



**Arlington**  
INDEPENDENT SCHOOL DISTRICT  
*More Than a Remarkable Education*



# ANNUAL COMPREHENSIVE FINANCIAL REPORT

*For the Fiscal Year Ended  
June 30, 2024*



*Arlington, Texas*



# **Annual Comprehensive Financial Report**

**For the Fiscal Year Ended  
June 30, 2024**

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**

690 East Lamar Blvd, Arlington, Texas 76011

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**Prepared By The Financial Services Department**



# ARLINGTON INDEPENDENT SCHOOL DISTRICT

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## **INTRODUCTORY SECTION**





# **ARLINGTON INDEPENDENT SCHOOL DISTRICT**

## **Board of Trustees and Administration**

### **BOARD OF TRUSTEES**

Mr. Justin Chapa	President
Ms. Sarah McMurrough	Vice President
Mrs. Brooklyn Richardson	Secretary
Ms. Melody Fowler	
Mr. Larry Mike	
Mr. David Wilbanks	
Mrs. Leanne Haynes	

### **ADMINISTRATION**

#### **SUPERINTENDENT**

Dr. Matt Smith

#### **DEPUTY SUPERINTENDENT**

Dr. Jennifer Collins

#### **CHIEF ACADEMIC OFFICER**

Dr. Steven Wurtz

#### **CHIEF FINANCIAL OFFICER**

Darla Moss

#### **CHIEF OPERATIONS OFFICER**

Dr. Michael Hill

#### **CHIEF TALENT OFFICER**

Scott Kahl

#### **CHIEF COMMUNICATIONS OFFICER**

Anita Foster

#### **CHIEF INTERNAL AUDITOR**

Tracey Shockley

#### **ASSISTANT SUPERINTENDENT OF FINANCIAL SERVICES**

Carla Martin

#### **ASSISTANT SUPERINTENDENT OF SCHOOL LEADERSHIP**

Dr. Christi Buell

#### **ASSISTANT SUPERINTENDENT OF TECHNOLOGY**

Dr. Eric Upchurch

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**Board of Trustees and Administration (continued)**

**ADMINISTRATION (continued)**

ASSISTANT SUPERINTENDENT OF RESEARCH AND ACCOUNTABILITY

Dr. Natalie Lopez

ASSISTANT SUPERINTENDENT OF FACILITY SERVICES

W.M. Kelly Horn

EXECUTIVE DIRECTOR OF FINANCIAL SERVICES

Bridget Lewis

DIRECTOR OF BUDGET AND FINANCIAL SERVICES

Sheena Joslyn

DIRECTOR OF ACCOUNTING

Shawn Guan, CPA, CIA

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**Board of Trustees and Administration (continued)**

**BOARD OF TRUSTEES**

**Justin Chapa - President**

Mr. Chapa began serving on the Board in September 2017. He and his wife, Anna, are Arlington natives, graduates of Sam Houston High School, and parents of AISD students. Mr. Chapa earned a bachelor's degree in Government, with honors, from Harvard University, a master's degree in Education from the Stanford Graduate School of Education, and a Juris Doctorate from Stanford Law School. He currently works as a civil litigation attorney, focusing his practice on appeals and law and motions practice in state and federal courts across the country. Among other accolades, he has been selected as a "Rising Star" in Appellate Law and Civil Litigation by Super Lawyers. Before attending Stanford, Mr. Chapa taught 12th Grade Government and Economics at Rivera High School in Brownsville, Texas, through Teach for America.

Mr. Chapa has a long history of service to the Arlington and AISD community. He has served on the Board of Directors of United Way of Tarrant County, the Arlington ISD Education Foundation, the Arlington Public Library Foundation, and Leadership Arlington, through which he helped direct the Youth Leadership Arlington Program. Before joining the Board, Mr. Chapa served on the AISD's Financial Futures Committee, Citizens Bond Oversight Committee, and Capital Needs Steering Committee. Along with a friend, Mr. Chapa co-founded a scholarship program for seniors at Sam Houston High School that has awarded almost \$50,000 since its inception in 2007.

**Sarah McMurrough - Vice- President**

Sarah McMurrough was elected to the board in May of 2021. She is married to Dr. Chris McMurrough, and they are the proud parents of two AISD students, Danny and Henry. Mrs. McMurrough graduated from AISD's Bowie High School and returned to Arlington to begin her teaching career. Mrs. McMurrough holds bachelor's and master's degrees in education. Mrs. McMurrough taught 4th grade in Arlington ISD for 12 years, where she was honored as Teacher of the Year at Lynn Hale Elementary, AWARE Award (2nd-4th Grade) Winner, and Arlington Optimist Teacher of the Year. She is the founding sponsor of *Little Ladies*, a student organization that promotes positive self-esteem and leadership development for upper elementary-aged girls at Little Elementary.

Mrs. McMurrough now supports 3rd-4th grade ELAR teachers as a districtwide literacy coach in Mansfield ISD. She facilitates professional development sessions, curates ELAR curriculum resources, and directly supports teachers and students in classrooms throughout the district. Outside of work, Mrs. McMurrough volunteers as a Sunday school teacher at Westminster Presbyterian Church in Arlington and a PTA member at Little Elementary. Mrs. McMurrough is also the grant committee chairperson for the Theta Alpha Chapter of Delta Kappa Gamma, an international society of key women educators.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**Board of Trustees and Administration (continued)**

**BOARD OF TRUSTEES (continued)**

**Brooklyn Richardson- Secretary**

Brooklyn Richardson currently serves on the Arlington ISD School Board in the second year of her first term. This year, she was elected to the role of board secretary by her colleagues. In addition to her position on the school board, she serves as the Director of Youth and Children's Ministries at Westminster Presbyterian Church, affectionately known as Miss Brooklyn by her students. Her life verse is 1 John 4:19, which she lives through by serving others in action. Brooklyn is passionate about public education and social justice, which aligns with her family's legacy of service to local communities. She is also involved with the non-profit New Day backpack ministry, aiding in providing food for AISD students over the weekend. Trustee Richardson serves on the Dental Health Arlington board. Additionally, she is a founding member on the Board of Directors for The River School, which serves children with autism. Ms. Richardson has served on multiple site-based Decision-making Committees for the district. She specifically enjoyed the time serving on the SBDM committee for Roark Elementary, where the community developed private-public partnerships with local businesses such as General Motors. Ms. Richardson has served Arlington's parent communities in numerous ways for more than a decade. She served on the Executive Board of the Early Learning Center at Trinity United Methodist Church and has held multiple PTA leadership positions (from local through Council levels). Among her contributions to the community, she serves as a Girl Scout Co-Troop leader for Troop 3544 and delivers for Meals On Wheels. When not at a school campus or the church, she can be found enjoying Mexican food at her favorite restaurant, Paula's, or spending quality time with her husband, Keith Richardson, and their 8th-grade daughter, Nolie, and 5th-grade son, Reid. Both are proud Arlington ISD students! She is also a devoted pet parent to four rescue dogs, a cat, and a bearded dragon.

**Larry Mike**

Larry Mike was elected to the board in May 2024. Larry is a family law attorney and a drug/DNA testing business owner. A veteran of the United States Air Force, Larry is married to Yesha Patel. He is a long-time community volunteer with participation in the Arlington Sunrise Rotary, a member of the Alliance for Children board, and a member of St Peter St Paul Anglican Church.

**David Wilbanks**

David Wilbanks was elected to the Board in 2019 and currently works as a business consultant in private equity. He and his wife are both Tarrant County natives. Their son and daughter are proud graduates of AISD schools, and both are currently attending UTA. Mr. Wilbanks graduated from the University of Texas at Austin with a BS in Electrical and Computer Engineering. He also attended UTA for post-graduate work in business and marketing before moving to Silicon Valley to start his software career. Mr. Wilbanks moved back to Texas in 1995 and chose Arlington to make his home and start his own software company. After retiring early and moving abroad for a few years, Mr. Wilbanks and his family chose to move back to Arlington so their children could graduate from AISD schools.

Mr. Wilbanks has served on a number of educational committees and boards in Arlington over the years, including the Arlington ISD Education Foundation, AISD's Financial Futures Committee, Citizens Bond Oversight Committee, and the Capital Needs Steering Committee. He also served a number of years on the board of the Butler Dads Club and is a *PTA Life Membership Award* winner. Mr. Wilbanks is a proud member of the Arlington Texas Exes and is a past president of the chapter.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**Board of Trustees and Administration (continued)**

**BOARD OF TRUSTEES (continued)**

**Leanne Haynes**

Leanne Haynes was elected to the Board of Trustees in May 2023. Leanne was raised by her father in Chula Vista, CA and now lives in Arlington with her husband Eric and their two children, both students in the AISD. Leanne was a member of the water polo team at Chapman University and graduated with a BA in Political Science and Communications with a minor in English language.

Leanne has spent her entire adult life selflessly dedicating her time and talents to the people in her community. She has served as the President of the Arlington Council of PTAs, as well as on the AISD Financial Futures Committee, AISD Code of Conduct Committee, Corey Academy Site Based Decision Making Committee, the Cook Children's Surgical Family Advisory Committee, the Cook Children's Pediatric ICU Family Advisory Committee, and the Advocates for Special People board. She is also a familiar face on many campuses throughout the district because of her dedication to many local PTAs, volunteering whenever and wherever there is a need, and mentoring the leaders of various PTAs who need some extra help and guidance.

On top of her volunteerism, Leanne has been a prominent leader in the Girl Scouts USA community, serving as a troop leader for 12 years. She has watched the same group of girls grow up under her mentorship, and she finds this particular opportunity to be one of the most fulfilling callings she has had. In addition to leading her troop, Leanne has had the opportunity to serve in higher leadership roles with Girl Scouts USA on the state level, broadening her scope and influence.

**Melody Fowler**

Melody Fowler was elected to the Board in 2018. She is married to Larry Fowler, and they have one son that is a graduate of AISD. Mrs. Fowler earned a Bachelor of Arts from the University of Texas at Austin and her Master of Arts from Texas Woman's University. She has taught for over 30 years at both public schools and at the college level. Mrs. Fowler currently works at Arlington Baptist University as VP of Institutional Effectiveness and a Professor of English.

Mrs. Fowler has volunteered to serve on many Arlington and AISD boards. She serves on the Board of Arlington Life Shelter, MPAC Arlington, Fund Raising Committees for Open Arms Health Clinic and the Board of Arlington Charities. She also belongs to The Rotary Club of Arlington, Greater Arlington Chamber of Commerce, the Women's Alliance, and Women Inspiring Philanthropy. Mrs. Fowler volunteered extensively for AISD PTA's serving as room mom, grade rep, Site-Based Decision-Making Teams, and President of the PTA at both the junior high and high school levels and was the recipient of the PTA Life Membership Award. Each year, Mrs. Fowler awards an athletic scholarship at Martin High School in honor of her late nephew.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**Board of Trustees and Administration (continued)**

**ADMINISTRATION**

**Dr. Matt Smith - Superintendent**

Dr. Matt Smith took over as the Arlington ISD Superintendent on January 30, 2024, after being unanimously selected by the Board of Trustees as the choice on January 8, 2024. Dr. Smith came to Arlington after spending nearly four years as the superintendent for the Belton ISD. Under his leadership the district increased college, career, and military readiness scores, passed the largest bond in district history, opened a second high school, and established a strategic plan.

Dr. Smith's initial focus as the Arlington ISD Superintendent is on four areas - celebrating the district, embracing the "Powered by Possibilities" strategic plan, creating connections, and continuing to build on the already strong partnerships the Arlington ISD has in place.

His track record proves that he is up for any task as his background includes everything from coaching to leading a district. As the superintendent in Belton, Dr. Smith established The Penguin Project, which gives students with special needs a chance to star in a theater production. He also focused on feedback from stakeholders and improving student outcomes, with the 15 percent increase in College Career and Military Readiness points being one of the highlights. Dr. Smith came to Belton after spending three years as the Chief of Staff for the Leander ISD, a district of 40,000 students. Before taking that role, he was the Chief Academic Officer and Assistant Superintendent at Leander from 2015 to 2017. The Leander job was Dr. Smith's first in Texas as he came here after working as the Executive Director of Secondary Schools for the Hillsboro School District in Hillsboro, OR. He was a principal at Hillsboro High School in Oregon as well as Agua Fria High School in Avondale, Ariz. His first leadership job was as assistant principal at Millennium High School in Goodyear, Arizona.

Dr. Smith worked as an English teacher and worked as a grant manager, transition school coordinator and athletic director in Arizona. He has a bachelor's degree from Virginia Wesleyan College in Norfolk, Va. He went on to earn a Master of Education in Administration and Supervision from Arizona State University. Dr. Smith has a Doctorate in School Leadership from Concordia University.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**Board of Trustees and Administration (continued)**

**ADMINISTRATION (continued)**

**Dr. Jennifer Collins - Deputy Superintendent**

Dr. Jennifer Collins is a distinguished educational leader with extensive experience spanning over two decades in various roles within the Texas education system. Currently serving as the Deputy Superintendent, Collins has dedicated her career to advancing educational excellence and supporting student success across diverse school districts.

**Education:** Jennifer Collins earned her Doctor of Education in Educational Administration from Texas A&M Commerce in 2022. Her commitment to educational leadership was further demonstrated through her Principal Certification Program at Lamar University, completed in 2014. She holds a Master of Education in Curriculum and Instruction from The University of Texas at Arlington (2001) and a Bachelor of Science in Elementary Education from East Texas Baptist University (1997).

