

DENTON ISD 2023-2024
ANNUAL COMPREHENSIVE FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30, 2024

1307 N. LOCUST STREET • DENTON, TEXAS 76201

Annual Comprehensive Financial Report

of the

DENTON INDEPENDENT SCHOOL DISTRICT

for the
Fiscal Year Ended June 30, 2024

Prepared by:
The Finance Department

1307 N. Locust Street · Denton, Texas 76201


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DENTON INDEPENDENT SCHOOL DISTRICT
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2024

TABLE OF CONTENTS

	Page	Exhibit
INTRODUCTORY SECTION		
Letter of Transmittal	1	
ASBO Certificate of Excellence	9	
GFOA Certificate of Achievement	10	
Organizational Chart	11	
Elected Officials	12	
Appointed Officials	13	
Consultants and Advisors	14	
FINANCIAL SECTION		
Independent Auditors' Report	15	
Management's Discussion and Analysis	19	
Basic Financial Statements:		
Government-wide Financial Statements:		
Statement of Net Position	29	A-1
Statement of Activities	30	B-1
Fund Financial Statements:		
Balance Sheet - Governmental Funds	32	C-1
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	35	C-2
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	36	C-3
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	38	C-4
Statement of Net Position - Proprietary Funds	40	D-1
Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds	41	D-2
Statement of Cash Flows - Proprietary Funds	42	D-3
Statement of Fiduciary Net Position	43	E-1
Statement of Changes in Fiduciary Fund Net Position	44	E-2
Notes to the Basic Financial Statements	45	
Required Supplementary Information:		
Budgetary Comparison Schedule - General Fund	81	G-1
Schedule of the District's Proportionate Share of the Net Pension Liability - Teacher Retirement System of Texas	82	G-2
Schedule of District's Contributions for Pensions - Teacher Retirement System of Texas	84	G-3
Schedule of the District's Proportionate Share of the Net OPEB Liability - Teacher Retirement System of Texas	86	G-4
Schedule of District's Contributions for Other Post-Employment Benefits (OPEB) - Teacher Retirement System of Texas	88	G-5
Notes to Required Supplementary Information	90	
Supplementary Information:		
Combining and Individual Fund Statements and Schedules:		
Combining Balance Sheet - Nonmajor Governmental Funds	92	H-1
Combining Statement of Revenues, Expenditures and in Fund Balances - Nonmajor Governmental Funds	100	H-2
Combining Statement of Net Position - Internal Service Funds	108	H-3
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position - Internal Service Funds	110	H-4
Combining Statement of Cash Flows - Internal Service Funds	112	H-5

TABLE OF CONTENTS (CONTINUED)

	Page	Exhibit
FINANCIAL SECTION-Continued		
Budgetary Comparison Schedule - Child Nutrition Fund	114	H-6
Budgetary Comparison Schedule - Debt Service Fund	115	H-7
REQUIRED TEA SCHEDULES:		
Schedule of Delinquent Taxes Receivable	118	J-1
Use of Funds Report - Select State Allotment Programs	120	J-4
STATISTICAL SECTION (Unaudited)		
Statistical Contents	122	
Net Position by Component	124	
Changes in Net Position	126	
Fund Balances of Governmental Funds	128	
Changes in Fund Balances of Governmental Funds	130	
Assessed Value - Real and Personal Property	132	
Property Tax Rates - Direct and Overlapping Governments	133	
Principal Property Taxpayers	134	
Property Tax Levies and Collections	136	
Ratio of Bonded Debt to Assessed Value and Bonded Debt per Capita	138	
Direct and Overlapping Governmental Activities Debt	141	
Legal Debt Margin Information	142	
Demographic and Economic Statistics	144	
Capital Asset Information	145	
Principal Employers	146	
Operating Statistics	148	
Staff Information	150	
Teacher Salary Data	152	
Enrollment and Attendance Data	153	
Miscellaneous Statistical Data	154	
SINGLE AUDIT SECTION		
Independent Auditors' 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*	155	
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance	158	
Schedule of Findings and Questioned Costs	159	
Corrective Action Plan	160	
Status of Prior Year Findings	161	
Schedule of Expenditures of Federal Awards	162	K-1
Notes to Schedule of Expenditures of Federal Awards	164	

Introductory Section

DENTON INDEPENDENT SCHOOL DISTRICT
Office of Administrative Services
P.O. Box 2387
Denton, Texas 76202

November 12, 2024

To the Board of Trustees and the Citizens of the Denton Independent School District:

The Annual Comprehensive Financial Report (ACFR) of the Denton Independent School District ("DISD" or the "District") for the year ended June 30, 2024, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the DISD. Included are all disclosures necessary to enable the reader to gain an understanding of the District's financial.

The DISD is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 as amended in 1996 and Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance). Information relating to this single audit, including the schedule of expenditures of federal awards, findings and recommendations and independent auditors' reports on internal controls and compliance with applicable laws and regulations, is included in the single audit section.

This report includes all funds of the Denton Independent School District. The DISD maintains a fully accredited early childhood through grade twelve program and is accredited by both the Texas Education Agency and AdvancED. The District provides a full range of services. These services include general education for grades pre-kindergarten through twelve, special education for students from birth through twenty-one years of age, accelerated education for students requiring remediation, a variety of technical courses and several elective and advanced placement courses for those students who wish additional experiences or challenges.

Generally Accepted Accounting Principles (GAAP) requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

GOVERNING BODY

The seven members of the Board of Trustees serve - without compensation - a three-year term of office. On a rotating basis, two or three places are filled during annual elections held in May. Vacancies may be filled by appointment until the next election. Candidates must be qualified voters of the District.

Regular meetings are typically scheduled the second and fourth Tuesdays of the month and are held in the District's administration building. Special meetings and study sessions are scheduled as needed and announced in compliance with public notice requirements.

The Board has final control over local school matters limited only by the state legislature, by the courts and by the will of the people as expressed in school Board elections. Board decisions are based on a majority vote of the quorum present. Generally, the Board adopts policies, sets direction for curriculum, employs the Superintendent, and oversees the operations of the District and its schools. Besides general Board business, Trustees are charged with numerous statutory regulations including appointing the tax assessor/collector, calling trustee and other school elections, and canvassing the results, organizing the Board, and electing its officers. The Board is also responsible for setting the tax rate, setting salary schedules, and acting as a board of appeals in personnel and student matters, confirming recommendations for textbook adoptions and adopting and amending the annual budget.

ECONOMIC CONDITION AND OUTLOOK

The Denton Independent School District is in the city of Denton, in Denton County of North Central Texas and encompasses approximately 180 square miles. While the major portion of the District boundaries includes the 97.411 square miles of the City of Denton, all or part of the following additional cities, communities or major developments in Denton County comprise the 180 square miles: Argyle, Aubrey, Bartonville, Copper Canyon, Corinth, Cross Roads, Cross Oaks Ranch, Double Oak, Lantana, Little Elm, Oak Point, Paloma Creek, Pecan Creek, Prosper, Providence, Robson Ranch, Savannah, Shady Shores, and Union Park. According to the U.S. Census Bureau Denton County's population increased by 3.06 percent from 2023 to 2024. This increase pushed the population over the 1,000,000 mark, reaching 1,007,703 in 2024. Per the City of Denton, the population of the city for the same period for 2024 increased by 3.34 percent for a population of 155,374 in 2024 compared to 150,357 in 2023. Denton has a diverse labor pool of both skilled and professional workers. At June 30, 2024, the Texas Workforce Commission reported an available workforce in the City of Denton of 88,875 with an unemployment rate of 4.4%.

Denton is located 38 miles northwest of Dallas and 36 miles northeast of Fort Worth. Denton businesses have easy access to air, rail, and highways. The area has four airports: Alliance Airport, Dallas/Fort Worth International Airport, Dallas Love Field, and Denton Municipal Airport. The Kansas City Southern and Union Pacific railroads also provide service to Denton. The Denton County Transportation Authority (DCTA) provides public transportation within the City of Denton and between Denton and Dallas. Transportation offerings include passenger rail via the A-Train (connects to Dallas Area Rapid Transit rail in Carrollton), bus service via Connect, and a commuter vanpool program.

Denton is home to two universities and one college: The University of North Texas, Texas Woman's University and North Central Texas College. This access to higher education enhances the quality of life in Denton. These three institutions are a major source of public employment for Denton and the surrounding area. In the private sector, more than 100 private companies distribute, manufacture, produce goods and provide employment to area residents.

The District's student population has steadily increased over the past five years at an average growth rate of approximately 1.75 percent annually. The average daily attendance rate decreased slightly for this same time. The school district plans its budget based on estimated student enrollment and state aid earned which is based on student attendance. Total enrollment for the year ended June 30, 2024, was 32,866 with an average daily attendance rate of 92.28%. Enrollment is projected to be 32,542 for the 2024-2025 school year.

The Denton Independent School District continues to be the district of choice in Denton County, and one of the fastest growing counties in the nation. Even though For-Profit Charter Schools expand in the state, District enrollment continues to rise with little effect from the corporate movement. As the district of choice, Denton ISD has a stable future, and an opportunity to contribute to the economic vitality of the community by providing specialized, high-level education.

The school district's facilities are in excellent condition and its major maintenance plan continues to improve all its facilities and operations. The average age of instructional campuses in the District is 22.98 years. Eighteen of the twenty-five elementary campuses have been built since 2001. Of the fifteen secondary campuses in the District, eleven campuses have been built since 2001, and two of the three early childhood campuses were built since 2001. To accommodate the growing student population there are several reconstruction and construction projects scheduled over the next several years. The 2024 total tax rate for the school district is $1.1592/$100 valuation. The tax rate has two components: maintenance and operations and debt service. The maintenance and operations portion funds the daily operations of the school district. The debt service portion funds the principal and interest on general obligation long-term debt.

MAJOR FISCAL INITIATIVES

The Denton Independent School District (Denton ISD) continues to exceed the standards of the Texas Accountability System outlined by the Texas Education Agency (TEA). Located in one of the country's fastest-growing areas, the district enrolls new students to the District each year at an average rate of two percent. And, according to the United States Census Bureau, Denton County is the fifth-fastest growing county in the country – with one person moving to the area every three minutes.

For the sixth consecutive year, Denton ISD has decreased its total tax rate. Denton ISD's Board of School Trustees adopted the total tax rate of $1.1569 for 2024-2025 at a meeting on September 24, 2024.

The median home price in Denton ISD is roughly $465,000, and since 2018, the district has decreased its total tax rate by more than $0.38. Compared to the district's tax rate of $1.54 from six years ago, the $1.1569 tax rate for 2024-2025 saves the average homeowner $1,782 per year.

Denton ISD continues to rank as one of the fastest growing school districts in the Dallas/Fort Worth metroplex based on new home closings. Currently, there are more than 33,300 students enrolled in the district.

In addition to lowering the total tax rate by more than $0.38 over the past six years, Denton ISD has saved a combined $274.4 million by refinancing bonds since 2005.

The district has also received the highest possible Financial Integrity Rating System of Texas (FIRST) by the Texas Education Agency (TEA) for 21 consecutive years.

All schools in the Denton ISD are accredited by the Texas Education Agency. In addition, the high schools are accredited through AdvanceED. The District and Board of Trustees are committed to providing the best educational programs possible in the critical areas of Science, Technology, Engineering, Arts and Math. These content areas and the Board's expectation of excellence are embedded in their goals and are monitored at each Board of Trustees meeting.

One of the many areas of strong academic commitment is evident with the District's K-12 International Baccalaureate Programme (IB), an elite universal educational program. Denton ISD is one of a handful of districts nationwide to offer IB programs at the full continuum. The IB program is offered at two elementary schools, one middle school, and one high school. The IB program continues to independently assess and evaluate each of these four campuses, ensuring they meet their incredibly high academic international standards.

To serve our 33,335 students, Denton ISD employs 4,690 educators and staff. Of those, 30.2 percent have 11 or more years of experience in education – many more (9.5 percent) have more than 20 years of experience.

Parent and community engagement is keeping pace with the growing numbers of families that are moving to Denton County, one of the fastest-growing counties in the United States. Members of the Parent-Teacher Association (PTA) number more than 8,118. Our students come from families that natively speak 57 languages in addition to English, signifying the district's rich diversity and our commitment to multi-lingual education.

On Sept. 18, Denton ISD began a series of meetings with the district's 1925 Community Advisory Committee. The Committee, comprised of 60 community leaders and ten educators, is a valuable group of volunteers who collaboratively provide input, advice and planning assistance on developing the 2025-2026 Denton ISD Operating Budget.

During a series of educational meetings, they will evaluate staffing formulas and programming, analyze budgeted allocations of resources to current District programs, and offer feedback to the District's Executive Cabinet regarding how to prioritize reductions to budgeted expenditures and to maximize revenues to accomplish District budgetary goals.

It is our desire to educate leaders within our community to seek input and facilitate informed decision-making and advocacy in ways that align with the district's mission, vision and goals.

Denton ISD continues to experience student enrollment growth, which drives a robust building and construction program. The district has built 28 additional campuses since 2000. Multiple projects and upgrades for the district's facilities that are 40 or more years old are currently underway.

In addition to the growth the district is experiencing, several improvements from the 2018 bond referendum were completed at the end of June 2024. Students were welcomed to the new Newton Rayzor Elementary and Calhoun Middle School replacement campuses on August 7, 2024. Both are now located on the site of the old Denton High School on the same property, maximizing their collaborative efforts through the IB Programme.

In August 2023, Pat Hagan Cheek Middle School opened as Denton ISD's ninth middle school and the third in the Braswell High School Zone.

The new campus, located in the town of Prosper, opened the school year with more than 700 students and over 100 staff members.-

To help support the 79.6 percent of Denton ISD high school students enrolled in career and technology courses, additions to the LaGrone Academy were completed. These improvements include a cosmetology lab, engineering lab, forensics lab, robust space for culinary arts and more.

Through demonstrated steadfast leadership, partnership with the 18 communities we serve and consistent vision, our organization continues to empower lifelong learners who will become engaged citizens that positively impact their local and global community.

DISTRICT ACCOMPLISHMENTS

Denton ISD's quest for excellence extends beyond the classroom. The District offers top academic, artistic, athletic, and technological programs.

- A Ryan High School student earned one of the most prestigious honors in the country by being selected to the National Youth Orchestra (NYO) of the United States of America. The orchestra student completed a training residency at a university in New York, performed at Carnegie Hall and toured and performed in Uruguay, Argentina, and Brazil.
- Three fifth grade Hawk Elementary students were selected as members of the Texas Elementary Honor Choir by the Texas Choral Directors Association (TCDA). The students performed at the Convention in San Antonio, Texas over the summer.
- A class of 2024 graduate from Ryan High School won the UIL Class 5A state championship in Journalism – News Writing.
- Thirteen students representing Braswell High School, Guyer High School, Denton High School, and Ryan High School were selected for All-State Band, Choir, Orchestra, and Dance honors.
- Braswell High School, Guyer High School, and Ryan High School had 15 students' artwork qualify for state in the Visual Arts Scholastic Event (VASE). This prestigious event had nearly 35,000 entries from across Texas.
- The Braswell High School Wind Symphony earned the distinguished honor to perform at the 77th Midwest International Band and Orchestra Clinic in Chicago. They were one of only six high school bands from across the country chosen to perform a featured concert for attendees. The Midwest Clinic began in 1946 and features some of the top clinicians, ensembles, and music educators not just in the United Staes, but internationally, as well. The Braswell Wind Symphony submitted audio and video recordings which were judged along with thousands of other submissions.
- A Ryan High School student won the Class 5A state championship in the 300-meter hurdles at the UIL State Track and Field competition.
- A Braswell High School sophomore won the 6A Cross Country state championship title.
- A Denton High School senior received a perfect score on the ACT college entrance exam. More than 1.3 million students nationwide took the ACT exam, and the student was one of less than 3,400 students to receive a perfect score. The ACT exam is graded on a 36-point scale with an average score being 19.8.

Other honors and recognitions that have been bestowed on Denton ISD staff include:

- The counseling departments of Rodriguez Middle School, Strickland Middle School, Sam Houston Elementary, and Shultz Elementary were named the recipients of the CREST Award which recognizes top counseling staff in the state by the Texas School Counselor Association. CREST stands for Counselors Reinforcing Excellence for Students in Texas and is a program that focuses on ten areas that leave the greatest impact school counselors have on the achievement, career aspirations, personal gains, and social aspects of students' lives. The program helps counselors evaluate their current counseling guidelines and techniques while also promoting their services to students and parents. This marks the thirteenth consecutive year at least one or more Denton ISD campus has received the prestigious CREST award.

- A Strickland Middle School psychologist was named the Texas Association of School Psychologist's (TASP) Outstanding School Psychologist of the Year – Specialists/Masters Level Award. He was chosen among dozens of candidates, garnering praise for the work he has done to provide an inclusive space for neurotypical and neurodiverse individuals through Strickland's Anime Club.

- An eighth-grade social studies teacher at McMath Middle School was named the Outstanding Middle School Teacher of the Year by the Texas Council for the Social Studies (TXCSS). The award is given in recognition of active participation in local, state and national social studies councils, as well as outstanding social studies teaching at the elementary, middle, and high school levels.

- The Secondary Coordinator for Curriculum, Instruction and Staff Development was presented with the Nancy Trapp Leadership Award by the Texas Council of Teachers of Mathematics (TCTM). Since 1995, TCTM has awarded a member for their contribution to mathematics education at the local or state level.

- W.S. Ryan Elementary school was named a 2022-2024 National PTA School of Excellence, an honor which aims to provide a framework for PTAs to identify and implement best practices in family engagement to strengthen family-school partnerships. W.S. Ryan Elementary was one of only 72 schools in Texas to earn the distinction for 2022-2024. Less than 400 schools nationwide received the honor.

- Denton ISD was awarded the 2024 Best Communities for Music Education for the 17th consecutive year – 18 years total by the National Association of Music Merchants (NAMM). Now in its 25th year, the Best Communities for Music Education designation is awarded to school districts that demonstrate outstanding achievement to provide music access and education to all students.

RELEVANT FINANCIAL POLICIES

The District's financial policies address accounting and fiscal operations of the District with emphasis on asset management, operating reserves, and fund balances. The District's financial policies are reviewed annually to comply with internal accounting issues, Federal and State laws, and the governing body's directives.

The Board and administration of the Denton ISD are responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgments by management.

The Denton Independent School District reports a significant amount of data to the State of Texas through the state's Public Education Information Management System (PEIMS). The state then uses this data in compiling its Texas Academic Performance Report. The state also produces a summary of this data in the form of a School Report Card. The data covers such items as "per pupil" revenues and expenditures for each campus and district, a comparison of district and campus test scores, various demographic information, and a comparison of each campus with forty peer group members of similar socio-economic and ethnic demographics. The Texas Academic Performance Report is used to rate campuses and school districts with various levels of accreditation depending upon district and campus test scores. This system functions in a similar capacity to "Service Efforts and Accomplishments."

Two factors that impact the District significantly are the tax rate and property value. In 2023-2024 the maintenance and operations tax rate was $0.6792 and the debt service tax rate was $0.48 for a total rate of $1.1592. The District's certified property values increased 20.12% for 2022-2023 and 14.90% for 2023-2024.

The certified property values for 2024-2025 increased by $3,037,920,896 or 10.97%.

Single Audit. As a recipient of federal, state, and local financial assistance, the District is also responsible for ensuring that an adequate internal control structure is in place to assure compliance with applicable laws and regulations related to those programs. The internal control structure is subject to periodic evaluation by management and the audit staff of the District.

As part of the District's single audit, tests were made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance awards, as well as to determine that the District has complied with applicable laws and regulations. The results of the District's single audit for the year ended June 30, 2024, provided no instances of material weaknesses in the internal control structure and no instances of noncompliance that are required to be reported under Government Auditing Standards.

Budgetary Controls. In addition, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District's governing body. Activities of the general fund, child nutrition fund and debt service fund are included in the annual appropriated budget. Project-length financial plans are adopted for the capital projects funds. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by fund and function. Budgetary control is enhanced by an encumbrance accounting system that includes an on-line purchasing system for all campuses and departments. The purchasing system will not allow a purchase exceeding legally appropriated budgetary amounts. Outstanding encumbrances at the end of a fiscal year generally are rolled forward into the subsequent fiscal period with the subsequent budget amended accordingly. As demonstrated by the statements and schedules included in the financial section of this report, the school district continues to meet its responsibility for sound financial management.

INDEPENDENT AUDIT

State law and District policy require an annual audit by independent certified public accountants. The District's Board of Trustees selected the accounting firm of Hankins, Eastup, Deaton, Tonn, Seay and Scarborough P.C. In addition to meeting the requirements set forth in state statutes, the audit was designed to meet the requirements of the federal Single Audit Act of 1984 as amended in 1996 and the Uniform Guidance. The auditors' report on the basic financial statements and combining and individual fund statements and schedules are in the financial section of this report.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Denton Independent School District for its annual comprehensive financial report (ACFR) for the year ending June 30, 2023. The Certificate of Achievement is a prestigious national award that recognizes conformance with the highest standards for preparation of state and local government financial reports.

To be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive financial report, whose contents conform to program standards. The ACFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The Denton Independent School District has received a Certificate of Achievement for the last thirty-eight consecutive years. We believe our current comprehensive report continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The Association of School Business Officials International (ASBO) awards its Certificate of Excellence in Financial Reporting (COE) to governmental entities whose annual comprehensive financial report has been judged to meet the standards required of this award. The ASBO award program is intended to help governmental units prepare reports in such a format and with such content as to greatly enhance the ability of users of these reports (trustees, citizens, management, regulatory agencies, investors, etc.) to better understand the District's activity.

The Denton Independent School District has received the ASBO Certificate of Excellence Award for its annual comprehensive financial report for thirty-nine consecutive years. We believe this report may also qualify for this award and we are submitting it to ASBO to determine its eligibility for another certificate.

ACKNOWLEDGMENTS

The preparation of the annual comprehensive financial report on a timely basis was made possible by the dedicated service of the entire staff of the business office. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. Without the leadership and support of the Board of Trustees of the Denton Independent School District, the preparation of this report would not have been possible.

Respectfully submitted,

Dr. Susannah O'Bara
Superintendent

Vicki Garcia
Executive Director Financial Operations

Dr. Jeremy Thompson
Deputy Superintendent

Julie J. Simpson
Director of Finance

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS INTERNATIONAL

The Certificate of Excellence in Financial Reporting is presented to

Denton Independent School District

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

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

CERTIFICATE OF EXCELLENCE IN FINANCIAL REPORTING

Ryan S. Stechschulte
President

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

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

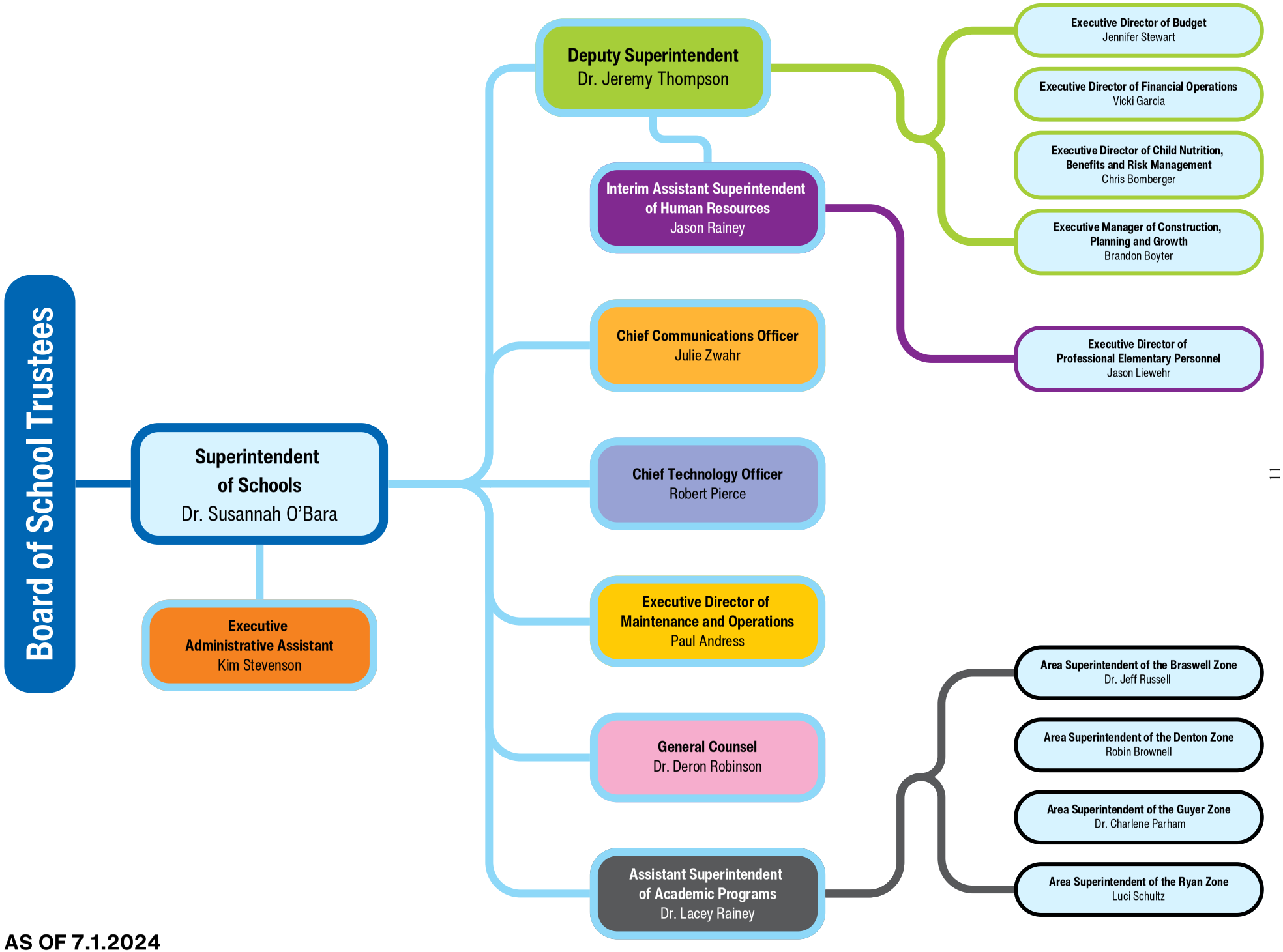
Denton Independent School District
Texas

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morrill

Executive Director/CEO


Board of School Trustees
Superintendent of Schools
Dr. Susannah O'Bara
Executive Administrative Assistant
Kim Stevenson
Deputy Superintendent
Dr. Jeremy Thompson
Executive Director of Budget
Jennifer Stewart
Executive Director of Financial Operations
Vicki Garcia
Executive Director of Child Nutrition, Benefits and Risk Management
Chris Bomberger
Executive Manager of Construction, Planning and Growth
Brandon Boyter
Interim Assistant Superintendent of Human Resources
Jason Rainey
Executive Director of Professional Elementary Personnel
Jason Liewehr
Chief Communications Officer
Julie Zwahr
Chief Technology Officer
Robert Pierce
Executive Director of Maintenance and Operations
Paul Andress
General Counsel
Dr. Deron Robinson
Assistant Superintendent of Academic Programs
Dr. Lacey Rainey
Area Superintendent of the Braswell Zone
Dr. Jeff Russell
Area Superintendent of the Denton Zone
Robin Brownell
Area Superintendent of the Guyer Zone
Dr. Charlene Parham
Area Superintendent of the Ryan Zone
Luci Schultz

AS OF 7.1.2024

DENTON INDEPENDENT SCHOOL DISTRICT

ELECTED OFFICIALS

BOARD OF TRUSTEES

Name	Term Expires	Occupation
Ms. Barbara Burns, President	May 2027	Retired Educator
Ms. Mia Price, Vice President	May 2025	Financial Manager
Ms. Sheryl English, Secretary	May 2027	Real Estate Professional
Ms. Amy Bundgus, Member	May 2025	Vice President of Product Management
Dr. Patsy Sosa-Sanchez, Member	May 2026	College Program Coordinator
Mr. Charles Stafford, Member	May 2025	Real Estate Professional
Ms. Lori Tays, Member	May 2026	Pediatric ER Nurse

DENTON INDEPENDENT SCHOOL DISTRICT

APPOINTED OFFICIALS

Name	Title	Years in District
Dr. Susannah O'Bara	Superintendent	31 years
Dr. Jamie Wilson	Superintendent Emeritus	19 years
Dr. Jeremy Thompson	Deputy Superintendent	6 months
Dr. Deron Robinson	General Counsel	4 years
Dr. Lacey Rainey	Assistant Superintendent- School Leadership and Academic Program	10 years
Mr. Jason Rainey	Interim Assistant Superintendent Of Human Resources	14 years
Mr. Robert Pierce	Chief Technology Officer	9 years
Ms. Julie Zwahr	Chief Communications Officer	9 years
Dr. Jeff Russell	Area Superintendent-School Leadership and Academic Programs-Braswell Zone	6 years
Ms. Robin Brownell	Area Superintendent-School Leadership and Academic Programs-Denton Zone	21 years
Dr. Charlene Parham	Area Superintendent-School Leadership and Academic Programs-Guyer Zone	7 years
Ms. Luci Schulz	Area Superintendent-School Leadership and Academic Programs-Ryan Zone	1 year
Ms. Jennifer Stewart	Executive Director of Budget	11 years
Mr. Chris Bomberger	Executive Director of Child Nutrition & Risk Management	7 years
Ms. Vicki Garcia	Executive Director of Financial Operations	7 years
Mr. Jason Liewehr	Executive Director of Human Resources	3 years
Mr. Paul Andress	Executive Director of Operations	28 years

DENTON INDEPENDENT SCHOOL DISTRICT

Consultants and Advisors

ARCHITECTS

VLK Architects
2821 West 7th Street, Suite 300
Fort Worth, Texas 76107

Stantec Architecture, Inc.
6080 Tennyson Pkwy, Suite 200
Plano, Texas 75024

Corgan Associates, Inc.
401 North Houston St
Dallas, Texas 75202

Pfluger Associates, L.P.
209 E. Riverside Drive
Austin, TX 78704

AUDIT FIRM

Hankins, Eastup, Deaton, Tonn, Seay & Scarborough
A Limited Liability Company
902 N. Locust Street
Denton, Texas 76201

OFFICIAL DEPOSITORY

PNC Bank
729 Fort Worth Drive
Denton, Texas 76201

BOND ATTORNEYS

McCall, Parkhurst & Horton L.L.P.
717 North Harwood Suite 900
Dallas, Texas 75201-6587

DELINQUENT TAX COLLECTION ATTORNEY

Sawko & Burroughs, P.C.
1172 Bent Oaks Drive
Denton, Texas 76210

FISCAL AGENT

BOK Financial Securities, Inc.
333 W Campbell Road, Suite 350
Richardson, Texas 75080

ADVISORY SERVICES

Meeder Public Funds
901 Mopac Expressway South
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Financial Section

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AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS
TEXAS SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

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Independent Auditor's Report

Denton Independent School District
Denton, Texas

Opinions

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

In our opinion, the 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 Denton Independent School District as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financials section of our report. We are required to be independent of Denton Independent School District and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Denton Independent School 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 Responsibility 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 generally accepted auditing standards 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 generally accepted auditing standards 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 Denton Independent School 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 Denton Independent School 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 the management's discussion and analysis on pages 19 through 27 and the Teacher Retirement System schedules on page 82 through 90 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 Denton Independent School District's basic financial statements. The combining and individual nonmajor fund financial statements, the required TEA schedules listed in the table of contents, 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 and individual nonmajor fund financial statements, the required TEA 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 section and required TEA schedules but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards,* we have also issued our report dated November 12, 2024 on our consideration of Denton Independent School District's internal control over financial reporting and on our tests of the 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 Denton Independent School 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 Denton Independent School District's internal control over financial reporting and compliance.

