Texas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States *(Government Auditing Standards)*, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of San Angelo Independent School District (the District) as of and for the year ended August 31, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated January 16, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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

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Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Eide Bailly LLP

Abilene, Texas
January 16, 2026

Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control over Compliance Required by the Uniform Guidance

To the Board of Trustees of
San Angelo Independent School District
San Angelo, Texas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited San Angelo Independent School District's (the District) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended August 31, 2025. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each major federal program for the year ended August 31, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements*, *Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

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Responsibilities of Management for Compliance

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

Auditor’s Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2025-001. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

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

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2025-001 to be a significant deficiency.

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

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the internal control over compliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

Eide Bailly LLP

Abilene, Texas
January 16, 2026

Federal Grantor/Pass-Through Grantor/Program Title	Federal Financial Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Education			
Direct Program			
Impact Aid - P.L. 874 Title I	84.041	Not available	$ 13,774
Passed Through Texas Education Agency			
ESEA Title I, Part A - Improving Basic Programs	84.010	25610101226903	4,240,350
ESEA Title I, 1003- ESF Focus Support Grant	84.010	246101397110062	604,435
Total ALN 84.010			4,844,785
Special Education Cluster			
IDEA-B Formula*	84.027	256600012269036000	3,055,627
IDEA-B Preschool*	84.173	256610012269036000	60,064
Career and Technical Education - Basic Grants to States	84.048	25420006226903	201,538
Title III, Part A - English Language Acquisition	84.365	25671001226903	78,433
Title II, Part A - Teacher, Principal, Training & Recruitment	84.367	25694501226903	579,793
Title IV, Part A - Subpart I	84.424A	25680101226903	415,473
2024-2025 Stronger Connections Grant	84.424F	236811017110077	544,511
Total ALN 84.424			959,984
LEP Summer School	84.369A	69552402	5,434
2024-2025 Texas Education for Homeless Children	84.196A	254600057110068	20,005
COVID-19 American Rescue Plan (ARP) Act -Homeless II Education for Homeless Children and Youth Program	84.425W	21533002226903	39,931
Total Passed Through Texas Education Agency			9,845,594
Passed through Region 10 Education Service Center			
SPED Capacity Contracted Services Grant*	84.027A	Not available	11,320
2024-2025 Effective Advising Planning Grant	84.048A	25420033711003	25,000
Total Passed Through Region 10 Education Service Center			36,320
Total U. S. Department of Education			9,895,688

Federal Grantor/Pass-Through Grantor/Program Title	Federal Financial Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Agriculture			
Local Food for Schools Cooperative Agreement Program	10.185	Not available	$ 77,799
Direct Program			
Summer Feeding Program - Cash Assistance**	10.559	Not available	65,296
Passed Through Texas Education Agency:			
School Breakfast Program**	10.553	71402501	1,935,630
National School Lunch Program - cash assistance**	10.555***	71302501	4,114,039
Total Passed Through Texas Education Agency			6,049,669
Passed Through the Texas Department of Agriculture:			
National School Lunch Program -non cash assistance **	10.555***	Not available	639,289
Total U. S. Department of Agriculture			6,832,053
U.S. Department of Defense			
Direct Program			
ROTC	12.000	Not available	97,821
Total U. S. Department of Defense			97,821
Total Federal Financial Assistance			$ 16,825,562
*Total Special Education Cluster			3,127,011
** Total Child Nutrition Cluster			6,754,254
***Total CFDA Number 10.555			4,753,328

Note A - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the District under programs of the federal government for the year ended August 31, 2025. The information is presented in accordance with 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). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

Note B - Summary of Significant Accounting Policies

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund types are accounted for using a current financial resources measurement focus. All federal expenditures were accounted for in the General Fund and Special Revenue Funds, components of the Governmental Fund type. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. No federal financial assistance has been provided to a subrecipient.

Federal grants are considered to be earned to the extent of expenditures made under the provisions of the grant.