**Professional Experience:** Collins has held a range of influential positions in several school districts. Most recently, she served as the Assistant Superintendent for Education Services at Highland Park ISD from 2023 to 2024. Prior to that, she was the Director of Student Services at Northwest ISD from January 2023 to August 2023. Significant contributions marked her tenure at Leander ISD as Assistant Superintendent for Curriculum (2020-2022) and Executive Director of Elementary Curriculum (2016-2020). During this time, she played a crucial role in shaping curriculum and instructional practices. Her earlier roles at Leander ISD included Reading Improvement & Dyslexia Coordinator (2006-2016) and Elementary Language Arts Facilitator (2004-2006). Collins began her career in education as a District Reading Coach at Taylor ISD (2003-2004) and as a District Curriculum Coordinator at Sunnyvale ISD (2001-2003). She also has experience as a classroom teacher in multiple districts, including Sunnyvale ISD, Fort Worth ISD, and Marshall ISD, where she taught various subjects including 6th Grade Language Arts, 7th and 8th Grade Reading/ESL/Dyslexia, and 8th Grade Journalism (1997-2001).

**Professional Impact:** Throughout her career, Dr. Collins has been known for her dedication to enhancing educational programs and fostering student achievement. Her work has encompassed curriculum development, instructional leadership, and student services, positioning her as a key figure in the evolution of educational practices within the districts she has served.

Jennifer Collins continues to be a passionate advocate for education, leveraging her extensive experience and academic background to drive positive change and support the success of students and educators alike.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**Board of Trustees and Administration (continued)**

**ADMINISTRATION (continued)**

**Dr. Steven Wurtz - Chief Academic Officer**

Dr. Steven Wurtz has served Arlington ISD as the Chief Academic Officer since October 2014. Prior to that within AISD, he led as an Area Superintendent of Elementary Schools supervising 26 schools and providing executive coaching to campus principals to facilitate implementation of research-based instructional leadership practices. Dr. Wurtz served in various administration positions with Grand Prairie ISD and Irving ISD. His teaching experience included service as both an elementary bilingual/ESL and Gifted and Talented teacher. Dr. Wurtz holds a bachelor's degree in Spanish from Brigham Young University and a master's degree in Educational Leadership and Policy Studies from the University of Texas at Arlington. In 2010, he earned a doctorate from Dallas Baptist University in Educational Leadership.

As Chief Academic Officer, he is responsible for developing and collaboratively actualizing the district's learning framework designed to empower and engage all students through relevant, innovative, and rigorous learning experiences. He facilitates the articulation of the district's instructional and curricular direction, is responsible for the development and supervision of campus and academic service department leaders and ensures the efficient operation and implementation of academic systems aligned with the district's adopted strategic plan.

Dr. Wurtz currently serves as chair of the Urban Curriculum Council and was formerly a member of the Texas Learning Collaborative and state board of directors and state advocacy committee for the Texas Elementary Principals and Supervisors Association (TEPSA). He served as the president-elect for the TEPSA 10 Board and second vice president for the TEPSA District 11 board. Dr. Wurtz is a member of the TEPSA, ASCD, and serves as a member of district lead staff for the Texas School Alliance.

**Darla Moss - Chief Financial Officer**

Darla Moss joined the Arlington Independent School District in March 2020, as the Chief Financial Officer. She brings more than 38 years of financial experience to the position of Chief Financial Officer, where she leads a team of experienced professionals in managing the districts over \$1 billion annual operating funds (inclusive of food service, debt service, and construction funds) and overseeing and managing fiscal operations. Prior to joining Arlington ISD, she served as the Chief Financial Officer for the Midland ISD for just under three years. Darla joined Midland ISD after thirteen years of service at Liberty-Eylau Independent School District in Texarkana, Texas. She started her work as an accountant at Liberty-Eylau before being named Controller. After seven years with the district, she was named the Chief Financial Officer and served in the role for six years prior to joining Midland ISD. She worked in accounting positions in both manufacturing and retail prior to her work in the Texas public school system. She graduated from Texas A&M University-Texarkana with a Bachelor of Business Administration in Accounting and a Master of Science in Accounting.

As Chief Financial Officer, she leads and manages the Finance Division of the district, which includes more than 720 team members, including finance and accounting, construction and facilities management, maintenance and facilities, contracts and purchasing, and warehouse operations. Her responsibilities include providing managerial direction to several essential district functions that include financial reporting, investments and cash management, debt management, and oversight of a \$966 million bond program.

Darla holds a certificate from the Texas Association of School Business Officials (TASBO) as a Registered School Business Administrator. She is a member of TASBO, Government Finance Officers Association (GFOA), and Texas Women in Public Finance (TXWPF). She currently serves on the Board of Directors of the Local Government Investment Cooperative ("LOGIC") as Treasurer. She previously served on the Board of Directors of Edwards Risk Management and as a board member of The Scholars.



**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**Board of Trustees and Administration (continued)**

**ADMINISTRATION (continued)**

**Dr. Michael Hill - Chief Operations Officer**

Dr. Michael Hill was named Assistant Superintendent of Administration in February of 2013. He started his teaching career in 1996 as an Economics/Government teacher in the Union Parish School System in Louisiana. In 1997, he moved to Fort Worth ISD where he taught and coached at Paschal High School. In 2002 he moved to Arlington ISD, taught, and coached at Bowie High School. Later he moved into administration at Bowie High School as an assistant principal, serving in that capacity for 3 years. Dr. Hill then became the Academic Associate Principal at Timberview High School in the Mansfield ISD. He served in that capacity for a little less than two years before returning to Arlington ISD as the principal at Juan Seguin High School, where he served in that capacity from January 2011 until February 2013. Michael earned his Doctorate in K-12 Leadership from Dallas Baptist University in December of 2019. He holds a master's degree in Educational Leadership and Policy Studies, a Superintendent Certification from the University of Texas at Arlington, and a bachelor's degree from Grambling State University in Louisiana.

**Scott Kahl - Chief Talent Officer**

Scott Kahl has served as the head of Human Resources for Arlington ISD since January of 2014. Prior to his current role, Scott was the Human Resources Manager for Ecolab in Irving, Texas. Additional experiences include his position as the Human Resources Manager of Parker Hannifin's Fort Worth facility and approximately 15 years at National Semiconductor in Arlington where he last served as the Human Resources Director. His previous experiences with the school district include multiple years as a Board Member of the Arlington ISD Education Foundation and as a community member serving on the curriculum committee. He has also served multiple previous terms as a Board Member for the Tarrant County Workforce Board. He has a bachelor's degree in Industrial Psychology from St. Mary's College of California and a Master of Science in Industrial Psychology from San Francisco State University.

**Anita Foster - Chief Communications Officer**

Anita Foster is the Chief Communications Officer for Arlington ISD, a role she took on in November 2018 after nearly 30 years in the nonprofit sector. She leads a team of ten marketing and communications pros who share Arlington ISD's good news across traditional and digital platforms daily.

Before joining the district, Anita spent 20 years at the American Red Cross where she led national communications efforts during major disasters like 9/11, Hurricane Katrina, Superstorm Sandy, and countless others. She has also worked with the Tarrant Area Food Bank and Goodwill Industries of Fort Worth.

**Tracey Shockley - Chief Internal Auditor**

Tracey Shockley was appointed as the Chief Internal Auditor for AISD in March 2024 and has 23 years of experience in internal audit. Previously, she served as the Director of Internal Audit for a municipality, was the Director of Internal Audit for Spring ISD, and has worked in other industries as an auditor. Mrs. Shockley served in the United States Air Force, earned her BBA degree in Accounting, and MBA in Business Administration from Sam Houston State University. She also holds a certification as a Certified Fraud Examiner, Certified Construction Auditor and has held several positions for the Institute of Internal Auditors Central Arkansas Chapter board.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**Board of Trustees and Administration (continued)**

**ADMINISTRATION (continued)**

**Carla Martin - Assistant Superintendent of Financial Services**

Carla Martin was named Assistant Superintendent of Financial Services in May 2022. Prior to joining Arlington ISD, she was the Executive Director of Financial Services at Midland ISD for four years, Director of Financial Services for one year, and the Federal Funds Accountant for two years. Prior to her work in the Texas public school system, she was an internal auditor in the oil and gas services industry and the hospitality and gaming industry. She graduated from The University of Nevada, Las Vegas, with a Bachelor of Science in Business Administration in Accounting and earned a Master of Business Administration (MBA) from The University of Texas Permian Basin. She is active with TASBO and holds the RTSBA certification.

**Dr. Christi Buell - Assistant Superintendent of School Leadership**

Dr. Christi Buell currently serves as the Assistant Superintendent of School Leadership. Dr. Buell also served as an Area Superintendent in AISD from February 2014 - June 2021. Prior to that, she was a Principal at Mary Moore Elementary in Arlington ISD. She has also served as an Executive Director of School Leadership in Dallas ISD, Dallas, Texas; a Principal Coach, Curriculum Supervisor and Elementary Principal in Hillsborough County, Tampa, Florida; an Elementary Principal in Millard Public Schools, Omaha, Nebraska; a K-8 Principal in Franklin Special School District, Franklin, Tennessee; an Elementary Principal in Wylie ISD, Wylie, Texas; and an Assistant Principal and Elementary Teacher in Garland ISD, Garland, Texas. She holds a bachelor's degree from Texas A&M University, a master's degree from East Texas State University and a doctorate from Texas A&M University-Commerce. She also holds both Mid-Management and Superintendent Certifications.

**Dr. Eric Upchurch - Assistant Superintendent of Technology**

Dr. Eric Upchurch has spent his career in Information Technology within public sector industries spanning Healthcare to Municipal Government. In April 2020, Eric was named Assistant Superintendent of Technology for Arlington ISD. Prior to this appointment, Eric was a Sr. Manager within the City of Fort Worth IT Solutions Infrastructure Engineering department responsible for strategic management of the Data Center facilities, the Network Operations Center team, the IT Service Desk operation, and IT Change Management. Eric holds a bachelor's degree in Management Information Systems from the University of Southern Mississippi and a master's degree in Information Science from the University of North Texas. In 2022, Eric earned his Ph.D. in Information Science from the University of North Texas, where he also serves as an Adjunct Professor for the College of Information, Information Science graduate department.

**Dr. Natalie Lopez - Assistant Superintendent of Research and Accountability**

Dr. Natalie Lopez was named Assistant Superintendent of Research and Accountability in June of 2021. Dr. Lopez has served in the Research and Accountability department for seven years, first as the Coordinator of Research and Evaluation, and then as the Director of Research and Analysis. She has eleven years of experience teaching secondary math and holds a Principal as Instructional Leader (EC-12) certificate. Dr. Lopez holds a bachelor's degree from The University of Texas at Austin, a master's degree in Educational Administration from The University of Texas at Arlington, and a Doctorate in Educational Leadership and Policy from The University of Texas at Arlington.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**Board of Trustees and Administration (continued)**

**ADMINISTRATION (continued)**

**W.M. Kelly Horn - Assistant Superintendent of Facility Services**

Kelly Horn has served as the Assistant Superintendent of Facility Services since June of 2021. He began his service in the Arlington Independent School District in November 2015, as the Executive Director of Plant Services. Prior to joining Arlington ISD, he served in Irving ISD for seven years as the Director of Facility Services and six years as the Construction Project Manager. Before moving into the school business industry, he served as a marketing, sales, and distribution executive in the engineered products industry. He has over 30 years of experience in product engineering and facility services management. He graduated from Texas A&M University with a Bachelor of Science in Industrial Distribution.

He has served as president-elect on the boards of the Association for Learning Environments (A4LE), North Texas Chapter, and the North Texas Facilities Services Association (NTFSA), a TASBO affiliate. He is active with the Texas Association of School Business Officials (TASBO) and is RTSBA (Registered Texas School Business Administrator) certified.

**Bridget Lewis - Executive Director of Financial Services**

Bridget Lewis has served as the Executive Director of Financial Services since June 2022. She began her service in the Arlington Independent School District in February 2021 as the Director of Accounting. Prior to joining the district, she worked for seven years as the Business Manager for Everman ISD. She has an additional nine years of accounting experience working for Region 11, Manara Academy, and Kennedale ISD. Bridget earned her BBA in Business from Northwood University, MBA from American InterContinental University, and Registered Texas School Business Administrator Certification from the Texas Association of School Business Officials (TASBO).

**Sheena Joslyn - Director of Budget and Finance**

Sheena Joslyn joined the District in July 2019. She began her public school district career with Birdville Independent School District. She has also worked for both Kennedale and Palacios Independent School Districts. Prior to Sheena's public-school experience, she was in the United States Air Force and worked in collections and banking. Sheena earned her BBA in Business from Stephen F. Austin State University and her MBA from Texas Woman's University, each with honors. In 2023, Sheena became a Certified Texas School Business Official with the Texas Association of School Business Officials (TASBO).

**Shawn Guan - Director of Accounting**

Shawn Xiangjun Guan joined the District in July 2023. He began his public-school career with the Dallas Independent School District, in which he served as the Assistant Director of Accounting Services. Prior to Shawn's public-school experience, he worked as an auditor in a law firm. Shawn earned his MS in Accounting from the University of Texas at Dallas. Shawn holds a CPA certificate from the Texas State Board of Public Accountancy, a CPFO certificate from Government Finance Officers Association, and a CIA certificate from the Institute of Internal Auditors.

## CERTIFICATE OF BOARD

**Arlington Independent School District**

\_\_\_\_\_  
Name of School District

**Tarrant**

\_\_\_\_\_  
County

**220-901-11**

\_\_\_\_\_  
Co. - Dist. No.