Hankins, Eastup, Deaton, Tonn, Seay + Scarborough

Hankins, Eastup, Deaton, Tonn, Seay & Scarborough, LLC
Denton, Texas

November 12, 2024

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DENTON INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2024
(UNAUDITED)

As management of Denton Independent School District, we offer readers of the District's financial statement this narrative overview and analysis of the financial activities of the District for the year ended June 30, 2024. Please read this narrative in conjunction with the independent auditors' report on page 15, and the District's Basic Financial Statements that begin on page 29.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of Denton Independent School District exceeded its liabilities and deferred inflows at the close of the most recent fiscal year resulting in a net position of $137,595,651.

- The District's total net position increased by $31,540,947 during the current fiscal year from the result of current year operations and $22,573,225 from a prior period adjustment related to a change regarding the District's fixed asset capitalization threshold.

- As of the close of the current fiscal period, the District's governmental funds reported combined ending fund balances of $1,115,968,002. $42,680,533 of this total amount is unassigned and available for use within the District's commitments and assignment policies.

- At the end of the current fiscal period, the unassigned fund balance of the general fund of $42,683,533 was 12.24% of the total general fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves. The government-wide financial statements include the Statement of Net Position and the Statement of Activities (on pages 29 through 31). 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 on page 32) 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 District has no component units for which it is financially accountable.

The notes to the financial statements (starting on page 45) provide narrative explanations or additional data needed for full disclosure in the government-wide statements or the fund financial statements.

The combining statements for nonmajor funds contain even more information about the District's individual funds. The section labeled Single Audit Section contains 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 on page 29. Its primary purpose is to show whether the financial position of the District is improving or deteriorating as a result of the year's activities. The Statement of Net Position includes all the District's assets, deferred outflows of resources, liabilities and deferred inflows of resources at the end of the year while the Statement of Activities includes all revenues and expenses generated by the District's operations during the year. These apply the accrual basis of accounting (the basis used by private sector companies).

All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. The District's revenues are divided into those provided by outside parties who share the costs of some programs, such as tuition received from students from outside the district and grants provided by the U.S. Department of Education to assist children with disabilities or from disadvantaged backgrounds (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.

These two statements report the District's net position and changes in them. The District's net position provides one measure of the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. To fully assess the overall health of the District, however, you should consider nonfinancial 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 its athletic stadium concessions activities.

Reporting the District's Most Significant Funds

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives.

The fund financial statements begin on page 32 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 No Child Left Behind 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).

All of the funds of the District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

- ***Governmental funds.*** *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*. The District maintains thirty-seven governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, debt service fund, and capital projects fund, each of which are considered to be major funds. Data from the other thirty-four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report. The District adopts an annual appropriated budget for its general fund, debt service fund and food service fund. A budgetary comparison schedule has been provided to demonstrate compliance with these budgets. The basic governmental fund financial statements can be found on pages 32 through 38 of this report.

- ***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. In fact, the District's enterprise funds (one category of proprietary funds) are the business-type activities reported in the government-wide statements but containing more detail and additional information, such as cash flows. The internal service funds (the other category of proprietary funds) report activities that provide supplies and services for the District's other programs and activities–such as the District's self-insurance programs and the print shop.

- ***Fiduciary funds.*** *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the District's own programs. The District is the trustee, or *fiduciary*, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and a separate statement of changes in fiduciary fund net position that can be found on pages 43 and 44. These activities are excluded from the District's government-wide financial statements because the District cannot use these assets to finance its operations.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following analysis presents both current and prior year data and discuss significant changes in the accounts. 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.

Net position of the District's governmental activities increased from $83,397,602 at June 30, 2023 to $137,511,234 at June 30, 2024. Unrestricted net position – the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – was a deficit of $173,861,156 at June 30, 2024. The increase of $31,540,947 from current year operations was the result of several factors. First, the District's revenues exceeded expenditures by $95,347,394 (as adjusted for the effects of capital outlay and debt service principal payments.) However, the District recorded depreciation expense, which is a non-cash expense that reduces the carrying value of District assets, in the amount of $60,018,862. Changes in the net pension and OPEB activity decreased net position by $3,761,042, while various other adjustments for prepaid expenses, interest accruals and tax revenues earned during the period under the full accrual method of accounting decreased net position by $26,543.

Governmental Activities

Net Position. The net position of the District's governmental activities at June 30, 2024 was $137,511,234. Investment in capital assets (e.g. land, building, furniture, vehicles and equipment) less any related debt used to acquire those assets that is still outstanding was $182,608,809 at June 30, 2024. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets are reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. An additional portion of the District's governmental activities net position ($128,763,581) represents resources that are subject to external restrictions on how they may be used.

Changes in Net Position. The District's total revenues of its governmental activities were $597,303,625. A significant portion, approximately 56.7%, of the revenue comes from property taxes. Another 15.9% comes from state aid - formula grants while only 2.6% relates to charges for services. This reflects a $79.1 million or 15.3% increase in revenues from 2022-2023. The total revenues were used to fund the cost of all programs and services in the amount of $565,762,678, and to pay down the District's debt. This reflects a $77.7 million or 15.9% increase in expenses from 2022-2023, primarily due to increased expenses among most categories.

Governmental Activities. The District's total net position of its governmental activities increased $31,540,947 from the results of current year operations. The total cost of all government activities for the fiscal year ended June 30, 2024 was $565,762,678. Funding for these governmental activities is by specific program revenue or through general revenues such as property taxes, state aid and investment earnings. Program revenues directly attributable to specific activities funded some of the governmental activities costs. These program revenues amounted to $103,090,714 (grant revenues, tuition and facility leasing, for example). The remaining cost of governmental activities not directly funded by program revenues was $462,671,964, which were primarily funded by property taxes in the amount of $338,943,553 and state revenue of $95,127,193.

Business-type Activities

Net Position. The net position of the District's business-type activities at June 30, 2024 was $84,417. Investment in capital assets (e.g. furniture, vehicles and equipment) was $27,906 at June 30, 2024.

Changes in Net Position. The District's total revenues of its business-type activities were $199,569. The revenues come from charges for services for stadium concession activities. The total revenues were used to fund program costs that totaled $162,196.

Business-type Activities. The District's total net position of its business-type activities increased $37,373 from the results of current year operations. The total cost of all business-type activities for the fiscal year ended June 30, 2024 was $162,196. Funding for this business-type activity is primarily by specific program revenue. Program revenues directly attributable to the activity funded virtually of the costs. These program revenues amounted to $199,569. The volume of activity in the District's business-type activity during the year was comparable to the prior year.

Table I
NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2023	2024	2023	2024	2023	2024
Current and other assets	$ 361,881,020	$ 1,213,034,830	$ 39,882	$ 58,049	$ 361,920,902	$ 1,213,092,879
Capital assets	1,391,927,134	1,588,939,959	9,042	27,906	1,391,936,176	1,588,967,865
Total assets	1,753,808,154	2,801,974,789	48,924	85,955	1,753,857,078	2,802,060,744
Deferred outflows of resources	177,085,465	168,935,643	-	-	177,085,465	168,935,643
Total assets and deferred outflows of resources	1,930,893,619	2,970,910,432	48,924	85,955	1,930,942,543	2,970,996,387
Long-term liabilities	1,630,680,951	2,621,994,086	-	-	1,630,680,951	2,621,994,086
Other liabilities	115,255,798	124,457,068	1,880	1,538	115,257,678	124,458,606
Total liabilities	1,745,936,749	2,746,451,154	1,880	1,538	1,745,938,629	2,746,452,692
Deferred inflows of resources	101,559,808	86,948,044	-	-	101,559,808	86,948,044
Total liabilities and deferred inflows of resources	1,847,496,557	2,833,399,198	1,880	1,538	1,847,498,437	2,833,400,736
Net Position:						
Net investments in capital assets	130,293,801	182,608,809	9,042	27,906	130,302,843	182,636,715
Restricted	102,768,780	128,763,581	-	-	102,768,780	128,763,581
Unrestricted	(149,665,519)	(173,861,156)	38,002	56,511	(149,627,517)	(173,804,645)
Total Net Position	$ 83,397,062	$ 137,511,234	$ 47,044	$ 84,417	$ 83,444,106	$ 137,595,651

Table II
CHANGES IN NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2023	2024	2023	2024	2023	2024
Revenues:						
Program Revenues:						
Charges for services	$21,656,428	$ 15,741,301	$ 196,160	$ 199,569	$ 21,852,588	$ 15,940,870
Operating grants and contributions	70,324,040	87,349,413	-	-	70,324,040	87,349,413
General Revenues:						
Maintenance and operations taxes	236,343,647	198,632,118	-	-	236,343,647	198,632,118
Debt service taxes	130,995,194	140,311,435	-	-	130,995,194	140,311,435
State aid - formula grants	46,988,962	95,127,193	-	-	46,988,962	95,127,193
Gifts and bequests	-	1,627,368	-	-	-	1,627,368
Interest earnings	14,490,616	57,808,521	-	-	14,490,616	57,808,521
Miscellaneous	807,464	706,276			807,464	706,276
Loss on disposition of capital assets	(3,448,855)	-	-	-	(3,448,855)	-
Total Revenue	518,157,496	597,303,625	196,160	199,569	518,353,656	597,503,194
Expenses:						
Instruction, curriculum and media services	263,006,765	286,371,383	-	-	263,006,765	286,371,383
Instructional and school leadership	28,028,390	30,285,434	-	-	28,028,390	30,285,434
Student support services	34,477,119	40,191,961	-	-	34,477,119	40,191,961
Food services	19,884,117	22,223,979	-	-	19,884,117	22,223,979
Cocurricular activities	11,293,499	12,201,320	182,886	162,196	11,476,385	12,363,516
General administration	12,422,376	14,442,999	-	-	12,422,376	14,442,999
Plant maintenance, security and data processing	57,232,410	60,100,840	-	-	57,232,410	60,100,840
Community services	5,509,587	6,130,239	-	-	5,509,587	6,130,239
Debt services	53,535,943	90,743,649	-	-	53,535,943	90,743,649
Intergovernmental charges	2,647,987	3,070,874	-	-	2,647,987	3,070,874
Total Expenses	488,038,193	565,762,678	182,886	162,196	488,221,079	565,924,874
Increase (Decrease) in Net Position	30,119,303	31,540,947	13,274	37,373	30,132,577	31,578,320
Net Position - beginning of year	53,188,466	83,397,062	33,770	47,044	53,222,236	83,444,106
Prior period adjustment	89,293	22,573,225	-	-	89,293	22,573,225
Net Position - end of year	$83,397,062	$ 137,511,234	$ 47,044	$ 84,417	$ 83,444,106	$137,595,651

The cost of all governmental activities for the current fiscal period was $565,762,678. However, as shown in the Statement of Activities on pages 30 and 31, the amount that our taxpayers ultimately financed for these activities through District taxes was only $338,943,553 because some of the costs were paid by those who directly benefited from the programs ($15,741,301) or by State equalization funding ($95,127,193).

THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements, bond covenants, and segregation for particular purposes.

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of $1,115,968,002 an increase of $857,418,334 from the prior year. Approximately 8% of this total amount ($86,553,001) constitutes *committed, assigned and unassigned fund balance*, which is available for spending at the District's discretion. The remainder of fund balance is *nonspendable or restricted* to indicate that it is not available for new spending because it is already restricted to pay debt service ($121,479,934), food service ($4,266,412), or for capital projects ($902,489,171), or for playground equipment ($13,247), or already spent on prepaid items ($798,432), inventories ($366,805) or endowment principal ($1,000).

The general fund is the primary operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the general fund was $42,683,533, while the total fund balance was $78,549,155. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to the total fund expenditures. Unassigned fund balance represents 12.24% of the total general fund expenditures, while the total fund balance represents 22.53% of that same amount.

The fund balance of the District's general fund decreased by $17,357,524 during the current fiscal year, compared to a $12,775,363 decrease in the previous year. Key factors related to this change are as follows:

- A $37,479,407 decrease in property tax revenues offset by a $48,147,277 increase in state per capita and foundation revenue contributed to a $8,495,544 overall increase in total revenues. However, expenditures increased $8,929,051 due primarily to an $7,531,874 increase in instructional expenditures.

The debt service fund has a total fund balance of $121,479,934, all of which is reserved for the payment of debt service. The net increase in fund balance during the period in the debt service fund was $25,750,629, compared to a $2,044,491 increase in the previous year. Tax revenues were $9,204,099 higher than the previous year and State EDA revenue was $10,866,800 higher than the previous year. Debt service expenditures were comparable to the previous year.

Other changes in fund balances should also be noted. The fund balance in the capital projects fund increased $847,116,823 due primarily to $1,036,485,000 proceeds from a bond issuance less $236,525,455 spent on construction-related costs. Although these and other capital expenditures reduce available fund balances, they create new assets for the District as reported in the Statement of Net Position and discussed in Note 5 to the financial statements.

Over the course of the year, the Board of Trustees revised the District's 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 and reflect the actual beginning balances (versus the amounts we estimated in June, 2023). The second category includes changes that the Board made during the year to reflect new information regarding revenue sources and expenditure needs. The principal amendment in this case was an increase in the anticipated amount of State funding to be received. The third category involves amendments moving funds from programs that did not need all the resources originally appropriated to them to programs with resource needs.

The District's General Fund balance of $78,549,155 reported on page 35 differs from the General Fund's budgetary fund balance of $68,614,018 reported in the budgetary comparison schedule on page 81. For the year ended June 30, 2024, actual general fund expenditures on a budgetary basis were $348,631,455, above the original budget expenditures of $333,079,765 and below the revised final budget of $356,253,591. The majority of the actual variance of $7,622,136 consists of savings achieved in payroll costs in the instructional area. Actual revenue on a budgetary basis was $331,787,455 compared to the original budget of $314,229,362 and a revised budget of $328,531,877. The actual variance of $3,255,578 was due primarily to higher than expected state funding.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2024, the District had $1,588,939,959 (net of accumulated depreciation) invested in a broad range of capital assets, including facilities and equipment for instruction, transportation, athletics, administration, and maintenance. This amount represents a net increase of $174,439,600, or 12.33% above last year.

This fiscal year's major additions included:

Continuing construction costs on a new elementary school, paid for with proceeds of general obligation bonds issued in a prior year.	$ 43,136,697
Continuing construction costs on a new elementary school, paid for with proceeds of general obligation bonds issued in a prior year.	43,113,462
Continuing construction costs on a new elementary school, paid for with proceeds of general obligation bonds issued in a prior year.	11,409,577
Continuing construction costs on renovations to an existing middle school, paid for with proceeds of general obligation bonds.	14,218,574
Initial construction costs on a new elementary school, paid for with proceeds of general obligation bonds.	12,382,995
Initial construction costs on a high school addition, paid for with proceeds of general obligation bonds.	5,246,519
Initial construction costs on new middle school track facilities, paid for with proceeds of general obligation bonds.	5,248,313
Totaling	$134,756,137

In addition, at June 30, 2024 the District has $27,906 (net of accumulated depreciation) invested in equipment in its business-type activity. There were no additions during the current fiscal year.

More detailed information about the District's capital assets is presented in Note 4 to the financial statements.

Debt Administration

At year-end, the District had $2,162,906,252 in bonds outstanding (including accreted interest on bonds) versus $1,268,946,411 last year–an increase of 70.45% New bonded debt incurred during the current fiscal period consisted of the issuance of $949,075,000 in school building bonds. The District's underlying rating for unlimited tax bonds is "AA" by S&P, and "AA-" by Fitch but is considered AAA as a result of guarantees of the Texas Permanent School Fund.

Other obligations include subscription liabilities and accrued vacation. More detailed information about the District's long-term liabilities is presented in Note 5 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Board of Trustees approved a maintenance and operation property tax rate of $0.6792 and a debt service rate of $0.48 for the fiscal year 2023-2024, making the total tax rate necessary to fund the 2023-2024 budget $1.1592. This represents a decrease of $0.1854 from the prior year.

This change in the tax rate was due to the implementation of House Bill 3 (HB3) approved during the 86th Legislative Session. Beginning in the 2019 tax year HB3 requires a school district's Tier I M & O tax rate to be the lesser of $1.00 or the total number of cents levied by the district for the M & O rate in 2018 multiplied by the state compression percentage of 93 percent. In 2018, the District's Tier I M & O rate was $1.00, reducing the rate to $0.93. The voter approval tax rate is set to the sum of $0.93 plus: the greater of 4 cents or the district's enrichment tax rate after tax compression. In 2019, the enrichment tax rate was $0.0231. HB 3 made no changes to the calculation of a district's debt service tax rate.

The District continues to experience an increase in property values over the prior year. The actual increase in certified and under review values for the 2023 tax year was $3,703,498,931 or 14.90%.

The Board of Trustees of the District adopted a total tax rate of $1.1569 per $100 of assessed value for 2024-2025. The M & O tax rate will decrease to $.6769, and the debt service tax rate will remain at $0.48 for a total rate of $1.1569. The district's certified values increased $3,037,920,896 or 10.97% for 2024.

State funding for 2024-2025 is projected to be $88,228,122 or 27.39% of the total budget compared to $49,957,272 or 15.85% for 2023-2024.

The passage of HB 3 during the 86th Legislative session was a significant step toward enhancing public education funding in Texas, with a strong emphasis on improving equity and lowering property tax rates. However, the funding formula, which remains reliant on student attendance, has presented challenges, especially since the basic allotment has not increased since 2019, despite a notable rise in inflation of over 19%.

Denton ISD, recognized as a rapidly growing district, faces unique challenges stemming from a decline in attendance following the pandemic and high mobility rates among families within the District. With an enrollment of 32,866 students and an estimated Average Daily Attendance (ADA) of 30,292 for the 2023-24 school year, projections for the 2024-25 budget are based on conservative estimates. Although demographic models suggest an increase in total enrollment to 33,596 students, the district is opting for an initial ADA projection of 31,075.

The complexities of Texas school funding indicate that while local appraised property values may increase, this does not necessarily lead to a corresponding rise in general fund revenue. This is because the state offsets those increases, resulting in a reduced amount of state revenue sent to the district to maintain the same funding level per student. Ongoing legislative discussions and decisions are crucial for ensuring the future financial stability of public schools in Texas. As Denton ISD continues to track the revenues and expenditures during the 2024-25 school year, it will also have an eye on the future of the 2025-26 budget as it will be essential to closely monitor economic conditions and the outcomes of state funding decisions.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for funds the District receives. If you have questions about this report or need additional financial information, contact the District's business office, at Denton Independent School District, 1307 North Locust, Denton, Texas 76201, (940) 369-0000.

BASIC FINANCIAL STATEMENTS

DENTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024

EXHIBIT A-1

Data Control Codes		1	2 Primary Government	3
		Governmental Activities	Business Type Activities	Total
ASSETS				
1110	Cash and Cash Equivalents	$ 618,222,619	$ 58,049	$ 618,280,668
1120	Current Investments	270,689,987	-	270,689,987
1220	Property Taxes - Delinquent	5,704,324	-	5,704,324
1230	Allowance for Uncollectible Taxes	(199,083)	-	(199,083)
1240	Due from Other Governments	42,846,505	-	42,846,505
1250	Accrued Interest	4,566,191	-	4,566,191
1290	Other Receivables, Net	573,040	-	573,040
1300	Inventories	373,774	-	373,774
1410	Prepayments	805,965	-	805,965
	Capital Assets:			
1510	Land	119,734,104	-	119,734,104
1520	Buildings, Net	1,149,223,516	-	1,149,223,516
1530	Furniture and Equipment, Net	60,883,024	27,906	60,910,930
1553	SBITA Assets, Net	2,655,071	-	2,655,071
1580	Construction in Progress	256,444,244	-	256,444,244
1990	Other Assets	269,451,508	-	269,451,508
1000	Total Assets	2,801,974,789	85,955	2,802,060,744
DEFERRED OUTFLOWS OF RESOURCES				
1701	Deferred Charge for Refunding	93,691,998	-	93,691,998
1705	Deferred Outflow Related to TRS Pension	53,817,131	-	53,817,131
1706	Deferred Outflow Related to TRS OPEB	21,426,514	-	21,426,514
1700	Total Deferred Outflows of Resources	168,935,643	-	168,935,643
LIABILITIES				
2110	Accounts Payable	47,852,965	1,538	47,854,503
2150	Payroll Deductions and Withholdings	2,910,997	-	2,910,997
2160	Accrued Wages Payable	34,868,926	-	34,868,926
2180	Due to Other Governments	5,653	-	5,653
2190	Due to Student Groups	68,592	-	68,592
2200	Accrued Expenses	34,780,126	-	34,780,126
2300	Unearned Revenue	3,969,809	-	3,969,809
	Noncurrent Liabilities:			
2501	Due Within One Year: Loans, Note, Leases, etc.	62,432,849	-	62,432,849
	Due in More than One Year:			
2502	Bonds, Notes, Loans, Leases, etc.	2,364,889,748	-	2,364,889,748
2540	Net Pension Liability (District's Share)	138,961,878	-	138,961,878
2545	Net OPEB Liability (District's Share)	55,709,611	-	55,709,611
2000	Total Liabilities	2,746,451,154	1,538	2,746,452,692
DEFERRED INFLOWS OF RESOURCES				
2605	Deferred Inflow Related to TRS Pension	5,966,487	-	5,966,487
2606	Deferred Inflow Related to TRS OPEB	80,981,557	-	80,981,557
2600	Total Deferred Inflows of Resources	86,948,044	-	86,948,044
NET POSITION				
3200	Net Investment in Capital Assets and Right-to-Use Lease Assets	182,608,809	27,906	182,636,715
	Restricted:			
3820	Restricted for Federal and State Programs	4,266,412	-	4,266,412
3850	Restricted for Debt Service	121,479,934	-	121,479,934
3870	Restricted for Campus Activities	3,002,988	-	3,002,988
3880	Restricted (expendable) for Playground Equipment	13,247	-	13,247
3890	Restricted (nonexpendable) for Corpus	1,000	-	1,000
3900	Unrestricted	(173,861,156)	56,511	(173,804,645)
3000	Total Net Position	$ 137,511,234	$ 84,417	$ 137,595,651

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

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

Data Control Codes		1	Program Revenues 3	4
		Expenses	Charges for Services	Operating Grants and Contributions
Primary Government:				
	GOVERNMENTAL ACTIVITIES:			
11	Instruction	$ 266,842,907	$ 1,057,956	$ 30,297,221
12	Instructional Resources and Media Services	6,578,566	-	507,105
13	Curriculum and Instructional Staff Development	12,949,910	-	6,305,982
21	Instructional Leadership	5,795,734	-	332,605
23	School Leadership	24,489,700	-	1,404,174
31	Guidance, Counseling, and Evaluation Services	22,432,182	-	7,574,832
32	Social Work Services	1,240,658	-	167,715
33	Health Services	4,445,869	1,762,205	336,280
34	Student (Pupil) Transportation	12,073,252	-	3,472,637
35	Food Services	22,223,979	5,582,334	15,348,789
36	Extracurricular Activities	12,201,320	657,483	2,600,588
41	General Administration	14,442,999	2,711,978	282,040
51	Facilities Maintenance and Operations	41,920,033	434,519	1,027,036
52	Security and Monitoring Services	3,465,057	-	96,165
53	Data Processing Services	7,656,994	-	75,402
61	Community Services	6,130,239	3,534,826	700,311
72	Debt Service - Interest on Long-Term Debt	78,952,627	-	14,005,815
73	Debt Service - Bond Issuance Cost and Fees	11,791,022	-	-
81	Capital Outlay	7,058,756	-	2,814,716
93	Payments Related to Shared Services Arrangements	788,000	-	-
99	Other Intergovernmental Charges	2,282,874	-	-
	[TG] Total Governmental Activities:	565,762,678	15,741,301	87,349,413
	BUSINESS-TYPE ACTIVITIES:			
01	Stadium Concessions	162,196	199,569	-
	[TB] Total Business-Type Activities:	162,196	199,569	-
	[TP] TOTAL PRIMARY GOVERNMENT:	$ 565,924,874	$ 15,940,870	$ 87,349,413

Data Control Codes	
	General Revenues:
	Taxes:
MT	Property Taxes, Levied for General Purposes
DT	Property Taxes, Levied for Debt Service
SF	State Aid - Formula Grants
GC	Gifts and Bequests
IE	Investment Earnings
MI	Miscellaneous Local and Intermediate Revenue
TR	Total General Revenues
CN	Change in Net Position
NB	Net Position - Beginning
PA	Prior Period Adjustment
NE	Net Position - Ending

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

Net (Expense) Revenue and Changes in Net Position		
6	7	8
	Primary Government	
Governmental Activities	Business-type Activities	Total
$ (235,487,730)	$ -	$ (235,487,730)
(6,071,461)	-	(6,071,461)
(6,643,928)	-	(6,643,928)
(5,463,129)	-	(5,463,129)
(23,085,526)	-	(23,085,526)
(14,857,350)	-	(14,857,350)
(1,072,943)	-	(1,072,943)
(2,347,384)	-	(2,347,384)
(8,600,615)	-	(8,600,615)
(1,292,856)	-	(1,292,856)
(8,943,249)	-	(8,943,249)
(11,448,981)	-	(11,448,981)
(40,458,478)	-	(40,458,478)
(3,368,892)	-	(3,368,892)
(7,581,592)	-	(7,581,592)
(1,895,102)	-	(1,895,102)
(64,946,812)	-	(64,946,812)
(11,791,022)	-	(11,791,022)
(4,244,040)	-	(4,244,040)
(788,000)	-	(788,000)
(2,282,874)	-	(2,282,874)
(462,671,964)	-	(462,671,964)
-	37,373	37,373
-	37,373	37,373
(462,671,964)	37,373	(462,634,591)
198,632,118	-	198,632,118
140,311,435	-	140,311,435
95,127,193	-	95,127,193
1,627,368	-	1,627,368
57,808,521	-	57,808,521
706,276	-	706,276
494,212,911	-	494,212,911
31,540,947	37,373	31,578,320
83,397,062	47,044	83,444,106
22,573,225	-	22,573,225
$ 137,511,234	$ 84,417	$ 137,595,651

DENTON INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

Data Control Codes		10 General Fund	50 Debt Service Fund	60 Capital Projects
	ASSETS			
1110	Cash and Cash Equivalents	$ 80,283,476	$ 116,737,554	$ 405,501,271
1120	Investments - Current	-	-	269,711,394
1220	Property Taxes - Delinquent	3,554,894	2,149,430	-
1230	Allowance for Uncollectible Taxes	(129,171)	(69,912)	-
1240	Due from Other Governments	27,345,529	4,760,077	-
1250	Accrued Interest	-	-	4,566,043
1260	Due from Other Funds	9,236,401	-	-
1290	Other Receivables	448,807	-	64,307
1300	Inventories	104,044	-	-
1410	Prepayments	194,299	-	581,852
1900	Other Assets	-	-	269,451,508
1000	Total Assets	$ 121,038,279	$ 123,577,149	$ 949,876,375
	LIABILITIES			
2110	Accounts Payable	$ 3,493,960	$ -	$ 43,806,381
2150	Payroll Deductions and Withholdings Payable	2,911,367	-	-
2160	Accrued Wages Payable	32,383,781	-	-
2170	Due to Other Funds	113,758	-	-
2180	Due to Other Governments	-	-	-
2190	Due to Student Groups	68,592	-	-
2300	Unearned Revenue	15,331	-	-
2000	Total Liabilities	38,986,789	-	43,806,381
	DEFERRED INFLOWS OF RESOURCES			
2601	Unavailable Revenue - Property Taxes	3,502,335	2,097,215	-
2600	Total Deferred Inflows of Resources	3,502,335	2,097,215	-
	FUND BALANCES			
	Nonspendable Fund Balance:			
3410	Inventories	104,044	-	-
3425	Endowment Principal	-	-	-
3430	Prepaid Items	194,299	-	581,852
	Restricted Fund Balance:			
3450	Federal or State Funds Grant Restriction	-	-	-
3470	Capital Acquisition and Contractural Obligation	-	-	902,489,171
3480	Retirement of Long-Term Debt	-	121,479,934	-
3490	Other Restricted Fund Balance	-	-	-
	Committed Fund Balance:			
3545	Other Committed Fund Balance	-	-	-
	Assigned Fund Balance:			
3590	Other Assigned Fund Balance	35,567,279	-	2,998,971
3600	Unassigned Fund Balance	42,683,533	-	-
3000	Total Fund Balances	78,549,155	121,479,934	906,069,994
4000	Total Liabilities, Deferred Inflows & Fund Balances	$ 121,038,279	$ 123,577,149	$ 949,876,375

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

Other Funds	Total Governmental Funds
$ 13,843,605	$ 616,365,906
978,593	270,689,987
-	5,704,324
-	(199,083)
10,726,021	42,831,627
148	4,566,191
110,339	9,346,740
57,991	571,105
262,761	366,805
22,281	798,432
-	269,451,508
$ 26,001,739	$ 1,220,493,542
$ 455,039	$ 47,755,380
(370)	2,910,997
2,485,038	34,868,819
9,232,982	9,346,740
5,653	5,653
-	68,592
3,954,478	3,969,809
16,132,820	98,925,990
-	5,599,550
-	5,599,550
262,761	366,805
1,000	1,000
22,281	798,432
4,266,412	4,266,412
-	902,489,171
-	121,479,934
13,247	13,247
5,306,218	5,306,218
-	38,566,250
(3,000)	42,680,533
9,868,919	1,115,968,002
$ 26,001,739	$ 1,220,493,542

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DENTON INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION
JUNE 30, 2024

EXHIBIT C-2

	Total Fund Balances - Governmental Funds	$ 1,115,968,002
1	Assets and liabilities of the internal service funds are not included in the fund financial statements.	1,501,818
2	Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the fund financial statements.	2,140,668,409
3	Accumulated depreciation is not reported in the fund financial statements.	(551,728,450)
4	Bonds payable are not reported in the fund financial statements.	(2,142,646,665)
5	Bond premiums and discounts are not recognized in the fund financial statements.	(261,819,635)
6	Interest is accrued on outstanding debt in the government-wide financial statements, whereas in the fund financial statements interest expenditures are reported when due.	(34,780,126)
7	Property tax revenue reported as deferred revenue in the fund financial statements was recognized as revenue in the government-wide financial statements.	5,599,550
8	Included in the items related to debt is the recognition of the District's proportionate share of the net pension liability required by GASB 68 in the amount of $138,961,878, a Deferred Resource Inflow related to TRS in the amount of $5,966,487, and a Deferred Resource Outflow related to TRS in the amount of $53,817,131. This amounted to a decrease in Net Position in the amount of $91,111,234.	(91,111,234)
9	Included in the items related to debt is the recognition of the District's proportionate share of the net Other Post-Employment Benefit (OPEB) liability required by GASB 75 in the amount of $55,709,611, a Deferred Resource Inflow related to TRS OPEB in the amount of $80,981,557, and a Deferred Resource Outflow related to TRS OPEB in the amount of $21,426,514. This amounted to a decrease in Net Position in the amount of $115,264,654.	(115,264,654)
10	Accrued vacation benefits have not been recorded in the fund financial statements.	(681,350)
11	Deferred charge on bond refundings is not recognized in the fund financial statements.	93,691,998
12	Accreted interest on capital appreciation bonds has not been recorded in the fund financial statements.	(20,259,587)
13	Subscription liabilities for SBITA assets used in governmental activities are not recognized in the fund financial assets.	(1,626,842)
29	**Net Position of Governmental Activities**	$ 137,511,234

