

SHARYLAND INDEPENDENT SCHOOL DISTRICT

2025-2026 Rating Based on 2024-2025 Data

 www.sharylandisd.org



SCHOOL FIRST: PURPOSE & OBJECTIVES

Financial **I**ntegrity **R**ating **S**ystem of **T**exas is the state's official financial accountability tool for public schools.



QUALITY MANAGEMENT

To ensure Texas Public Schools manage their financial resources effectively and efficiently.

INSTRUCTIONAL FOCUS

To maximize the allocation of district taxpayer dollars directly to instructional classroom spending.

PUBLIC TRANSPARENCY

To provide full accountability and financial transparency to local taxpayers, parents, and the community.

HOW RATINGS ARE ASSESSED



➔ POINT SYSTEM

Texas Education Agency (TEA) computes a district's final rating based on a maximum of 100 total points earned across **21 indicators**.

➔ INDICATOR CATEGORIES

- Critical Indicators
- Solvency & Financial Health
- Operations, Staffing & Attendance
- Governance & Transparency

➔ STRICT FAILURE TRIGGERS

- Answering "No" to any Critical Indicator (1-4) results in an automatic failing grade.
- Failing specific audit or compliance metrics places a hard ceiling on maximum possible rating.

Rating	Description	Point Threshold
A	Superior Achievement	90 – 100 Points
B	Above Standard Achievement	80 – 89 Points
C	Meets Standard	70 – 79 Points
F	Substandard Achievement	Below 70 Points

INDICATORS



01

CRITICAL INDICATORS

- Indicators 1 – 4
- Pass/Fail Dealbreakers
- Checks that the district files paperwork on time and pays its basic bills

02

SOLVENCY & FINANCIAL HEALTH

- Indicators 5 – 12
- Our Cash Safety Cushion
- Tests if the district has enough cash and savings to stay open long-term

03

OPERATIONS, STAFFING & ATTENDANCE

- Indicators 13 – 15
- Administrative Overhead & Efficiency
- Measures how well the school plans its budget, staff levels, and student enrollment

04

GOVERNANCE & TRANSPARENCY

- Indicators 16 – 21
- Public Postings & Data Accuracy
- Confirms that the district passes its legal audits and shares financial info with the public

CRITICAL INDICATORS



INDICATOR	DESCRIPTION	SCORE
1	On-time Annual Financial Report (AFR) Submission	PASSED
2	Clean, Unmodified Auditor's Opinion on the AFR	PASSED
3	Full Compliance with Debt Service Payments	PASSED
4	Timely Government Agency Payments (TRS, WC, IRS)	PASSED

SOLVENCY & FINANCIAL HEALTH INDICATORS



INDICATOR	DESCRIPTION	SCORE
5	Total Net Position Greater Than Zero	PASSED
6	3-Year Fund Balance Change or Operational Cash (>75 Days)	PASSED
7	Sufficient Days of Cash on Hand & Investments	8/10
8	Current Assets to Current Liabilities Ratio (Cover Short-Term Debt)	10/10
9	Revenues Equal/Exceed Expenditures (or 60+ Days Cash)	10/10
10	Revenue Variance Less Than 10% Over Last 3 Fiscal Years	10/10
11	Long-Term Liabilities to Total Assets Ratio (Support Long-Term Solvency)	10/10
12	Correlation of Future Debt Requirements vs. Assessed Property Value	10/10

OPERATIONS, STAFFING & ATTENDANCE INDICATORS



INDICATOR	DESCRIPTION	SCORE
13	Indicator Is Not Being Evaluated	10/10
14	Stable Students-to-Staff Ratio Over 3 Years	10/10
15	Average Daily Attendance (ADA) Within Biennial Range	5/5

GOVERNANCE & TRANSPARENCY INDICATORS



INDICATOR	DESCRIPTION	SCORE
16	PEIMS Data Variance to AFR Under 3%	PASSED
17	AFR Free of Material Internal Control Weaknesses	PASSED
18	AFR Free of Material Noncompliance for Grants/Laws (Local, State, Federal)	10/10
19	Required Financial Postings on District Website	5/5
20	Board Discussion of Funding Impact Prior to Budget	PASSED
21	No Adjusted Repayment Schedule for FSP Over-allocation	PASSED

2025-2026 FIRST RATING



Rating	Description	Score (Out of 100 Possible Points)
A	Superior Achievement	98

DISCLOSURES



Copies of the following items are available for the public via SISD Website:

-  **Superintendent's Current Employment Contract**

-  **School FIRST Annual Financial Management Report**

**THANK
YOU**

QUESTIONS?