We, the undersigned, certify that the attached auditors' reports of the above named school district were reviewed and ✓  
approved \_\_\_\_\_ disapproved for the year ended June 30, 2024, at a meeting of the board of school trustees of such school  
district on the 21st day of November 2024.

S. McManis

Signature of Board Secretary

Acting

J. Chapp

Signature of Board President



November 21, 2024

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

The Texas Education Code requires that all independent school districts file a complete set of financial statements within 150 days of the close of each fiscal year with the Texas Education Agency ("TEA"). The financial statements are in conformity with generally accepted accounting principles ("GAAP"), and a firm of licensed, certified public accountants is required to audit them in accordance with generally accepted auditing standards (GAAS). Pursuant to that requirement, we hereby submit the annual comprehensive financial report of the Arlington Independent School District ("District" or "AISD") for the fiscal year ended June 30, 2024.

This report consists of management's representations concerning the finances of the district. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To the best of our knowledge and belief, we assert that this financial report is complete and reliable in all material respects.

The district's financial statements have been audited by Whitley Penn, LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the district for the fiscal year ended June 30, 2024, are free of material misstatement. The independent audit involves examining on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the district's financial statements for the fiscal year ended June 30, 2024, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

GAAP also 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 the 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.

The independent audit of the financial statements is part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports may be found in the Federal Awards section of this report.

## District Profile

The Arlington Independent School District was established as a political subdivision of the State of Texas and incorporated in 1902. It lies halfway between Dallas and Fort Worth and serves students in four cities - the City of Arlington, the Tarrant County portion of the City of Grand Prairie, the Town of Pantego, and the City of Dalworthington Gardens. It is fully accredited by the TEA and is regulated by the Texas Education Code as established by the Texas State Legislature. The district is not a component unit of any other entity, nor does it have any component units within its overall structure.

The Arlington Independent School District is the 13th largest school district in Texas. The district currently operates six traditional high schools – one with a specialized fine arts and dual language program, two collegiate high schools, one high school for emerging bi-lingual and at-risk students, a secondary level Career and Technical Center, a secondary level Agricultural Science Center, a secondary level Center for Visual and Performing Arts, 10 junior high schools – one with a specialized fine arts and dual language program, a secondary level alternative school, 47 traditional elementary schools, two elementary level fine arts/dual language academies, one elementary level leadership academy, one elementary level STEM academy, one elementary level world language academy, Universal Pre-K at 51 locations, and a district-wide Athletics Center.

The age of the district's facilities varies greatly. In 2018, The District performed a facilities assessment to evaluate the physical condition and educational adequacy of all facilities. The 2019 Bond Program is addressing deficiencies identified through the assessment and is providing necessary facility improvements and replacements for the district through the year 2026. The 2019 Bond Program is discussed in the Major Initiatives section. The district continually monitors and evaluates all facilities for infrastructural needs and long-range master planning.

The mission of the Arlington Independent School District is to empower and engage all students to be contributing, responsible citizens striving for their maximum potential through relevant, innovative and rigorous learning experiences. The district provides regular, special education, career/technology, gifted/talented, and bilingual/ESL curricula to meet the needs of the diverse student population. Additionally, a broad range of electives, extra-curricular, and concentrated advanced academic programs are also offered to enhance learning opportunities beyond core curriculum. AISD currently offers the International Baccalaureate World School Program at four of its high schools. The district also offers an Advanced Placement program that gives students the opportunity to graduate with 30 or more college credits and also offers dual-credit choices so that students at each high school can take advantage of earning on-site AISD and Tarrant County College credits.

### Governance

The district is under the control and management of a board of seven trustees, each of whom is elected by the district's registered voters to serve a three-year term. All the trustees are elected at-large and serve without compensation. The elections are staggered so that not all positions are up for election during the same year.

In general, 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 approving 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 charged with setting the tax rate, acting on real property matters, setting salary schedules, acting as a board of appeals in personnel and student matters, confirming recommendations for textbook adoptions, and adopting and amending the annual budget.

### **Local Economy**

Arlington's diverse economy and unique location within the Dallas/Fort Worth (DFW) Metroplex drive the city's growth. Arlington hosts employers from a variety of industries, including defense contractors, an automobile manufacturer, high-tech companies, higher education institutions, major finance companies, medical facilities and entertainment companies. The area's major transportation systems afford area businesses easy access to cities throughout the world. Arlington is fifteen minutes from DFW International Airport, one of the busiest airports in the world. Interstate Highways 20 and 30 are the major east/west arteries through the city. Access to Interstate Highway 35, traversing the United States from Mexico to Canada, is also convenient. Rail transportation is available for both public transportation and freight. Arlington is known as the "premier entertainment hub of the region." The five main entertainment attractions are: Six Flags Over Texas amusement park; Texas Ranger's Globe Life Ballpark, Six Flags Hurricane Harbor water park, Texas Live!, and AT&T Stadium, home of the Dallas Cowboys. AT&T Stadium has hosted numerous NFL and college games, major concerts, the 2019 PBR Global Cup, the Cotton Bowl, and Super Bowl XLV.

### **Relevant Financial Policies**

#### **Factors affecting Financial Control**

Management of the District has established a comprehensive internal control framework that is designed both to protect the district's assets from loss, misuse or theft, and to compile sufficient reliable information for the preparation of the district's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the district's comprehensive framework of internal controls has been designed to provide reasonable assurance rather than absolute assurance that the financial statements will be free from material misstatement.

#### **Budgetary Control**

The annual budget serves as the foundation for the district's financial planning and control. Texas State law requires the Board president to call a Board meeting for the purpose of discussing and adopting the budget and the tax rate. Notice of this meeting must be published at least 10 days but not more than 30 days before the public meeting. The budget must be adopted prior to June 30.

The district maintains budgetary controls throughout all of its financial systems. The objective of budgetary controls is to ensure compliance with legal provisions embodied in the official budget adopted by the Board. The Board adopts an official budget for the General Fund, Debt Service Fund, Capital Projects Fund, and Child Nutrition Fund. In accordance with procedures prescribed by the State Board of Education, budget amendments that affect the total amount in a fund or functional spending category must be approved by the Board prior to expenditure of funds. The functional level is specified by Board policy as the legal level of budgetary control. Budgetary control is maintained at the organizational level by the encumbrance of estimated purchase amounts prior to the release of purchase orders to vendors.

Outstanding encumbrances at the end of the fiscal year are an assignment of fund balance and are treated as expenditures in the subsequent year upon receipt of goods and services.

## Major Initiatives

### Academic Achievement

Arlington ISD is committed to providing all students with a rigorous, innovative and highly relevant learning experience that captures learners' creativity and provides them with a pathway to develop skills aligned to their post-secondary life goals. This effort includes the development and effective implementation of a guaranteed and viable curriculum and meaningful programming that fosters the implementation of researched-based instructional practices in the classroom.

In 2022, the Board of Trustees adopted our *Powered By Possibilities* strategic plan focused on one singular goal that 100% of Arlington ISD students will graduate exceptionally prepared for college, career and citizenship. This is centered on our mission to empower and engage all students through the relevant, innovative and rigorous learning experiences needed to effectively develop the life-ready skills needed for success beyond high school. These life-ready skills include the ability to:

- Communicate effectively
- Collaborate
- Think critically
- Solve problems
- Self-regulate
- Model responsible citizenship

Over the last several years, AISD has developed programs to cultivate these skills in students in a way that allows them to explore their interests and prepare for future post-secondary and workforce opportunities. Some of these programs include:

- In partnership with Tarrant County College, the **Arlington College and Career High School** is an early college high school that allows students the opportunity to earn a high school diploma and an associate degree in applied sciences simultaneously. In addition, students at this campus have an opportunity to earn workforce certificates aligning with a career pathway. The fifth cohort of students entered Arlington College and Career High School in 2023-2024.
- **Crow Leadership Academy** is an International Baccalaureate Primary Years Programme school with an emphasis on service learning. Through its inquiry-led, transdisciplinary framework, the International Baccalaureate Primary Years Programme challenges students to think for themselves and take responsibility for their learning as they explore local and global issues and opportunities in real-life contexts.
- **Pearcy STEM Academy** affords students the opportunity to have real-world problem solving embedded into all math and science classes, with an emphasis on life-ready skills (problem-solving, creativity, communication, collaboration, and critical thinking). These students also participate in STEM-related field trips/speakers, campus clubs and competitions.
- At **Wimbish World Language Academy**, students can choose between English/Spanish and English/French dual-language programming while also receiving cultural awareness education, an introduction to a third language and summer programming.



- **Arlington Collegiate High School** at Tarrant County College-Southeast Campus is an innovative high school that allows students who likely would not otherwise consider attending college the opportunity to earn a high school diploma and an associate degree simultaneously.
- **Career and Technical Education Programs** allow our high school students the opportunity to apply to participate in programs such as the AISD Fire and Police Academies, cosmetology, health care rotations, sports and entertainment marketing, technical dual credit, culinary arts, HVAC, accounting, and many more. AISD offers 69 junior and senior level Career Technical Education courses and 29 industry certification exams at the Dipert Career and Technical Center. Freshman and sophomore classes are held at the home high schools. Seventy-six percent of secondary students are enrolled in the career and technical education program.
- **Corey and Jones Academies of Fine Arts and Dual Language (FADL)** give elementary students the opportunity to learn Spanish, Mandarin, visual arts, music (choral, strings and piano), dance and theater. Both fine arts instruction and second language acquisition help students increase cognitive abilities, improve thinking and verbal skills, enhance motor skills and problem-solving ability, and improve SAT scores.
- **Gunn Junior High School Fine Arts and Dual Language (FADL) Academy**- This program serves as the middle level program for students participating in the FADL programming at both Corey and Jones Academies. Students participating in this program have opportunities to specialize in their chosen area of the fine arts as well as continue to foster their mastery of both Spanish and a third language of their choice.
- **STEM Academy at Martin High School** students have the opportunity to earn high school and college credits along four pathways – engineering, biology/biomedical science, computer science and math/science.

Additionally, the District expanded educational options for students with the addition of Pathways in Technology Early College (P-TECH) High School programs providing students with the opportunity to expand skills while simultaneously earning both a high school diploma and associate's degree. These opportunities include:

- **Pathways in Technology Early College High School (PTECH) at Bowie High School**- This early college high school prepares students for success in the high demand area of health science careers.
- **Pathways in Technology Early College High School (PTECH) at Lamar High School**- This early college high school prepares students for the emerging technology fields focusing on cybersecurity, information technology and in the broad and expansive field of business administration and accounting.
- **Pathways in Technology Early College High School (PTECH) at Seguin** - This early college high school prepares students for success in the highly diverse area of engineering.
- **Pathways in Technology Early College High School (PTECH) at Sam Houston High School**- This early college high school prepares students for success in the vast fields of technology and logistics.

AISD currently offers the **International Baccalaureate World School Programme** at four of its high schools. Students can graduate with college credit in 31 courses through the district's **Advanced Placement** program: that's the equivalent of one full year of college study. The Advanced Placement curricula include courses in English, math, science, social studies, music theory, art and foreign languages. AISD, Tarrant County College, University of Texas at Arlington, University of Texas, and Texas Wesleyan University offer dual-credit choices for high school students.

## **Gifted & Talented Program & Special Education**

Elementary and secondary students identified for gifted and talented services are assured an array of learning opportunities during the school day and through co-curricular and extracurricular activities. Grade-appropriate research skills are incorporated in the curriculum through open-ended assignments, providing a continuum of learning experiences that lead to the development of advanced-level products and/or performances. The AISD is home to a special education program that focuses on academic success as well as the development of life skills. These programs are uniquely designed to support the individualized learning needs of students with disabilities.

## **Long-term Financial Planning**

The Board recognizes the significance of adopting balanced budgets, sustaining a strong fund balance, and long-range financial planning. The Board has adopted a policy that sets forth parameters for annual budget development and targets the unassigned General Operating fund balance at two-months of operating expenditures. The parameters include prioritizing resources into programs that promote student achievement growth, maintaining competitive compensation to attract and retain a highly qualified workforce, board approval of staffing ratios, balancing the budget with limited use of surplus fund balance for one-time expenditures, and prioritizing any necessary reductions in areas that have the least impact on instruction. General operating needs and capital needs are interdependent and must be considered together to effectively plan for and address the district's long-range financial needs.

Community involvement in long-range financial planning is a District priority. A Financial Futures Committee comprised of staff and citizens meet periodically to study the district's strategic plan, budget cost drivers, enrollment and property value trends, and the state school finance system to understand how those issues affect AISD's budget, tax rates, instructional programming and long-range financial planning. The scope and purpose of the committee is to provide the Board with findings and recommendations from community stakeholders relating to budgets and long-range financial planning to support the District's Strategic Plan.

The objectives of our long-range planning include investing in capital priorities, balancing the budget and enhancing instructional opportunities for all students. The district is committed to involving its stakeholders in financial planning efforts to ensure that the work is transparent, aligns with our strategic plan and meets community priorities.

We have a responsibility to the students of AISD to provide an education that allows them to graduate exceptionally prepared for college, career and citizenship. We are here to meet that responsibility and to serve our students and our staff.

## Awards and Acknowledgements

Innovative programs, teachers, and volunteers are all key to the success of AISD students. Under the new financial accountability system, TEA rates each district as A- F. For 2024, based on fiscal year 2023 data, AISD received an A rating with an overall score of 100 out of 100.