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

DENTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes		10 General Fund	50 Debt Service Fund	60 Capital Projects
	REVENUES:			
5700	Total Local and Intermediate Sources	$ 212,446,117	$ 143,330,015	$ 47,361,735
5800	State Program Revenues	113,780,572	13,710,126	-
5900	Federal Program Revenues	5,560,766	-	-
5020	Total Revenues	331,787,455	157,040,141	47,361,735
	EXPENDITURES:			
	Current:			
0011	Instruction	207,892,341	-	-
0012	Instructional Resources and Media Services	5,301,465	-	-
0013	Curriculum and Instructional Staff Development	5,647,487	-	-
0021	Instructional Leadership	4,599,464	-	-
0023	School Leadership	20,043,847	-	-
0031	Guidance, Counseling, and Evaluation Services	12,792,525	-	-
0032	Social Work Services	920,547	-	-
0033	Health Services	3,619,596	-	-
0034	Student (Pupil) Transportation	9,681,376	-	-
0035	Food Services	412,777	-	-
0036	Extracurricular Activities	8,909,457	-	-
0041	General Administration	11,428,423	-	-
0051	Facilities Maintenance and Operations	39,631,434	-	-
0052	Security and Monitoring Services	3,249,051	-	-
0053	Data Processing Services	6,551,840	-	-
0061	Community Services	4,737,205	-	-
	Debt Service:			
0071	Principal on Long-Term Liabilities	-	44,118,618	-
0072	Interest on Long-Term Liabilities	-	88,886,572	-
0073	Bond Issuance Cost and Fees	-	25,463	5,449,599
	Capital Outlay:			
0081	Facilities Acquisition and Construction	141,746	-	236,525,455
	Intergovernmental:			
0093	Payments to Fiscal Agent/Member Districts of SSA	788,000	-	-
0099	Other Intergovernmental Charges	2,282,874	-	-
6030	Total Expenditures	348,631,455	133,030,653	241,975,054
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,844,000)	24,009,488	(194,613,319)
	OTHER FINANCING SOURCES (USES):			
7911	Capital Related Debt Issued	-	-	949,075,000
7912	Sale of Real and Personal Property	236,639	-	-
7915	Transfers In	1,102,460	-	987,007
7916	Premium or Discount on Issuance of Bonds	-	667,445	92,859,599
7949	Other Resources	-	1,073,696	-
8911	Transfers Out (Use)	(1,971,595)	-	(1,191,464)
7080	Total Other Financing Sources (Uses)	(632,496)	1,741,141	1,041,730,142
	EXTRAORDINARY ITEMS:			
7919	Extraordinary Item - Resource	126,872	-	-
8913	Extraordinary Item - (Use)	(7,900)	-	-
1200	Net Change in Fund Balances	(17,357,524)	25,750,629	847,116,823
0100	Fund Balance - July 1 (Beginning)	95,906,679	95,729,305	58,953,171
3000	Fund Balance - June 30 (Ending)	$ 78,549,155	$ 121,479,934	$ 906,069,994

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

Other Funds	Total Governmental Funds
$ 13,740,457	$ 416,878,324
5,470,350	132,961,048
35,690,138	41,250,904
54,900,945	591,090,276
14,694,221	222,586,562
260,331	5,561,796
5,006,544	10,654,031
177,823	4,777,287
401,975	20,445,822
5,631,951	18,424,476
107,192	1,027,739
46,083	3,665,679
723,352	10,404,728
19,341,835	19,754,612
1,948,660	10,858,117
4,457	11,432,880
71,529	39,702,963
96,165	3,345,216
63,507	6,615,347
608,809	5,346,014
-	44,118,618
-	88,886,572
-	5,475,062
2,814,716	239,481,917
-	788,000
-	2,282,874
51,999,150	775,636,312
2,901,795	(184,546,036)
-	949,075,000
139	236,778
22,801	2,112,268
-	93,527,044
-	1,073,696
(1,016,329)	(4,179,388)
(993,389)	1,041,845,398
-	126,872
-	(7,900)
1,908,406	857,418,334
7,960,513	258,549,668
$ 9,868,919	$ 1,115,968,002

DENTON INDEPENDENT SCHOOL DISTRICT EXHIBIT C-4
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

Total Net Change in Fund Balances - Governmental Funds	$	857,418,334
Current year capital asset additions are expenditures in the fund financial statements, but they are shown as increases in capital assets in the government-wide financial statements. The net effect of reclassifying the current year capital asset additions is to increase net position.		235,774,812
Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The net effect of the current year's depreciation is to decrease net position in the government-wide financial statements.		(60,018,862)
Interest is accrued on outstanding debt in the government-wide financial statements, whereas in the fund financial statements interest expenditures are reported when due.		(17,234,114)
Revenues from property taxes are deferred in the fund financial statements until they are considered available to finance current expenditures, but such revenues are recognized when assessed, net of an allowance for uncollectable amounts, in the government-wide financial statements.		960,774
Current year amortization of the premium/discount on bonds payable is not recorded in the fund financial statements, but is shown as a change in long-term debt in the government-wide financial statements.		13,050,297
Current year interest accretion on capital appreciation bonds is not recognized in the fund financial statements, but is shown as a change in long-term debt in the government-wide financial statements.		10,996,541
The net profit (loss) of internal service funds is not included in the fund financial statements but is reported with governmental activities in the government-wide financial statements.		518,828
Current year issuances of bonds are shown as other resources in the fund financial statements, but are shown as increases in long-term debt in the government-wide financial statements.		(949,075,000)
The premium on the current year issuance of bonds is recorded as an other resource in the fund financial statements, but is capitalized in the government-wide financial statements.		(93,527,044)
Current year principal payments on bonds payable are expenditures in the fund financial statements, but are shown as reductions in long-term debt in the government-wide financial statements.		44,118,618
Current year principal payments on subscription liabilities are expenditures in the fund financial statements, but are shown as reductions in long-term debt in the government-wide financial statements.		2,476,965
Current year net decreases in accrued vacation benefit obligations and special termination benefit obligations are shown as expenditures in the fund financial statements but are shown as reductions of long-term debt in the government-wide financial statements.		16,666

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

The implementation of GASB 68 required that certain expenditures be de-expended and recorded as deferred resource outflows. These contributions made after the measurement date of 8/31/2023 caused the ending net position to increase in the amount of $9,099,548. Contributions made before the measurement but during the 2023 FY were also de-expended and recorded as a reduction in the net pension liability for the District. This also caused an increase in the net position in the amount of $1,645,864. These contributions were replaced with the District's pension expense for the year of $25,480,966, which caused a decrease in the change in net position. The impact of all of these is to decrease net position by $14,735,554.	(14,735,554)
The implementation of GASB 75 required that certain expenditures be de-expended and recorded as deferred resource outflows. TRS OPEB contributions made during the current fiscal year caused the ending net position to increase in the amount of $2,231,847. These contributions were replaced with the District's OPEB expense for the year, which was $(13,206,359) and caused an increase in net position. The impact of both of these is to increase net position by $10,974,512.	10,974,512
Proceeds from subscription liabilities are recorded as other resources in the fund financial statements but are shown as an increase in long-term debt in the government-wide financial statements.	(2,542,516)
The basis of capital asset dispositions do not affect the fund financial statements but are shown as a reduction of capital assets in the government-wide financial statements.	(1,316,350)
Current year amortization of deferred charge on bond refunding is not recorded in the fund financial statements, but is shown as a reduction of the deferred loss in the government-wide financial statements.	(6,315,960)
Change in Net Position of Governmental Activities	$ 31,540,947

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

EXHIBIT D-1

DENTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024

	Business-Type Activities - Total Enterprise Funds	Governmental Activities - Total Internal Service Funds
ASSETS		
Current Assets:		
Cash and Cash Equivalents	$ 58,049	$ 1,856,713
Due from Other Governments	-	14,878
Other Receivables	-	1,935
Inventories	-	6,969
Prepayments	-	7,533
Total Current Assets	58,049	1,888,028
Noncurrent Assets:		
Capital Assets:		
Furniture and Equipment. Net	27,906	118,057
SBITA Asset, Net	-	2,655,071
Total Noncurrent Assets	27,906	2,773,128
Total Assets	85,955	4,661,156
LIABILITIES		
Current Liabilities:		
Accounts Payable	1,538	97,585
Accrued Wages Payable	-	107
Claims Liability	-	200,000
Total Current Liabilities	1,538	297,692
Noncurrent Liabilities:		
SBITA Liability	-	1,626,842
Claims Liability	-	88,518
Total Noncurrent Liabilities	-	1,715,360
Total Liabilities	1,538	2,013,052
NET POSITION		
Net Investment in Capital Assets	27,906	1,146,286
Unrestricted Net Position	56,511	1,501,818
Total Net Position	$ 84,417	$ 2,648,104

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

EXHIBIT D-2

DENTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Business-Type Activities -	Governmental Activities -
	Total Enterprise Funds	Total Internal Service Funds
OPERATING REVENUES:		
Local and Intermediate Sources	$ 199,569	$ 3,233,208
Total Operating Revenues	199,569	3,233,208
OPERATING EXPENSES:		
Payroll Costs	71,828	262,140
Professional and Contracted Services	60	779,885
Supplies and Materials	82,234	402,222
Other Operating Costs	4,392	690,881
Depreciation Expense	3,682	2,216,291
Debt Service	-	121,847
Total Operating Expenses	162,196	4,473,266
Operating Income (Loss)	37,373	(1,240,058)
NONOPERATING REVENUES (EXPENSES):		
Earnings from Temporary Deposits & Investments	-	17,050
Total Nonoperating Revenues (Expenses)	-	17,050
Income Before Transfers	37,373	(1,223,008)
Transfers In	-	3,169,580
Transfers Out	-	(1,102,460)
Change in Net Position	37,373	844,112
Total Net Position - July 1 (Beginning)	47,044	1,640,776
Prior Period Adjustment	-	163,216
Total Net Position - June 30 (Ending)	$ 84,417	$ 2,648,104

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

DENTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

EXHIBIT D-3

	Business-Type Activities	Governmental Activities -
	Total Enterprise Funds	Total Internal Service Funds
Cash Flows from Operating Activities:		
Cash Received from District	$ -	$ 2,599,598
Cash Received from Charges and Fees	211,962	617,038
Cash Payments for Payroll Costs	(71,828)	(262,033)
Cash Payments for Purchased Services	(60)	(747,747)
Cash Payments for Supplies and Materials	(86,968)	(424,950)
Cash Payments for Interest	-	(121,847)
Cash Payments for Claims	-	(782,382)
Net Cash Provided by Operating Activities	53,106	877,677
Cash Flows from Capital & Related Financing Activities:		
Transfers In	-	3,169,580
SBITA Proceeds	-	2,542,516
SBITA Principal Payments	-	(2,480,884)
Purchase of Capital Assets	(22,546)	(2,512,817)
Transfer Out	-	(1,102,460)
Net Cash Provided by (Used for) Capital and Related Financing Activities	(22,546)	(384,065)
Cash Flows from Investing Activities:		
Interest and Dividends on Investments	-	17,050
Net Increase in Cash and Cash Equivalents	30,560	510,662
Cash and Cash Equivalents at Beginning of Year	27,489	1,346,051
Cash and Cash Equivalents at End of Year	$ 58,049	$ 1,856,713
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:		
Operating Income (Loss):	$ 37,373	$ (1,240,058)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:		
Depreciation	3,682	2,216,291
Effect of Increases and Decreases in Current Assets and Liabilities:		
Decrease (increase) in Receivables	12,393	(16,572)
Decrease (increase) in Inv./Prepayments	-	3,834
Increase (decrease) in Accounts Payable	(342)	10,398
Increase (decrease) in Accrued Wages Payable	-	107
Increase (decrease) in Accrued Expenses	-	(96,323)
Net Cash Provided by Operating Activities	$ 53,106	$ 877,677

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

DENTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2024

	Total Custodial Funds
ASSETS	
Cash and Cash Equivalents	$ 229,960
Total Assets	229,960
LIABILITIES	
Accounts Payable	3,363
Total Liabilities	3,363
NET POSITION	
Unrestricted Net Position	226,597
Total Net Position	$ 226,597

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

EXHIBIT E-2

DENTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Total Custodial Funds
ADDITIONS:	
Received from Student Groups	$ 263,982
Total Additions	263,982
DEDUCTIONS:	
Student Groups	279,268
Total Deductions	279,268
Change in Fiduciary Net Position	(15,286)
Total Net Position - July 1 (Beginning)	241,883
Total Net Position - June 30 (Ending)	$ 226,597

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Denton Independent School District (the "District") is a public educational agency operating under the applicable rules and regulations of the State of Texas. The District's combined financial statements have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units in conjunction with the Texas Education Agency's Financial Accountability System Resource Guide (FAR). The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the District are described below.

A. REPORTING ENTITY

The Board of Trustees, a seven member group elected by registered voters of the District, has fiscal accountability over all activities related to public elementary and secondary education within the jurisdiction of the District. The board of trustees are elected by the public. 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.

The District's basis financial statements include the accounts of all District operations. The criteria for including organizations as component units within the District's reporting entity, as set forth in Section 2100 of GASB's Codification of Governmental Accounting and Financial Reporting Standards, include whether:

- the organization is legally separate (can sue and be sued in their own name)
- the District holds the corporate powers of the organization
- the District appoints a voting majority of the organization's board
- the District is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the District
- there is fiscal dependency by the organization on the District

Based on the aforementioned criteria, Denton Independent School District has no component units.

B. BASIS OF PRESENTATION

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

Fund Financial Statements:

The District segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate statements are presented for governmental and proprietary activities. These statements present each major fund as a separate column on the fund financial statements; all non-major funds are aggregated and presented in a single column.

Governmental funds are those funds through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources. The District has presented the following major governmental funds:

1. **General Fund** - This fund is established to account for resources financing the fundamental operations of the District, in partnership with the community, in enabling and motivating students to reach their full potential. All revenues and expenditures not required to be accounted for in other funds are included here. This is a budgeted fund and any fund balances are considered resources available for current operations. Fund balances may be appropriated by the Board of Trustees to implement its responsibilities.

2. **Debt Service Fund** - This fund is established to account for payment of principal and interest on long-term general obligation debt and other long-term debts for which a tax has been dedicated. This is a budgeted fund. Any unused sinking fund balances are transferred to the General Fund after all of the related debt obligations have been met.

3. **Capital Projects Fund** - This fund is established to account for proceeds, from the sale of bonds and other resources to be used for Board authorized acquisition, construction, or renovation, as well as, furnishings and equipping of major capital facilities. Upon completion of a project, any unused bond proceeds are transferred to the Debt Service Fund and are used to retire related bond principal.

Additionally, the District reports the following fund types:

1. **Special Revenue Funds** - These funds are established to account for federally financed or expenditures legally restricted for specified purposes. In many special revenue funds, any unused balances are returned to the grantor at the close of specified project periods. For funds in this fund type, project accounting is employed to maintain integrity for the various sources of funds.

2. **Enterprise Fund** - The District utilizes enterprise funds to account for the Districts' activities for which outside users are charged a fee roughly equal to the cost of providing the goods or services of those activities. The District uses this fund to account for its athletic stadium concessions, because this program is self-supporting and does not require subsidies from the general fund.

3. **Internal Service Funds** - The District utilizes Internal Service Funds to account for revenues and expenses related to services provided to parties inside the District on a cost reimbursement basis. These funds facilitate distribution of support costs to the users of support services. The District has internal service funds for its health and workers compensation self-insurance plans in addition to its print shop.

4. **Permanent Fund** - The District utilizes a permanent fund to account for resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes to support the District's programs. The District uses this fund to account for the Lewis Price Memorial Fund, the earnings on which are to be used for playground equipment.

5. **Fiduciary Funds** - The District reports Custodial Funds as Fiduciary Funds. Custodial Funds are custodial in nature and account for activities of student groups. Custodial Funds exist with the explicit approval of, and are subject to revocation by, the Board.

The enterprise funds and internal service funds are proprietary fund types. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for the proprietary funds include the cost of personal and contractual services, supplies and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

C. MEASUREMENT FOCUS/BASIS OF ACCOUNTING

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide statements and fund financial statements for proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of net position and the operating statements present increases (revenues) and decreases (expenses) in net total position. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recognized at the time the liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The District considers property taxes as available if they are collected within 60 days after year-end. A 90 day availability period is used for recognition of all other Governmental Fund revenues. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences are recorded only when payment is due.

The fiduciary net position of the Teacher Retirement System of Texas (TRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities and additions to/deductions from TRS's fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

The fiduciary net position of the Teacher Retirement System of Texas (TRS) TRS-Care Plan has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense, and information about assets, liabilities and additions to/deductions from TRS-Care's fiduciary net position. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no investments as this is a pay-as-you-go plan and all cash is held in a cash account.

The revenue susceptible to accrual are property taxes, charges for services, interest income and intergovernmental revenues. All other Governmental Fund Type revenues are recognized when received.

Revenues from state and federal grants are recognized as earned when the related program expenditures are incurred. Funds received but unearned are reflected as unearned revenues, and funds expended but not yet received are shown as receivables.

Revenue from investments, including governmental external investment pool, is based upon fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. Most investments are reported at amortized cost when the investments have remaining maturities of one year or less at time of purchase. External investment pools are permitted to report short-term debt investments at amortized cost, provided that the fair value of those investments is not significantly affected by the impairment of the credit standing of the issuer, or other factors. For that purpose, a pool's short-term investments are those with remaining maturities of up to ninety days.

In accordance with the FAR, the District has adopted and installed an accounting system which exceeds the minimum requirements prescribed by the State Board of Education and approved by the State Auditor. Specifically, the District's accounting system uses codes and the code structure presented in the Accounting Code Section of the FAR.

D. BUDGETARY CONTROL

Formal budgetary accounting is employed for all required Governmental Fund Types, as outlined in TEA's FAR 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 June 20 of the preceding fiscal year for the subsequent fiscal year beginning July 1. The budget is formally adopted by the Board of Trustees at a public meeting held at least ten days after public notice has been given. The budget is prepared by fund, function, object, and organization. The budget is controlled at the organizational level by the appropriate department head or campus principal within Board allocations. Therefore, organizations may transfer appropriations as necessary without the approval of the board unless the intent is to cross fund, function or increase the overall budget allocations. Control of appropriations by the Board of Trustees is maintained within Fund Groups at the function code level and revenue object code level.

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund, the Debt Service Fund and the Child Nutrition Fund. The special revenue funds and the Capital Projects Fund adopt project-length budgets which do not correspond to the District's fiscal year. Each annual budget is presented on the modified accrual basis of accounting which is consistent with generally accepted accounting principles. The budget is amended throughout the year by the Board of Trustees. Such amendments are reflected in the official minutes of the Board.

A reconciliation of fund balances for both appropriated budget and nonappropriated budget special revenue funds is as follows:

	June 30, 2024 Fund Balance
Appropriated Budget Funds	$4,529,173
Nonappropriated Budget Funds	5,325,499
All Special Revenue Funds	$9,854,672

E. CASH AND CASH EQUIVALENTS

The cash portion of this caption in the accompanying fund financial statements is comprised of demand accounts, imprest funds and money market savings accounts. The District maintains a demand account on an imprest basis through which most obligations are paid. Checking account balances for most government fund expenditures are pooled into one demand account.

The cash equivalents portion of this caption is comprised of investments in state investment pools. All daily receipts are deposited to demand accounts until the funds are invested under the terms of the District's depository contract.

All District's deposits and investments, other than the state investment pool, are legally insured by the Federal Deposit Insurance Corporation and additionally protected by appropriate pledges of securities issued by the State of Texas, other Texas municipalities or the Federal government.

F. ENCUMBRANCE ACCOUNTING

The District employs encumbrance accounting, whereby encumbrances for goods or purchased services are documented by purchase orders and contracts. An encumbrance represents a commitment of Board appropriation related to unperformed contracts for goods and services. The issuance of a purchase order or the signing of a contract creates an encumbrance but does not represent an expenditure for the period, only a commitment to expend resources. Appropriations lapse at June 30 and encumbrances outstanding at that time are either canceled or appropriately provided for in the subsequent year's budget. There were no significant encumbrances at June 30, 2024 that were provided for in the subsequent year's budget.

G. PREPAID ITEMS

Prepaid balances are for payments made by the District in the current year to provide services occurring in the subsequent fiscal year, and prepaid items are shown as nonspendable fund balance to signify that they are not available for other subsequent expenditures. Prepaid balances are reported using the consumption method, in which the prepaid item is recorded as an asset when paid and is charged to expenditure or expense each fiscal year in an amount equal to the related benefits received that year.

H. INVENTORIES

The consumption method is used to account for inventories of food products, school supplies and athletic equipment. Under this method, these items are carried in an inventory account of the respective fund at cost, using the first-in, first-out method of accounting and are subsequently charged to expenditures when consumed. In the General Fund, reported inventories are offset by a fund balance reserve indicating that they are unavailable as current expendable financial resources.

The amount of unused commodities at balance sheet date is also reported as inventory and unearned revenue. Commodities on hand at June 30, 2024 totaled $127,424.

I. INTERFUND RECEIVABLES AND PAYABLES

Short-term amounts owed between funds are classified as "Due to/from other funds". Interfund loans are classified as "Advances to/from other funds" and are offset by a fund balance reserve account. Any residual balances outstanding between the governmental activities and business-type activities are reported in the governmental-wide financial statements as "internal balances" and "internal advances".

J. CAPITAL ASSETS

Capital assets, which includes property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at acquisition value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized. Interest has not been capitalized during the construction period on property, plant and equipment.

Assets capitalized have an original cost of $5,000 or more and over one-year of useful life. Depreciation has been calculated on each class of depreciable property using the straight-line method. Estimated useful lives are as follows:

Buildings	20-40 Years
Furniture and Equipment	5-10 Years

In May 2021, GASB Implementation Guide No. 2021-1 updated guidance to require the capitalization of purchases of certain groups of assets with individual values less than the capitalization threshold, effective for fiscal years beginning after June 15, 2023. In prior years, the District had expended purchases of groups of assets with individual values less than the District capitalization threshold.

K. COMPENSATED ABSENCES

It is the District's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the District does not have a policy to pay any amounts when employees separate from service with the District. All vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

L. CASH EQUIVALENTS

For purposes of the statement of cash flows, investments are considered to be cash equivalents if they are highly liquid with maturity within one year or less.

M. NET POSITION

Net position represents the difference between assets, deferred inflows, deferred outflows and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciations, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislations adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

N. LONG-TERM OBLIGATIONS

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the year incurred.

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.

O. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

Deferred outflows and inflows of resources are reported in the statement of financial position as described below:

A *deferred outflow of resources* is a consumption of a government's net assets (a decrease in assets in excess of any related decrease in liabilities or an increase in liabilities in excess of any related increase in assets) by the government that is applicable to a future reporting period. The District has three items that quality for reporting in this category:

Deferred outflows of resources for refunding - Reported in the government-wide statement of net position, the deferred charge on bond refundings results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The amount of deferred outflows reported in the governmental activities for the deferred charge on bond refundings at June 30, 2024 was $93,691,998.

Deferred outflows of resources for pension - Reported in the government-wide financial statement of net position, this deferred outflow results from pension plan contributions made after the measurement date of the net pension liability and the results of differences between expected and actual actuarial experiences. The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the next fiscal year. The other pension related deferred outflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with pensions through the pension plan which is currently approximately 5.6705 years.

A deferred outflow for pension expense results from payments made to the TRS pension plan by the District after the plan's measurement date. The amount of deferred outflows reported in the statement of net position for deferred pension expenses at June 30, 2024 was $53,817,131.

Deferred outflows of resources for OPEB- Reported in the government-wide financial statement of net position, this deferred outflow results from OPEB plan contributions made after the measurement date of the net OPEB liability and the results of differences between expected and actual investment earnings and changes in proportionate share. The deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the next fiscal year. The other OPEB related deferred outflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with OPEB through the OPEB plan which is currently approximately 9.2215 years. The amount of deferred outflows reported in the statement of net position for deferred OPEB expense at June 30, 2024 was $21,426,514.

A *deferred inflow of resources* is an acquisition of a government's net assets (an increase in assets in excess of any related increase in liabilities or a decrease in liabilities in excess of any related decrease in assets) by the government that is applicable to a future reporting period. The District has three items that qualify for reporting in this category:

Deferred inflows of resources for unavailable revenues - Reported only in the governmental funds balance sheet, unavailable revenues from property taxes arise under the modified accrual basis of accounting. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The District reported property taxes that are unavailable as deferred inflows of resources in the fund financial statements. The amount of deferred inflows of resources reported in the governmental funds at June 30, 2024 was $5,599,550.

Deferred inflows of resources for pension - Reported in the government-wide financial statement of net position, these deferred inflows result primarily from differences between projected and actual earnings on pension plan investments. These amounts will be amortized over a closed five-year period. In fiscal year 2024, the District reported deferred inflows of resources for pensions in the statement of net position in the amount of $5,966,487.

Deferred inflows of resources for OPEB - Reported in the government-wide financial statement of net position, these deferred inflows result primarily from differences between expected and actual experience and from changes in assumptions. These amounts will be amortized over the average expected remaining service life (AERSL) of all members (9.2215 years for the 2023 measurement year). In fiscal year 2024, the District reported deferred inflows of resources for OPEB in the statement of net position in the amount of $80,981,557.

P. 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 2024, the district purchased commercial insurance to cover general liabilities. There were no significant reductions in coverage in the past fiscal year, and there were no settlements exceeding insurance coverage for each of the past three fiscal years.

Q. ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

R. DATA CONTROL CODES

Data Control Codes refer to the account code structure prescribed by the Texas Education Agency (TEA) in the *Financial Accountability System Resources Guide.* TEA requires school districts to display these codes in the financial statements filed with the agency in order to ensure in building a statewide data base for policy development and funding plans.

NOTE 2. FUND BALANCE

The District has implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions" which provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent.

Fund Balance Classification: The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The District has classified prepaid items and inventories as being nonspendable as these items are not expected to be converted to cash and has classified the Lewis Price Memorial Fund principal as being nonspendable as these funds are contractually required to remain intact.

- Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. Debt service resources are to be used for future servicing of the District's bonded debt and are restricted through debt covenants. Capital projects fund resources are to be used for future construction and renovation projects and are restricted through bond orders and constitutional law.

- Committed: This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the District's Board of Trustees. The Board of Trustees establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. This can also be done through adoption and amendment of the budget. These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Board of Trustees have committed resources as of June 30, 2024 for campus activities.

- Assigned: This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Trustees or through the Board of Trustees delegating this responsibility to other individuals in the District. Under the District's adopted policy, the Board of Trustees may assign amounts for specific purposes but it has also delegated authority to assign fund balance to the Superintendent and the Assistant Superintendent of Administrative Services. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund. The District has assigned fund balance of the General Fund as of June 30, 2024 for several purposes as detailed below.

- Unassigned: This classification includes all amounts not included in other spendable classifications, including the residual fund balance for the General Fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board of Trustees has provided otherwise in its commitment or assignment actions.

The Board of Trustees has adopted a fund balance policy that expresses an intent to maintain a level of assigned and unassigned fund balance in the general fund equal to 25 percent of the fund's operating expenditures.

The details of the fund balances are included in the Governmental Funds Balance Sheet (pages 22 and 23) and are described below:

General Fund

The General Fund has unassigned fund balance of $42,683,533 at June 30, 2024. Deferred expenditures (prepaid items) of $194,299 and inventories of $104,044 are considered nonspendable fund balance. The District has assigned general fund fund balance resources for the following purposes as of June 30, 2024:

2024-2025 Projected Deficit Budget	$19,917,396
Extended School Day program	5,014,535
Non-bond new campus startup	229,346
Transportation	1,829,068
Per pupil campus allotment	2,699,632
Secondary curriculum	138,005
Career and Technology program	1,298,760
Bilingual program	14,102
Fine Arts program	184,824
Major maintenance projects	67,838
Technology	353,636
Athletics	1,507,557
Insurance deductibles	1,355,617
Vehicles/buses/equipment	956,963
	$35,567,279

Other Major Funds

The Debt Service Fund has restricted funds of $121,479,934 at June 30, 2024 consisting primarily of property tax collections that are restricted for debt service payments on bonded debt. The Capital Projects Fund has restricted funds of $902,489,171 at June 30, 2024 consisting of unspent bond funds and $2,998,971 of non-bond funds assigned for future capital replacement projects. Deferred expenditures (prepaid items) of $581,852 are considered nonspendable fund balance.

Other Funds

In the Food Service Fund, inventories of $262,761 are considered nonspendable fund balance. The remainder of the Food Service Fund fund balance of $4,266,412 is shown as restricted for food service operations. The fund balance of $3,002,988 of the Campus Activity Fund (a special revenue fund) is shown as committed due to Board policy committing those funds to campus activities. The fund balance of District Local Programs, Community Partner Donations, and Local Grants (all special revenue funds) consisted of funds donated for specific purposes that are committed to those purposes. The Lewis Trust Memorial Fund permanent endowment fund principal of $1,000 is shown as nonspendable at June 30, 2024, while the accumulated unspent earnings of $13,247 are shown as restricted fund balance.

NOTE 3. DEPOSITS AND INVESTMENTS

The District's funds are required to be deposited and invested under the terms of a depository contract. 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") insurance.

1. Cash Deposits:

At June 30, 2024, the carrying amount of the District's deposits checking accounts and interest-bearing savings accounts was $7,989,760 and the bank balance was $9,293,266. The District's cash deposits at June 30, 2024 and at all times during the fiscal year were entirely covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name.

A reconciliation of cash and cash equivalents to the financial statements is as follows:

Petty cash	$ 500
Checking accounts and interest-bearing savings accounts	7,989,760
Investment pools	419,440,780
US Government securities	141,721,700
US Treasury notes	358,750,630
Commercial paper	39,669,164
Money market funds	191,079,589
Total	$1,158,652,123
Governmental funds	$1,156,507,401
Enterprise funds	58,049
Internal service funds	1,856,713
Fiduciary funds	229,960
Total	$1,158,652,123

2. Investments:

The Public Funds Investment Act (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the District to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, (9) and bid solicitation preferences for certificates of deposit. Statutes authorize the District to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas; (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances, (7) Mutual Funds, (8) Investment pools, (9) guaranteed investment contracts, (10) and common trust funds. The Act also requires the District to have independent auditors perform test procedures related to investment practices as provided by the Act. The District is in substantial compliance with the requirements of the Act and with local policies.