School health and related services revenues are considered earned income at the local government level and thus are not included in the Schedule of Expenditures of Federal Awards. The following is a reconciliation of Federal Revenues on Exhibit C-3 to the Schedule of Expenditures of Federal Awards:

Federal Awards per Schedule of Expenditures of Federal Awards	$ 16,825,562
School Health Related Services (SHARS)	1,502,734
Excess of expenses over revenue for other federal programs	(2,706)
Total federal program revenues - Exhibit C-3	$ 18,325,590

Note C - Indirect Cost Rate

The District is not eligible to use the de minimis indirect cost rate allowed under the Uniform Guidance because the District has previously received a negotiated indirect cost rate for its federal awards.

Note D - Food Donation

Nonmonetary assistance is reported in this schedule at the fair market value of the commodities received and disbursed. At August 31, 2025, the District had food commodities totaling $633,047 in inventory.

Section I – Summary of Auditor's Results

FINANCIAL STATEMENTS

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Noncompliance material to financial statements noted?	No

FEDERAL AWARDS

Internal control over major programs:	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	Yes
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR 200.516 (a):	Yes

Identification of major programs:

Name of Federal Program	Federal Financial Assistance Listing
Special Education Cluster	84.027A; 84.173A
Title IV, Part A, Subpart 1	84.424A
2024-2025 Stronger Connections Grant	84.424F

Dollar threshold used to distinguish between Type A and Type B programs	$750,000
Auditee qualified as low-risk auditee?	Yes

Section III – Federal Award Findings and Questioned Costs

The audit disclosed no findings required to be reported.

Section III – Federal Award Findings and Questioned Costs

2025-001 Federal Agency Name: U.S. Department of Education
Pass-through Agency: Texas Education Agency
Assistance Listing Number: 84.424F
Program Name: 2024-2025 Stronger Connections Grant
Federal Award Number: S424F220045-22A

Compliance Requirement: Special Tests and Provisions: Participation of Private School Children

Type of Finding: Significant Deficiency in Internal Control over Compliance and an Instance of Immaterial Noncompliance

Criteria: The LEA receiving ESEA funds should conduct timely consultation with private school officials to determine the kind of educational services offered to eligible private school children were provided and the required amount was used for private school children.

Condition: The District failed to conduct timely and meaningful consultations with private school officials regarding the implementation of the Stronger Connections Grant.

Cause: A lack of training and understanding of the compliance requirements for the grant resulted in the failure to consult with local private schools. The District consults with area PNPs for its various ESEA grants but was not aware this particular grant also required consultation.

Effect: Failure to document consultation results in noncompliance and potentially leads to inequitable services for private school children.

Questioned Costs: None reported

Context/*Sampling*: No sampling

Repeat Finding from Prior Year: No

Recommendation: We recommend the District establish and implement written procedures to ensure annual consultation meetings are scheduled and documented for all grants subject to private school participation under Title IV. Additionally, the District should allocate the appropriate amount to the private schools to be used before the end of the grant period.

View of Responsible Officials: Management agrees with the finding.

Data Control Codes		Responses
SF1	Was there an unmodified opinion in the Annual Financial Report 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 Teacher Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other government agencies?	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.	No
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 on CABs included in government-wide financial statements at fiscal year-end	$ 4,710,373

Management's Response to Auditor's Findings:
Summary Schedule of Prior Audit Findings and Corrective Action Plan
August 31, 2025
Prepared by Management of

San Angelo Independent School District

No prior audit findings noted.

Finding 2025-001	**Special Tests and Provisions – Participation of Private School Children**
Finding Summary:	The District failed to conduct timely consultations with private school officials regarding the implementation of the Stronger Connections Grant.
Responsible Individuals:	Dr. Farrah Gomez, Deputy Superintendent of Academics and School Leadership
Corrective Action Plan:	The District will establish and implement written procedures to ensure annual consultation meetings with private school officials for all grants under the Title IV program. Additionally, the District will consult with TEA to determine next steps regarding the Stronger Connections Grant.
Anticipated Completion Date:	January 2026