The Government Finance Officers Association ("GFOA") awarded a Certificate of Achievement for Excellence in Financial Reporting to the Arlington Independent School District for its annual comprehensive financial report("ACFR") for the year ended June 30, 2023. This was the 44th consecutive year that the Arlington Independent School District has received this prestigious award. To be awarded a Certificate of Achievement, the District's published ACFR should be easy to read and efficiently organized. This report satisfied both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Additionally, the Association of School Business Officials International ("ASBO") awarded a Certificate of Excellence in Financial Reporting by School Systems to the Arlington Independent School District for the 34th consecutive year. The Certificate of Excellence in Financial Reporting for School Systems Program is a voluntary program sponsored by ASBO to foster excellence in the preparation and issuance of school system financial reports. A Certificate of Excellence is awarded to those school systems that have voluntarily submitted their ACFR to an ASBO Panel of Review. Upon completion of a vigorous technical review, the panel of review members concluded that the Arlington Independent School District's financial report met the criteria for excellence in financial reporting. We believe that our current ACFR continues to meet the requirements of the Certificate of Excellence in Financial Reporting by School Systems program, and we are submitting it to ASBO to determine its eligibility for another certificate.

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the entire staff of the finance department. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. We would also like to thank the members of the Board of Trustees for their interest and support in planning and conducting the financial operations of the district in a responsible and progressive manner.

Respectfully submitted,



Darla Moss, Chief Financial Officer



Bridget Lewis, Executive Director of Financial Services



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**Arlington Independent School District  
Texas**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2023

*Christopher P. Monill*

Executive Director/CEO



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

The Certificate of Excellence in Financial Reporting  
is presented to

**Arlington 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.



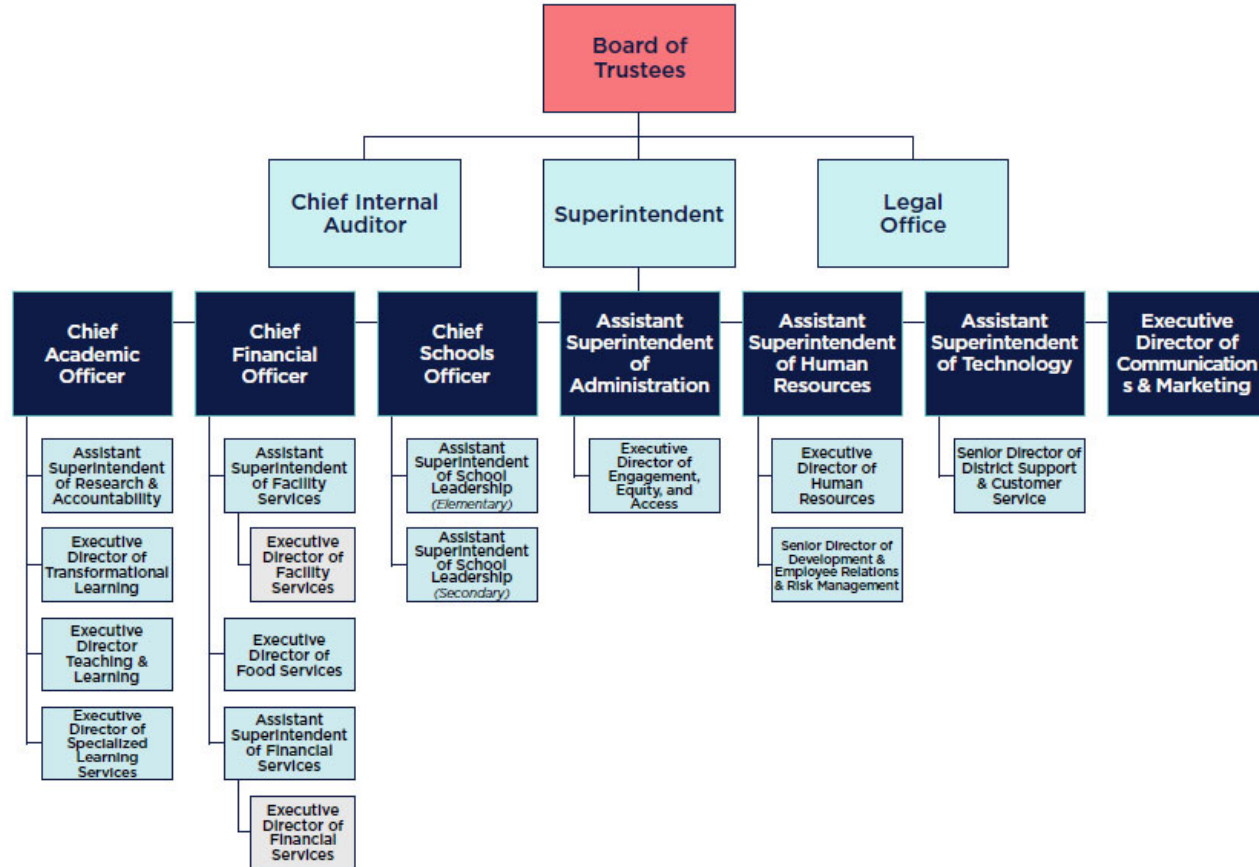
A handwritten signature in black ink, reading 'Ryan S. Stechschulte'.

**Ryan S. Stechschulte**  
President

A handwritten signature in black ink, reading 'James M. Rowan'.

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

# Arlington Independent School District ORGANIZATIONAL CHART 2023-2024



## **FINANCIAL SECTION**





## INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees  
Arlington Independent School District

### Report on the Audit of the Financial Statements

#### *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 Arlington Independent School District (the "District"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2024, and the respective changes in financial position, the respective budgetary comparison schedule for the general fund and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

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

#### *Responsibilities of Management for the Financial Statements*

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, pension information, and other-post employment benefit information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual nonmajor fund financial statements, required Texas Education Agency (TEA) schedules, and 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, required TEA schedules, and 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, statistical section, and Schedule L-1 but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the 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 on November 21, 2024 our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Fort Worth, Texas  
November 21, 2024



## **ARLINGTON INDEPENDENT SCHOOL DISTRICT**

### **MANAGEMENT'S DISCUSSION AND ANALYSIS**

In this section of the Annual Comprehensive Financial Report, the management of Arlington Independent School District ("the District") offer readers this narrative discussion and analysis of the District's financial performance for the fiscal year ended June 30, 2024. Readers are encouraged to consider the information presented here in conjunction with the District's financial statements, which follow this analysis.

#### **FINANCIAL HIGHLIGHTS**

- At the close of the year ended June 30, 2024, the District's assets and deferred outflows exceeded liabilities and deferred inflows, resulting in a net position of \$280 million.
- The government-wide statements reported total revenues of \$852 million, which exceeded total expenditures of \$832 million and resulted in an increase of net position by \$20 million.
- The District's governmental funds financial statements reported combined ending fund balances of \$831 million, which is a decrease of \$28 million compared to the previous year. \$178 million, or 21%, is available for spending at the District's discretion (unassigned balance).
- The General Fund had \$613 million in revenue, which primarily consisted of local property taxes and state aid. The District incurred \$613 million in expenditures and entered in subscription-based information technology arrangements of \$2 million. General Fund fund balance increased by almost \$2 million. Unassigned fund balance makes up 30% of total expenditures.
- The American Rescue Plan Elementary and Secondary School Emergency Relief Fund (ESSER III), authorized under the American Rescue Plan (ARP) Act of 2021, provided funding in safely reopening and sustaining operations of schools while meeting the academic, social, emotional, and mental health needs of students resulting from COVID-19. The District was allocated \$134 million of ESSER III funds, available through September 30, 2024, with \$30 million spent at the close of fiscal year 2024. In the prior year, the District spent \$50 million.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The annual report consists of a series of financial statements, notes to those statements, and other supplementary information.

**Basic Financial Statements**

The basic financial statements include two types of statements that present different views of the District. Major features of the District's *government-wide* and *fund financial* statements, including the portion of the District government they cover and the types of information they contain, are summarized below:

Type of Statement	Government-Wide	Fund Financials		
		<i>Governmental Funds</i>	<i>Proprietary Funds</i>	<i>Fiduciary Funds</i>
<b>Scope</b>	Entire District's government (except fiduciary funds)	The activities of the District that are not propriety or fiduciary	Activities the District operates similar to private businesses	Instances in which the District is the trustee or custodian for someone else's resources
<b>Required Financial Statements</b>	<ul style="list-style-type: none"> <li>Statement of net position</li> <li>Statement of activities</li> </ul>	<ul style="list-style-type: none"> <li>Balance sheet</li> <li>Statement of revenues, expenditures, and changes in fund balances</li> </ul>	<ul style="list-style-type: none"> <li>Statement of net position</li> <li>Statement of revenues, expenditures, and changes in fund net position</li> <li>Statement of cash flows</li> </ul>	<ul style="list-style-type: none"> <li>Statement of Fiduciary Net Position</li> <li>Statement of Changes in Fiduciary Net Position</li> </ul>
<b>Accounting Basis and Measurement Focus</b>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
<b>Type of Asset/Liability Information</b>	All assets and liabilities, both financial and capital, short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, short-term and long-term	All assets and liabilities, both financial and capital, short-term and long-term
<b>Type of Inflow/Outflow Information</b>	All revenues and expenses during the year, regardless of when cash is received or paid.	Revenues for which cash is received during or soon after year-end, expenditures when goods or services have been received and payment is due during the year or soon thereafter.	All revenue and expenses during the year, regardless of when cash is received or paid.	Custodial funds report additions and deductions for contribution received and used. Fiduciary funds present all revenues and expense during the year regardless of when cash is received or paid.

## ARLINGTON INDEPENDENT SCHOOL DISTRICT

### MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

- **Government-wide financial statements** provide information about the activities of the District as a whole and present both a long-term and short-term view of the District's finances.
  - The government-wide financial statements include the Statement of Net Position (Exhibit A-1) and the Statement of Activities (Exhibit B-1). These statements are designed to provide readers with a broad overview of the District's finances. The government-wide statements apply the accrual basis of accounting, which is similar to the accounting basis used by most private-sector companies. The Statement of Net Position includes all of the District's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. The Statement of Activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.
  - The two government-wide financial statements report the District's net position and changes in them. Net position (the difference between assets, deferred inflows/outflows and liabilities) 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, additional factors should be considered, such as changes in the District's property tax base, state funding, or its average daily attendance and the condition of the District's facilities.
- **Fund financial statements** report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds, as opposed to the District as a whole. Laws and bond covenants require the District to establish some funds, such as grants received under the Every Student Succeeds Act from the U.S. Department of Education. The District's administration establishes other funds to help it control and manage money for specific purposes. The three kinds of funds used by the District - governmental, proprietary and fiduciary - use different accounting approaches:
  - **Governmental funds** - Most of the District's basic services are reported in governmental funds. These funds use modified accrual accounting (an accounting method that measures the receipt and disbursement of cash and all other financial assets that can be readily converted to cash) and report balances that are available for future spending. The governmental fund statements provide a detailed short-term view of the District's general operations and the basic services it provides. Governmental fund information helps users determine the availability of financial resources to finance the District's programs. We describe the differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation schedules following each of the fund financial statements.
  - **Proprietary funds** - Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Fund financial statements tell how goods or services of the District were sold to external customers and how funds were accumulated and costs were allocated internally among various functions. There are two proprietary fund types: (1) Enterprise funds and (2) Internal service funds. The District operates one enterprise fund that accounts for its Natatorium. Internal service funds are an accounting device used to accumulate and allocate costs internally among the various functions. The District has two internal service funds, the Print Shop and the Workers' Compensation Funds.
  - **Fiduciary funds** - provides financial information about activities for which the District acts solely as a trustee, or fiduciary, or custodian, for money raised by student activities. These resources can be used only for the student groups that raised the funds; therefore, they are recorded in custodial funds. We exclude these resources from the District's other financial statements because the District cannot use these assets to finance its operations. The District is only responsible for ensuring that the assets reported in these funds are used for their intended purposes.

#### Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a complete understanding of the data provided in the government-wide and fund financial statements.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**Other Supplementary Information**

This annual report contains other supplementary information in addition to the basic financial statements and the notes to the financial statements. Management's Discussion and Analysis (this section) is required supplementary information under governmental accounting standards. The report sections labeled "Required TEA Schedules" and "Federal Awards Section" contain data used by monitoring or regulatory agencies for assurance that the District is using supplied funds in compliance with the terms of grants. The unaudited "Statistical Section," includes selected financial and demographic information, generally presented on a multi-year basis.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Net Position.** The District's capital assets, which consist of the District's land, building, building improvements, furniture, and equipment, represent about 56 percent of total assets. The remaining assets consist mainly of cash, investments, and state revenue receivable. The District's long-term liabilities, which consist of the District's bonds payable, net pension liability, and net OPEB liability, represent about 93 percent of total liabilities. The remaining liabilities include payables on accounts and salaries and benefits.

The District's net position at June 30, 2024, totaled \$280 million. A large portion of net position, \$293 million, reflects the District's investment in capital assets (e.g., land, buildings, furniture, and equipment), less any related debt used to acquire those assets that is still outstanding. 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 is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources (generally property taxes), since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the District's net position of \$65 million represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* is a deficit \$78 million, which is \$18 million decrease from the prior year.