In compliance with the Public Funds Investment Act, the District has adopted a deposit and investment policy. That policy addresses the following risks:

a. Custodial Credit Risk – Deposits: In the case of deposits, this is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. As of June 30, 2024, the District's cash balances totaled $9,327,899. This entire amount was either secured by pledged securities held by the District's financial institution's agent in the District's name or covered by FDIC insurance. Thus, the District's deposits are not exposed to custodial credit risk.

b. Custodial Credit Risk - Investments: For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At June 30, 2024, the District held all of its investments in five public funds investment pools (TexPool, Lone Star, Texas Range, Texas Class and TexStar). Investments in external investment pools are considered unclassified as to custodial credit risk because they are not evidenced by securities that exist in physical or book entry form.

c. Credit Risk - This is the risk that an issuer or other counterparty to an investment will be unable to fulfill its obligations. The rating of securities by nationally recognized rating agencies is designed to give an indication of credit risk. The credit quality rating for TexPool, Texas Range, Texas Class and TexStar at year-end was AAAm (Standard & Poor's), and the credit quality rating for Lone Star was AAAf (Standard & Poor's).

d. Interest Rate Risk - This is the risk that changes in interest rates will adversely affect the fair value of an investment. The District manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than one year from the time of purchase. The weighted average maturity for the TexPool, TexStar, Texas Range, Texas Class and Lone Star investments is less than 60 days.

e. Foreign Currency Risk - This is the risk that exchange rates will adversely affect the fair value of an investment. At June 30, 2024, the District was not exposed to foreign currency risk.

f. Concentration of Credit Risk - This is the risk of loss attributed to the magnitude of the District's investment in a single issuer (i.e., lack of diversification). Concentration risk is defined as positions of 5 percent or more in the securities of a single issuer. Investment pools are excluded from the 5 percent disclosure requirement.

Public funds investment pools in Texas ("Pools") are established under the authority of the Interiocal Cooperation Act, Chapter 79 of the Texas Government Code, and are subject to the provisions of the Public Funds Investment Act (the "Act"), Chapter 2256 of the Texas Government Code. In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires Pools to: 1) have an advisory board composed of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool; 2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service; and 3) maintain the market value of its underlying investment portfolio within one half of one percent of the value of its shares.

The District's investments in Pools are reported at an amount determined by the fair value per share of the pool's underlying portfolio, unless the pool is 2a7-like, in which case they are reported at share value. A 2a7-like pool is one which is not registered with the Securities and Exchange Commission ("SEC") as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940.

The District's investments in Pools at June 30, 2024, are shown below:

Name	Carrying Amount	Fair Value
TexPool	$ 46,882,892	$ 46,882,892
TexStar	50,411,936	50,411,936
Lone Star	223,267,191	223,267,191
Texas Range	70,745,893	70,745,893
Texas Class	28,132,868	28,132,868
Total	$419,440,780	$419,440,780

Fair Value Measurements

The District categorizes its fair value measurements with the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The District's assessment of the significance of particular inputs to these fair value measurements requires judgement and considers factors specific to each asset or liability.

The District's investment in Texpool, TexStar, Texas Range, Texas Class and Lone Star (statewide 2a7-like external investment pools) are not required to be measured at fair value but are measured at amortized cost.

Assets and Liabilities Measured at Fair Value on a Recurring Basis

		Fair Value Measurements Using		
Investments by Fair Value level:	Balance at 6/30/24	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
US Government Securities	$141,721,700	$141,721,700	$ -	$ -
Commercial Paper	39,669,164	-	39,669,164	-
Money Market Funds	191,079,589	191,079,589	-	-
US Treasury Notes	358,750,630	358,750,630	-	-
Total	$731,221,083	$691,551,919	$39,669,164	$ -

The District estimates the fair value of these investments using inputs such as interest rates and yield curves that are observable at commonly quoted intervals.

NOTE 4. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024, was as follows:

	Balance July 1	Additions/ Completions	Retirement/ Adjustments	Balance June 30
Governmental Activities:				
Capital assets, not being depreciated:				
Land	$ 113,650,130	$ 6,083,974	$ -	$ 119,734,104
Construction in Progress	461,724,645	186,679,992	(391,960,393)	256,444,244
Total capital assets, not being depreciated	575,374,775	192,763,966	(391,960,393)	376,178,348
Capital assets, being depreciated:				
Buildings and Improvements	1,226,387,474	402,220,805	-	1,628,608,279
Furniture and Equipment	105,004,182	30,237,617	(8,334,023)	126,907,776
SBITA Assets	6,461,189	2,512,817	-	8,974,006
Total capital assets, being depreciated	1,337,852,845	434,971,239	(8,334,023)	1,764,490,061
Less accumulated depreciation for:				
Buildings and Improvements	(433,495,277)	(45,833,485)	(56,001)	(479,384,763)
Furniture and Equipment	(61,086,202)	(12,012,224)	7,073,674	(66,024,752)
SBITA Assets	(4,145,782)	(2,173,153)	-	(6,318,935)
Total accumulated depreciation	(498,727,261)	(60,018,862)	7,017,673	(551,728,450)
Total capital assets being depreciated, net	839,125,584	374,952,377	(1,316,350)	1,212,761,611
Governmental activities capital assets, net	$1,414,500,359	$ 567,716,343	$(393,276,743)	$ 1,588,939,959
Business-type activities:				
Furniture and Equipment	$ 41,691	$ 22,546	$ -	$ 64,237
Totals at historic cost	41,691	22,546	-	64,237
Less accumulated depreciation for:				
Furniture and Equipment	(32,649)	(3,682)	-	(36,331)
Total accumulated depreciation	(32,649)	(3,682)	-	(36,331)
Business-type activities capital assets, net	$ 9,042	$ 18,864	$ -	$ 27,906

Construction in progress includes the following construction contracts in progress as of June 30, 2024:

Project	Estimated Cost to Complete	Expended to Date	Balance to Complete
Elementary School Construction	$ 37,327,458	$ 36,409,855	$ 917,603
Elementary School Construction	52,635,194	45,803,470	6,831,724
Elementary School Construction	52,439,630	45,135,110	7,304,520
Elementary School Construction	52,512,680	12,382,995	40,129,685
High School Addition	33,994,875	1,194,478	32,800,397
High School Addition	19,976,362	5,246,519	14,729,843
Middle School Renovation	36,835,323	36,427,707	407,616
High School Athletic Additions	25,449,845	4,229,173	21,220,672
Technology Center Addition	16,615,113	16,079,673	535,440
Transportation Facility Construction	14,204,082	13,822,323	381,759
Middle School Track Facilities	10,660,780	5,248,313	5,412,467
Elementary School Renovation	14,613,925	7,499,813	7,114,112
Total	$367,265,267	$229,479,429	$137,785,838

Depreciation expense was charged as direct expense to programs of the District as follows:

Governmental activities:	
Instruction	$39,022,369
Instructional Resources & Media Services	914,112
Curriculum & Instructional Staff Development	1,755,313
Instructional Leadership	954,057
School Leadership	3,626,963
Guidance, Counseling & Evaluation Services	3,199,468
Social Work Services	187,742
Health Services	659,468
Student (Pupil) Transportation	1,668,524
Child Nutrition	1,845,909
Cocurricular/Extracurricular Activities	1,095,093
General Administration	1,898,248
Plant Maintenance and Operations	1,264,231
Security and Monitoring Services	119,841
Data Processing Services	1,061,364
Community Services	796,160
Total depreciation expense-Governmental activities	$60,018,862
Business-type activities:	
Stadium Concessions	$ 3,682
Total depreciation expense Business-type activities	$ 3,682

NOTE 5. LONG-TERM DEBT

Long-term debt includes par bonds, capital appreciation (deep discount) serial bonds, compensated absences, interest rate swap agreements, special termination benefits, and subscription liabilities. All long-term debt represents transactions in the District's governmental activities. No long-term debt exists in the District's business-type activities.

The District has entered into a continuing disclosure undertaking to provide Annual Reports and Material Event Notices to the State Information Depository of Texas (SID), which is the Municipal Advisory Council. This information is required under SEC Rule 15c2-12 to enable investors to analyze the financial condition and operations of the District.

The following is a summary of the changes in the District's Long-term Debt for the year ended June 30, 2024:

Description	Interest Rate Payable	Amount Original Issue	Amounts Outstanding 7/1/2023	Additions	Refunded/ Retired	Amounts Outstanding 6/30/2024	Due Within One Year
Bonded Indebtness:							
2014A Building	1.25-5.00%	75,055,000	$ 5,570,000	$ -	$ 1,760,000	$ 3,810,000	$ 1,855,000
2014B Building	2.00%	69,075,000	49,120,000	-	7,535,000	41,585,000	-
2015 Refunding	3.00-5.00%	118,775,000	22,415,000	-	7,140,000	15,275,000	7,445,000
2015A Building	2.00-5.00%	164,580,000	7,800,000	-	1,805,000	5,995,000	1,900,000
2016 Refunding	2.00-5.00%	117,200,000	116,705,000	-	-	116,705,000	-
2016 Refunding CAB	1.47-2.24%	1,549,104	490,283	-	268,618	221,665	159,177
2018 Building	3.00-5.00%	400,125,000	376,975,000	-	2,530,000	374,445,000	6,160,000
2020 Building	1.75-5.00%	278,025,000	240,580,000	-	12,755,000	227,825,000	9,285,000
2020A Refunding	1.577-5.00%	265,570,000	265,570,000	-	-	265,570,000	-
2020A Refunding CAB	.312-1.391%	3,875,000	210,000	-	155,000	55,000	35,000
2021 Refunding	1.967-5.00%	87,465,000	85,715,000	-	-	85,715,000	-
2022A Refunding	4.00-5.00%	34,650,000	32,795,000	-	1,935,000	30,860,000	2,020,000
2022B Refunding	3.00-5.00%	26,280,000	26,160,000	-	650,000	25,510,000	735,000
2022C Refunding	1.25%	7,585,000	7,585,000		7,585,000	-	-
2023 Building	5.00%	949,075,000	-	949,075,000	-	949,075,000	6,045,000
Total Bonded Indebtedness			1,237,690,283	949,075,000	44,118,618	2,142,646,665	35,639,177
Accreted Interest	4.10-5.20%		31,256,128	725,664	11,722,205	20,259,587	11,945,242
Premiums on Bond Issuance			181,342,888	93,527,044	13,050,297	261,819,635	13,050,297
Subscription Liability	8.00%		1,561,291	2,542,516	2,476,965	1,626,842	648,133
Claims Liability			384,841	-	96,323	288,518	200,000
Accrued Vacation Benefits			698,016	960,824	977,490	681,350	950,000
Total Other Obligations			215,243,164	97,756,048	28,323,280	284,675,932	26,793,672
Total Obligations of District			$ 1,452,933,447	$ 1,046,831,048	$ 72,441,898	$ 2,427,322,597	$ 62,432,849

A summary of maturity dates for debt service obligations is as follows:

Description	Maturity Date
2014A Building	8/15/26
2014B Building	8/1/44
2015 Refunding	8/15/33
2015A Building	8/15/32
2016 Refunding	8/15/38
2016 Refunding CAB	8/15/25
2018 Building	8/15/48
2020 Building	8/15/48
2020A Refunding	8/15/45
2020A Refunding CAB	8/15/26
2021 Refunding	8/15/33
2022A Refunding	8/15/35
2022B Refunding	8/15/35
2023 Building	8/15/53

The District issues general obligation bonds for the governmental activities to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the District. Current principal and interest requirements are payable solely from future revenues of the Debt Service Fund which consists principally of property taxes collected by the District and interest earnings. Certain outstanding bonds may be redeemed at their par value prior to their normal maturity dates in accordance with the terms of the related bond indentures. The District has never defaulted on any principal or interest payment.
Accrued vacation benefits have typically been liquidated with general fund revenues in prior years.

Accrued vacation benefits have typically been liquidated with general fund revenues in prior years.

There are a number of limitations and restrictions contained in the various general obligation bonds indentures. The District is in compliance with all significant limitations and restrictions at June 30, 2024.

NOTE 6. DEBT SERVICE REQUIREMENTS - BONDS

Debt service requirements to maturity are as follows:

Year Ended June 30	Principal	Interest	Total Requirements
2025	$ 35,639,177	$ 110,867,549	$ 146,506,726
2026	46,137,488	105,387,063	151,524,551
2027	57,260,000	94,846,276	152,106,276
2028	62,945,000	89,016,401	151,961,401
2029	70,005,000	81,902,276	151,907,276
2030-2034	360,925,000	361,977,397	722,902,397
2035-2039	392,735,000	292,292,775	685,027,775
2040-2044	390,370,000	211,557,038	601,927,038
2045-2049	450,300,000	121,340,365	571,640,365
2050-2054	276,330,000	35,887,750	312,217,750
	$2,142,646,665	$1,505,074,890	$3,647,721,555

NOTE 7. DEFEASED BONDS OUTSTANDING

In prior years, the District issued refunding bonds to defease certain outstanding bonds for the purpose of consolidation and to achieve debt service savings. The District has placed the proceeds from the refunding issues in irrevocable escrow accounts with a trust agent to ensure payment of debt service on the refunded bonds.

Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the District's financial statements. Although defeased, the refunded debt from those earlier issues will not be actually retired until the call dates have come due or until maturity if they are not callable issues. On June 30, 2024, $89,785,000 of bonds outstanding are considered defeased.

NOTE 8. SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

In May 2020, GASB issued Statement No. 96 – Subscription-Based Information Technology Arrangements (SBITAs). This statement increases the usefulness of the District's financial statements by requiring recognition of right-to-use subscription assets – an intangible asset – and a corresponding subscription liability, where applicable, for payments that previously were classified as operating expenditures and recognized as outflows of resources based on the payment provisions of the arrangements. The requirements of this Statement were effective for years beginning after June 15, 2022.

The District has entered into long-term arrangements for the right to use certain information technology through subscription or license agreements. Current agreements are for various periods of more than 12 months ranging from July 2022 to June 2029. Each SBITA asset will be amortized over the life of the subscription agreement. As of June 30, 2024, the District has recognized $8,974,006 of SBITA assets with $6,318,935 of amortization to date.

The District measured the SBITA liability, where applicable, at the present value of the original unpaid SBITA payments, discounted using the District's estimated incremental borrowing rate of 8.00%. As of June 30, 2024, the District has SBITA liabilities of $1,626,842.

Below is a summary of the SBITA activity for the fiscal year:

	Balance 7/1/2023	Additions	Retirements	Balance 6/30/2024
Right-to-Use Asset	$ 6,461,189	$ 2,512,817	$ -	$ 8,974,006
Less Accumulated Amortization	(4,145,782)	(2,173,153)	-	(6,318,935)
Total Right-to-Use Asset, Net	$ 2,315,407	$ 339,664	$ -	$ 2,655,071

	Balance 7/1/2023	Additions	Retirements	Balance 6/30/2024
Subscription Liability	$ 1,561,291	$ 2,542,516	$ (2,476,965)	$ 1,626,842
Total Subscription Liability	$ 1,561,291	$ 2,542,516	$ (2,476,965)	$ 1,626,842

Future payment requirements under the subscription liabilities as of June 30, 2024, are as follows:

Year Ended June 30,	Principal	Interest	Total
2025	$ 645,591	$ 60,513	$ 706,104
2026	306,747	78,500	385,247
2027	238,555	53,961	292,516
2028	209,591	34,876	244,467
2029	226,358	18,109	244,467
Thereafter	-	-	-
	$1,626,842	$245,959	$1,872,801

NOTE 9. ACCUMULATED UNPAID VACATION AND SICK LEAVE BENEFITS

On resignation, retirement or death of certain employees, the District pays any accrued, unused vacation leave in a lump cash payment to such employee or his/her estate. The District's liability is considered a long-term liability and is recorded in the Statement of Net Position as a long-term debt payable.

A summary of changes in the accumulated vacation leave liability is as follows:

Balance, July 1, 2023	$ 698,016
Additions – New Entrants and Salary Increments	960,824
Deductions – Payments to Participants	(977,490)
Balance, June 30, 2024	$ 681,350

On retirement of an employee, the District pays to the employee lump cash payment equal to one-tenth of the employee's annual salary, if the employee has accumulated a minimum amount of unused sick leave. It is impractical to estimate the amount of future liability because of uncertainty of the number of such employees who will remain with the District until retirement. Accordingly, no liability has been recorded in the accompanying financial statements. The District's policy is to recognize the cost of compensated absences when actually paid to employees.

NOTE 10. PROPERTY TAXES

The Texas Legislature in 1979 adopted a comprehensive Property Tax Code which established an appraisal district and an appraisal review board in each county in the State of Texas. Denton Central Appraisal District (DCAD) is responsible for the appraisal of property for all taxing units in Denton County, including the District. Under the terms of a contract for appraisal services, the District paid DCAD $2,282,874 in fiscal year 2024 for appraising property.

Property taxes 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 on the assessed (appraised) value listed as of the prior January 1 for all real and business personal property located in the District in conformity with Subtitle E, Texas Property Tax Code. Taxes are due upon receipt of the tax bill and are past due and subject to interest if not paid by February 1 of the year following the October 1 levy date. The assessed value of the property tax roll upon which the levy for the 2023-24 fiscal year was based was $29,321,679,693. Taxes are delinquent if not paid by June 30. Delinquent taxes are subject to both penalty and interest charges plus 15 % delinquent collection fees for attorney costs.

The tax rates assessed for the year ended June 30, 2024, to finance General Fund operations and the payment of principal and interest on general obligation long-term debt were $0.6792 and $0.48 per $100 valuation, respectively, for a total of $1.1592 per $ 100 valuation.

Current tax collections for the year ended June 30, 2024 were 99.15% of the year-end adjusted tax levy. Delinquent taxes are prorated between maintenance and debt service based on rates adopted for the year of the levy. Allowances for uncollectible taxes within the General and Debt Service Funds are based on historical experience in collecting taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. As of June 30, 2024, property taxes receivable, net of estimated uncollectible taxes, totaled $3,425,723 and $2,079,518 for the General and Debt Service Funds, respectively.

Property taxes are recorded as receivables and deferred inflows of resources at the time the taxes are assessed. Revenues are recognized as the related ad valorem taxes are collected. Additional amounts estimated to be collectible in time to be a resource for payment of obligations incurred during the fiscal year and therefore susceptible to accrual in accordance with Generally Accepted Accounting Principles have been recognized as revenue.

NOTE 11. DEFINED BENEFIT PENSION PLAN

Plan Description. Denton Independent School 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, Section 67 and Texas Government Code, Title 8, Subtitle C. The pension trust fund is a qualified pension trust under Section 401(a) of the Internal Revenue Code. The Texas Legislature establishes benefits and contribution rates within the guidelines of the Texas Constitution. The pension's Board of Trustees does not have the authority to establish or amend benefit terms.

All employees of public, state-supported educational institutions in Texas who are employed for one-half or more of the standard work load and who are not exempted from membership under Texas Government Code, Title 8, Section 822.002 are covered by the system.

Pension Plan Fiduciary Net Position. 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://trs.texas.gov/pages/aboutpublications.aspx, by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698, or by calling (512)542-6592.

Benefits Provided. TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in Texas. The pension formula is calculated using 2.3 percent (multiplier) times the average of the five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity except for members who are grandfathered, the three highest annual salaries are used. The normal service retirement is at age 65 with 5 years of credited service or when the sum of the member's age and years of credited service equals 80 or more years. Early retirement is at age 55 with 5 years of service credit or earlier than 55 with 30 years of service credit. There are additional provisions for early retirement if the sum of the member's age and years of service credit total at least 80, but the member is less than age 60 or 62 depending on date of employment, or if the member was grandfathered under a previous rule. There are no automatic post-employment benefit changes, including automatic COLAs. Ad hoc post-employment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as noted in the Plan description above.

Texas Government Code section 821.006 prohibits benefit improvements, if, as a result of the particular action, the time required to amortize TRS' unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. Actuarial implications of the funding provided in this manner are determined by the System's actuary.

Contributions. Contribution requirements are established or amended pursuant to Article 16, section 67 of the Texas Constitution which requires the Texas legislature to establish a member contribution rate of not less than 6% of the member's annual compensation and a state contribution rate of not less than 6% and not more than 10% of the aggregate annual compensation paid to members of the system during the fiscal year.

Employee contribution rates are set in state statute, Texas Government Code 825.402. The TRS Pension Reform Bill (Senate Bill 12) of the 86th Texas Legislature amended Texas Government Code 825.402 for member contributions and increased employee and employer contribution rates for fiscal years 2019 thru 2025.

Contribution Rates

	2023	2024
Member	8.00%	8.25%
Non-Employer Contributing Entity (State)	8.00%	8.25%
Employers	8.00%	8.25%

Denton ISD FY2024 Employer Contributions	$ 10,745,412
Denton ISD FY2024 Member Contributions	$ 21,966,094
Denton ISD FY2024 NECE On-Behalf Contributions	$ 13,327,829

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 the 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, 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 including public 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 source or a privately sponsored source, from non-educational and general, or local funds.

- All public schools must contribute 1.8 percent of the member's salary beginning in fiscal year 2023, gradually increasing to 2 percent in fiscal year 2025.

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

- When employing a retiree of the Teacher Retirement System the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.

Actuarial Assumptions. The total pension liability in the August 31, 2023 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	August 31, 2022 rolled forward to August 31, 2023
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Fair Value
Single Discount Rate	7.00%
Long-term expected Investment Rate of Return	7.00%
Municipal Bond Rate as of August 2023	4.13%
Inflation	2.30%
Salary Increases Including Inflation	2.95% to 8.95%
Benefit Changes During the Year	None
Ad hoc Post Employment Benefit Changes	None

The actuarial methods and assumptions are used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2022. For a full description of these assumptions please see the actuarial valuation report dated November 22, 2022.

Discount Rate. A single discount rate of 7.00 percent was used to measure the total pension liability. The single discount rate was based on the expected rate of return on plan investments of 7.00 percent. The projection of cash flows used to determine this single discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the legislature during the 2019 session. It is assumed that future employer and state contributions will be 9.50 percent of payroll in fiscal year 2024 gradually increasing to 9.56 percent in fiscal year 2025 and thereafter. This includes all employer and state contributions for active and rehired retirees.

Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term rate of return on pension plan investments is 7.00%.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in the Systems target asset allocation as of August 31, 2023 are summarized below:

Asset Class	Target Allocation[1]	Long-Term Expected Arithmetic Real Rate of Return[2]	Expected Contribution To Long-Term Portfolio Returns
Global Equity			
U.S.	18%	4.0%	1.00%
Non-U.S. Developed	13%	4.5%	0.90%
Emerging Markets	9%	4.8%	0.70%
Private Equity	14%	7.0%	1.50%
Stable Value			
Government Bonds	16%	2.5%	0.50%
Absolute Return[4]	0%	3.6%	0.00%
Stable Value Hedge Funds	5%	4.1%	0.20%
Real Return			
Real Estate	15%	4.9%	1.10%
Energy, Natural Resources	6%	4.8%	0.40%
Commodities	0%	4.4%	0.00%
Risk Parity			
Risk Parity	8%	4.5%	0.40%
Leverage			
Cash	2%	3.7%	0.00%
Asset Allocation Leverage	-6%	4.4%	-0.10%
Inflation Expectation	-		2.30%
Volatility Drag[3]	-		-0.90%
Total	100%		8.00%

Discount Rate Sensitivity Analysis. The following table presents the Net Pension Liability of the plan using the discount rate of 7.00 percent, and what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent) or one percentage point higher (8.00 percent) than the current rate.

	1% Decrease in Discount Rate (6.00%)	Discount Rate (7.00%)	1% Increase in Discount Rate (8.00%)
Denton ISD's proportionate share of the net pension liability:	$207,755,697	$138,961,878	$81,759,768

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2024, Denton Independent School District reported a liability of $138,961,878 for its proportionate share of the TRS's net pension liability. This liability reflects a reduction for State pension support provided to Denton Independent School District. The amount recognized by Denton Independent School 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 Denton Independent School District were as follows:

District's Proportionate share of the collective net pension liability	$138,961,878
State's proportionate share that is associated with the District	178,103,259
Total	$317,065,137

[1] Target allocations are based on the FY23 policy model.
[2] Capital Market Assumptions come from Aon Hewitt (as of 06/30/2023).
[3] The volatility drag results from the conversion between arithmetic and geometric mean returns.
[4] Absolute Return includes credit sensitive investments.

The net pension liability was measured as of August 31, 2022 and rolled forward to August 31, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer's proportion of the net pension liability was based on the employer's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2022 thru August 31, 2023.

At August 31, 2023 the employer's proportion of the collective net pension liability was 0.2023018899%, an increase of 1.84% from its proportionate share of 0.1986432867% at August 31, 2022.

Changes in Assumptions and Benefits Since the Prior Actuarial Valuation.

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

The Texas 2023 Legislature passed legislation that provides a one-time stipend to certain retired teachers. The stipend was paid to retirees beginning in September of 2023. The Legislature appropriated funds to pay for this one-time stipend so there will be no impact on the net pension liability of TRS. In addition, the Legislature also provided for a cost of living adjustment (COLA) to retirees which was approved during the November 2023 elections which will be paid in January, 2024. Therefore, this contingent liability was not reflected as of August 31, 2023.

The amount of pension expense recognized by Denton Independent School District in the reporting period was $16,559,879.

For the year ended June 30, 2024 Denton Independent School District recognized pension expense of $26,892,051 and revenue of $26,892,051 for support by the State.

At June 30, 2024, Denton Independent School 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 (The amounts shown below will be the cumulative layers from the current and prior years combined.):

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ 4,951,259	$1,682,676
Changes in actuarial assumptions	13,143,072	3,216,409
Difference between projected and actual investment earnings	20,222,326	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	6,400,926	1,067,402
Contributions paid to TRS subsequent to the measurement date	9,099,548	-
Total	$53,817,131	$5,966,487

The net amounts of the District's balances of deferred outflows and inflows of resources (not including the deferred contribution paid subsequent to the measurement date) related to pensions will be recognized in pension expense as follows:

Year ended June 30:	Pension Expense Amount	Balance of Deferred Outflows (Deferred Inflows)
2025	$ 8,480,669	$ 30,270,427
2026	5,367,235	24,903,192
2027	18,298,613	6,604,579
2028	5,893,014	711,565
2029	711,565	-
Thereafter	-	-

NOTE 12. DEFINED OTHER POST-EMPLOYMENT BENEFIT PLANS

Plan Description. The District participates in the Texas Public School Retired Employees Group Insurance Program (TRS- Care). It is a multiple-employer, cost-sharing defined Other Post-Employment Benefit (OPEB) plan with a special funding situation. The TRS-Care program was established in 1986 by the Texas Legislature.

The TRS Board of Trustees administers the TRS-Care program and the related fund in accordance with Texas Insurance Code Chapter 1575. The Board of Trustees is granted the authority to establish basic and optional group insurance coverage for participants as well as to amend benefit terms as needed under Chapter 1575.052. The Board may adopt rules, plans, procedures, and orders reasonably necessary to administer the program, including minimum benefits and financing standards.

OPEB Plan Fiduciary Net Position. Detail information about the TRS-Care's fiduciary net position is available in the separately-issued TRS Annual Comprehensive Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at http://www.trs.texas.gov/pages/aboutpublications.aspx; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512) 542-6592.

Benefits Provided. TRS-Care provides health insurance coverage to retirees from public 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-employment benefit changes; including automatic COLAs.

The premium rates for retirees are reflected in the following table:

TRS-Care Monthly for Retirees		
	Medicare	Non-Medicare
Retiree*	$ 135	$ 200
Retiree and Spouse	529	689
Retiree* and Children	468	408
Retiree and Family	1,020	999

** or surviving spouse*

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 active employee compensation. 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 salary. Section 1575.204 establishes an employer contribution rate of not less than 0.25 percent or not more than 0.75 percent of the salary of each active employee of the public school. The actual employer contribution rate is prescribed by the Legislature in the General Appropriations Act, which is 0.75 percent of each active employee's pay for fiscal year 2023. The following table shows contributions to the TRS-Care plan by type of contributor.

Contribution Rates		
	2023	2024
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%**

Denton ISD FY24 Employer Contributions	**$2,231,847**
Denton ISD FY24 Member Contributions	**$1,743,199**
Denton ISD FY24 NECE On-behalf Contributions	**$2,634,057**

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 hiring a TRS retiree, employers are required to pay to TRS Care, a monthly surcharge of $535 per retiree.

TRS-Care received supplemental appropriations from the State of Texas as the Non-Employer Contributing Entity in the amount of $21.3 million in fiscal year 2023 provided by Rider 14 of the Senate Bill GAA of the 87th Legislature. These amounts were re-appropriated from amounts received by the pension and TRS-Care funds in excess of the state's actual obligation and then transferred to TRS-Care.

Actuarial Assumptions. The actuarial valuation was performed as of August 31, 2022. Update procedures were used to roll forward the Total OPEB Liability to August 31, 2023

The actuarial valuation of the OPEB plan offered through TRS-Care is similar to the actuarial valuation performed for the pension plan, except that the OPEB valuation is more complex. The demographic assumptions were updated based on the experience study performed for TRS for the period ending August 31, 2021.

The following assumptions and other inputs used for members of TRS-Care are based on an established pattern of practice and are identical to the assumptions used in the August 31, 2022 TRS pension actuarial valuation that was rolled forward to August 31, 2023:

Rates of Mortality	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 the mortality projection scale MP-2021.

Additional Actuarial Methods and Assumptions:

Valuation Date	August 31, 2022 rolled forward to August 31, 2023
Actuarial Cost Method	Individual Entry Age Normal
Inflation	2.30%
Single Discount Rate	4.13%
Aging Factors	Based on specific plan experience
Expenses	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%, including inflation
Election Rates	Normal Retirement: 62% participation prior to age 65 and 25% participation after age 65
Ad hoc post-employment benefit changes	None

Discount Rate. A single discount rate of 4.13% was used to measure the total OPEB liability. There was an increase of 0.22 percent in the discount rate since the previous year. Because the investments are held in cash and there is no intentional objective to advance fund the benefits, the single discount rate is equal to the prevailing municipal bond rate.

The source of the municipal bond rate is the Fidelity "20-year Municipal GO AA Index" as of August 31, 2023 using the fixed-income market data/yield curve/data municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds.

Discount Rate Sensitivity Analysis. The following schedule shows the impact of the Net OPEB Liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (4.13%) in measuring the Net OPEB Liability.

	1% Decrease in Discount Rate (3.13%)	Current Single Discount Rate (4.13%)	1% Increase in Discount Rate (5.13%)
District's proportionate share of the Net OPEB Liability:	$65,614,321	$55,709,611	$47,627,134

Healthcare Cost Trend Rates Sensitivity Analysis - The following schedule shows the impact of the net OPEB liability if a healthcare trend rate that is one-percentage less than or one-percentage point greater than the health trend rates is assumed.

	1% Decrease in Healthcare Trend Rate	Current Single Healthcare Trend Rate	1% Increase in Healthcare Trend Rate
District's proportionate share of the Net OPEB Liability:	$45,874,076	$55,709,611	$68,363,052

OPEB Liabilities, OPEB Expenses, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs. At June 30, 2024, the District reported a liability of $55,709,611 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	$ 55,709,611
State's proportionate share that is associated with the District	$ 67,222,208
Total	$122,931,819

The Net OPEB Liability was measured as of August 31, 2022 and rolled forward to August 31, 2023 and the Total OPEB Liability used to calculate the Net OPEB Liability was determined by an actuarial valuation as of that date. The employer's proportion of the Net OPEB Liability was based on the employer's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2022 thru August 31, 2023.

At August 31, 2023 the employer's proportion of the collective Net OPEB Liability was 0.2516435219%, an increase of 0.08% compared to the August 31, 2022 proportionate share of 0.2514330147%.

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 3.91 percent as of August 31, 2022 to 4.13 percent as of August 31, 2023, accompanied by revised demographic and economic assumptions based on the TRS experience study.

Changes of Benefit Terms Since the Prior Measurement Date – There were no changes in benefit terms since the prior measurement date.

The amount of OPEB expense recognized by the District in the reporting period was $3,879,564.

For the year ended August 31, 2023, the District recognized OPEB expense of $(14,370,689) and revenue of $(14,370,689) for support provided by the State.

At June 30, 2024, 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 related to OPEB from the following sources (the amounts shown below will be the cumulative layers for the current and prior years combined.):

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ 2,520,438	$46,869,085
Changes in actuarial assumptions	7,603,956	34,112,472
Difference between projected and actual investment earnings	24,070	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	9,393,034	-
Contributions paid to TRS subsequent to the measurement date	1,885,016	-
Total	$21,426,514	$80,981,557

The net amounts of the employer's balances of deferred outflows and inflows of resources (not including the deferred contribution paid subsequent to the measurement date) related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	OPEB Expense Amount	Balance of Deferred Outflows (Deferred Inflows)
2025	$ (13,344,741)	$ (48,095,318)
2026	(10,789,594)	(37,305,724)
2027	(7,330,370)	(29,975,354)
2028	(9,591,153)	(20,384,201)
2029	(8,146,230)	(12,237,971)
Thereafter	(12,237,971)	-

NOTE 13. 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 D allows for the Texas Public School Retired Employee Group Insurance Program (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 are recognized as equal revenues and expenditures/expenses by the District. For the year ended June 30, 2024, the contribution made on behalf of the District was $1,517,780.

NOTE 14. INTERFUND BALANCES AND TRANSFERS

Interfund balances at June 30, 2024, were as follows:

Fund	Advances to Other Funds	Advances from Other Funds
General Fund:		
Special Revenue Fund:		
Head Start	$ 307,771	$ -
ESEA Title I	829,562	-
IDEA-B Formula	1,198,281	-
IDEA-B Preschool	4,341	-
ESEA II Training and Recruiting	338,702	-
English Language Acquisition	58,799	-
Medicaid Admin Claim	53,884	-
SSA Adult Basic Education	249,486	-
Title IV, Community Learning	22,687	-
National Breakfast and Lunch	835,334	110,339
Emergency Connectivity Fund	2,384,460	-
School Safety Standards	54,693	-
ESSER III	1,130,209	-
SPED Capacity	83,155	-
ESEA IV Part A	135,542	-
SSA Career and Technical	157,399	-
Safe Cycle I	192,740	-
Texas Clean School Bus Program	666,500	-
SPED Autism	317,925	-
Silent Panic Alert	81,901	-
SSA Regional Day School-Deaf	125,169	-
Dyslexia	4,442	-
Special Revenue Fund:		
General Fund	113,758	9,236,401
TOTAL	$9,346,740	$9,346,740

Interfunds transfers for the year ended June 30, 2024 consisted of the following individual amounts:

Fund	Transfers to Other Funds	Transfers from Other Funds
General Fund:		
Capital Projects Fund	$ 987,007	$ -
Internal Service Fund	984,589	1,102,460
Capital Projects Fund:		
General Fund	-	987,007
Internal Service Fund	1,191,464	-
Special Revenue Fund:		
General Fund	22,801	22,801
Internal Service Fund	993,527	-
Internal Service Fund:		
General Fund	1,102,460	984,589
Special Revenue Fund	-	993,527
Capital Projects Fund	-	1,191,464
TOTAL	$5,281,848	$5,281,848

The $987,007 transfer from the general fund to the capital projects fund consists of $955,507 of e-rate funds received in the current fiscal year that was a reimbursement for costs of a project paid for with bond funds in a prior fiscal year, and $31,500 transferred for payment of capital outlay expenditures paid out of the capital projects fund but funded by the general fund budget. The $984,589 transfer from the general fund to the internal service fund consists of three transfers. $388,041 of general fund SBITA activity transferred to the SBITA internal service fund, $339,513 of flexible spending account forfeitures transferred to the healthcare trust internal service fund to help fund the operating costs of the wellness clinic, and $257,035 transferred to the healthcare trust internal service fund to cover the remaining operating costs of the wellness clinic. The $1,102,460 transfer from the workers compensation internal service fund to the general fund is to transfer excess funds to help subsidize the general fund budget. The $1,191,464 transfer from the capital projects fund to the internal service fund is to transfer capital projects SBITA activity to the SBITA internal service fund. The $993,527 transfer from the special revenue fund to the internal service fund is to transfer special revenue fund SBITA activity to the SBITA internal service fund.

NOTE 15. HEALTH CARE

During the year ended June 30, 2024, employees of Denton Independent School District were covered by a health insurance plan (the Plan). The District contributed $260 per month per employee to the Plan and employees, at their option, authorized payroll withholdings to pay any additional contribution and contributions for dependents. All contributions were paid to a fully-funded plan.

NOTE 16. DISAGGREGATION OF RECEIVABLES AND PAYABLES

Receivables at June 30, 2024, were as follows:

	Property Taxes	Other Governments	Due From Other Funds	Other	Total Receivables
Governmental Activities:					
General Fund	$ 3,554,894	$ 27,345,529	$ 9,236,401	$ 448,807	$ 40,585,631
Debt Service Fund	2,149,430	4,760,077	-	-	6,909,507
Capital Projects Fund	-	-	-	64,307	64,307
Special Revenue Fund	-	10,726,021	110,339	57,991	10,894,351
Total - Governmental Activities	$ 5,704,324	$ 42,831,627	$ 9,346,740	$ 571,105	$ 58,453,796
Amounts not scheduled for collection during the subsequent year	$ 199,083	$ -	$ -	$ -	$ 199,083
Business-type Activities:					
Enterprise Fund	$ -	$ -	$ -	$ -	$ -
Internal Service Fund	-	14,878	-	1,935	16,813
Total Business-type Activities	$ -	$ 14,878	$ -	$ 1,935	$ 16,813

Payables at June 30, 2024, were as follows:

	Accounts	Salaries and Benefits	Due to Other Funds	Other	Total Payables
Governmental Activities:					
General Fund	$ 3,493,960	$ 35,295,148	$ 113,758	$ -	$ 38,902,866
Capital Projects Fund	43,806,381	-	-	-	43,806,381
Special Revenue Funds	455,039	2,484,668	9,232,982	-	12,172,689
Total - Governmental Activities	$ 47,755,380	$ 37,779,816	$ 9,346,740	$ -	$ 94,881,936
Amounts not scheduled for payment during the subsequent year	$ -	$ -	$ -	$ -	$ -
Business-type Activities:					
Enterprise Fund	$ 1,538	$ -	$ -	$ -	$ 1,538
Internal Service Fund	97,585	107	-	288,518	386,210
Total Business-type Activities	$ 99,123	$ 107	$ -	$ 288,518	$ 387,748

NOTE 17. SELF-INSURED WORKERS' COMPENSATION

During the year ended August 31, 1992, the District established a workers compensation self-insurance fund for District employees to minimize the total cost of workers compensation to the District. All premiums were paid to a third party administrator acting on behalf of a self-funded pool. Like the health care self-insurance fund, the District has retained the risk of loss, and thus uses an Internal Service Fund to account for the activity. The District records activities of the plan in accordance with governmental accounting standards. These costs are reported as interfund services provided and used to the extent of amounts actuarially determined. Accordingly, they are treated as operating revenues of the Internal Service Fund and operating expenditures of the General Fund. Additional payments, if any, to the self-insurance funds are treated as an equity transfer. Advanced Risk Management Techniques, Inc., through an actuarial review of the self-insurance program, projected an estimated outstanding loss of $288,518 as of June 30, 2024. Claims administration is provided by TASB.

This estimated outstanding loss is the actuarially-estimated cost of unpaid claims, including case reserves, the development of known claims, incurred but not reported claims, and allocated loss adjustment expenses. It represents the discounted present value of estimated future cash payments, less anticipated investment income, required to meet unpaid claims. It was calculated based on a 5% yield on investments.

The accrued liability for Workers' Compensation self-insurance of $288,518 includes incurred but not reported claims. This liability reported in the fund at June 30, 2024, is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is a probable that a liability has been incurred as of the date of the financial statements, and the amount of loss can be reasonably estimated. Because actual claim liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing the liability does not result necessarily in an exact amount. The liability booked was the present value of the estimate of the actuary. Aggregate stop-loss coverage for 2024 was $500,000.

Changes in the workers' compensation claims liability amounts in fiscal 2023 and 2024 are represented below:

	Year Ended June 30, 2023	Year Ended June 30, 2024
Unpaid claims, beginning of year	$906,269	$384,841
Incurred claims (including IBNR'S)	327,292	686,059
Claim payments	848,720	782,382
Unpaid claims, end of fiscal year	$384,841	$288,518

The amount of claims and judgments due within one year is estimated to be $200,000.

NOTE 18. 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. Amounts due from federal and state governments as of June 30, 2024, are summarized below. All federal grants shown below are passed through the TEA and are reported on the combined financial statements as Due from Other Governments.

Fund	State Grant & Entitlements	Federal Grants	Local Governments	Total
General	$ 27,215,124	$ -	$ 130,405	$ 27,345,529
Debt Service	4,760,077	-	-	4,760,077
Special Revenue	1,611,936	9,113,885	200	10,726,021
Total	$ 33,587,137	$ 9,113,885	$ 130,605	$ 42,831,627

NOTE 19. CONTINGENT LIABILITIES

The Tax Reform Act of 1986 imposed regulations on tax-exempt bond issues. Governmental bonds issued after August 31, 1986 are subject to the rebate provisions of the Tax Reform Act of 1986. The rebate applies to earnings from bond issue proceeds investments which exceed bond issue stated interest rates. The exact amount of liability, if any, is not known until as long as five years from the bond issuance date. At June 30, 2024, the estimated rebate liability on outstanding bond series was $14,107,555.

NOTE 20. LITIGATION AND CONTINGENCIES

The District is a party to various legal actions none of which is 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 combined financial statements for such contingencies.

Minimum foundation funding received from the Agency is based primarily upon information concerning average daily attendance at the District's schools which is compiled by the District and supplied to the Agency. Federal funding for Food Services under child nutrition programs is based primarily upon the number and type of meals served and on user charges as reported to the USDA. Federal and state funding received related to various grant programs are based upon periodic reports detailing reimbursable expenditures made in compliance with program guidelines to the grantor agencies.

The programs are governed by various statutory rules and regulations of the grantors. Amounts received and receivable under these various funding programs are subject to periodic audit and adjustment by the funding agencies. To the extent, if any, that the District has not complied with all the rules and regulations with respect to performance, financial or otherwise, adjustment to or return of funding monies may be required. In the opinion of the District's administration, there are no significant contingent liabilities relating to matters of compliance and, accordingly, no provision has been made in the accompanying financial statements for such contingencies.

The Denton Central Appraisal District is a defendant in various lawsuits involving the property values assigned to property located within the District's boundaries on which the District assesses property taxes. The District could be required to refund property taxes paid on values which were greater than the ultimate final assessed valuation assigned by the court. Such lawsuits could continue several years into the future.

NOTE 21. REVENUES FROM LOCAL AND INTERMEDIATE SOURCES

During the current year, revenues from local and intermediate sources consisted of the following:

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total
Property taxes	$ 197,097,937	$ -	$ 139,354,392	$ -	$ 336,452,329
Investment income	6,920,757	230,166	3,526,029	47,361,735	58,038,687
Food sales	-	5,582,334	-	-	5,582,334
Penalties, interest and other tax related income	1,080,856	-	449,594	-	1,530,450
Co-curricular student activities	657,483	3,671,966	-	-	4,329,449
Tuition and fees	4,592,782	1,388,919	-	-	5,981,701
Gifts and bequests	30,849	2,867,072	-	-	2,897,921
Facilities rentals	396,545	-	-	-	396,545
Insurance recovery	37,974	-	-	-	37,974
E-rate revenue	955,507	-	-	-	955,507
FSA forfeitures	339,513	-	-	-	339,513
Other	335,914	-	-	-	335,914
Total	$ 212,446,117	$ 13,740,457	$ 143,330,015	$ 47,361,735	$ 416,878,324

NOTE 22. UNEARNED REVENUE

Unearned revenue at year-end consisted of the following:

	General Fund	Debt Service Fund	Special Revenue Fund	Total
Tuition	$ 15,331	$ -	$ -	$ 15,331
Lunchroom Receipts	-	-	349,480	349,480
Food Commodities	-	-	127,424	127,424
State Textbook Fund	-	-	2,519,218	2,519,218
Ready to Read	-	-	332	332
Advanced Placement Incentives	-	-	127,306	127,306
Raising Blended Learners	-	-	123,568	123,568
Deaf Ed Mgmt Board	-	-	707,150	707,150
Total	$ 15,331	$ -	$ 3,954,478	$ 3,969,809

NOTE 23. GENERAL FUND FEDERAL SOURCE REVENUES

Program or Source	ALN Number	Amount	Total Grant or Entitlement
General Fund:			
Impact Aid	84.041	$ 295,689	$ 295,689
Excise Tax Refunds	N/A	559,018	559,018
Medicaid Reimbursement	N/A	1,762,205	1,762,205
Junior ROTC	12.000	280,212	280,212
Indirect Costs	N/A	2,663,642	2,663,642
Total for General Fund		$5,560,766	$5,560,766

NOTE 24. EXCESS OF EXPENDITURES OVER APPROPRIATIONS BY FUNCTION

The Texas Education Agency requires the budgets for the Governmental fund types to be filed with the Texas Education Agency. The budget should not be exceeded in any functional category under TEA requirements. Expenditures exceeded appropriations in two functional categories in the general fund and one functional category in the child nutrition fund for the year ended June 30, 2024.

NOTE 25. SHARED SERVICE ARRANGEMENTS

The District is the fiscal agent for a Shared Services Arrangement ("SSA") which provides a regional day school for the deaf to various member districts. All services are provided by the fiscal agent. The member districts and the State provide the funds to the fiscal agent. According to guidance provided in TEA's Resource Guide, the District has accounted for the fiscal agent's activities of the SSA in Special Revenue Funds No. 315, 340, 435 and 446 and such activities have been accounted for using Model 3 in the SSA section of the Resource Guide. During the year ended June 30, 2024, the District contributed $788,000 to the SSA.

In a manner similar to that described above, the District is also the fiscal agent for an adult education SSA accounted for in Special Revenue Fund No. 309 and a vocational education SSA accounted for in Special Revenue Fund No. 331.

The District participates in a shared services arrangement for juvenile justice alternative education services with ten other school districts. Although the District contributes to the shared services arrangement based on its participation, the District does not account for revenues or expenditures in this program and does not disclose them in these financial statements. The District neither has a joint ownership interest in fixed assets purchased by the fiscal agent, nor does the District have a net equity interest in the fiscal agent. The fiscal agent is neither accumulating significant resources nor fiscal exigencies that would give rise to a future additional benefit or burden to Denton ISD. The fiscal agent manager is responsible for all financial activities of the shared services arrangement. During the year ended June 30, 2024, the District had no students in the program for whom it was required to make contributions.

NOTE 26. SUBSEQUENT EVENT

On July 1, 2024 the District issued $39,160,000 unlimited tax refunding bonds to refund $41,585,000 Series 2014-B variable rate building bonds whose rate was scheduled to reset on August 1, 2024.

NOTE 27. LEASES

In June 2017, GASB issued Statement No. 87 - Leases. This statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. The initial adoption date was postponed to fiscal years beginning after June 15, 2021 (FY2022) by GASB Statement No. 95 - Postponement of the Effective Dates of Certain Authoritative Guidance, which was issued in May of 2020.

Per review of the agreements identified by the District as potential leases, the leases were determined to either not meet the definition of a lease or were immaterial to the financial statements.

NOTE 28. PRIOR PERIOD ADJUSTMENTS

As described in Note 1, during the current fiscal year the District implemented GASB Implementation Guide No. 2021-1 which updated guidance concerning the capitalization of purchases of group of assets with individual values less than the District's capitalization threshold. As part of the implementation, the District recorded a prior period adjustment for $22,573,225 increasing the beginning Governmental Activities net position. The net prior period adjustment was the result of an increase in capital assets of $29,053,367 offset by an increase in accumulated depreciation of $6,480,142.

In addition, in the prior fiscal year the District recorded SBITA right-to-use assets and SBITA liabilities both in the governmental activities capital assets and in the SBITA internal service proprietary fund. During the current fiscal year, the District transferred all SBITA assets and liabilities to the SBITA internal service fund. The District recorded a $163,216 prior period adjustment in the SBITA internal service fund to record the net SBITA assets that had been recorded in the governmental activities capital assets in the prior fiscal year. This amount consists of $5,069,945 SBITA right-to-use assets less $3,637,318 accumulated depreciation and $1,269,411 SBITA liabilities.

NOTE 29. EXPENDITURES BY CHARACTER

Section 21.256, Texas Education Code, requires an annual audit and authorizes the State Board of Education, with the approval of the State Auditor, to prescribe minimum regulations and report forms for the annual audit. The Financial Accounting System Resource Guide of the Texas Education Agency prescribes the forms and formats to be filed with the Texas Education Agency. The prescribed format of the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types and Expendable Trust Funds, requires expenditures to be classified by function, meaning capital outlay directly associated with a particular function is charged to that function.

Expenditures by fund and character are as follows:

	Governmental Fund Types				
	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total (Memorandum Only)
Current	$342,942,546	$48,621,162	$ -	$ 9,817,540	$401,381,248
Capital Outlay	5,688,909	3,377,988	-	226,707,915	235,774,812
Debt Service:					
Principal	-	-	44,118,618	-	44,118,618
Interest and Fiscal Charges	-	-	88,912,035	5,449,599	94,361,634
Total Expenditures	$348,631,455	$51,999,150	$133,030,653	$241,975,054	$775,636,312

REQUIRED SUPPLEMENTARY INFORMATION

DENTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes		Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
		Original	Final		
	REVENUES:				
5700	Total Local and Intermediate Sources	$ 258,922,090	$ 212,464,793	$ 212,446,117	$ (18,676)
5800	State Program Revenues	49,957,272	111,888,530	113,780,572	1,892,042
5900	Federal Program Revenues	5,350,000	4,178,554	5,560,766	1,382,212
5020	Total Revenues	314,229,362	328,531,877	331,787,455	3,255,578
	EXPENDITURES:				
	Current:				
0011	Instruction	198,684,164	210,922,362	207,892,341	3,030,021
0012	Instructional Resources and Media Services	5,338,562	5,445,873	5,301,465	144,408
0013	Curriculum and Instructional Staff Development	6,191,337	5,883,146	5,647,487	235,659
0021	Instructional Leadership	4,548,500	4,863,728	4,599,464	264,264
0023	School Leadership	18,894,132	20,270,800	20,043,847	226,953
0031	Guidance, Counseling, and Evaluation Services	12,139,731	12,971,214	12,792,525	178,689
0032	Social Work Services	847,678	990,629	920,547	70,082
0033	Health Services	3,369,141	3,828,652	3,619,596	209,056
0034	Student (Pupil) Transportation	7,615,435	11,845,624	9,681,376	2,164,248
0035	Food Services	238,913	456,278	412,777	43,501
0036	Extracurricular Activities	8,717,819	8,671,340	8,909,457	(238,117)
0041	General Administration	12,201,771	10,418,811	11,428,423	(1,009,612)
0051	Facilities Maintenance and Operations	39,183,351	41,023,696	39,631,434	1,392,262
0052	Security and Monitoring Services	2,675,835	3,393,759	3,249,051	144,708
0053	Data Processing Services	4,989,791	7,130,894	6,551,840	579,054
0061	Community Services	4,323,968	4,828,171	4,737,205	90,966
	Capital Outlay:				
0081	Facilities Acquisition and Construction	-	237,740	141,746	95,994
	Intergovernmental:				
0093	Payments to Fiscal Agent/Member Districts of SSA	788,000	788,000	788,000	-
0095	Payments to Juvenile Justice Alternative Ed. Prg.	25,650	-	-	-
0099	Other Intergovernmental Charges	2,305,987	2,282,874	2,282,874	-
6030	Total Expenditures	333,079,765	356,253,591	348,631,455	7,622,136
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,850,403)	(27,721,714)	(16,844,000)	10,877,714
	OTHER FINANCING SOURCES (USES):				
7912	Sale of Real and Personal Property	-	236,779	236,639	(140)
7915	Transfers In	1,000,000	1,102,460	1,102,460	-
8911	Transfers Out (Use)	-	(987,007)	(1,971,595)	(984,588)
7080	Total Other Financing Sources (Uses)	1,000,000	352,232	(632,496)	(984,728)
	EXTRAORDINARY ITEMS:				
7919	Extraordinary Item - Resource	-	84,721	126,872	42,151
8913	Extraordinary Item - (Use)	-	(7,900)	(7,900)	-
1200	Net Change in Fund Balances	(17,850,403)	(27,292,661)	(17,357,524)	9,935,137
0100	Fund Balance - July 1 (Beginning)	95,906,679	95,906,679	95,906,679	-
3000	Fund Balance - June 30 (Ending)	$ 78,056,276	$ 68,614,018	$ 78,549,155	$ 9,935,137

DENTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED JUNE 30, 2024

	FY 2024 Plan Year 2023	FY 2023 Plan Year 2022	FY 2022 Plan Year 2021
District's Proportion of the Net Pension Liability (Asset)	0.20230188%	0.19864328%	0.19152034%
District's Proportionate Share of Net Pension Liability (Asset)	$ 138,961,878	$ 117,929,411	$ 48,773,455
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	178,103,259	160,898,554	73,589,813
Total	$ 317,065,137	$ 278,827,965	$ 122,363,268
District's Covered Payroll	$ 257,243,616	$ 245,965,511	$ 235,369,260
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	54.02%	47.95%	20.72%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	73.15%	75.62%	88.79%

Note: GASB Codification, Vol. 2, P20.183 requires that the information on this schedule be data from the period corresponding with the periods covered as of the measurement dates of August 31, 2023 for year 2024, August 31, 2022 for year 2023, August 31, 2021 for year 2022, August 31, 2020 for year 2021, August 31, 2019 for year 2020, August 31, 2018 for year 2019, August 31, 2017 for year 2018, August 31, 2016 for year 2017, August 31, 2015 for year 2016 and August 31, 2014 for year 2015.

FY 2021 Plan Year 2020	FY 2020 Plan Year 2019	FY 2019 Plan Year 2018	FY 2018 Plan Year 2017	FY 2017 Plan Year 2016	FY 2016 Plan Year 2015	FY 2015 Plan Year 2014
0.18073414%	0.187453402%	0.186453122%	0.178395853%	0.169962597%	0.1691892%	0.1151618%
$ 96,797,518	$ 97,444,139	$ 102,628,324	$ 57,041,383	$ 64,226,338	$ 59,806,130	$ 30,761,310
157,372,338	143,387,199	153,999,324	88,702,720	103,415,412	97,157,049	83,661,060
$ 254,169,856	$ 240,831,338	$ 256,627,648	$ 145,744,103	$ 167,641,750	$ 156,963,179	$ 114,422,370
$ 226,767,291	$ 207,572,939	$ 199,791,322	$ 187,413,154	$ 174,953,893	$ 163,821,034	$ 154,554,318
42.69%	46.94%	51.37%	30.44%	36.71%	36.51%	19.92%
75.54%	75.24%	73.74%	82.17%	78.00%	78.43%	83.25%

DENTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S CONTRIBUTIONS FOR PENSIONS
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED JUNE 30, 2024

	2024	2023	2022
Contractually Required Contribution	$ 10,745,412	$ 10,135,583	$ 9,082,975
Contribution in Relation to the Contractually Required Contribution	(10,745,412)	(10,135,583)	(9,082,975)
Contribution Deficiency (Excess)	$ -	$ -	$ -
District's Covered Payroll	$ 268,184,035	$ 255,443,333	$ 244,296,469
Contributions as a Percentage of Covered Payroll	4.01%	3.97%	3.72%

Note: GASB Codification, Vol. 2, P20.183 requires that the data in this schedule be presented as of the District's respective fiscal years as opposed to the time periods covered by the measurement dates ending August 31 of the preceding year.

2021	2020	2019	2018	2017	2016	2015
$ 8,028,985	$ 7,320,420	$ 6,490,864	$ 6,223,824	$ 5,786,378	$ 5,322,188	$ 4,666,408
(8,028,985)	(7,320,420)	(6,490,864)	(6,223,824)	(5,786,378)	(5,322,188)	(4,666,408)
$ -	$ -	$ -	$ -	$ -	$ -	$ -
$ 233,634,721	$ 223,650,339	$ 206,220,120	$ 197,367,842	$ 185,528,986	$ 173,396,127	$ 163,129,441
3.44%	3.27%	3.15%	3.15%	3.12%	3.07%	2.86%

DENTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED JUNE 30, 2024

	FY 2024 Plan Year 2023	FY 2023 Plan Year 2022	FY 2022 Plan Year 2021
District's Proportion of the Net Liability (Asset) for Other Postemployment Benefits	0.251643521%	0.251433014%	0.248135524%
District's Proportionate Share of Net OPEB Liability (Asset)	$ 55,709,611	$ 60,203,134	$ 95,716,960
State's Proportionate Share of the Net OPEB Liability (Asset) Associated with the District	67,222,208	73,438,365	128,239,395
Total	$ 122,931,819	$ 133,641,499	$ 223,956,355
District's Covered Payroll	$ 257,243,616	$ 245,965,511	$ 235,369,260
District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	21.66%	24.48%	40.67%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	14.94%	11.52%	6.18%

Note: GASB Codification, Vol. 2, P50.238 states that the information on this schedule should be determined as of the measurement date. The amounts for FY 2024 are for the measurement date of August 31, 2023. The amounts for FY 2023 are for the measurement date of August 31, 2022. The amounts reported for FY 2022 are for measurement date August 31, 2021. The amounts reported for FY 2021 are for the measurement date of August 31, 2020. The amounts for FY 2020 are for the measurement date August 31, 2019. The amounts for FY 2019 are for the measurement date August 31, 2018. The amounts for FY 2018 are based on the August 31, 2017 measurement date.

This schedule shows only the years for which this information is available. Additional information will be added until 10 years of data are available and reported.

FY 2021 Plan Year 2020	FY 2020 Plan Year 2019	FY 2019 Plan Year 2018	FY 2018 Plan Year 2017
0.241818689%	0.238518907%	0.237684018%	0.219581563%
$ 91,926,204	$ 112,798,512	$ 118,677,806	$ 95,487,785
123,526,783	149,883,993	170,791,151	146,774,672
$ 215,452,987	$ 262,682,505	$ 289,468,957	$ 242,262,457
$ 226,767,291	$ 207,572,939	$ 199,791,322	$ 187,413,154
40.54%	54.34%	59.40%	50.95%
4.99%	2.66%	1.57%	0.91%

DENTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S CONTRIBUTIONS FOR OTHER POSTEMPLOYMENT BENEFITS (OPEB)
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED JUNE 30, 2024

	2024	2023	2022
Contractually Required Contribution	$ 2,231,847	$ 2,132,639	$ 2,041,121
Contribution in Relation to the Contractually Required Contribution	(2,231,847)	(2,132,639)	(2,041,121)
Contribution Deficiency (Excess)	$ -	$ -	$ -
District's Covered Payroll	$ 268,184,035	$ 255,443,333	$ 244,296,469
Contributions as a Percentage of Covered Payroll	0.83%	0.84%	0.84%

Note: GASB Codification, Vol. 2, P50.238 requires that the data in this schedule be presented as of the District's respective fiscal years as opposed to the time periods covered by the measurement dates ending August 31 of the preceding year.

Information in this schedule should be provided only for the years where data is available. Eventually 10 years of data should be presented.

2021	2020	2019	2018
$ 1,918,048	$ 1,813,010	$ 1,683,734	$ 1,558,100
(1,918,048)	(1,813,010)	(1,683,734)	(1,558,100)
$ -	$ -	$ -	$ -
$ 233,634,721	$ 223,650,339	$ 206,220,120	$ 197,367,842
0.82%	0.81%	0.82%	0.79%

DENTON INDEPENDENT SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2024

PENSION LIABILITY:

Changes of benefit terms:

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

Changes of assumptions:

There were no changes to the actuarial assumptions or other inputs that affected measurement of the total pension liability since the prior measurement period.

OPEB LIABILITY:

Changes of benefit terms:

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

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 3.91 percent as of August 31, 2022 to 4.13 percent as of August 31, 2023. This change decreased the Total OPEB Liability.

BUDGETARY CONTROL:

Formal budgetary accounting is employed for all required Governmental Fund Types, as outlined in TEA's FAR 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 June 20 of the preceding fiscal year for the subsequent fiscal year beginning July 1. The budget is formally adopted by the Board of Trustees at a public meeting held at least ten days after public notice has been given. The budget is prepared by fund, function, object, and organization. The budget is controlled at the organizational level by the appropriate department head or campus principal within Board allocations. Therefore, organizations may transfer appropriations as necessary without the approval of the board unless the intent is to cross fund, function or increase the overall budget allocations. Control of appropriations by the Board of Trustees is maintained within Fund Groups at the function code level and revenue object code level.

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund, the Debt Service Fund and the Child Nutrition Fund. The special revenue funds and the Capital Projects Fund adopt project-length budgets which do not correspond to the District's fiscal year. Each annual budget is presented on the modified accrual basis of accounting which is consistent with generally accepted accounting principles. The budget is amended throughout the year by the Board of Trustees. Such amendments are reflected in the official minutes of the Board.

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for proceeds of specific revenue sources that are legally restricted to expenditure for specified purposes.

Activities accounted for in the Special Revenue Funds are:
Child Care Development Block Grant - funds granted to assist low-income, working families afford child care
Head Start - funds granted for the Head Start program for preschool children
ESEA I, A Improving Basic Programs - funds granted to serve students needing reading and math assistance
IDEA-Part B Formula - funds granted for children with disabilities
IDEA-Part B Preschool - funds granted for preschool children with disabilities
National Breakfast and Lunch Program - funds granted to serve meals to disadvantaged children
ESEA II, A Training and Recruiting - funds for training to improve teacher and principal quality
Title III, A English Lang. Acquisition - funds to improve the education of limited English proficient children
Title IV, B Community Learning - funds for community learning center activities
Medicaid Admin. Claim MAC - funds to reimburse Medicaid state plan administrative costs
ESSER II CRRSA Act Supplemental - fund granted to help the District operate and instruct students during the pandemic
ESSER III - funds granted through the CARES Act to help the District operate and instruct students during the pandemic
Emergency Connectivity Fund - funds granted through the Federal Communications Commission for technology needs
Summer School LEP - funds for summer education of limited English proficient students
ESEA Title IV, Part A - funds granted for students needing reading and math assistance
SPED Capacity Contracted Services - funds granted for special education program needs
SSA Adult Education - funds granted to provide adult education literacy services
SSA-IDEA, Part B Discretionary - funds granted for special education private residential placements
SSA-Vocational Ed Basic Grant - funds granted to provide career and technical education
SSA-IDEA C Deaf-Early Intervention - funds granted to provide service to hearing impaired infants and toddlers
Visually Impaired - funds granted for visually impaired students
Advanced Placement Incentives - funds granted under the Texas Advanced Placement Award incentive program
State Instructional Materials - funds granted for textbook and technology needs
SPED Autism Grant - funds granted to provide services for students with autism
Dyslexia - funds granted to provide services for students with dyslexia and related disorders
Ready to Read - funds from state license plate fees for reading programs
Silent Panic Alert - funds granted to install silent panic alarms in District facilities
Safe Cycle I - funds granted for the purchase and installation of security related items such as fencing, exterior doors and windows, and security cameras
School Safety Standards - funds granted for replacing or upgrading doors, windows, fencing, communications and other safety measures
SSA Regional Day School-Deaf - funds granted to provide a regional day school program for the deaf (RDSD)
Deaf Educ Management Board - funds contributed by member districts to support the RDSD program
Campus Activity Funds - accounts for funds raised by a campus for the benefit of that campus
Blended Learning - funds granted to help design and launch a high-quality blended learning program
District Local Programs, Community Partner Donations and Local Grants - accounts for funds received from local individuals and businesses for District needs

PERMANENT FUNDS

Permanent Funds are used to account for resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes to support the District's programs.