**NET POSITION**  
(in thousands)

	Governmental Activities (in '000s)					
	2024		2023		Increase/(Decrease)	
	Amount	%	Amount	%	Amount	%
Current and other assets	\$ 954,228	44%	\$ 992,178	47%	\$ (37,950)	-4%
Capital assets	1,227,098	56%	1,135,715	53%	91,383	8%
<b>Total Assets</b>	<b>2,181,326</b>	<b>100%</b>	<b>2,127,893</b>	<b>100%</b>	<b>53,433</b>	<b>3%</b>
<b>Total Deferred Outflows of Resources</b>	<b>178,577</b>	<b>100%</b>	<b>162,499</b>	<b>100%</b>	<b>16,078</b>	<b>100%</b>
Current liabilities	131,127	7%	140,789	8%	(9,662)	-16%
Long term liabilities	1,736,542	93%	1,667,143	92%	69,399	116%
<b>Total Liabilities</b>	<b>1,867,669</b>	<b>100%</b>	<b>1,807,932</b>	<b>100%</b>	<b>59,737</b>	<b>3%</b>
<b>Total Deferred Inflows of Resources</b>	<b>212,381</b>	<b>100%</b>	<b>223,042</b>	<b>100%</b>	<b>(10,661)</b>	<b>100%</b>
<b>Net Position</b>						
Net Investment in capital assets	293,990		255,249		38,741	
Restricted	64,523		65,048		(525)	
Unrestricted	(78,659)		(60,880)		(17,779)	
<b>Total Net Position</b>	<b>\$ 279,854</b>		<b>\$ 259,417</b>		<b>\$ 20,437</b>	



**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**Changes in Net Position.** Total net position of the District increased by \$20 million over last year. The District added capital assets of \$145 million and depreciation/amortization of \$53 million, and the District's long-term liabilities increased by \$69 million. This increase is attributable to \$48 million dollar increase in the net pension and OPEB liabilities. The District issued the 2023 Building and Refunding bonds totaling \$141 million.

**Governmental Activities**

Funding for government-wide activities is by the specific program revenue or through general revenues such as property taxes and investment earning. Revenues from governmental activities totaled \$852 million for fiscal year 2024. The costs of all governmental programs and services were \$832 million.

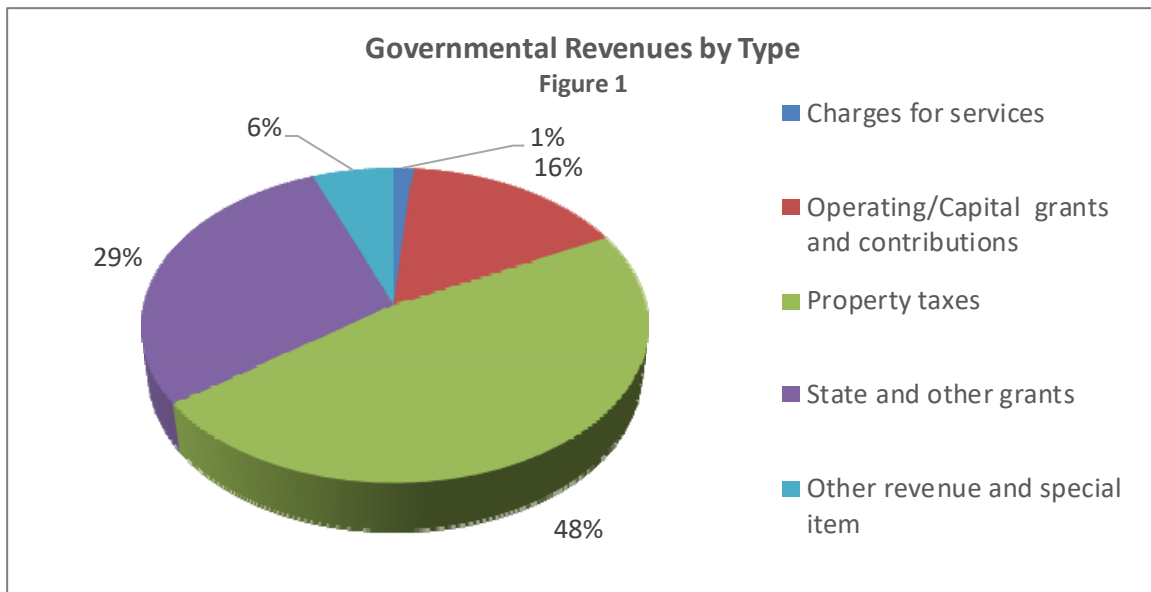
The net effect of these items resulted in an increase in net position of \$20 million. Key elements of this change are illustrated in the following table:

**CHANGES IN NET POSITION**  
(in thousands)

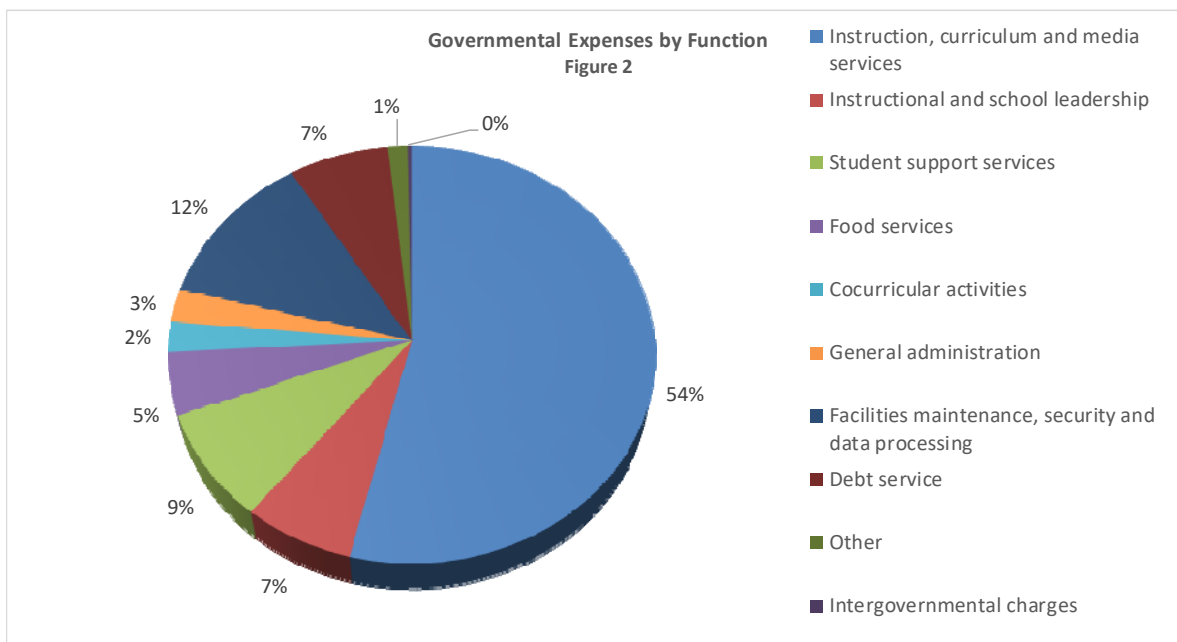
	Governmental Activities					
	2024		2023		Increase/(Decrease)	
	Amount	%	Amount	%	Amount	%
<b>Revenues</b>						
<b>Program Revenues:</b>						
Charges for services	\$ 11,686	1%	\$ 12,720	1%	\$ (1,034)	-8%
Operating grants	134,884	16%	169,735	20%	(34,851)	-21%
<b>General Revenues:</b>						
Property taxes	404,885	47%	477,054	55%	(72,169)	-15%
State Aid - Formula Grants	247,599	29%	156,637	18%	90,962	58%
Grants and contributions not restricted	2,803	0%	-	0%	2,803	%
Investment earnings	47,713	6%	33,347	4%	14,366	43%
Other	2,857	0%	13,814	2%	(10,957)	-79%
<b>Total Revenues</b>	<b>852,428</b>	<b>100%</b>	<b>863,307</b>	<b>100%</b>	<b>(10,879)</b>	<b>-1%</b>
<b>Expenses</b>						
Instruction, curriculum and media services	446,635	54%	429,382	56%	17,253	4%
Instructional and school leadership	57,540	7%	55,714	7%	1,826	3%
Student support services	71,245	9%	66,619	9%	4,626	7%
Food services	39,287	5%	30,815	4%	8,472	27%
Cocurricular activities	19,388	2%	18,194	2%	1,194	7%
General administration	21,670	3%	16,629	2%	5,041	30%
processing	101,350	12%	92,097	12%	9,253	10%
Community services	3,446	0%	2,779	0%	667	24%
Debt service	59,107	7%	47,110	6%	11,997	25%
Facilities planning	8,009	1%	98	0%	7,911	8072%
Contracted instruction services						
between districts	2,154	0%	1,725	0%	429	
Intergovernmental charges	2,162	0%	2,208	0%	(46)	-2%
<b>Total Expenses</b>	<b>831,991</b>	<b>100%</b>	<b>763,370</b>	<b>100%</b>	<b>68,621</b>	<b>9%</b>
Increase ( Decrease) in Net Position	20,437		99,937		(79,500)	
<b>Net Position - Beginning</b>	<b>259,417</b>		<b>159,480</b>		<b>99,937</b>	
<b>Net Position - Ending</b>	<b>\$ 279,854</b>		<b>\$ 259,417</b>		<b>\$ 20,436</b>	

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**Revenues.** The District's total revenues for governmental activities were \$852 million, representing a decrease of \$10 million from the previous year. A majority of this decrease is due to a decrease in federal fund expenditures related to ESSER III. Property taxes decreased by \$72 million due to the compression of the tax rates, but the decrease was offset by State funding increases of \$91 million. As illustrated in Figure I, 48% of the District's revenue comes from local property taxes, 29% from state aid, and 16% from operating grants and contributions.



**Expenses.** The District's total expenses were \$832 million, representing an increase of \$69 million from the previous year. The majority of this increase is attributable to salary increases for the 2023-2024 fiscal year. As illustrated in Figure II, the District's primary functional expenses are instruction (54%), facilities maintenance, security and data processing (12%), Student support services (9%), Instructional and school leadership (7%), and interest on long-term debt (6%).



**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**Business-Type Activities**

The District operates a Natatorium, that began operations in fiscal year 2021. For fiscal year 2024, revenues totaled \$204 thousand for user charges. The expenses totaled \$187 thousand resulting an ending net position of \$196 thousand.

<b>Business-Type Activities</b>			
	<b>2024</b>	<b>2023</b>	<b>Increase/</b>
	<b>Amount</b>	<b>Amount</b>	<b>(Decrease)</b>
Total Assets	\$ 223,723	\$ 193,108	\$ 30,615
Total Liabilities	27,975	14,920	13,055
<b>Unrestricted Net Position</b>	<b>\$ 195,748</b>	<b>\$ 178,188</b>	<b>\$ 17,560</b>

<b>Business-Type Activities</b>			
	<b>2024</b>	<b>2023</b>	<b>Increase/</b>
	<b>Amount</b>	<b>Amount</b>	<b>(Decrease)</b>
Revenues	\$ 204,118	\$ 210,859	\$ (6,741)
Expenses	186,558	214,606	(28,048)
Increase in Net Position	17,560	(3,747)	21,307
<b>Net Position- Beginning</b>	<b>178,188</b>	<b>181,935</b>	<b>(3,747)</b>
<b>Net Position- Ending</b>	<b>\$ 195,748</b>	<b>\$ 178,188</b>	<b>\$ 17,560</b>

**FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS**

**Governmental Funds**

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the District's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of the District's net resources available for spending at the end of a fiscal year.

At the end of the fiscal year, the District's governmental funds reported combined fund balance of \$831 million, a decrease \$28 million in comparison with the prior year. \$178 million, or 21%, constitutes *unassigned fund balance*, which is available for spending at the District's discretion. The remainder of fund balance is not available for new spending because it is classified as non-spendable, restricted, committed, or assigned to indicate that it is not available for new spending. Non-spendable funds have already been used to purchase inventories and prepaid items (\$12 million). Restricted funds are restricted for federal, state and local grants (\$11 million), for capital acquisition (\$380 million), and to pay debt service (\$64 million). The District's committed fund balance (\$2 million) includes campus activity funds and expansion of the full day prekindergarten program to all four year old students for fiscal years 2023-2024 and 2024-2025. The District's General Fund assigned fund balance includes ensuring sixty days of cash flow (\$81 million) In addition, the District's local capital projects fund balance of \$97 million was assigned as supplemental construction funds. Assignments reflect the District's self-imposed limitation on the use of otherwise available expendable financial resources in governmental funds.

**General Fund.** The General Fund is the chief operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$178 million, while the total fund balance was \$270 million, which is an increase of almost \$2 million from the previous year. As a measure of the general fund's liquidity, unassigned fund balance is 30% of total fund expenditures.

In 2024, the District reclassified expenditures from the General Fund to ESSER III for approximately \$30 million.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**Debt Service Fund.** The Debt Service Fund has a total fund balance of \$64 million at year-end, all of which is restricted to service the District's outstanding debt. Fund balance increased by less than \$200 thousand. This includes the bond issuance and refunding that took place during the fiscal year. The District also defeased \$14 million in bonds during the current fiscal year.

**Capital Projects Fund.** The Capital Projects Fund ended the current fiscal year with a fund balance of \$480 million. \$96 million of this fund balance is assigned as it is related to non-bond funded capital projects. The remaining fund balance is restricted to liquidate contracts and to pay for capital acquisitions primarily for ongoing and new projects under the 2019 bond program. The Capital Projects fund balance decreased by \$28 million due to scheduled construction projects using bond funds and local capital project funds. Although capital expenditures reduce available fund balances, they create new assets for the District as reported in the Statement of Net Position and as discussed in Note 6 to the financial statements.