Activities accounted for in the Permanent Fund are:
Lewis Price Memorial Fund - accounts for the original corpus and accumulated earnings related to a gift for playground equipment

DENTON INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

Data Control Codes		203 Child Care Development Block Grant	205 Head Start	211 ESEA I, A Improving Basic Program
	ASSETS			
1110	Cash and Cash Equivalents	$ -	$ -	$ -
1120	Investments - Current	-	-	-
1240	Due from Other Governments	-	519,353	1,273,285
1250	Accrued Interest	-	-	-
1260	Due from Other Funds	-	-	-
1290	Other Receivables	-	-	543
1300	Inventories	-	-	-
1410	Prepayments	-	-	-
1000	Total Assets	$ -	$ 519,353	$ 1,273,828
	LIABILITIES			
2110	Accounts Payable	$ -	$ 403	$ 29,229
2150	Payroll Deductions and Withholdings Payable	-	-	-
2160	Accrued Wages Payable	-	211,179	415,037
2170	Due to Other Funds	-	307,771	829,562
2180	Due to Other Governments	-	-	-
2300	Unearned Revenue	-	-	-
2000	Total Liabilities	-	519,353	1,273,828
	FUND BALANCES			
	Nonspendable Fund Balance:			
3410	Inventories	-	-	-
3425	Endowment Principal	-	-	-
3430	Prepaid Items	-	-	-
	Restricted Fund Balance:			
3450	Federal or State Funds Grant Restriction	-	-	-
3490	Other Restricted Fund Balance	-	-	-
	Committed Fund Balance:			
3545	Other Committed Fund Balance	-	-	-
3600	Unassigned Fund Balance	-	-	-
3000	Total Fund Balances	-	-	-
4000	Total Liabilities and Fund Balances	$ -	$ 519,353	$ 1,273,828

224 IDEA - Part B Formula	225 IDEA - Part B Preschool	240 Child Nutrition	255 ESEA II,A Training and Recruiting	263 Title III, A English Lang. Acquisition	265 Title IV, B Community Learning	272 Medicaid Admin. Claim MAC	281 ESSER II CRRSA Act Supplemental
$ -	$ -	$ 5,722,567	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-	-
1,901,344	15,813	44,978	399,949	154,091	23,608	53,884	-
-	-	-	-	-	-	-	-
-	-	110,339	-	-	-	-	-
-	-	2,448	-	-	-	-	-
-	-	262,761	-	-	-	-	-
-	-	-	-	-	-	-	-
$ 1,901,344	$ 15,813	$ 6,143,093	$ 399,949	$ 154,091	$ 23,608	$ 53,884	$ -
$ 26,723	$ -	$ 203,967	$ 3,600	$ 32,306	$ 921	$ -	$ -
-	-	-	-	-	-	-	-
676,340	11,472	92,062	57,647	62,986	-	-	-
1,198,281	4,341	835,334	338,702	58,799	22,687	53,884	-
-	-	5,653	-	-	-	-	-
-	-	476,904	-	-	-	-	-
1,901,344	15,813	1,613,920	399,949	154,091	23,608	53,884	-
-	-	262,761	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	4,266,412	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	4,529,173	-	-	-	-	-
$ 1,901,344	$ 15,813	$ 6,143,093	$ 399,949	$ 154,091	$ 23,608	$ 53,884	$ -

DENTON INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

Data Control Codes		282 ESSER III ARP Act	286 Emergency Connectivity Fund	288 Summer School LEP	289 Other Federal Special Revenue Funds
	ASSETS				
1110	Cash and Cash Equivalents	$ -	$ -	$ -	$ -
1120	Investments - Current	-	-	-	-
1240	Due from Other Governments	1,637,163	2,384,460	-	230,643
1250	Accrued Interest	-	-	-	-
1260	Due from Other Funds	-	-	-	-
1290	Other Receivables	-	-	-	-
1300	Inventories	-	-	-	-
1410	Prepayments	-	-	-	-
1000	Total Assets	$ 1,637,163	$ 2,384,460	$ -	$ 230,643
	LIABILITIES				
2110	Accounts Payable	$ -	$ -	$ -	$ 4,145
2150	Payroll Deductions and Withholdings Payable	-	-	-	-
2160	Accrued Wages Payable	506,954	-	-	7,801
2170	Due to Other Funds	1,130,209	2,384,460	-	218,697
2180	Due to Other Governments	-	-	-	-
2300	Unearned Revenue	-	-	-	-
2000	Total Liabilities	1,637,163	2,384,460	-	230,643
	FUND BALANCES				
	Nonspendable Fund Balance:				
3410	Inventories	-	-	-	-
3425	Endowment Principal	-	-	-	-
3430	Prepaid Items	-	-	-	-
	Restricted Fund Balance:				
3450	Federal or State Funds Grant Restriction	-	-	-	-
3490	Other Restricted Fund Balance	-	-	-	-
	Committed Fund Balance:				
3545	Other Committed Fund Balance	-	-	-	-
3600	Unassigned Fund Balance	-	-	-	-
3000	Total Fund Balances	-	-	-	-
4000	Total Liabilities and Fund Balances	$ 1,637,163	$ 2,384,460	$ -	$ 230,643

309 SSA Adult Basic Education	315 SSA IDEA, Part B Discretionary	331 SSA - Career & Technical - Basic Grant	340 SSA - IDEA C Deaf - Early Intervention	385 Visually Impaired SSVI	394 Texas Clean School Bus Program	397 Advanced Placement Incentives	410 State Instructional Materials
$ -	$ 9,045	$ -	$ -	$ -	$ -	$ 127,306	$ 2,520,467
-	-	-	-	-	-	-	-
277,549	3,602	194,163	-	-	611,500	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	55,000	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
$ 277,549	$ 12,647	$ 194,163	$ -	$ -	$ 666,500	$ 127,306	$ 2,520,467
$ 12,083	$ -	$ 11,377	$ -	$ -	$ -	$ -	$ 1,249
(370)	-	-	-	-	-	-	-
16,350	12,647	25,387	-	-	-	-	-
249,486	-	157,399	-	-	666,500	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	127,306	2,519,218
277,549	12,647	194,163	-	-	666,500	127,306	2,520,467
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
$ 277,549	$ 12,647	$ 194,163	$ -	$ -	$ 666,500	$ 127,306	$ 2,520,467

DENTON INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

Data Control Codes		421 SPED Autism Grant	423 Dylexia Grant	425 Ready to Read	429 Other State Special Revenue Funds
	ASSETS				
1110	Cash and Cash Equivalents	$ -	$ -	$ 332	$ -
1120	Investments - Current	-	-	-	-
1240	Due from Other Governments	465,360	25,368	-	329,334
1250	Accrued Interest	-	-	-	-
1260	Due from Other Funds	-	-	-	-
1290	Other Receivables	-	-	-	-
1300	Inventories	-	-	-	-
1410	Prepayments	-	-	-	-
1000	Total Assets	$ 465,360	$ 25,368	$ 332	$ 329,334
	LIABILITIES				
2110	Accounts Payable	$ 5,019	$ 20,926	$ -	$ -
2150	Payroll Deductions and Withholdings Payable	-	-	-	-
2160	Accrued Wages Payable	142,416	-	-	-
2170	Due to Other Funds	317,925	4,442	-	329,334
2180	Due to Other Governments	-	-	-	-
2300	Unearned Revenue	-	-	332	-
2000	Total Liabilities	465,360	25,368	332	329,334
	FUND BALANCES				
	Nonspendable Fund Balance:				
3410	Inventories	-	-	-	-
3425	Endowment Principal	-	-	-	-
3430	Prepaid Items	-	-	-	-
	Restricted Fund Balance:				
3450	Federal or State Funds Grant Restriction	-	-	-	-
3490	Other Restricted Fund Balance	-	-	-	-
	Committed Fund Balance:				
3545	Other Committed Fund Balance	-	-	-	-
3600	Unassigned Fund Balance	-	-	-	-
3000	Total Fund Balances	-	-	-	-
4000	Total Liabilities and Fund Balances	$ 465,360	$ 25,368	$ 332	$ 329,334

435 SSA Regional Day School - Deaf	446 Deaf Educ Management Board	461 Campus Activity Funds	462 Raising Blended Learners	480 District Local Programs	481 Community Partner Donations	490 Local Grants	Total Nonmajor Special Revenue Funds
$ -	$ 884,884	$ 3,088,815	$ 125,968	$ 9,569	$ 518,764	$ 821,641	$ 13,829,358
-	-	-	-	-	978,593	-	978,593
180,374	-	-	-	200	-	-	10,726,021
-	-	-	-	-	148	-	148
-	-	-	-	-	-	-	110,339
-	-	-	-	-	-	-	57,991
-	-	-	-	-	-	-	262,761
-	3,000	9,031	-	-	-	10,250	22,281
$ 180,374	$ 887,884	$ 3,097,846	$ 125,968	$ 9,769	$ 1,497,505	$ 831,891	$ 25,987,492
$ 37	$ 2,133	$ 90,058	$ -	$ -	$ 30	$ 10,833	$ 455,039
-	-	-	-	-	-	-	(370)
55,168	178,601	4,800	2,400	-	-	5,791	2,485,038
125,169	-	-	-	-	-	-	9,232,982
-	-	-	-	-	-	-	5,653
-	707,150	-	123,568	-	-	-	3,954,478
180,374	887,884	94,858	125,968	-	30	16,624	16,132,820
-	-	-	-	-	-	-	262,761
-	-	-	-	-	-	-	-
-	3,000	9,031	-	-	-	10,250	22,281
-	-	-	-	-	-	-	4,266,412
-	-	-	-	-	-	-	-
-	-	2,993,957	-	9,769	1,497,475	805,017	5,306,218
-	(3,000)	-	-	-	-	-	(3,000)
-	-	3,002,988	-	9,769	1,497,475	815,267	9,854,672
$ 180,374	$ 887,884	$ 3,097,846	$ 125,968	$ 9,769	$ 1,497,505	$ 831,891	$ 25,987,492

DENTON INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

Data Control Codes		479 Permanent Fund	Total Nonmajor Governmental Funds
	ASSETS		
1110	Cash and Cash Equivalents	$ 14,247	$ 13,843,605
1120	Investments - Current	-	978,593
1240	Due from Other Governments	-	10,726,021
1250	Accrued Interest	-	148
1260	Due from Other Funds	-	110,339
1290	Other Receivables	-	57,991
1300	Inventories	-	262,761
1410	Prepayments	-	22,281
1000	Total Assets	$ 14,247	$ 26,001,739
	LIABILITIES		
2110	Accounts Payable	$ -	$ 455,039
2150	Payroll Deductions and Withholdings Payable	-	(370)
2160	Accrued Wages Payable	-	2,485,038
2170	Due to Other Funds	-	9,232,982
2180	Due to Other Governments	-	5,653
2300	Unearned Revenue	-	3,954,478
2000	Total Liabilities	-	16,132,820
	FUND BALANCES		
	Nonspendable Fund Balance:		
3410	Inventories	-	262,761
3425	Endowment Principal	1,000	1,000
3430	Prepaid Items	-	22,281
	Restricted Fund Balance:		
3450	Federal or State Funds Grant Restriction	-	4,266,412
3490	Other Restricted Fund Balance	13,247	13,247
	Committed Fund Balance:		
3545	Other Committed Fund Balance	-	5,306,218
3600	Unassigned Fund Balance	-	(3,000)
3000	Total Fund Balances	14,247	9,868,919
4000	Total Liabilities and Fund Balances	$ 14,247	$ 26,001,739

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

Data Control Codes		203 Child Care Development Block Grant	205 Head Start	211 ESEA I, A Improving Basic Program
	REVENUES:			
5700	Total Local and Intermediate Sources	$ -	$ -	$ -
5800	State Program Revenues	-	-	-
5900	Federal Program Revenues	6,900	1,654,243	3,712,657
5020	Total Revenues	6,900	1,654,243	3,712,657
	EXPENDITURES:			
	Current:			
0011	Instruction	-	1,329,615	2,012,589
0012	Instructional Resources and Media Services	-	-	28,633
0013	Curriculum and Instructional Staff Development	-	86,547	1,050,008
0021	Instructional Leadership	-	27,330	4,265
0023	School Leadership	-	40,086	122,010
0031	Guidance, Counseling, and Evaluation Services	-	30,635	324,734
0032	Social Work Services	-	107,192	-
0033	Health Services	-	4,715	-
0034	Student (Pupil) Transportation	-	-	-
0035	Food Services	-	-	-
0036	Extracurricular Activities	-	-	-
0041	General Administration	-	-	-
0051	Facilities Maintenance and Operations	-	-	-
0052	Security and Monitoring Services	-	-	-
0053	Data Processing Services	-	-	-
0061	Community Services	6,900	28,123	170,418
	Capital Outlay:			
0081	Facilities Acquisition and Construction	-	-	-
6030	Total Expenditures	6,900	1,654,243	3,712,657
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-
	OTHER FINANCING SOURCES (USES):			
7912	Sale of Real and Personal Property	-	-	-
7915	Transfers In	-	-	-
8911	Transfers Out (Use)	-	-	-
7080	Total Other Financing Sources (Uses)	-	-	-
1200	Net Change in Fund Balance	-	-	-
0100	Fund Balance - July 1 (Beginning)	-	-	-
3000	Fund Balance - June 30 (Ending)	$ -	$ -	$ -

224 IDEA - Part B Formula	225 IDEA - Part B Preschool	240 Child Nutrition	255 ESEA II,A Training and Recruiting	263 Title III, A English Lang. Acquisition	265 Title IV, B Community Learning	272 Medicaid Admin. Claim MAC	281 ESSER II CRRSA Act Supplemental
$ -	$ -	$ 5,792,673	$ -	$ -	$ -	$ -	$ -
-	-	80,085	-	-	-	-	-
6,274,218	73,211	13,540,006	748,784	381,378	64,877	212,089	1,353
6,274,218	73,211	19,412,764	748,784	381,378	64,877	212,089	1,353
1,233,137	-	-	44,298	100,663	-	-	1,353
-	-	-	-	-	-	-	-
445,629	73,211	-	699,545	201,239	-	-	-
405	-	-	4,941	-	-	65,667	-
268	-	-	-	5,000	-	-	-
4,592,611	-	-	-	-	-	146,422	-
-	-	-	-	-	-	-	-
849	-	-	-	-	-	-	-
-	-	-	-	-	64,877	-	-
-	-	19,322,173	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,319	-	-	-	74,476	-	-	-
-	-	-	-	-	-	-	-
6,274,218	73,211	19,322,173	748,784	381,378	64,877	212,089	1,353
-	-	90,591	-	-	-	-	-
-	-	139	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	139	-	-	-	-	-
-	-	90,730	-	-	-	-	-
-	-	4,438,443	-	-	-	-	-
$ -	$ -	$ 4,529,173	$ -	$ -	$ -	$ -	$ -

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

Data Control Codes		282 ESSER III ARP Act	286 Emergency Connectivity Fund	288 Summer School LEP	289 Other Federal Special Revenue Funds
	REVENUES:				
5700	Total Local and Intermediate Sources	$ -	$ -	$ -	$ -
5800	State Program Revenues	-	-	-	-
5900	Federal Program Revenues	3,232,216	2,384,460	13,225	355,298
5020	Total Revenues	3,232,216	2,384,460	13,225	355,298
	EXPENDITURES:				
	Current:				
0011	Instruction	2,465,760	-	13,225	76,439
0012	Instructional Resources and Media Services	6,098	-	-	-
0013	Curriculum and Instructional Staff Development	346,340	-	-	18,491
0021	Instructional Leadership	-	-	-	-
0023	School Leadership	85,151	-	-	9,292
0031	Guidance, Counseling, and Evaluation Services	5,387	-	-	214,188
0032	Social Work Services	-	-	-	-
0033	Health Services	40,496	-	-	-
0034	Student (Pupil) Transportation	-	-	-	-
0035	Food Services	19,662	-	-	-
0036	Extracurricular Activities	-	-	-	-
0041	General Administration	-	-	-	-
0051	Facilities Maintenance and Operations	-	-	-	-
0052	Security and Monitoring Services	-	-	-	-
0053	Data Processing Services	63,507	-	-	-
0061	Community Services	199,815	-	-	36,888
	Capital Outlay:				
0081	Facilities Acquisition and Construction	-	2,384,460	-	-
6030	Total Expenditures	3,232,216	2,384,460	13,225	355,298
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
	OTHER FINANCING SOURCES (USES):				
7912	Sale of Real and Personal Property	-	-	-	-
7915	Transfers In	-	-	-	-
8911	Transfers Out (Use)	-	-	-	-
7080	Total Other Financing Sources (Uses)	-	-	-	-
1200	Net Change in Fund Balance	-	-	-	-
0100	Fund Balance - July 1 (Beginning)	-	-	-	-
3000	Fund Balance - June 30 (Ending)	$ -	$ -	$ -	$ -

309 SSA Adult Basic Education	315 SSA IDEA, Part B Discretionary	331 SSA - Career & Technical - Basic Grant	340 SSA - IDEA C Deaf - Early Intervention	385 Visually Impaired SSVI	394 Texas Clean School Bus Program	397 Advanced Placement Incentives	410 State Instructional Materials
$ -	$ -	$ -	$ -	$ -	$ 55,000	$ -	$ -
-	-	-	-	16,544	611,500	51,113	2,423,598
2,597,482	65,134	369,736	2,871	-	-	-	-
2,597,482	65,134	369,736	2,871	16,544	666,500	51,113	2,423,598
1,301,127	65,134	234,172	2,871	16,544	-	44,028	1,353,625
-	-	-	-	-	-	-	-
1,273,079	-	57,860	-	-	-	7,085	91,050
10,000	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	21,465	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	611,500	-	-
-	-	-	-	-	-	-	-
-	-	13,211	-	-	-	-	-
-	-	-	-	-	-	-	345
6,076	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
7,200	-	43,028	-	-	-	-	-
-	-	-	-	-	55,000	-	-
2,597,482	65,134	369,736	2,871	16,544	666,500	51,113	1,445,020
-	-	-	-	-	-	-	978,578
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	(978,578)
-	-	-	-	-	-	-	(978,578)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

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

Data Control Codes		421 SPED Autism Grant	423 Dylexia Grant	425 Ready to Read	429 Other State Special Revenue Funds
	REVENUES:				
5700	Total Local and Intermediate Sources	$ -	$ -	$ -	$ -
5800	State Program Revenues	1,429,710	49,320	420	332,184
5900	Federal Program Revenues	-	-	-	-
5020	Total Revenues	1,429,710	49,320	420	332,184
	EXPENDITURES:				
	Current:				
0011	Instruction	967,687	-	-	351
0012	Instructional Resources and Media Services	-	-	420	-
0013	Curriculum and Instructional Staff Development	433,698	45,840	-	-
0021	Instructional Leadership	-	-	-	-
0023	School Leadership	-	-	-	-
0031	Guidance, Counseling, and Evaluation Services	19,852	3,480	-	2,500
0032	Social Work Services	-	-	-	-
0033	Health Services	-	-	-	-
0034	Student (Pupil) Transportation	-	-	-	-
0035	Food Services	-	-	-	-
0036	Extracurricular Activities	-	-	-	-
0041	General Administration	-	-	-	-
0051	Facilities Maintenance and Operations	-	-	-	-
0052	Security and Monitoring Services	-	-	-	81,901
0053	Data Processing Services	-	-	-	-
0061	Community Services	8,473	-	-	-
	Capital Outlay:				
0081	Facilities Acquisition and Construction	-	-	-	247,432
6030	Total Expenditures	1,429,710	49,320	420	332,184
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
	OTHER FINANCING SOURCES (USES):				
7912	Sale of Real and Personal Property	-	-	-	-
7915	Transfers In	-	-	-	-
8911	Transfers Out (Use)	-	-	-	-
7080	Total Other Financing Sources (Uses)	-	-	-	-
1200	Net Change in Fund Balance	-	-	-	-
0100	Fund Balance - July 1 (Beginning)	-	-	-	-
3000	Fund Balance - June 30 (Ending)	$ -	$ -	$ -	$ -

435 SSA Regional Day School - Deaf	446 Deaf Educ Management Board	461 Campus Activity Funds	462 Raising Blended Learners	480 District Local Programs	481 Community Partner Donations	490 Local Grants	Total Nonmajor Special Revenue Funds
$ -	$ 1,341,944	$ 4,152,148	$ 83,892	$ 4,549	$ 1,519,827	$ 790,424	$ 13,740,457
475,876	-	-	-	-	-	-	5,470,350
-	-	-	-	-	-	-	35,690,138
475,876	1,341,944	4,152,148	83,892	4,549	1,519,827	790,424	54,900,945
475,876	1,272,274	1,302,802	43,164	-	9,680	327,807	14,694,221
-	-	173,026	-	-	-	52,154	260,331
-	2,837	58,122	40,728	17,056	-	58,179	5,006,544
-	64,593	-	-	525	-	97	177,823
-	-	111,452	-	-	-	28,716	401,975
-	-	269,318	-	-	-	1,359	5,631,951
-	-	-	-	-	-	-	107,192
-	-	23	-	-	-	-	46,083
-	-	-	-	-	-	46,975	723,352
-	-	-	-	-	-	-	19,341,835
-	2,240	1,928,267	-	-	-	4,942	1,948,660
-	-	1,241	-	-	85	2,786	4,457
-	-	65,311	-	-	-	142	71,529
-	-	14,264	-	-	-	-	96,165
-	-	-	-	-	-	-	63,507
-	-	11,571	-	-	12,587	8,011	608,809
-	-	11,493	-	-	-	116,331	2,814,716
475,876	1,341,944	3,946,890	83,892	17,581	22,352	647,499	51,999,150
-	-	205,258	-	(13,032)	1,497,475	142,925	2,901,795
-	-	-	-	-	-	-	139
-	-	-	-	22,801	-	-	22,801
-	-	-	-	-	-	(37,751)	(1,016,329)
-	-	-	-	22,801	-	(37,751)	(993,389)
-	-	205,258	-	9,769	1,497,475	105,174	1,908,406
-	-	2,797,730	-	-	-	710,093	7,946,266
$ -	$ -	$ 3,002,988	$ -	$ 9,769	$ 1,497,475	$ 815,267	$ 9,854,672

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

Data Control Codes		479 Permanent Fund	Total Nonmajor Governmental Funds
	REVENUES:		
5700	Total Local and Intermediate Sources	$ -	$ 13,740,457
5800	State Program Revenues	-	5,470,350
5900	Federal Program Revenues	-	35,690,138
5020	Total Revenues	-	54,900,945
	EXPENDITURES:		
	Current:		
0011	Instruction	-	14,694,221
0012	Instructional Resources and Media Services	-	260,331
0013	Curriculum and Instructional Staff Development	-	5,006,544
0021	Instructional Leadership	-	177,823
0023	School Leadership	-	401,975
0031	Guidance, Counseling, and Evaluation Services	-	5,631,951
0032	Social Work Services	-	107,192
0033	Health Services	-	46,083
0034	Student (Pupil) Transportation	-	723,352
0035	Food Services	-	19,341,835
0036	Extracurricular Activities	-	1,948,660
0041	General Administration	-	4,457
0051	Facilities Maintenance and Operations	-	71,529
0052	Security and Monitoring Services	-	96,165
0053	Data Processing Services	-	63,507
0061	Community Services	-	608,809
	Capital Outlay:		
0081	Facilities Acquisition and Construction	-	2,814,716
6030	Total Expenditures	-	51,999,150
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	-	2,901,795
	OTHER FINANCING SOURCES (USES):		
7912	Sale of Real and Personal Property	-	139
7915	Transfers In	-	22,801
8911	Transfers Out (Use)	-	(1,016,329)
7080	Total Other Financing Sources (Uses)	-	(993,389)
1200	Net Change in Fund Balance	-	1,908,406
0100	Fund Balance - July 1 (Beginning)	14,247	7,960,513
3000	Fund Balance - June 30 (Ending)	$ 14,247	$ 9,868,919

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DENTON INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2024

	752 Print Shop	753 Workers Compensation
ASSETS		
Current Assets:		
Cash and Cash Equivalents	$ (97,992)	$ 1,678,987
Due from Other Governments	-	-
Other Receivables	1,935	-
Inventories	6,969	-
Prepayments	7,533	-
Total Current Assets	(81,555)	1,678,987
Noncurrent Assets:		
Capital Assets:		
Furniture and Equipment. Net	118,057	-
SBITA Asset, Net	-	-
Total Noncurrent Assets	118,057	-
Total Assets	36,502	1,678,987
LIABILITIES		
Current Liabilities:		
Accounts Payable	4,735	33,223
Accrued Wages Payable	107	-
Claims Liability	-	200,000
Total Current Liabilities	4,842	233,223
Noncurrent Liabilities:		
SBITA Liability	-	-
Claims Liability	-	88,518
Total Noncurrent Liabilities	-	88,518
Total Liabilities	4,842	321,741
NET POSITION		
Net Investment in Capital Assets	118,057	-
Unrestricted Net Position	(86,397)	1,357,246
Total Net Position	$ 31,660	$ 1,357,246

771 Healthcare Trust Fund	772 Device Insurance	774 Subscription Based Info Tech Arrang	Total Internal Service Funds
$ 43,275	$ 232,443	$ -	$ 1,856,713
14,878	-	-	14,878
-	-	-	1,935
-	-	-	6,969
-	-	-	7,533
58,153	232,443	-	1,888,028
-	-	-	118,057
-	-	2,655,071	2,655,071
-	-	2,655,071	2,773,128
58,153	232,443	2,655,071	4,661,156
58,153	1,474	-	97,585
-	-	-	107
-	-	-	200,000
58,153	1,474	-	297,692
-	-	1,626,842	1,626,842
-	-	-	88,518
-	-	1,626,842	1,715,360
58,153	1,474	1,626,842	2,013,052
-	-	1,028,229	1,146,286
-	230,969	-	1,501,818
$ -	$ 230,969	$ 1,028,229	$ 2,648,104

DENTON INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	752 Print Shop	753 Workers Compensation
OPERATING REVENUES:		
Local and Intermediate Sources	$ 221,877	$ 2,599,598
Total Operating Revenues	221,877	2,599,598
OPERATING EXPENSES:		
Payroll Costs	126,149	135,991
Professional and Contracted Services	22,488	32,814
Supplies and Materials	52,024	32,618
Other Operating Costs	-	686,059
Depreciation Expense	43,139	-
Debt Service - Interest	-	-
Total Operating Expenses	243,800	887,482
Operating Income (Loss)	(21,923)	1,712,116
NONOPERATING REVENUES (EXPENSES):		
Earnings from Temporary Deposits & Investments	-	17,050
Total Nonoperating Revenues (Expenses)	-	17,050
Income (Loss) Before Transfers	(21,923)	1,729,166
Transfers In	-	-
Transfers Out	-	(1,102,460)
Change in Net Position	(21,923)	626,706
Total Net Position - July 1 (Beginning)	53,583	730,540
Prior Period Adjustment	-	-
Total Net Position - June 30 (Ending)	$ 31,660	$ 1,357,246

771 Healthcare Trust Fund	772 Device Insurance	774 Subscription Based Info Tech Arrang	Total Internal Service Funds
$ 68,261	$ 343,472	$ -	$ 3,233,208
68,261	343,472	-	3,233,208
-	-	-	262,140
724,583	-	-	779,885
2,838	314,742	-	402,222
757	4,065	-	690,881
-	-	2,173,152	2,216,291
-	-	121,847	121,847
728,178	318,807	2,294,999	4,473,266
(659,917)	24,665	(2,294,999)	(1,240,058)
-	-	-	17,050
-	-	-	17,050
(659,917)	24,665	(2,294,999)	(1,223,008)
596,548	-	2,573,032	3,169,580
-	-	-	(1,102,460)
(63,369)	24,665	278,033	844,112
63,369	206,304	586,980	1,640,776
-	-	163,216	163,216
$ -	$ 230,969	$ 1,028,229	$ 2,648,104

DENTON INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	752 Print Shop	753 Workers Compensation
Cash Flows from Operating Activities:		
Cash Received from District	$ -	$ 2,599,598
Cash Received from Charges and Fees	220,183	-
Cash Payments for Payroll Costs	(126,042)	(135,991)
Cash Payments for Purchased Services	(52,961)	(28,256)
Cash Payments for Supplies and Materials	(23,212)	(34,468)
Cash Payments for Interest	-	-
Cash Payments for Claims	-	(782,382)
Net Cash Provided by (Used for) Operating Activities	17,968	1,618,501
Cash Flows from Capital & Related Financing Activities:		
Transfers In	-	-
SBITA Proceeds	-	-
SBITA Principal Payments	-	-
Purchase of Capital Assets	-	-
Transfer Out	-	(1,102,460)
Net Cash Provided by (Used for) Capital & Related	-	(1,102,460)
Cash Flows from Investing Activities:		
Interest and Dividends on Investments	-	17,050
Net Increase (Decrease) in Cash and Cash Equivalents	17,968	533,091
Cash and Cash Equivalents at Beginning of Year	(115,960)	1,145,896
Cash and Cash Equivalents at End of Year	$ (97,992)	$ 1,678,987
Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used For) Operating Activities:		
Operating Income (Loss):	$ (21,923)	$ 1,712,116
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used For) Operating Activities:		
Depreciation	43,139	-
Effect of Increases and Decreases in Current Assets and Liabilities:		
Decrease (increase) in Receivables	(1,694)	-
Decrease (increase) in Inv./Prepayments	(724)	4,558
Increase (decrease) in Accounts Payable	(937)	(1,850)
Increase (decrease) in Accrued Wages Payable	107	-
Increase (decrease) in Accrued Expenses	-	(96,323)
Net Cash Provided by (Used for) Operating Activities	$ 17,968	$ 1,618,501

771 Healthcare Trust Fund	772 Device Insurance	774 Subscription Based Info Tech Arrang	Total Internal Service Funds
$ -	$ -	$ -	$ 2,599,598
53,383	343,472	-	617,038
-	-	-	(262,033)
(666,530)	-	-	(747,747)
(3,595)	(363,675)	-	(424,950)
-	-	(121,847)	(121,847)
-	-	-	(782,382)
(616,742)	(20,203)	(121,847)	877,677
596,548	-	2,573,032	3,169,580
-	-	2,542,516	2,542,516
-	-	(2,480,884)	(2,480,884)
-	-	(2,512,817)	(2,512,817)
-	-	-	(1,102,460)
596,548	-	121,847	(384,065)
-	-	-	17,050
(20,194)	(20,203)	-	510,662
63,469	252,646	-	1,346,051
$ 43,275	$ 232,443	$ -	$ 1,856,713
$ (659,917)	$ 24,665	$ (2,294,999)	$ (1,240,058)
-	-	2,173,152	2,216,291
(14,878)	-	-	(16,572)
-	-	-	3,834
58,053	(44,868)	-	10,398
-	-	-	107
-	-	-	(96,323)
$ (616,742)	$ (20,203)	$ (121,847)	$ 877,677