**Budgetary Highlights**

The District is required to adopt an annual appropriated budget for the General Fund, the Debt Service Fund, and the Child Nutrition Program. A budgetary comparison statement has been provided for these funds to demonstrate compliance with statutory requirements. In addition, the District adopts an annual budget for the Capital Projects Fund.

**General Fund.** The most significant fund for the District is the General Fund, funded primarily through local property tax revenue. The District's budget amendments presented to the Board of Trustees throughout the year are summarized as follows:

- ***Variances of original expenditure budget compared to amended budget.***

The amended expenditure budget reflects an increase of \$34.5 million compared to the original budget. This increase is primarily attributable to the following factors:

- A reduction of approximately \$30 million in ESSER III supplant funding
- An increase of \$3.2 million in professional substitute costs
- A reclassification of IDEA-B salary expenses to the General Fund, amounting to approximately \$2.9 million

These increases are partially offset by the following decreases:

- A reduction of \$12.7 million in base professional pay
- A decrease of \$1.3 million in paraprofessional temporary pay
- A decrease of \$4.7 million in TRS/Medicare On-Behalf payments

- ***Variances of amended budget to actual expenditures.***

Variances of amended budget to actual expenditures. Expenditures were \$20 million less than final budgeted amounts. This was primarily due to the impact of vacancies throughout the district for the fiscal year.

- ***Variances of amended revenue budget compared to actual revenue.***

Revenues were less than the final budget by \$4.8 million. Current year tax collections fell short of the amended budget by \$2.6 million, TRS/Medicare On-Behalf was also significantly less than the amended budget. State revenue was greater than the revised budget by \$2.8 million. Federal program revenues exceeded the revised budget by \$3 million due to primarily reclassification of the Child Nutrition fund indirect costs that was previously required to be in the expenditure budget. As such, this was not considered during the final budget amendment.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

At the end of 2024, the District had \$1.227 billion invested (net of accumulated depreciation and amortization for right-to-use assets) in a broad range of capital assets, including facilities and equipment for instruction, transportation, athletics, administration, maintenance, and food service. This amount represents a \$91 million, or 8%, increase over the prior year.

**CAPITAL ASSETS**

(Net of Accumulated Depreciation/Amortization, in thousands)

	Governmental Activities				Increase	
	2024	%	2023	%	(Decrease)	%
Land	\$ 92,645	8%	\$ 86,666	8%	\$ 5,979	7%
Buildings and improvements	916,430	75%	838,536	74%	77,894	9%
Furniture and equipment	32,182	3%	37,625	3%	(5,443)	-14%
Construction in progress	184,550	15%	171,735	15%	12,815	7%
Right-to-use leased assets and Subscription assets	1,292	0%	1,154	0%	138	100%
<b>Total</b>	<b>\$ 1,227,099</b>	<b>100%</b>	<b>\$ 1,135,716</b>	<b>100%</b>	<b>\$ 91,383</b>	<b>8%</b>

During the 2023-24 year, approximately \$148 million was spent on projects related to the 2019 bond program.

The following information details the expenses for 2019 Bond projects during the 2023-2024 fiscal year:

Elementary Schools Demo and Replacement Schools	\$4,941,406
Elementary Schools Additions and Renovations	17,242,229
Playgrounds	11,315,510
Junior High Schools Additions and Renovations	17,670,119
Junior High Schools Demo and Replacement Schools	16,858,536
High Schools Additions and Renovations	49,970,490
Football Fields	7,600,579
Softball Fields	10,730
FB/Track Resurface	2,227,781
FF&E Existing	2,186,778
FF&E (Constr. - New Facilities)	6,663
Future Design Fees	232,730
Enterprise Centre	35,523
600 New York (Roof Replacement)	348,440
Little Rd Annex Shelving	6,960
Patrick ES(Marquee)	13,762
Anderson ESHVAC Renovations	898,251
Dan Dipert CTC Paving	172,429
PDC Paving Renovation	9,500
Transportation/Security Center Replacement Project	206,044
Fine Arts	1,248,870
Technology	13,210,853
Transportation	574,473
UTSB and Refunding Bond Issuance Cost	742,539

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

Additional information regarding the bond package, including a bond overview, project summaries, project schedules, and the Citizens' Bond Oversight Committee (CBOC) may be found at the AISD Bond webpage, [www.aisd.net/bond](http://www.aisd.net/bond). More detailed information about the District's capital assets is presented in Note IV.E. to the financial statements.

**Outstanding Debt**

The District maintained its high underlying credit ratings of AA from Standard and Poor's Corporation and Aa1 from Moody's Investor Service, Inc. The District's bonds qualify for the AAA State's Permanent School Fund Guarantee. These ratings result in lower debt issuance costs for the District.

At the end of fiscal years 2023 and 2024, the District had total debt outstanding of \$1.3 billion. Most of the District's debt is for bonded debt, all of which is considered to be direct tax supported debt. The District issued the 2023 Building and Refunding Debt totaling \$141 million.

More detailed information about the District's outstanding debt is presented in Note 7 to the financial statements.

**OUTSTANDING DEBT**  
(in thousands)

	Governmental Activities		
	2024	2023	Increase (Decrease)
Bonds Payable	\$ 1,160,400	\$ 1,131,880	\$ 28,520
Bond Premiums	144,139	161,920	(17,781)
Accreted interest	-	4,951	(4,951)
Lease liability	-	3	(3)
SBITA liability	1,319	995	324
Accrued Service Benefits	9	41	(32)
Arbitrage liability	20,978	5,230	15,748
<b>Total</b>	<b>\$ 1,326,845</b>	<b>\$ 1,305,020</b>	<b>\$ 21,825</b>

**Economic Factors and Next Year's Budget and Rates**

The District's 2023-2024 budget was developed under the 2022-2027 Powered by Possibilities Strategic Plan. The Strategic Plan focuses on four performance objective categories.

- Personalized Learning Experiences
- Increase Focus and Student Achievement
- Social and Emotional Wellbeing, and
- Equitable Access.

These four performance objective categories frame the District's academic programming work for the 2023-2024 school year and beyond, intentionally promote budget development around high-impact areas of improvement, and inform strategic planning as the District strives to become a premier school district and a leader in education.

In August 2024, the Tarrant Appraisal District (TAD) board approved a new reappraisal plan that includes changing the frequency of reappraising residential properties from annually to every two years. Residential property values will be frozen at their current levels for the 2024-2025 tax year, except for new construction. This change should not impact the 2024-2025 fiscal year but is a concern for future years since the state funding formula relies on the assumption that local property values are accurate and align with market values. The District will be monitoring 2025 values closely and how it may impact the 2025-2026 fiscal year budget.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

The District's Maintenance & Operations (M&O) tax rate compressed from \$0.8249 to \$0.8128 per \$100 valuation. The Interest and Sinking (I&S) tax rate remained the same at \$0.2907 per \$100 valuation. Based on enrollment and attendance trends the District is budgeting for enrollment of 53,551 students.

General Fund expenditures are budgeted to increase over the prior year final expenditures. The Board approved salary increases of 4% of market median for teachers, librarians and other employees paid on the teacher salary schedule. Employees paid on salary schedules other than the teacher salary schedule will receive a general annual pay increase of 4% of their 2024-25 paygrade mid-point and targeted adjustments where appropriate to achieve market competitiveness and move staff members closer to mid-point of their paygrade.

The 2024-25 General Fund budget was adopted with a deficit of \$25.5 million, which includes a \$49 million transfer from the Capital Projects Fund. The District administration and leadership are actively evaluating cost measures to consider in order to balance the budget in future years while still supporting the goals and objectives of the strategic plan. Arlington ISD is expected to maintain a healthy total fund balance which provides stability given the uncertainty of future revenues and expenditures.

**Contacting the District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact the Finance Department at Arlington Independent School District, 690 East Lamar Blvd, Arlington, Texas 76011.





## **BASIC FINANCIAL STATEMENTS**



**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**STATEMENT OF NET POSITION**  
**June 30, 2024**

**Exhibit A-1**

<b>Data Control Codes</b>		<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Assets</b>				
1110	Cash and cash equivalents	\$ 815,766,619	\$ 224,395	\$ 815,991,014
1120	Current investments	19,963,603	-	19,963,603
1225	Property taxes receivables, net	8,128,297	-	8,128,297
1240	Due from other governments	85,690,124	-	85,690,124
1250	Accrued interest	324,201	-	324,201
1260	Internal balances	672	(672)	-
1290	Other receivables, net	2,729,034	-	2,729,034
1300	Inventories	5,355,641	-	5,355,641
1410	Prepaid items	6,218,026	-	6,218,026
1490	Other current assets	55,868	-	55,868
	Capital assets not subject to depreciation/amortization:			
1510	Land	92,645,451	-	92,645,451
1580	Construction in progress	184,549,928	-	184,549,928
	Capital assets net of accumulated depreciation/amortization:			
1520	Buildings and improvements, net	916,429,646	-	916,429,646
1530	Furniture and equipment, net	32,181,615	-	32,181,615
1550	Right-to-use leased assets and Subscription assets	1,291,799	-	1,291,799
1910	Long-term investments	9,995,793	-	9,995,793
<b>1000</b>	<b>Total Assets</b>	<b>2,181,326,317</b>	<b>223,723</b>	<b>2,181,550,040</b>
<b>Deferred Outflows of Resources</b>				
	Deferred charge on refunding	8,056,999	-	8,056,999
	Deferred outflows - pension	121,481,453	-	121,481,453
	Deferred outflows - other post-employment benefits (OPEB)	49,038,381	-	49,038,381
<b>1700</b>	<b>Total Deferred Outflows of Resources</b>	<b>178,576,833</b>	<b>-</b>	<b>178,576,833</b>
<b>Liabilities</b>				
2110	Accounts payable	38,450,823	11,050	38,461,873
2140	Interest payable	18,113,268	-	18,113,268
2150	Payroll deductions and withholdings	7,636,982	-	7,636,982
2160	Accrued wages payable	58,677,931	16,925	58,694,856
2180	Due to other governments	50,474	-	50,474
2200	Accrued expenses	7,751,988	-	7,751,988
2300	Unearned revenue	445,247	-	445,247
	Noncurrent Liabilities:			
2501	Due within one year	49,901,825	-	49,901,825
2502	Due in more than one year	1,276,943,287	-	1,276,943,287
2540	Net pension liability	293,703,440	-	293,703,440
2545	Net other post-employment benefits (OPEB) liability	115,993,728	-	115,993,728
<b>2000</b>	<b>Total Liabilities</b>	<b>1,867,668,993</b>	<b>27,975</b>	<b>1,867,696,968</b>
<b>Deferred Inflows of Resources</b>				
	Deferred gain on refunding	18,715,924	-	18,715,924
	Deferred inflows - pensions	16,161,968	-	16,161,968
	Deferred inflows - other post-employment benefits (OPEB)	177,502,622	-	177,502,622
<b>2600</b>	<b>Total Deferred Inflows of Resources</b>	<b>212,380,514</b>	<b>-</b>	<b>212,380,514</b>
<b>Net Position</b>				
3200	Net investment in capital assets	293,989,781	-	293,989,781
	Restricted for:			
3820	Federal and state programs	16,488,315	-	16,488,315
3850	Debt service	48,034,276	-	48,034,276
3900	Unrestricted	(78,658,729)	195,748	(78,462,981)
<b>3000</b>	<b>Total Net Position</b>	<b>\$ 279,853,643</b>	<b>\$ 195,748</b>	<b>\$ 280,049,391</b>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**STATEMENT OF ACTIVITIES**  
For the Year Ended June 30, 2024

*Exhibit B-1*  
Page 1 of 2

Data Control Codes	Functions/ Programs	Expenses	Program Revenue	
			Charges for Services	Operating Grants and Contributions
	<b>Governmental Activities:</b>			
11	Instruction	\$ 422,113,476	\$ -	\$ 52,196,320
12	Instructional resources and media services	8,904,392	-	1,673,652
13	Curriculum and staff development	15,617,213	-	9,201,609
21	Instructional leadership	20,566,510	-	6,852,126
23	School leadership	36,973,433	-	1,928,590
31	Guidance, counseling, and evaluation services	37,726,056	-	6,186,395
32	Social work services	4,623,980	-	1,519,492
33	Health services	8,251,589	-	4,011,021
34	Student transportation	20,642,957	202,191	1,272,693
35	Food service	39,287,332	4,064,091	32,523,158
36	Extracurricular activities	19,387,954	6,779,877	350,217
41	General administration	21,669,531	-	1,038,010
51	Plant, maintenance and operations	64,723,292	640,055	1,061,043
52	Security and monitoring services	18,333,123	-	410,052
53	Data processing services	18,293,561	-	376,228
61	Community services	3,446,423	-	2,870,828
72	Interest on long-term debt	56,858,469	-	11,412,926
73	Debt issuance costs and fees	2,248,260	-	-
81	Facilities planning	8,008,618	-	-
91	Contracted instruction services between schools	2,153,778	-	-
95	Payments to Juvenile Justice Alternative Education Programs	11,481	-	-
99	Intergovernmental charges	2,150,238	-	-
<b>TG</b>	<b>Total Governmental Activities</b>	<b>831,991,666</b>	<b>11,686,214</b>	<b>134,884,360</b>
	<b>Business-Type Activities:</b>			
01	Natatorium	186,558	204,118	-
<b>TB</b>	<b>Total Business-Type Activities</b>	<b>186,558</b>	<b>204,118</b>	<b>-</b>
<b>TP</b>	<b>Total Primary Government</b>	<b>\$ 832,178,224</b>	<b>\$ 11,890,332</b>	<b>\$ 134,884,360</b>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**STATEMENT OF ACTIVITIES**  
For the Year Ended June 30, 2024