EXHIBIT H-6

DENTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE - CHILD NUTRITION PROGRAM
FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes		Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
		Original	Final		
	REVENUES:				
5700	Total Local and Intermediate Sources	$ 5,645,865	$ 5,772,322	$ 5,792,673	$ 20,351
5800	State Program Revenues	50,000	80,085	80,085	-
5900	Federal Program Revenues	11,972,254	13,308,700	13,540,006	231,306
5020	Total Revenues	17,668,119	19,161,107	19,412,764	251,657
	EXPENDITURES:				
	Current:				
0035	Food Services	17,668,119	19,161,107	19,322,173	(161,066)
6030	Total Expenditures	17,668,119	19,161,107	19,322,173	(161,066)
1100	Excess of Revenues Over Expenditures	-	-	90,591	90,591
	OTHER FINANCING SOURCES (USES):				
7912	Sale of Real and Personal Property	-	-	139	139
1200	Net Change in Fund Balances	-	-	90,730	90,730
0100	Fund Balance - July 1 (Beginning)	4,438,443	4,438,443	4,438,443	-
3000	Fund Balance - June 30 (Ending)	$ 4,438,443	$ 4,438,443	$ 4,529,173	$ 90,730

EXHIBIT H-7

DENTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE - DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2024

Data Control Codes		Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
		Original	Final		
	REVENUES:				
5700	Total Local and Intermediate Sources	$ 155,425,529	$ 143,200,352	$ 143,330,015	$ 129,663
5800	State Program Revenues	1,916,118	8,950,049	13,710,126	4,760,077
5020	Total Revenues	157,341,647	152,150,401	157,040,141	4,889,740
	EXPENDITURES:				
	Debt Service:				
0071	Principal on Long-Term Liabilities	66,583,618	66,583,618	44,118,618	22,465,000
0072	Interest on Long-Term Liabilities	90,704,583	91,778,279	88,886,572	2,891,707
0073	Bond Issuance Cost and Fees	50,000	50,000	25,463	24,537
6030	Total Expenditures	157,338,201	158,411,897	133,030,653	25,381,244
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	3,446	(6,261,496)	24,009,488	30,270,984
	OTHER FINANCING SOURCES (USES):				
7916	Premium or Discount on Issuance of Bonds	-	8,365	667,445	659,080
7949	Other Resources	(3,446)	1,070,250	1,073,696	3,446
7080	Total Other Financing Sources (Uses)	(3,446)	1,078,615	1,741,141	662,526
1200	Net Change in Fund Balances	-	(5,182,881)	25,750,629	30,933,510
0100	Fund Balance - July 1 (Beginning)	95,729,305	95,729,305	95,729,305	-
3000	Fund Balance - June 30 (Ending)	$ 95,729,305	$ 90,546,424	$ 121,479,934	$ 30,933,510

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REQUIRED TEA SCHEDULES

DENTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2024

Last 10 Years Ended		(1) Tax Rates	(2)	(3)
		Maintenance	Debt Service	Assessed/Appraised Value for School Tax Purposes
2015	and prior years	Various	Various	$ Various
2016		1.040000	0.500000	12,712,090,714
2017		1.040000	0.500000	14,245,317,208
2018		1.060000	0.480000	15,966,067,987
2019		1.060000	0.480000	17,771,688,442
2020		0.990000	0.480000	19,914,985,782
2021		0.927600	0.480000	21,078,524,297
2022		0.882000	0.480000	22,989,073,348
2023		0.864600	0.480000	27,186,255,764
2024	(School year under audit)	0.679200	0.480000	29,321,679,693
1000	TOTALS			
8000	Total Taxes Refunded Under Section 26.1115, Tax Code			

(10) Beginning Balance 7/1/2023	(20) Current Year's Total Levy	(31) Maintenance Collections	(32) Debt Service Collections	(40) Entire Year's Adjustments	(50) Ending Balance 6/30/2024	(99) Taxes Refunded Under Section 26.1115c
$ 324,922	$ -	$ 40,419	$ 18,618	$ (8,508)	$ 257,377	
95,068	-	10,443	5,021	2,721	82,325	
100,230	-	8,093	3,890	225	88,472	
157,390	-	13,545	6,134	1,792	139,503	
211,379	-	14,341	6,494	(5,534)	185,010	
640,633	-	189,713	91,982	(130,151)	228,787	
612,366	-	175,289	90,706	(30,256)	316,115	
748,944	-	30,884	16,807	(193,745)	507,508	
3,300,434	-	133,808	74,286	(2,081,056)	1,011,284	
-	339,896,911	197,460,741	139,548,227	-	2,887,943	
$ 6,191,366	$ 339,896,911	$ 198,077,276	$ 139,862,165	$ (2,444,512)	$ 5,704,324	
						$ 234,973

DENTON INDEPENDENT SCHOOL DISTRICT
USE OF FUNDS REPORT - SELECT STATE ALLOTMENT PROGRAMS
FOR THE YEAR ENDED JUNE 30, 2024

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	Total state allotment funds received for state compensatory education programs during the district's fiscal year.	$24,590,351
AP4	Actual direct program expenditures for state compensatory education programs during the district's fiscal year. (PICs 24,26,28,29,30)	$15,303,580

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	Total state allotment funds received for bilingual education programs during the district's fiscal year.	$4,093,997
AP8	Actual direct program expenditures for bilingual education programs during the district's fiscal year. (PIC 25)	$3,299,678

Statistical Section

Statistical Section

This part of the Denton Independent School District's comprehensive annual 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 government's overall financial health.

Contents	Page
Financial Trends	122
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	
Revenue Capacity	132
These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.	
Debt Capacity	138
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.	
Demographic and Economic Information	144
These schedules offer demographic and economic indicators to help the reader understand the environment within the government's financial activities take place.	
Operating Information	148
These schedules contain service and infrastructure date to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

DENTON INDEPENDENT SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

Fiscal Year	2015	2016	2017	2018
Governmental Activities:				
Net Investment in Capital Assets	$ (47,396,513)	$ (43,470,538)	$ (16,839,370)	$ (10,138,170)
Restricted for Debt Service/Other	59,552,880	67,642,629	62,642,822	62,887,911
Restricted for Corpus	1,000	1,000	1,000	1,000
Restricted for Playground Equipment	13,208	13,215	13,222	13,230
Unrestricted Net Position	6,405,202	39,422,334	(8,859,435)	(126,837,672)
Total Governmental Activities Net Position	$ 18,575,777	$ 63,608,640	$ 36,958,239	$ (74,073,701)
Business-Type Activities:				
Net Investment in Capital Assets	$ 1,211,823	$ 856,186	$ 653,907	$ 555,080
Unrestricted Net Position	667,490	733,800	814,365	(5,246,468)
Total Business-Type Activities	$ 1,879,313	$ 1,589,986	$ 1,468,272	$ (4,691,388)
Primary Government:				
Net Investment in Capital Assets	$ (46,184,690)	$ (42,614,352)	$ (16,185,463)	$ (9,583,090)
Restricted for Debt Service/Other	59,552,880	67,642,629	62,642,822	62,887,911
Restricted for Corpus	1,000	1,000	1,000	1,000
Restricted for Playground Equipment	13,208	13,215	13,222	13,230
Unrestricted Net Position	7,072,692	40,156,134	(8,045,070)	(132,084,140)
Total Primary Government	$ 20,455,090	$ 65,198,626	$ 38,426,511	$ (78,765,089)

2019	2020	2021	2022	2023	2024
$ 6,295,491	$ 34,082,184	$ 60,883,980	$ 103,791,348	$ 130,293,801	$ 182,608,809
75,923,982	78,797,084	97,496,411	97,440,662	102,754,533	128,749,334
1,000	1,000	1,000	1,000	1,000	1,000
13,237	13,243	13,247	13,247	13,247	13,247
(134,914,271)	(147,177,629)	(147,322,270)	(148,057,791)	(149,665,519)	(173,861,156)
$ (52,680,561)	$ (34,284,118)	$ 11,072,368	$ 53,188,466	$ 83,397,062	$ 137,511,234
$ 496,727	$ 1,039,565	$ 2,715,029	$ 10,489	$ 9,042	$ 27,906
(4,669,004)	(7,543,183)	(11,018,225)	23,281	38,002	56,511
$ (4,172,277)	$ (6,503,618)	$ (8,303,196)	$ 33,770	$ 47,044	$ 84,417
$ 6,792,218	$ 35,121,749	$ 63,599,009	$ 103,801,837	$ 130,302,843	$ 182,636,715
75,923,982	78,797,084	97,496,411	97,440,662	102,754,533	128,749,334
1,000	1,000	1,000	1,000	1,000	1,000
13,237	13,243	13,247	13,247	13,247	13,247
(139,583,275)	(154,720,812)	(158,340,495)	(148,034,510)	(149,627,517)	(173,804,645)
$ (56,852,838)	$ (40,787,736)	$ 2,769,172	$ 53,222,236	$ 83,444,106	$ 137,595,651

DENTON INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS

Fiscal Year	2015	2016	2017	2018
Expenses				
Governmental Activities:				
Instruction	$ 161,194,546	$ 175,831,272	$ 179,220,317	$ 145,390,038
Instructional Resources & Media Services	4,229,966	4,482,448	4,678,744	4,119,719
Curriculum & Staff Development	4,155,565	5,146,422	6,147,898	4,628,669
Instructional Leadership	2,611,553	2,835,801	2,963,824	2,989,248
School Leadership	13,205,280	14,560,585	15,563,677	12,315,422
Guidance, Counseling & Evaluation Services	12,033,024	13,388,580	14,331,163	10,930,736
Social Work Services	802,931	817,002	791,191	513,851
Health Services	2,531,987	2,659,754	2,789,542	1,864,404
Student (Pupil) Transportation	5,286,652	6,715,636	6,324,274	4,003,861
Food Services	229,921	273,787	242,248	254,236
Extracurricular Activities	5,959,471	6,951,874	7,851,159	6,127,163
General Administration	5,258,341	6,666,153	7,820,126	7,313,243
Plant Maintenance & Operations	24,917,855	25,646,642	31,266,422	29,065,155
Security Monitoring Services	819,257	844,732	938,861	1,031,602
Data Processing Services	4,023,959	4,395,718	6,334,717	5,805,429
Community Services	903,044	2,243,724	2,328,665	2,122,048
Debt Service - Interest and Fees	24,834,487	(4,817,555)	73,046,623	32,632,325
Payments for Fiscal Agent/Member Districts	336,200	358,000	426,400	474,000
Payments to Juvenile Justice Alternative Ed. Prg.	534	10,057	-	-
Other Intergovernmental Charges	1,222,013	1,257,170	1,322,091	1,404,293
Total Governmental Activities Expenses	274,556,586	270,267,802	364,387,942	272,985,442
Program Revenues				
Governmental Activities:				
Charges for Services				
Instruction	1,903,617	524,263	492,926	507,976
Instructional Leadership	336,356	-	-	-
School Leadership	-	-	-	-
Health Services	2,527,939	5,195,769	4,721,227	4,721,227
Extracurricular Activiites	529,259	504,716	593,511	530,952
Food Services	-	-	-	-
General Administration	654,937	680,351	716,551	-
Plant Maintenance & Operations	284,745	698,846	371,668	438,740
Community Services	401,311	2,081,701	2,532,842	2,719,736
Operating Grants and Contributions	26,660,967	35,357,325	35,008,583	(10,976,837)
Capital Grants and Contributions	-	-	-	-
Total Governmental Activities Program Revenues	33,299,131	45,042,971	44,437,308	(2,058,206)
Total Governmental Activities Net (Expense) Revenue	$(241,257,455)	$(225,224,831)	$(319,950,634)	$(275,043,648)

2019	2020	2021	2022	2023	2024
$ 210,251,592	$ 226,046,466	$ 238,790,511	$ 236,213,495	$ 244,332,808	$ 266,842,907
5,194,839	5,469,381	5,506,295	5,421,448	5,955,089	6,578,566
8,355,506	9,307,021	9,948,051	10,306,704	12,718,868	12,949,910
4,710,851	4,617,660	4,290,651	4,897,197	5,689,573	5,795,734
18,187,188	19,621,069	20,945,880	20,744,882	22,338,817	24,489,700
16,426,507	18,325,344	18,264,972	18,203,774	20,179,014	22,432,182
768,493	852,523	969,094	1,013,466	1,100,916	1,240,658
3,151,049	3,448,496	4,847,576	4,789,811	4,008,870	4,445,869
7,209,247	7,602,634	6,922,568	8,459,042	9,188,319	12,073,252
272,746	2,471,414	822,365	17,154,898	19,884,117	22,223,979
9,244,490	9,225,503	8,089,402	9,325,923	11,293,499	12,201,320
8,422,323	10,810,255	11,964,555	11,465,984	12,422,376	14,442,999
27,758,861	31,279,662	31,462,993	37,633,135	46,878,836	48,978,789
1,245,095	1,398,619	2,327,128	1,966,658	2,384,138	3,465,057
6,078,489	7,272,216	7,672,193	8,680,070	7,969,436	7,656,994
2,606,608	2,791,688	3,072,022	4,561,177	5,509,587	6,130,239
47,332,316	46,347,993	27,303,908	30,114,510	53,535,943	90,743,649
584,600	532,200	520,800	553,400	642,000	788,000
-	-	-	-	-	-
1,533,633	1,706,090	1,761,715	1,784,910	2,005,987	2,282,874
379,334,433	409,126,234	405,482,679	433,290,484	488,038,193	565,762,678
243,390	124,085	20,421	148,176	910,879	1,057,956
-	-	-	-	-	-
-	-	-	-	-	-
7,249,244	3,925,169	3,881,853	5,907,468	8,459,123	1,762,205
504,988	587,991	470,761	763,208	805,535	657,483
-	-	-	1,188,416	5,355,963	5,582,334
-	828,105	3,047,111	3,825,873	2,730,448	2,711,978
316,989	265,436	52,363	112,519	258,090	434,519
2,942,753	2,260,366	1,830,514	3,059,261	3,136,390	3,534,826
39,348,932	42,107,897	67,165,645	74,354,051	70,324,040	87,349,413
-	-	-	-	-	-
50,606,296	50,099,049	76,468,668	89,358,972	91,980,468	103,090,714
$(328,728,137)	$(359,027,185)	$(329,014,011)	$(343,931,512)	$(396,057,725)	$(462,671,964)

DENTON INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION (FINAL)
LAST TEN FISCAL YEARS

Fiscal Year	2015	2016	2017	2018
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Taxes:				
Property Taxes - General Purposes	$ 124,715,983	$ 132,703,343	$ 149,513,725	$ 170,646,472
Property Taxes - Debt Service	59,784,930	63,686,766	71,769,075	77,152,046
State Aid-Formula Grants	73,253,961	71,913,273	68,177,794	69,183,586
Gifts and Bequests	-	-	-	-
Unrestricted Grants and Contributions	319,157	790,934	1,685,243	2,375,127
Investment Earnings	151,411	961,891	1,948,489	3,939,413
Miscellaneous	285,483	201,487	219,225	249,530
Special Items	-	-	-	-
Loss on Disposition of Capital Assets	-	-	-	-
Transfers In (Out)	-	-	(13,318)	-
Total Governmental Activities General Revenues and Other Changes in Net Position	258,510,925	270,257,694	293,300,233	323,546,174
Governmental Activities Change in Net Position	$ 17,253,470	$ 45,032,863	$ (26,650,401)	$ 48,502,526
Expenses				
Business-Type Activities:				
Child Nutrition	$ 9,315,767	$ 10,493,682	$ 10,832,909	$ 9,724,186
Stadium Concessions	65,823	72,309	77,914	153,500
Total Business-Type Activities Expenses	9,381,590	10,565,991	10,910,823	9,877,686
Program Revenues				
Business-Type Activities:				
Charges for Services:				
Child Nutrition	3,493,623	3,551,081	3,695,365	4,164,315
Stadium Concessions	63,114	71,490	89,642	129,180
Operating Grants and Contributions:				
Child Nutrition	6,127,097	6,651,997	6,985,196	7,504,468
Total Business-Type Activities Program Revenues	9,683,834	10,274,568	10,770,203	11,797,963
Total Business-Type Activities Net (Expense) Revenue	302,244	(291,423)	(140,620)	1,920,277
General Revenues and Other Changes in Net Position				
Business-Type Activities:				
Investment Earnings	847	2,096	5,588	13,119
Special Items	-	-	-	-
Transfer In (Out)	-	-	13,318	-
Total Business-Type Activities General Revenues and Other Changes in Net Position	847	2,096	18,906	13,119
Business-Type Activities Change in Net Position	$ 303,091	$ (289,327)	$ (121,714)	$ 1,933,396
Total Primary Government Change in Net Position	$ 17,556,561	$ 44,743,536	$ (26,772,115)	$ 50,435,922

2019	2020	2021	2022	2023	2024
$ 189,411,396	$ 198,469,772	$ 195,923,985	$ 203,695,071	$ 236,343,647	$ 198,632,118
85,628,999	96,071,515	101,273,736	110,611,653	130,995,194	140,311,435
57,825,379	72,060,766	76,355,595	78,239,148	46,988,962	95,127,193
-	-	-	-	-	1,627,368
2,975,863	32,908	-	-	-	-
13,863,066	9,520,415	590,167	974,121	14,490,616	57,808,521
416,574	304,827	227,014	1,070,579	807,464	706,276
-	963,425	-	-	-	-
-	-	-	-	(3,448,855)	-
-	-	-	-	-	-
350,121,277	377,423,628	374,370,497	394,590,572	426,177,028	494,212,911
$ 21,393,140	$ 18,396,443	$ 45,356,486	$ 50,659,060	$ 30,119,303	$ 31,540,947
$ 11,656,118	$ 12,734,248	$ 12,409,888	$ -	$ -	$ -
87,482	138,230	98,572	144,985	182,886	162,196
11,743,600	12,872,478	12,508,460	144,985	182,886	162,196
4,363,708	3,500,578	854,369	-	-	-
82,578	113,755	78,898	141,213	196,160	199,569
7,782,154	6,896,225	9,774,643	-	-	-
12,228,440	10,510,558	10,707,910	141,213	196,160	199,569
484,840	(2,361,920)	(1,800,550)	(3,772)	13,274	37,373
34,271	30,579	972	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
34,271	30,579	972	-	-	-
$ 519,111	$ (2,331,341)	$ (1,799,578)	$ (3,772)	$ 13,274	$ 37,373
$ 21,912,251	$ 16,065,102	$ 43,556,908	$ 50,655,288	$ 30,132,577	$ 31,578,320

DENTON INDEPENDENT SCHOOL DISTRICT
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

Fiscal Year	2015	2016	2017	2018
General Fund				
Nonspendable	$ 298,325	$ 348,189	$ 361,562	$ 353,349
Assigned	16,810,717	18,405,879	12,964,884	20,828,849
Unassigned	64,686,288	62,986,235	70,709,230	70,243,747
Total General Fund	$ 81,795,330	$ 81,740,303	$ 84,035,676	$ 91,425,945
All Other Governmental Funds				
Nonspendable	$ 1,000	$ 63,157	$ 48,467	$ 47,492
Restricted	193,184,958	294,353,889	219,630,618	156,912,823
Committed	1,138,179	1,169,672	1,294,634	1,397,168
Assigned	1,729,955	6,073,197	4,388,076	4,079,842
Unassigned	-	-	-	-
Total All Other Governmental Funds	$ 196,054,092	$ 301,659,915	$ 225,361,795	$ 162,437,325
Total General and Other Governmental	$ 277,849,422	$ 383,400,218	$ 309,397,471	$ 253,863,270

2019	2020	2021	2022	2023	2024
$ 282,271	$ 341,170	$ 484,281	$ 326,092	$ 310,742	$ 298,343
23,341,620	25,086,894	27,522,800	25,429,850	33,237,113	35,567,279
78,041,879	77,340,346	80,578,579	82,926,100	62,358,824	42,683,533
$ 101,665,770	$ 102,768,410	$ 108,585,660	$ 108,682,042	$ 95,906,679	$ 78,549,155
$ 13,972	$ 468,165	$ 625,577	$ 842,246	$ 302,474	$ 867,894
575,048,525	465,179,375	563,573,072	354,881,780	156,056,610	1,028,248,764
1,833,743	3,545,696	3,624,555	3,445,957	3,479,323	5,306,218
3,141,380	3,371,306	2,602,122	2,825,805	2,813,351	2,998,971
-	-	-	(8,800)	(8,769)	(3,000)
$ 580,037,620	$ 472,564,542	$ 570,425,326	$ 361,986,988	$ 162,642,989	$1,037,418,847
$ 681,703,390	$ 575,332,952	$ 679,010,986	$ 470,669,030	$ 258,549,668	$1,115,968,002

DENTON INDEPENDENT SCHOOL DISTRICT
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

Fiscal Year	2015	2016	2017	2018
REVENUES:				
Total Local and Intermediate Sources	$ 191,207,775	$ 204,841,684	$ 232,113,625	$ 261,029,417
State Program Revenues	87,095,762	90,301,272	84,235,349	86,220,035
Federal Program Revenues	13,156,972	18,275,852	19,398,025	20,459,224
Total Revenues	291,460,509	313,418,808	335,746,999	367,708,676
EXPENDITURES:				
Current:				
Instruction	145,948,630	155,679,542	161,893,114	174,768,158
Instructional Resources & Media Services	3,864,461	4,037,558	4,269,874	4,502,565
Curriculum & Instructional Staff Development	3,839,428	4,590,593	5,564,082	6,701,739
Instructional Leadership	2,388,900	2,551,947	2,716,676	3,659,485
School Leadership	11,915,870	12,787,475	13,994,909	14,674,763
Guidance, Counseling & Evaluation Services	10,853,870	11,705,333	12,748,559	13,120,037
Social Work Services	720,184	734,175	709,071	629,642
Health Services	2,291,705	2,338,926	2,504,289	2,578,662
Student (Pupil) Transportation	4,809,971	6,057,948	5,803,380	6,725,399
Food Services	229,921	273,787	242,248	254,236
Extracurricular Activities	5,626,948	6,388,880	7,334,318	7,371,811
General Administration	6,541,380	7,313,606	7,029,443	7,365,894
Plant Maintenance and Operations	22,726,850	22,622,439	23,497,792	24,773,178
Security and Monitoring Services	819,257	844,732	938,861	1,031,602
Data Processing Services	3,982,439	4,079,015	6,079,851	5,817,051
Community Services	845,326	2,037,583	2,164,308	2,319,141
Debt Service:				
Debt Service - Principal on long-term debt	27,884,304	25,744,487	30,364,508	39,470,645
Debt Service - Interest on long-term debt	27,933,418	31,383,641	38,630,367	38,966,559
Debt Service - Bond Issuance Cost and Fees	1,525,573	3,147,113	663,633	422,144
Capital Outlay:				
Facilities Acquisition and Construction	58,820,458	96,321,402	73,886,439	66,227,200
Intergovernmental:				
Payments to Fiscal Agent/Member Districts of SSA	336,200	358,000	426,400	474,000
Payments to Juvenile Justice Alternative Ed. Prg.	534	10,057	1,322,091	1,404,293
Total Expenditures	343,905,627	401,008,239	402,784,213	423,258,204
Excess (Deficiency) of Revenues Over (Under) Expenditures	(52,445,118)	(87,589,431)	(67,037,214)	(55,549,528)
OTHER FINANCING SOURCES (USES):				
Operating Transfers In	1,795,853	6,972,145	2,641,047	351,162
Operating Transfers Out	(347,053)	(4,985,145)	(891,326)	(351,162)
Bonds Issued	155,288,078	405,820,282	33,052,289	-
Proceeds from Subscription Liabilities	-	-	-	-
Special Items/Other	-	-	1,700	-
Sale of Real/Personal Property	56,423	1,705	31,659	18,450
Payments to Bond Refunding Escrow Agent	(154,255,497)	(215,160,178)	(41,800,902)	-
Extraordinary Items	(1,750)	491,418	-	(3,123)
Total Other Financing Sources (Uses)	2,536,054	193,140,227	(6,965,533)	15,327
Net Change in Fund Balances	$ (49,909,064)	$ 105,550,796	$ (74,002,747)	$ (55,534,201)
Debt Service as a % of NonCapital Expenditures	19.58%	18.75%	20.98%	21.97%

2019	2020	2021	2022	2023	2024
$ 298,536,135	$ 311,624,169	$ 304,294,590	$ 326,054,238	$ 397,558,169	$ 416,878,324
74,409,461	91,432,489	100,082,157	98,366,202	71,632,967	132,961,048
21,519,852	19,210,782	41,552,956	54,579,787	46,459,421	41,250,904
394,465,448	422,267,440	445,929,703	479,000,227	515,650,557	591,090,276
179,093,136	191,595,438	210,124,174	213,938,317	216,788,748	222,681,007
4,542,725	4,766,012	4,905,080	4,923,539	5,329,303	5,561,796
7,020,145	7,654,811	8,595,589	9,444,917	11,355,196	10,654,031
4,073,710	3,945,737	3,766,653	4,418,074	5,063,337	4,777,287
15,450,183	16,680,621	18,181,406	18,699,449	19,767,911	20,445,822
13,568,150	14,995,988	15,620,984	16,393,644	17,725,788	18,424,476
663,079	718,922	840,071	906,622	952,869	1,027,739
2,661,993	2,909,503	4,357,490	4,429,021	3,577,560	3,665,679
7,347,863	11,359,034	8,288,311	7,678,192	8,206,677	10,404,728
272,746	2,471,414	822,365	17,280,592	18,601,717	19,754,612
8,306,792	8,237,330	7,349,610	8,779,606	10,582,379	10,763,672
7,477,509	9,529,196	10,065,442	10,248,945	11,534,989	11,432,880
25,724,870	27,203,384	28,949,300	31,653,007	40,899,122	39,702,963
1,245,095	1,398,619	2,327,128	1,966,658	2,384,138	3,345,216
5,653,496	6,774,211	7,147,360	8,417,728	7,304,046	6,615,347
2,382,285	2,543,647	2,824,903	4,171,310	4,999,783	5,346,014
33,080,000	102,995,000	31,628,016	60,420,104	71,904,279	44,118,618
40,921,095	50,779,875	51,721,415	54,575,916	62,953,208	88,886,572
3,225,923	750,964	4,450,892	1,613,063	65,050	5,475,062
48,731,365	125,465,943	240,717,746	211,502,220	208,217,248	239,481,917
584,600	532,200	520,800	553,400	642,000	788,000
1,533,633	1,706,090	1,761,715	1,784,910	2,005,987	2,282,874
413,560,393	595,013,939	664,966,450	693,799,234	730,861,335	775,636,312
(19,094,945)	(172,746,499)	(219,036,747)	(214,799,007)	(215,210,778)	(184,546,036)
2,261,850	4,970,823	12,927,843	6,364,257	1,362,770	2,112,268
(409,574)	(3,510,155)	(12,640,693)	(4,797,339)	(1,242,088)	(4,179,388)
445,127,777	69,456,030	651,100,952	180,906,057	-	1,042,602,044
-	-	-	-	606,461	-
(46,067)	(9,677,121)	7,980	1,214	-	1,073,696
1,079	5,136,484	41,159	32,508	24,914	236,778
-	-	(338,895,713)	(179,653,959)	-	-
-	-	10,173,253	3,663,750	2,339,359	118,972
446,935,065	66,376,061	322,714,781	6,516,488	3,091,416	1,041,964,370
$ 427,840,120	$ (106,370,438)	$ 103,678,034	$ (208,282,519)	$ (212,119,362)	$ 857,418,334
20.28%	32.75%	20.70%	23.41%	25.51%	24.52%

DENTON INDEPENDENT SCHOOL DISTRICT
ASSESSED VALUE - REAL AND PERSONAL PROPERTY
LAST TEN FISCAL YEARS
(amounts expressed in thousands)
(UNAUDITED)

Fiscal Year	Real Property Assessed Value (1)	Personal Property Assessed Value (1)	Total Assessed Value (1)	Tax Rate (2)
2015	$ 10,478,328	$ 1,344,940	$ 11,823,268	$ 1.540
2016	11,407,226	1,304,865	12,712,091	1.540
2017	12,711,121	1,534,196	14,245,317	1.540
2018	14,503,389	1,462,679	15,966,068	1.540
2019	16,351,402	1,420,286	17,771,688	1.540
2020	17,976,606	1,938,380	19,914,986	1.470
2021	19,212,904	1,865,620	21,078,524	1.4076
2022	21,121,413	1,867,660	22,989,073	1.3620
2023	25,286,849	1,899,407	27,186,256	1.3446
2024	27,015,967	2,305,713	29,321,680	1.1592

(1) The assessed value is 100% of the estimated actual value.

(2) Per $100 assessed value

Source of information: Denton Central Appraisal District

DENTON INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(UNAUDITED)

TAX RATES (PER $100) (1)

	Denton ISD Direct Rates			Overlapping Rates					
Fiscal Year	Maintenance and Operations	Debt Service	Total	City of Denton	County of Denton	City of Corinth	Town of Flower Mound	City of Oak Point	Town of Bartonville
2015	1.04	0.50	1.54	0.68975	0.272200	0.59489	0.4390	0.573	0.19294
2016	1.04	0.50	1.54	0.68975	0.262000	0.58489	0.4390	0.563	0.19294
2017	1.04	0.50	1.54	0.68334	0.248409	0.58193	0.4390	0.563	0.19294
2018	1.06	0.48	1.54	0.63786	0.237810	0.53686	0.4390	0.540	0.19294
2019	1.06	0.48	1.54	0.62048	0.225579	0.53000	0.4390	0.520	0.19294
2020	0.99	0.48	1.47	0.59045	0.225278	0.54500	0.4365	0.510	0.19294
2021	0.9276	0.48	1.4076	0.590454	0.224985	0.57817	0.4365	0.500	0.19294
2022	0.882	0.48	1.362	0.565823	0.233086	0.56700	0.4050	0.482565	0.173646
2023	0.8646	0.48	1.3446	0.560682	0.217543	0.54000	0.4050	0.434931	0.173646
2024	0.6792	0.48	1.1592	0.560682	0.189485	0.52000	0.3873	0.430	0.173646

Note: Above rates include rate for operating and debt service costs.

(1) Source of information: Denton County website.

DENTON INDEPENDENT SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

		2024		
Taxpayer	Description	Taxable Assessed Value (in thousands)	Rank	Percentage of Total Taxable Assessed Value
Paccar Inc.	Truck Manufacturer	$ 353,815	1	1.20%
Target Corporation	Distribution Center	130,835	2	0.45%
Winco Foods, LLC	Distribution Center	114,945	3	0.39%
Columbia Medical Center	Hospital	108,373	4	0.37%
BVF-V Souvenir 380L	Property Management	90,631	5	0.31%
Atmos Energy/Mid-Tex	Natural Gas	85,637	6	0.29%
Tradewind Timberlinks LLCD	Residential Developer	81,379	7	0.28%
PS LPT Properties Investors	Warehouse/Self Storage	74,968	8	0.26%
32 Hundred Windsor Gardens	Apartment Leasing	73,750	9	0.25%
NREA Gardens District	Apartment Leasing	70,150	10	0.24%
Target Corporation	Retail Shopping			
Denton Fry LLC	Student Housing Mgmt.			
Inland Western Crossing Ltd.	Retail Shopping			
Cypress Denton Station, Ltd.	Residential Developer			
RB Marketplace LP	Retail Shopping			
Eagleridge Operating LLC	Oil and Gas			
Timberlake Apartments, LLC	Apartment Leasing			
TOTAL		$ 1,184,483		4.04%

Source of information: Denton County Tax Office

2015		
Taxable Assessed Value (in thousands)	Rank	Percentage of Total Taxable Assessed Value
$ 68,199	2	0.58%
65,000	3	0.55%
90,618	1	0.77%
58,447	4	0.49%
51,300	7	0.43%
57,185	5	0.48%
51,402	6	0.43%
48,684	8	0.41%
45,897	9	0.39%
44,500	10	0.38%
$ 581,232		4.91%

DENTON INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(amounts expressed in thousands)
(UNAUDITED)

Levy Year	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections
2014	$ 182,078	$ 180,330	99.0%	$ 2,523	$ 182,853
2015	195,766	193,973	99.1%	1,406	195,379
2016	219,378	217,541	99.2%	2,614	220,155
2017	245,877	243,885	99.2%	2,226	246,111
2018	273,684	270,958	99.0%	2,003	272,961
2019	292,750	290,281	99.2%	2,148	292,429
2020	296,701	293,392	98.9%	2,290	295,682
2021	313,111	310,553	99.2%	2,940	313,493
2022	365,546	362,246	99.1%	2,389	364,635
2023	339,897	337,009	99.2%	930	337,939

(1) The percentage of levy exceeds 100% due to the exclusion of delinquent taxes collected from prior years compared to current year levy.

Total Collected as % of Current Tax Levy (1)	Outstanding Delinquent Taxes	Outstanding Delinquent Taxes as % of Tax Levy
100.43%	$ 591	0.32%
99.80%	1,793	0.92%
100.35%	1,837	0.84%
100.95%	1,992	0.81%
99.74%	2,726	1.00%
99.89%	2,469	0.84%
99.66%	3,310	1.12%
100.10%	2,558	0.82%
99.75%	3,300	0.90%
99.42%	2,888	0.85%

DENTON INDEPENDENT SCHOOL DISTRICT
RATIO OF BONDED DEBT TO ASSESSED VALUE AND BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS

Fiscal Year	Gross Bonded Debt	Population	Gross Bonded Debt Per Capita	Personal Income (thousands of dollars)	Gross Bonded Debt as % of Personal Income	Estimated Actual Value - Real and Personal Property (thousands of dollars)
2015	$ 855,533,659	128,205	$ 6,673	$ 3,110,253	27.51%	$ 11,823,268
2016	1,023,851,410	131,044	7,813	3,149,905	32.50%	12,712,091
2017	1,013,780,498	133,808	7,576	3,216,343	31.52%	14,245,317
2018	964,204,150	136,268	7,076	3,531,385	27.30%	15,966,068
2019	1,368,784,126	138,541	9,880	3,790,205	36.11%	17,771,688
2020	1,317,101,102	141,541	9,305	4,352,103	30.26%	19,914,986
2021	1,609,831,125	147,515	10,913	4,357,298	36.95%	21,078,524
2022	1,541,462,199	151,380	10,183	4,471,462	34.47%	22,989,073
2023	1,450,289,299	150,357	9,646	4,845,104	29.93%	27,186,256
2024	2,424,725,887	155,374	15,606	6,162,288	39.35%	29,321,680

Note: Net bonded debt consists of general obligation bonds, accreted interest, and premiums on bond issuance, less the debt service fund balance.

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

Gross Debt as % of Estimated Actual Value	Net Bonded Debt	Net Bonded Debt Per Capita	Net Bonded Debt as % of Personal Income	Net Debt as % of Estimated Actual Value
7.24%	$ 771,274,768	$ 6,016	24.80%	6.52%
8.05%	886,129,477	6,762	28.13%	6.97%
7.12%	884,832,356	6,613	27.51%	6.21%
6.04%	838,982,112	6,157	23.76%	5.25%
7.70%	1,234,494,797	8,911	32.57%	6.95%
6.61%	1,183,907,360	8,364	27.20%	5.94%
7.64%	1,512,422,964	10,253	34.71%	7.18%
6.71%	1,447,777,385	9,564	32.38%	6.30%
5.33%	1,354,559,994	9,009	27.96%	4.98%
8.27%	2,303,245,953	14,824	37.38%	7.86%

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DENTON INDEPENDENT SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2024
(UNAUDITED)

Taxing Body	Debt Outstanding	Estimated % Overlapping	Amount Overlapping
Argyle, Town of	$ 8,525,000	0.35%	$ 29,838
Aubrey, City of	30,841,000	46.93%	14,473,681
Bartonville, Town of	311,000	49.70%	154,567
Copper Canyon, Town of	1,045,000	31.32%	327,294
Corinth, City of	62,525,000	51.08%	31,937,770
Denton, City of	1,375,355,000	97.12%	1,335,744,776
Denton County	723,690,000	19.89%	143,941,941
Denton Co. FWSD #6	22,995,000	100.00%	22,995,000
Denton Co. FWSD #7	77,583,662	100.00%	77,583,662
Denton Co. FWSD #8-A	22,568,235	58.83%	13,276,893
Denton Co. FWSD #8-B	4,310,000	100.00%	4,310,000
Denton Co. FWSD #11-A	36,004,305	100.00%	36,004,305
Denton Co. FWSD #11-B	33,920,000	56.91%	19,303,872
Denton Co. FWSD #11-C	11,635,000	100.00%	11,635,000
Denton Co. MUD #4	9,470,000	100.00%	9,470,000
Denton Co. MUD #5	11,190,000	100.00%	11,190,000
Denton Co. MUD #6	74,765,000	99.33%	74,264,075
Denton Co. MUD #8	17,160,000	100.00%	17,160,000
Elm Ridge WC & ID	152,952,832	65.57%	100,291,172
Flower Mound, Town of	132,210,000	0.39%	515,619
Highway 380 MMD #1	126,700,000	90.63%	114,828,210
Little Elm, Town of	99,615,000	27.20%	27,095,280
Northlake MMD #1	76,100,000	0.07%	53,270
Oak Point, WC & ID #4	13,495,000	14.97%	2,020,202
Oak Point, City of	1,330,000	29.39%	390,887
Prairie Oaks MUD	5,635,000	100.00%	5,635,000
Prosper, Town of	216,515,000	5.36%	11,605,204
Providence Village, Town of	16,378,000	32.39%	5,304,834
Shady Shores, Town of	1,495,000	83.20%	1,243,840
Total Overlapping Debt			2,092,786,191
Denton ISD	2,142,646,665	100.00%	2,142,646,665
Total Overlapping and Direct Debt			$4,235,432,856
Total Direct and Overlapping Debt to Taxable Assessed Valuation			13.78%
Total Direct and Overlapping Debt per Capita			$ 17,714

Source of information: Municipal Advisory Council of Texas

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Denton Independent School District. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents 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.

DENTON INDEPENDENT SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Fiscal Year	2015	2016	2017	2018
Total Assessed Value	$ 11,823,268,442	$12,712,090,714	$14,245,317,208	$ 15,966,067,987
Debt Limit (10% of Total Assessed Value)	$ 1,182,326,844	$ 1,271,209,071	$ 1,424,531,720	$ 1,596,606,798
Debt Applicable to Limit:				
General Obligation Bonds	$ 755,312,979	$ 879,287,257	$ 839,287,749	$ 799,994,104
Less Net Position in Debt Service Fund	59,552,880	67,642,629	62,651,625	62,894,210
Total Amount of Debt Applicable to Debt Limit	695,760,099	811,644,628	776,636,124	737,099,894
Legal Debt Margin	$ 486,566,745	$ 459,564,443	$ 647,895,596	$ 859,506,904
Total Net Debt Applicable to the Limit as a percentage of Debt Limit	58.85%	63.85%	54.52%	46.17%

Note: Under state finance law, Denton Independent School District's outstanding general obligation debt should not exceed 10 percent of the total assessed property value. By law, the general obligation debt subject to the limitation my be offset by amounts set aside for repaying general obligation bonds.

2019	2020	2021	2022	2023	2024
$17,771,688,442	$19,914,985,782	$21,078,524,297	$22,989,073,348	$27,186,255,764	$29,321,679,693
$ 1,777,168,844	$ 1,991,498,578	$ 2,107,852,429	$ 2,298,907,334	$ 2,718,625,576	$ 2,932,167,969
$ 1,167,039,104	$ 1,122,249,104	$ 1,367,776,088	$ 1,308,438,717	$ 1,237,690,283	$ 2,142,646,665
75,930,190	78,803,292	97,498,161	93,684,814	95,729,305	121,479,934
1,091,108,914	1,043,445,812	1,270,277,927	1,214,753,903	1,141,960,978	2,021,166,731
$ 686,059,930	$ 948,052,766	$ 837,574,502	$ 1,084,153,431	$ 1,576,664,598	$ 911,001,238
61.40%	52.40%	60.26%	52.84%	42.01%	68.93%

DENTON INDEPENDENT SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Population	Personal Income (thousands of dollars)	Per Capita Personal Income (dollars)	Unemployment Rate
2014/2015	128,205	$ 3,110,253	$ 24,260	3.50%
2015/2016	131,044	3,149,905	24,037	3.60%
2016/2017	133,808	3,216,343	24,037	3.60%
2017/2018	136,268	3,531,385	25,915	3.50%
2018/2019	138,541	3,790,205	27,358	2.80%
2019/2020	141,541	4,352,103	30,748	8.40%
2020/2021	147,515	4,357,298	29,538	5.50%
2021/2022	151,380	4,471,462	29,538	3.40%
2022/2023	150,357	4,845,104	32,224	4.00%
2023/2024	155,374	6,162,288	39,661	4.40%

Source of Information: Denton Economic Development Partnership report.

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

School Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Early Childhood Facilities										
Buildings	3	3	3	3	3	3	4	4	4	4
Square Foot	109,809	109,809	109,809	109,809	109,809	109,809	119,230	119,230	119,230	119,230
Maximum capacity	1,134	1,134	1,134	1,134	1,134	1,134	1,218	1,218	1,218	1,218
Enrollment	813	904	910	1,144	1,160	1,187	1,070	1,310	1,371	1,481
Elementary Schools										
Buildings	22	22	23	23	23	24	24	24	25	25
Square Foot	1,840,645	1,840,645	1,928,551	1,927,266	1,926,498	2,014,268	2,017,061	2,017,061	2,107,170	2,101,681
Maximum capacity	17,708	17,708	18,556	18,556	18,556	19,296	19,226	19,226	19,966	19,966
Enrollment	12,718	12,629	12,926	13,081	13,189	13,318	12,800	13,814	14,179	14,409
Middle Schools										
Buildings	7	7	7	8	8	8	8	8	8	9
Square Foot	1,258,049	1,258,049	1,258,049	1,446,185	1,446,185	1,402,422	1,453,860	1,453,860	1,453,860	1,657,044
Maximum capacity	8,518	8,518	8,518	9,668	9,668	9,668	9,768	9,768	9,768	10,768
Enrollment	6,098	6,371	6,528	6,699	6,975	7,149	6,994	7,041	7,047	7,053
High Schools										
Buildings	5	5	6	6	6	6	6	6	6	6
Square Foot	1,533,548	1,533,548	2,060,286	2,053,374	2,161,257	2,161,257	2,184,025	2,179,417	2,310,097	2,431,290
Maximum capacity	11,071	11,071	14,584	14,584	15,584	15,584	15,834	15,834	15,834	15,834
Enrollment	7,117	7,392	8,018	8,496	8,845	9,265	9,403	9,786	9,924	9,923
Administration										
Buildings	10	10	11	12	12	12	12	12	12	14
Square Foot	274,081	274,081	274,849	296,137	288,564	286,260	303,520	303,520	351,386	385,519
Transportation										
Buildings	1	1	1	1	1	1	1	1	2	2
Square Foot	15,872	15,872	15,872	15,872	15,872	15,872	15,872	15,872	40,872	40,872
Buses	176	186	195	195	180	206	206	206	147	179
Totals for DISD										
Buildings	48	48	51	53	53	53	55	55	58	60
Square Foot	5,032,004	5,032,004	5,647,416	5,848,643	5,948,185	5,989,888	6,093,568	6,088,960	6,382,615	6,735,386
Maximum capacity	38,431	38,431	42,792	43,942	44,942	45,682	46,046	46,046	46,786	47,786
Enrollment	26,746	27,296	28,382	29,420	30,169	30,919	30,267	31,951	32,521	32,866
Athletics										
Football Stadiums	4	4	5	5	5	5	5	5	5	5
Track Field	3	3	4	4	4	4	4	4	4	4
Baseball Fields	3	3	4	4	4	4	4	4	4	4
Softball Fields	3	3	4	4	4	4	4	4	4	4
Tennis Court Sites	10	10	11	12	12	12	12	12	12	13
Swimming Pools	1	1	1	1	1	1	1	1	1	1
Ag Science Facility	-	-	-	-	-	-	-	-	1	1

Source of information: District records and District PEIMS report

DENTON INDEPENDENT SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

		2024		
Employer	Description	Employees	Rank	Percentage of Total City Employment
University of North Texas	University	4,614	1	5.19%
Denton Independent School District	School District	4,417	2	4.97%
PACCAR, Inc.	Truck Manufacturer	3,075	3	3.46%
Texas Woman's University	University	1,875	4	2.11%
Denton State Supported Living Center	State Agency	1,700	5	1.91%
Denton County	County Government	1,681	6	1.89%
City of Denton	Municipal Government	1,623	7	1.83%
Texas Health Presbyterian of Denton	Hospital/Healthcare	1,076	8	1.21%
Medical City-Denton	Hospital/Healthcare	950	9	1.07%
Sally Beauty Company, Inc.	Beauty Supplies Dist.	950	10	1.07%
TOTAL		21,961		24.71%

Source of Information: Denton Economic Development Partnership and U.S. Dept. of Labor
2015 data from Denton ISD 2015 Annual Comprehensive Financial Report.

2015		
Employees	Rank	Percentage of Total City Employment
8,738	1	13.04%
3,800	2	5.67%
2,100	3	3.13%
1,672	5	2.54%
1,700	4	2.50%
1,581	6	2.36%
1,300	7	1.94%
1,076	8	1.61%
950	9	1.42%
950	10	1.42%
23,867		35.63%

DENTON INDEPENDENT SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Enrollment	Operating Expenditures	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/ Teacher Ratio
2014-2015	26,746	$ 212,211,345	$ 7,934	1.34%	1,886.2	14.18
2015-2016	27,296	224,713,282	8,232	3.76%	1,978.9	13.79
2016-2017	28,382	240,882,424	8,487	3.10%	2,068.0	13.72
2017-2018	29,420	258,603,498	8,790	3.57%	2,190.9	13.43
2018-2019	30,169	268,261,772	8,892	1.16%	2,241.7	13.46
2019-2020	30,919	293,523,095	9,493	6.76%	2,334.8	13.24
2020-2021	30,267	293,571,371	9,699	2.17%	2,375.1	12.74
2021-2022	31,951	315,439,167	9,873	1.79%	2,411.5	13.25
2022-2023	32,521	339,702,404	10,446	5.80%	2,416.3	13.46
2023-2024	32,866	333,079,765	10,134	-2.99%	2,498.6	13.15

Source of Information: District PEIMS report

Economically Disadvantaged	Limited English Proficient	Percentage of Students Receiving Free or Reduced-Price Meals
11,299	3,952	43.13%
11,468	4,104	43.04%
11,778	4,236	42.21%
12,695	4,276	43.06%
13,805	4,494	45.76%
14,213	4,907	45.97%
14,433	4,906	47.69%
10,476	5,346	32.79%
15,831	6,043	48.68%
16,605	5,547	50.52%

DENTON INDEPENDENT SCHOOL DISTRICT
STAFF INFORMATION
LAST TEN FISCAL YEARS

Fiscal Year	Teachers	Professional Support	Campus Administration	Central Administration	Total Professional Staff	Educational Aides
2014-2015	1,886.2	458.2	94.4	13.0	2,451.8	260.0
2015-2016	1,978.9	460.8	96.8	13.0	2,549.5	302.5
2016-2017	2,068.0	485.7	98.6	12.6	2,664.9	291.3
2017-2018	2,190.9	510.8	106.2	20.6	2,828.5	349.0
2018-2019	2,241.7	519.5	111.8	21.6	2,894.6	387.5
2019-2020	2,334.8	473.6	110.0	27.6	2,946.0	398.3
2020-2021	2,375.1	507.2	121.8	27.6	3,031.7	448.5
2021-2022	2,411.5	534.4	106.1	26.5	3,078.5	415.7
2022-2023	2,416.3	561.3	96.0	30.7	3,104.3	420.1
2023-2024	2,498.6	602.1	112.4	21.0	3,234.1	475.1

Source of Information: District PEIMS report

Auxiliary Staff	Total Staff	% Change
591.8	3,303.6	2.40%
638.0	3,490.0	5.64%
700.7	3,656.9	4.78%
622.4	3,799.9	3.91%
594.7	3,876.8	2.02%
923.7	4,268.0	10.09%
653.5	4,133.7	-3.14%
889.8	4,384.0	6.06%
892.1	4,416.4	0.74%
881.8	4,591.0	3.95%

DENTON INDEPENDENT SCHOOL DISTRICT
TEACHER SALARY DATA
JUNE 30, 2024

Years of Experience	Bachelor's Degree	Master's Degree	Doctorate Degree
0	$ 59,000	$ 60,750	$ 62,500
1	59,340	61,090	62,840
2	59,740	61,490	63,240
3	60,101	61,851	63,601
4	60,461	62,211	63,961
5	60,770	62,520	64,270
6	61,079	62,829	64,579
7	61,594	63,344	65,094
8	61,903	63,653	65,403
9	62,212	63,962	65,712
10	62,727	64,477	66,227
11	63,510	65,260	67,010
12	64,334	66,084	67,834
13	64,643	66,393	68,143
14	64,952	66,702	68,452
15	65,364	67,114	68,864
16	65,776	67,526	69,276
17	66,188	67,938	69,688
18	66,600	68,350	70,100
19	66,909	68,659	70,409
20	67,218	68,968	70,718
21	67,630	69,380	71,130
22	68,042	69,792	71,542
23	68,351	70,101	71,851
24	68,660	70,410	72,160
25+	68,969	70,719	72,469

Average Salary by Years of Experience	
Beginning Teachers	$ 58,408
1-5 Years of Experience	$ 60,456
6-10 Years of Experience	$ 62,555
11-20 Years of Experience	$ 66,581
Over -20 Years of Experience	$ 70,161

Average Actual Salaries	
Teachers	$ 63,469
Professional Staff	$ 75,378
Campus Administration	$ 95,607
Central Administration	$ 151,979

Source of Information: District PEIMS report

DENTON INDEPENDENT SCHOOL DISTRICT
ENROLLMENT AND ATTENDANCE DATA
LAST TEN FISCAL YEARS
(UNAUDITED)

	Enrollment		Average Daily Attendance		
	Amount	Percent of Increase	Amount	Percent of Increase	Percent of Enrollment
2014/15	26,746	2.68%	25,255	2.56%	94.43%
2015/16	27,296	2.06%	25,748	1.95%	94.33%
2016/17	28,382	3.98%	26,773	3.98%	94.33%
2017/18	29,420	3.66%	27,544	2.88%	93.62%
2018/19	30,169	2.55%	28,317	2.81%	93.86%
2019/20	30,919	2.49%	29,088	2.72%	94.08%
2020/21	30,267	-2.11%	29,038	-1.72%	95.94%
2021/22	31,951	5.56%	30,144	3.81%	94.34%
2022/23	32,521	1.78%	30,329	0.61%	93.26%
2023/24	32,866	1.06%	30,292	-0.12%	92.17%

Source of information: Summary of Finance Texas Education Agency and 2023-24 District PEIMS report.

DENTON INDEPENDENT SCHOOL DISTRICT
MISCELLANEOUS STATISTICAL DATA
JUNE 30, 2024
(UNAUDITED)

Date of Organizaton:	1884
Forms of Government:	Independent School District

Number of Employees:

Teachers	2,499
Other Professional	735
Paraprofessionals	475
Auxiliary	882
	4,591

Denton Independent School District Facilities and Services:

Education services provided to early childhood through grade twelve; all grade levels fully accredited by both the Texas Education Agency and AdvancED.

Total square feet-campuses	6,735,836
Total acreage-campuses	1,180.653
Total acreage-future growth	684.901

Facilities include:

	Maximum Capacity	2023-24 Enrollment	Number of Facilities
Senior high schools	15,834	9,923	6
Middle schools	10,768	7,053	9
Elementary schools	19,966	14,409	25
Early childhood	1,218	1,481	4
Total	47,786	32,866	44
Central services and annex			8
Maintenance/Transportation			3
Natatorium			1
Technology Center			1
Athletic stadium complex			1
AEP facility			1
Ag science facility			1
Total Facilities			60

Student Data:

	National Merit Scholars Class of 2024
Semi-Finalists	3
Commended	11

SINGLE AUDIT SECTION

Members:
AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS
TEXAS SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

HANKINS, EASTUP, DEATON, TONN, SEAY & SCARBOROUGH
A Limited Liability Company
CERTIFIED PUBLIC ACCOUNTANTS

902 NORTH LOCUST
P.O. BOX 977
DENTON, TX 76202-0977

TEL. (940) 387-8563
FAX (940) 383-4746

INDEPENDENT AUDITORS' 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
Denton Independent School District
Denton, Texas

We have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Denton Independent School District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Denton Independent School District's basic financial statements, and have issued our report dated November 12, 2024.

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) to determine the 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 District'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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. 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 may exist that have not been identified.

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 determination of financial statement amounts. 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 District's internal control or on compliance. This report is an integral part of the audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Hankins, Eastup, Deaton, Tonn, Seay & Scarborough

Hankins, Eastup, Deaton, Tonn, Seay & Scarborough, LLC
Denton, Texas

November 12, 2024

Members:
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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

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

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Denton Independent School District's 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 Denton Independent School District's major federal programs for the year ended June 30, 2024. Denton Independent School 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, Denton Independent School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

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; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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 Denton Independent School 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 Denton Independent School District's compliance with the compliance requirements referred to above.

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 Denton Independent School 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 Denton Independent School 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 generally accepted auditing standards, *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 Denton Independent School District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *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 Denton Independent School 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 Denton Independent School 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 Denton Independent School 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.

Report on Internal Control over Compliance

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.

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. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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.

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.

Hankins, Eastup, Deaton, Tonn, Seay & Scarborough

Hankins, Eastup, Deaton, Tonn, Seay & Scarborough, LLC
Denton, Texas

November 12, 2024

DENTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024

I. Summary of Auditor's Results

1. Type of auditor's report issued on the financial statements: Unmodified.

2. Internal control over financial reporting:
   Material weakness(es) identified: None
   Significant deficiency(ies) identified that are not considered to be material weaknesses: None reported

3. Noncompliance which is material to the financial statements: None

4. Internal controls over major federal programs:
   Material weakness(es) identified: None
   Significant deficiency(ies) identified that are not considered to be material weaknesses: None reported

5. Type of auditor's report on compliance for major federal programs: Unmodified.

6. Did the audit disclose findings which are required to be reported in accordance with 2 CFR 200.516(a)?: No

7. Major programs include:

84.425D	ESSER Relief Fund II
84.425U	ESSER Relief Fund III

Child Nutrition Cluster:

10.553	School Breakfast Program
10.555	National School Lunch Program-Cash Assistance
10.555	National School Lunch Program-Noncash Assistance
10.555	Supply Chain Assistance

8. Dollar threshold used to distinguish between Type A and Type B programs: $1,167,890.

9. Low risk auditee: Yes

II. Findings Related to the Financial Statements

None

III. Other Findings

None

DENTON INDEPENDENT SCHOOL DISTRICT
CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED JUNE 30, 2024

None

DENTON INDEPENDENT SCHOOL DISTRICT
STATUS OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2024

Finding 2023-01 Lack of Internal Control Over Financial Reporting

Contact Person - Vicki Garcia, Executive Director of Financial Operations - (940) 369-0000

Finding: The District failed to prepare several general journal entries to record items discovered in the bank reconciliations that were need to prevent material misstatements in the financial statements.

Status: The District implemented monthly review meetings to ensure the timely completion of bank reconciliations and the prompt resolution of outstanding issues. These meetings verified that reconciliations were completed timely and that unresolved matters were being addressed appropriately.

DENTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

(1) FEDERAL GRANTOR / PASS-THROUGH GRANTOR / PROGRAM or CLUSTER TITLE	(2) Federal Assistance Listing No.	(3) Pass-Through Entity Identifying Number	(4) Federal Expenditures
U.S. DEPARTMENT OF DEFENSE			
Direct Programs			
ROTC	12.000	01-061901	$ 280,212
Total Direct Programs			280,212
TOTAL U.S. DEPARTMENT OF DEFENSE			280,212
U.S. DEPARTMENT OF THE INTERIOR			
Passed Through the State of Texas			
Federal Flood Control Funds	15.433	01-061901	295,689
Total Passed Through the State of Texas			295,689
TOTAL U.S. DEPARTMENT OF THE INTERIOR			295,689
U.S. DEPARTMENT OF EDUCATION			
Passed Through Texas Education Agency			
*ESEA, Title I, Part A - Improving Basic Programs	84.010A	23610101061901	60,379
*ESEA, Title I, Part A - Improving Basic Programs	84.010A	24610101061901	3,492,023
*ESEA, Title I, Part D, Subpart 2	84.010A	23610103061901	7,740
*ESEA, Title I, Part D, Subpart 2	84.010A	24610103061901	309,751
Total Assistance Listing Number 84.010			3,869,893
*ESEA, Title II, Part A, Teacher Principal Training	84.367A	23694501061901	29,517
*ESEA, Title II, Part A, Teacher Principal Training	84.367A	24694501061901	750,806
Total Assistance Listing Number 84.367			780,323
*ESEA, Title III, Part A - English Language Acquisition	84.365A	23671001061901	4,807
*ESEA, Title III, Part A - English Language Acquisition	84.365A	24671001061901	392,741
Total Assistance Listing Number 84.365			397,548
*ESEA, Title IV, Part A	84.424A	23680101061901	1,001
*ESEA, Title IV, Part A	84.424A	24680101061901	277,701
Total Assistance Listing Number 84.424A			278,701
*ESEA, Stronger Connections Grant	84.424F	236811017110059	4,981
*ESEA, Title IV, Part B - Nita M. Lowey 21st Century Community Learning Centers	84.287C	246950337110028	64,877
*ESEA, Title IV, Part A, Subpart I, Section 6111 - Summer School LEP	84.369A	69552302	13,225
*IDEA - Part B, Formula	84.027A	236600010619016600	126,293
*IDEA - Part B, Formula	84.027A	246600010619016600	6,413,941
*SSA - IDEA - Part B, Discretionary Deaf	84.027A	246600110619016673	67,896
*SPED Capacity Contracted Serv	84.027A	23660049061901	83,155
Total Assistance Listing Number 84.027			6,691,284
*IDEA - Part B, Preschool	84.173A	246610010619016610	73,211
*SSA - IDEA, Part C - Early Intervention (Deaf)	84.181A	243911010619013911	2,871
Total Special Education Cluster (IDEA)			6,767,366
SSA - Career and Technical - Perkins V: Strengthening CTE for the 21st Century	84.048A	23420006061901	12,172
SSA - Career and Technical - Perkins V: Strengthening CTE for the 21st Century	84.048A	24420006061901	359,686
Total Assistance Listing Number 84.048A			371,858
ESSER Relief Fund II	84.425D	21521001061901	1,557
ESSER Relief Fund III	84.425U	21528001061901	3,719,601
Total Assistance Listing Number 84.425			3,721,158
Total Passed Through Texas Education Agency			16,269,931
TOTAL U.S. DEPARTMENT OF EDUCATION			16,269,931

DENTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

			K-1 Continued
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Direct Programs			
Head Start	93.600	06CH010978-05	1,677,337
Total Direct Programs			1,677,337
Passed Through Texas Health and Human Services Commission			
Medicaid Administrative Claiming Program - MAC	93.778	HHS000537900225	212,089
Total Passed Through Texas Health and Human Services Commission			212,089
SSA-Adult Education (ABE) - Federal	84.002	0418ALA000	363,085
SSA-Adult Education (ABE) - Federal	84.002	0418ALA000	2,351,257
Total Assistance Listing Number 84.002			2,714,342
Child Care and Development Block	93.575	P18BK5F8VPN3	6,900
Total Assistance Listing Number 93.575			6,900
Total Passed Through Texas Workforce Commission			2,721,242
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			4,610,668
U.S. DEPARTMENT OF AGRICULTURE			
Passed Through Texas Department of Agriculture			
*School Breakfast Program	10.553	NT4XL1YGLGC5	3,081,473
*National School Lunch Program - Cash Assistance	10.555	NT4XL1YGLGC5	9,840,886
*National School Lunch Program - Non-Cash Assistance	10.555	NT4XL1YGLGC5	748,131
*Supply Chain Assistance	10.555	NT4XL1YGLGC5	1,336,084
Total Assistance Listing Number 10.555			11,925,102
*CACFP	10.558	NT4XL1YGLGC5	82,146
Total Child Nutrition Cluster			15,088,721
Total Passed Through the Texas Department of Agriculture			15,088,721
TOTAL U.S. DEPARTMENT OF AGRICULTURE			15,088,721
FEDERAL COMMUNICATIONS COMMISSION			
Direct Programs			
Emergency Connectivity Fund	32.009	ECF2290001614	2,384,460
Total Direct Programs			2,384,460
TOTAL FEDERAL COMMUNICATIONS COMMISSION			2,384,460
TOTAL EXPENDITURES OF FEDERAL AWARDS			$ 38,929,682

*Clustered Programs

DENTON INDEPENDENT SCHOOL DISTRICT
NOTES ON ACCOUNTING POLICIES FOR FEDERAL AWARDS
YEAR ENDED JUNE 30, 2024

- For all Federal programs, the District uses the fund types specified in Texas Education Agency's ***Financial Accountability System Resource Guide***.

- **General Fund** - is used to account for among other things, resources related to the United States Department of Defense ROTC program and the United States Department of Education's Impact Aid.

- **Special Revenue Funds** - are used to account for resources restricted to, or designated for, specific purposes by a grantor. Federal and state financial assistance generally is accounted for in a Special Revenue Fund. Generally, unused balances are returned to the grantor at the close of specified project periods.

- 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 grant funds were accounted for in a Special Revenue Fund or, in some instances, in the General Fund which are Governmental Fund type funds.

With this measurement focus, only current assets and current liabilities and the fund balance are included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The modified accrual basis of accounting is used in the Governmental Fund types. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on General Long-Term Debt, which is recognized when due, and certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources. Federal grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant, and, accordingly, when such funds are received, they are recorded as unearned revenues until earned.

- The period of performance for federal grant funds for the purpose of liquidation of outstanding obligations made on or before the ending date of the federal project period extended 90 days beyond the federal project period ending date, in accordance with provisions in Section H, Period of Performance of Federal Funds, 3 CFR Section 200.343 (b).

- Assistance listing numbers for commodity assistance are the assistance listing numbers of the programs under which USDA donated the commodities.

- Indirect cost reimbursement for federal programs for this fiscal year was received in the amount of $2,663,641.

- Reconciliation Information:

Amount reported on the Schedule of Expenditures of Federal awards	$38,929,681
SHARS Revenue reported in the General Fund	1,762,205
Federal Excise Tax Reimbursements	559,018
Total Federal Program Revenue	$41,250,904