**Exhibit B-1**  
**Page 2 of 2**

Data Control Codes	Functions/ Programs	Net (Expense) Revenue and Changes in Net Position		
		Primary Government		
		Governmental Activities	Business-type Activities	Total
	<b>Governmental Activities:</b>			
11	Instruction	\$ (369,917,156)	\$ -	\$ (369,917,156)
12	Instructional resources and media services	(7,230,740)	-	(7,230,740)
13	Curriculum and staff development	(6,415,604)	-	(6,415,604)
21	Instructional leadership	(13,714,384)	-	(13,714,384)
23	School leadership	(35,044,843)	-	(35,044,843)
31	Guidance, counseling, and evaluation services	(31,539,661)	-	(31,539,661)
32	Social work services	(3,104,488)	-	(3,104,488)
33	Health services	(4,240,568)	-	(4,240,568)
34	Student transportation	(19,168,073)	-	(19,168,073)
35	Food service	(2,700,083)	-	(2,700,083)
36	Extracurricular activities	(12,257,860)	-	(12,257,860)
41	General administration	(20,631,521)	-	(20,631,521)
51	Plant, maintenance and operations	(63,022,194)	-	(63,022,194)
52	Security and monitoring services	(17,923,071)	-	(17,923,071)
53	Data processing services	(17,917,333)	-	(17,917,333)
61	Community services	(575,595)	-	(575,595)
72	Interest on long-term debt	(45,445,543)	-	(45,445,543)
73	Debt issuance costs and fees	(2,248,260)	-	(2,248,260)
81	Facilities planning	(8,008,618)	-	(8,008,618)
91	Contracted instruction services between schools	(2,153,778)	-	(2,153,778)
95	Payments to Juvenile Justice Alternative Education Programs	(11,481)	-	(11,481)
99	Intergovernmental charges	(2,150,238)	-	(2,150,238)
<b>TG</b>	<b>Total Governmental Activities</b>	<b>(685,421,092)</b>	<b>-</b>	<b>(685,421,092)</b>
	<b>Business-Type Activities:</b>			
01	Natatorium	-	17,560	17,560
<b>TB</b>	<b>Total Business-Type Activities</b>	<b>-</b>	<b>17,560</b>	<b>17,560</b>
<b>TP</b>	<b>Total Primary Government</b>	<b>(685,421,092)</b>	<b>17,560</b>	<b>(685,403,532)</b>
	<b>General Revenues</b>			
	<b>Taxes:</b>			
<b>MT</b>	Property taxes, levied for general purposes	299,541,053	-	299,541,053
<b>DT</b>	Property taxes, levied for debt service	105,344,439	-	105,344,439
<b>SF</b>	State-aid formula grants not restricted	247,599,370	-	247,599,370
<b>GC</b>	Grants and contributions not restricted	2,802,759	-	2,802,759
<b>IE</b>	Investment earnings	47,713,146	-	47,713,146
<b>MI</b>	Miscellaneous	2,857,271	-	2,857,271
<b>TR</b>	<b>Total General Revenues</b>	<b>705,858,038</b>	<b>-</b>	<b>705,858,038</b>
<b>CN</b>	Change in Net Position	20,436,946	17,560	20,454,506
<b>NB</b>	<b>Net Position - Beginning</b>	<b>259,416,697</b>	<b>178,188</b>	<b>259,594,885</b>
<b>NE</b>	<b>Net Position - Ending</b>	<b>\$ 279,853,643</b>	<b>\$ 195,748</b>	<b>\$ 280,049,391</b>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**BALANCE SHEET – GOVERNMENTAL FUNDS**  
**June 30, 2024**

**Exhibit C-1**  
**Page 1 of 2**

		199	511	699
Data Control Codes		General Fund	Debt Service Fund	Capital Projects Fund
<b>Assets</b>				
1110	Cash and cash equivalents	\$ 216,266,664	\$ 60,687,358	\$ 509,915,196
1120	Investments	19,963,603	-	-
Receivables:				
1220	Property taxes receivable - delinquent	11,036,049	3,207,163	-
1230	Allowance for uncollectible taxes ( credit)	(4,761,783)	(1,353,132)	-
1240	Receivables from other governments	70,427,991	2,152,920	-
1250	Accrued interest	324,201	-	-
1260	Due from other funds	18,743,835	1,453,235	15,466
1290	Other receivables	2,704,560	-	-
1310	Inventories	2,109,535	-	-
1410	Prepaid items	3,731,254	-	-
1490	Other current assets	55,868	-	-
1910	Long-term investments	9,995,793	-	-
<b>1000</b>	<b>Total Assets</b>	<u>\$ 350,597,570</u>	<u>\$ 66,147,544</u>	<u>\$ 509,930,662</u>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>				
<b>Liabilities:</b>				
2110	Accounts payable	\$ 4,899,096	\$ -	\$ 29,361,647
2150	Payroll deduction and withholdings	7,636,982	-	-
2160	Accrued wages payable	55,434,754	-	-
2170	Due to other funds	2,644,514	-	423,569
2180	Payable to other governments	-	-	-
2200	Accrued expenditures	3,485,709	-	-
2300	Unearned revenue	6,156	-	100,000
<b>2000</b>	<b>Total Liabilities</b>	<u>74,107,211</u>	<u>-</u>	<u>29,885,216</u>
<b>Deferred Inflows of Resources</b>				
	Deferred inflows - property taxes	6,264,738	1,849,790	-
<b>2600</b>	<b>Total Deferred Inflows of Resources</b>	<u>6,264,738</u>	<u>1,849,790</u>	<u>-</u>
<b>Fund Balances:</b>				
<b>Non-Spendable:</b>				
3410	Inventories	2,109,535	-	-
3430	Prepaid items	3,731,254	-	-
<b>Restricted:</b>				
3450	Federal/ State grant funds	-	-	-
3470	Capital acquisitions and contractual oblig.	-	-	383,409,019
3480	Debt service	-	64,297,754	-
<b>Committed:</b>				
3545	Other	5,500,281	-	-
<b>Assigned:</b>				
3590	Other	80,765,050	-	96,636,427
3600	Unassigned	178,119,501	-	-
<b>3000</b>	<b>Total Fund Balances</b>	<u>270,225,621</u>	<u>64,297,754</u>	<u>480,045,446</u>
<b>4000</b>	<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<u>\$ 350,597,570</u>	<u>\$ 66,147,544</u>	<u>\$ 509,930,662</u>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**BALANCE SHEET – GOVERNMENTAL FUNDS**  
**June 30, 2024**

**Exhibit C-1**  
**Page 2 of 2**

<b>Data Control Codes</b>		<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Fund</b>
<b>Assets</b>			
1110	Cash and cash equivalents	\$ 22,068,031	\$ 808,937,249
1120	Investments	-	19,963,603
	Receivables:		
1220	Property taxes receivable - delinquent	-	14,243,212
1230	Allowance for uncollectible taxes ( credit)	-	(6,114,915)
1240	Receivables from other governments	13,109,213	85,690,124
1250	Accrued interest	-	324,201
1260	Due from other funds	4,547,301	24,759,837
1290	Other receivables	24,474	2,729,034
1310	Inventories	3,246,106	5,355,641
1410	Prepaid items	2,486,772	6,218,026
1490	Other current assets	-	55,868
1910	Long-term investments	-	9,995,793
<b>1000</b>	<b>Total Assets</b>	<b>\$ 45,481,897</b>	<b>\$ 972,157,673</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>			
	<b>Liabilities:</b>		
2110	Accounts payable	\$ 4,056,470	\$ 38,317,213
2150	Payroll deduction and withholdings	-	7,636,982
2160	Accrued wages payable	3,243,177	58,677,931
2170	Due to other funds	21,510,995	24,579,078
2180	Payable to other governments	50,474	50,474
2200	Accrued expenditures	-	3,485,709
2300	Unearned revenue	339,091	445,247
<b>2000</b>	<b>Total Liabilities</b>	<b>29,200,207</b>	<b>133,192,634</b>
	<b>Deferred Inflows of Resources</b>		
	Deferred inflows - property taxes	-	8,114,528
<b>2600</b>	<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>8,114,528</b>
	<b>Fund Balances:</b>		
	<b>Non-Spendable:</b>		
3410	Inventories	3,246,106	5,355,641
3430	Prepaid items	2,486,772	6,218,026
	<b>Restricted:</b>		
3450	Federal/ State grant funds	10,755,437	10,755,437
3470	Capital acquisitions and contractual oblig.	-	383,409,019
3480	Debt service	-	64,297,754
	<b>Committed:</b>		
3545	Other	2,280,147	7,780,428
	<b>Assigned:</b>		
3590	Other	-	177,401,477
3600	<b>Unassigned</b>	<b>(2,486,772)</b>	<b>175,632,729</b>
<b>3000</b>	<b>Total Fund Balances</b>	<b>16,281,690</b>	<b>830,850,511</b>
<b>4000</b>	<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 45,481,897</b>	<b>\$ 972,157,673</b>





**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**RECONCILIATION OF BALANCE SHEET FOR GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
**June 30, 2024**

**Exhibit C-1R**

<b>Data Control Codes</b>		
	<b>Total Fund Balance, Governmental Funds (from C-1)</b>	<b>\$ 830,850,511</b>
	Amounts reported for governmental activities in the statement of net position ( A-1) are different because:	
<b>1</b>	Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. Capital assets at historical cost, net of accumulated depreciation are reported in the governmental activities of the Statement of Net Position.	1,227,098,439
<b>2</b>	Property taxes receivable have been levied and are due this year, but are not available soon enough to pay for the current period's expenditures, these property taxes (net of allowance for uncollectible accounts) are deferred in the fund financial statements.	8,114,528
<b>3</b>	Long-term liabilities, including bonds payable and net pension and OPEB liabilities, are not due and payable in the current period, and therefore are not reported as liabilities in the funds.	
	Bonds payable	(1,160,400,000)
	Deferred charge on refunding ( to be amortized as interest expense)	8,056,999
	Deferred gain on refunding ( to be amortized as interest expense)	(18,715,924)
	Issuance premium ( to be amortized over life of debt)	(144,139,285)
	Accrued service benefits	(8,605)
	Arbitrage liability	(20,977,755)
	SBITA liability	(1,319,467)
	Accrued interest payable	(18,113,268)
	Net pension liability	(293,703,440)
	Net OPEB liability	(115,993,728)
<b>4</b>	Deferred inflows of resources and deferred outflows of resources related to pension and OPEB.	(23,144,756)
<b>5</b>	Addition of Internal Service Fund net position.	2,249,394
<b>29</b>	<b>Total Net Position - Governmental Activities (See B-1)</b>	<b>279,853,643</b>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE – GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2024**

**Exhibit C-2**

Data Control Codes		General Fund	Debt Service Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues</b>						
5700	Local and intermediate sources	\$ 320,627,966	\$ 108,334,475	\$ 28,103,043	\$ 9,878,844	\$ 466,944,328
5800	State program revenues	280,284,286	11,214,870	-	4,573,525	296,072,681
5900	Federal program revenues	11,656,211	198,056	-	96,033,406	107,887,673
<b>5020</b>	<b>Total Revenues</b>	<b>612,568,463</b>	<b>119,747,401</b>	<b>28,103,043</b>	<b>110,485,775</b>	<b>870,904,682</b>
<b>Expenditures</b>						
<b>Current:</b>						
0011	Instruction	360,255,430	-	5,865,246	39,827,721	405,948,397
0012	Instruction resources and media services	7,059,976	-	-	1,492,922	8,552,898
0013	Curriculum and staff development	6,625,974	-	-	9,033,235	15,659,209
0021	Instructional leadership	13,825,988	-	-	6,421,875	20,247,863
0023	School leadership	34,684,076	-	-	710,803	35,394,879
0031	Guidance, counseling and evaluation services	31,334,394	-	-	5,157,756	36,492,150
0032	Social work services	3,129,174	-	-	1,409,014	4,538,188
0033	Health services	7,886,346	-	-	2,747	7,889,093
0034	Student transportation	18,437,561	-	524,161	687,727	19,649,449
0035	Food services	540,938	-	-	39,614,806	40,155,744
0036	Extracurricular activities	13,975,806	-	-	4,719,678	18,695,484
0041	General administration	15,997,233	-	10,316	633,330	16,640,879
0051	Facilities maintenance and operations	63,587,718	-	1,554,474	2,082	65,144,274
0052	Security and monitoring services	14,807,276	-	2,719,174	160,389	17,686,839
0053	Data processing services	14,111,368	-	5,910,518	66,829	20,088,715
0061	Community services	669,124	-	-	2,855,694	3,524,818
<b>Debt service:</b>						
0071	Principal on long-term debt	1,567,377	65,154,956	-	-	66,722,333
0072	Interest on long-term debt	196,269	53,294,090	-	-	53,490,359
0073	Bond issuance costs and fees	-	1,505,721	742,539	-	2,248,260
<b>Capital outlay:</b>						
0081	Facilities acquisition and construction	-	-	139,125,388	-	139,125,388
<b>Intergovernmental:</b>						
0091	Contracted instructional services between schools	2,153,778	-	-	-	2,153,778
0095	Payments to juvenile justice alt. ed. prgm.	11,481	-	-	-	11,481
0099	Other intergovernmental charges	2,150,238	-	-	-	2,150,238
<b>6030</b>	<b>Total Expenditures</b>	<b>613,007,525</b>	<b>119,954,767</b>	<b>156,451,816</b>	<b>112,796,608</b>	<b>1,002,210,716</b>
1100	Excess ( deficiency) of revenues over expenditures	(439,062)	(207,366)	(128,348,773)	(2,310,833)	(131,306,034)
<b>Other Financing Sources (Uses)</b>						
7911	Issuance of debt	-	45,915,000	94,675,000	-	140,590,000
7912	Sale of real or personal property	60,931	-	-	114,538	175,469
7916	Premium on issuance of bonds	-	3,936,852	6,067,653	-	10,004,505
7949	Issuance of SBITAs	1,888,274	-	-	-	1,888,274
8949	Payment to Bond Refunding Escrow Agent	-	(49,490,340)	-	-	(49,490,340)
<b>7080</b>	<b>Total Other Financing Sources (Uses)</b>	<b>1,949,205</b>	<b>361,512</b>	<b>100,742,653</b>	<b>114,538</b>	<b>103,167,908</b>
<b>Special Item</b>						
7919	Extraordinary items ( resource)	-	-	-	-	-
<b>Total Special Item</b>						
1200	Net change in fund balances	1,510,143	154,146	(27,606,120)	(2,196,295)	(28,138,126)
<b>1000</b>	<b>Fund Balance - July 1 ( Beginning)</b>	<b>268,715,478</b>	<b>64,143,608</b>	<b>507,651,566</b>	<b>18,477,985</b>	<b>858,988,637</b>
<b>3000</b>	<b>Fund Balance - June 30 ( Ending)</b>	<b>\$ 270,225,621</b>	<b>\$ 64,297,754</b>	<b>\$ 480,045,446</b>	<b>\$ 16,281,690</b>	<b>\$ 830,850,511</b>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**For the Year Ended June 30, 2024**

**Exhibit C-2R**

<b>Data Control Codes</b>		
	<b>Net Change in Fund Balances - Total Governmental Funds (from C-2)</b>	<b>\$ (28,138,126)</b>
	Amounts reported for governmental activities in the statement of activities (B-1) are different because:	
	Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.	
<b>1</b>	Governmental funds capital outlays	145,282,154
<b>2</b>	Governmental activities depreciation/amortization expense	(52,710,504)
<b>3</b>	Disposal of assets	(1,188,665)
<b>4</b>	Property tax revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	306,335
<b>5</b>	The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	
	General obligation bonds issued	(140,590,000)
	Premium at issuance of bonds	(10,004,505)
	Issuance of a SBITA	(1,888,274)
	Escrow funds for refunded bonds	49,490,340
	Principal payments on bonds	65,154,956
	Principal payments for leases and SBITAs	1,567,377
	Amortization of bond premiums	8,251,126
	Amortization of deferred loss on refundings	(174,523)
	Accreted interest	4,951,020
	Accrued interest	(648,826)
<b>6</b>	Some expenses reported in the statement of activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds.	
	Changes in compensated absences	32,116
	Change in arbitrage liability	(15,746,907)
<b>7</b>	Changes in net pension and net OPEB liabilities and related deferred outflows and inflows	(3,701,742)
<b>8</b>	Internal service funds are used by management to charge the costs of printing and risk management, to individual funds. The net revenue (expense) of the internal service funds is reported as governmental activities. (See D-2)	
		<u>193,594</u>
	<b>Change in Net Position of Governmental Activities (see B-1)</b>	<b><u>\$ 20,436,946</u></b>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES – ORIGINAL BUDGET, AMENDED FINAL AND ACTUAL (GAAP BASIS)**
**For the Year Ended June 30, 2024**
**Exhibit C-3**

	Budgeted Amounts			Variance with
	Original	Final	Actual Amounts	Final Budget
<b>Revenues</b>				
Local revenues	\$ 392,004,362	\$ 324,585,190	\$ 320,627,966	\$ (3,957,224)
State program revenues	189,058,159	284,498,304	280,284,286	(4,214,018)
Federal program revenues	12,478,706	8,277,349	11,656,211	3,378,862
<b>Total Revenues</b>	<b>593,541,227</b>	<b>617,360,843</b>	<b>612,568,463</b>	<b>(4,792,380)</b>
<b>Expenditures</b>				
<b>Current:</b>				
Instruction	341,545,572	361,157,528	360,255,430	902,098
Instructional resources and media services	7,350,707	7,413,269	7,059,976	353,293
Curriculum and staff development	8,675,830	7,235,115	6,625,974	609,141
Instructional leadership	13,353,046	15,602,485	13,825,988	1,776,497
School leadership	34,838,234	35,191,070	34,684,076	506,994
Guidance, counseling and evaluation services	31,658,763	32,236,049	31,334,394	901,655
Social work services	3,421,574	3,448,758	3,129,174	319,584
Health services	8,315,944	8,381,292	7,886,346	494,946
Student transportation	18,523,204	19,048,960	18,437,561	611,399
Food services	521,341	547,408	540,938	6,470
Extracurricular activities	15,536,737	15,875,081	13,975,806	1,899,275
General administration	16,610,309	16,007,577	15,997,233	10,344
Facilities maintenance and operations	62,475,858	68,817,698	63,587,718	5,229,980
Security and monitoring services	13,121,965	20,961,258	14,807,276	6,153,982
Data processing services	13,846,979	14,286,550	14,111,368	175,182
Community services	671,266	715,611	669,124	46,487
<b>Debt Service:</b>				
Principal on long-term debt	-	1,567,377	1,567,377	-
Interest on long-term debt	3,500	179,934	196,269	(16,335)
<b>Intergovernmental:</b>				
Contracted instructional services between schools	6,241,026	2,484,161	2,153,778	330,383
Payments to Juvenile Justice Alt. Ed. Prgm.	75,000	96,300	11,481	84,819
Other governmental charges	2,254,372	2,259,579	2,150,238	109,341
<b>Total Expenditures</b>	<b>599,041,227</b>	<b>633,513,060</b>	<b>613,007,525</b>	<b>20,505,535</b>
Excess ( deficiency) of revenues over expenditures	(5,500,000)	(16,152,217)	(439,062)	15,713,155
<b>Other Financing Sources ( Uses) :</b>				
Sale of real or personal property	-	-	60,931	60,931
Issuance of SBITAs	-	1,350,271	1,888,274	538,003
<b>Total Other Financing Sources ( Uses)</b>	<b>-</b>	<b>1,350,271</b>	<b>1,949,205</b>	<b>598,934</b>
Net change in fund balances	(5,500,000)	(14,801,946)	1,510,143	16,312,089
<b>Fund Balances - Beginning</b>	<b>268,715,478</b>	<b>268,715,478</b>	<b>268,715,478</b>	<b>-</b>
<b>Fund Balances - Ending</b>	<b>\$ 263,215,478</b>	<b>\$ 253,913,532</b>	<b>\$ 270,225,621</b>	<b>\$ 16,312,089</b>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**June 30, 2024**

**Exhibit D-1**

	<b>Business Type Activities</b>	<b>Governmental Activities</b>
	<b>Enterprise Fund - Natatorium</b>	<b>Internal Service Funds</b>
<b>Assets</b>		
<b>Current assets:</b>		
Cash and cash equivalents	\$ 224,395	\$ 6,829,370
<b>Total Assets</b>	<u>224,395</u>	<u>6,829,370</u>
<b>Liabilities</b>		
<b>Current liabilities:</b>		
Accounts payable	11,050	133,610
Due to other funds	672	180,087
Accrued wages payable	16,925	-
Accrued expenses	-	4,266,279
<b>Total Liabilities</b>	<u>28,647</u>	<u>4,579,976</u>
<b>Net Position</b>		
Unrestricted	195,748	2,249,394
<b>Total Net Position</b>	<u>\$ 195,748</u>	<u>\$ 2,249,394</u>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**PROPRIETARY FUNDS**  
**For the Year Ended June 30, 2024**

*Exhibit D-2*

	Business Type Activities	Governmental Activities
	Enterprise Fund - Natatorium	Internal Service Funds
<b>Operating Revenues</b>		
Charges for Services	\$ 204,118	\$ 2,670,439
<b>Total Operating Revenues</b>	<u>204,118</u>	<u>2,670,439</u>
<b>Operating Expenses</b>		
Payroll costs	124,523	-
Purchased and contracted services	12,009	121,787
Supplies and materials	19,445	202,723
Claims expense and other operating expenses	30,581	2,395,209
<b>Total Operating Expenses</b>	<u>186,558</u>	<u>2,719,719</u>
Operating Income ( Loss)	<u>17,560</u>	<u>(49,280)</u>
<b>Non-Operating Revenues ( Expenses)</b>		
Investment earnings	-	242,874
<b>Total Nonoperating Revenues ( Expenses)</b>	<u>-</u>	<u>242,874</u>
Change in Net Position	17,560	193,594
<b>Net Position - July 1 ( Beginning)</b>	<u>178,188</u>	<u>2,055,800</u>
<b>Net Position - June 30 ( Ending)</b>	<u>\$ 195,748</u>	<u>\$ 2,249,394</u>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**For the Year Ended June 30, 2024**

*Exhibit D-3*

	<b>Business Type Activities</b>	<b>Governmental Activities</b>
	<b>Enterprise Fund - Natatorium</b>	<b>Internal Service Funds</b>
<b>Cash Flows from Operating Activities:</b>		
Cash received from customers	\$ 204,118	\$ 3,472,899
Cash payments for insurance claims	-	(2,623,665)
Cash payments to suppliers for goods and services	(21,481)	(212,518)
Cash payments for other operating expenses	(160,353)	(37,991)
<b>Net Cash Provided by ( Used for) Operating Activities</b>	<b>22,284</b>	<b>598,725</b>
<b>Cash Flows from Investing Activities:</b>		
Interest on investments	-	242,874
<b>Net Cash Provided by ( Used for) Investing Activities</b>	<b>-</b>	<b>242,874</b>
Net Change in Cash and Cash Equivalents	22,284	841,599
<b>Cash and Cash Equivalents at Beginning of Year</b>	<b>202,111</b>	<b>5,987,771</b>
<b>Cash and Cash Equivalents at End of Year</b>	<b>\$ 224,395</b>	<b>\$ 6,829,370</b>
<b>Reconciliation of Operating Income ( Loss) to Net Cash Provided by Operating Activities:</b>		
Operating Income ( Loss)	\$ 17,560	\$ (49,280)
Change in Assets, Liabilities, Deferred Inflows and Outflows:		
(Increase) decrease in receivables	-	-
(Increase) decrease in interfund receivables	-	722,369
(Increase) decrease in prepaid items	-	11,996
Increase (decrease) in accrued wages	3,082	-
Increase (decrease) in accounts payable	9,973	(87,949)
Increase (decrease) in accrued expenses	-	(178,498)
Increase (decrease) in interfund payables	(8,331)	180,087
<b>Net Cash Provided by ( Used for) Operating Activities</b>	<b>\$ 22,284</b>	<b>\$ 598,725</b>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUND**  
**June 30, 2024**

*Exhibit E-1*

	<u>Custodial Funds</u>
<b>Assets</b>	
Cash and cash equivalents	\$ 5,376,115
Due from others	<u>339,046</u>
<b>Total Assets</b>	<u>5,715,161</u>
 <b>Liabilities</b>	
Accounts payable	83,554
Due to Others	<u>2,815,584</u>
<b>Total Liabilities</b>	<u>2,899,138</u>
 <b>Net Position</b>	
Restricted for student activities	2,513,660
Restricted for sunshine activities	<u>302,363</u>
<b>Total Net Position</b>	<u><u>\$ 2,816,023</u></u>



**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FIDUCIARY FUND**  
**For the Year Ended June 30, 2024**

*Exhibit E-2*

	<u>Custodial Fund</u>
<b>Additions</b>	
Contributions from student groups	\$ 677,128
Contributions from employees - sunshine fund	<u>256,486</u>
<b>Total Contributions</b>	<u>933,614</u>
 <b>Total Additions</b>	 <u>933,614</u>
 <b>Deductions</b>	
Payments for student activities	895,339
Payments for sunshine fund	<u>266,552</u>
<b>Total Deductions</b>	<u>1,161,891</u>
 Net increase (decrease) in fiduciary net position	 (228,277)
 <b>Net Position - Beginning</b>	 <u>3,044,300</u>
 <b>Net Position - Ending</b>	 <u><u>\$ 2,816,023</u></u>



**Note 1 - Summary of Significant Accounting Policies**

The Arlington Independent School District ("District") is an independent public educational agency operating under applicable laws and regulations of the State of Texas. The District is autonomously governed by a seven-member Board of Trustees elected by the District's residents. The District prepares its basic financial statements in conformity with U.S. generally accepted accounting principles promulgated by the Governmental Accounting Standards Board (GASB) and other authoritative sources identified in Statement on Auditing Standards No. 69, as amended by Statement on Auditing Standards No.'s 91 and 93 of the American Institute of Certified Public Accountants; and it complies with the most recent requirements of the Texas Education Agency's Financial Accountability System Resource Guide (the "Resource Guide" or FASRG) and the requirements of contracts and grants of agencies from which it receives funds.

**A. Reporting Entity**

The Board of Trustees ("Board"), a seven-member group, has governance responsibilities over all activities related to public elementary and secondary education in the City of Arlington and portions of the Cities of Grand Prairie and Dalworthington Gardens, and the Town of Pantego. Because members of the Board are elected by the public, they have the authority to make decisions, appoint administrators and managers, and significantly influence operations; and they have primary accountability for fiscal matters. The District is not included in any other governmental "reporting entity" as defined by GASB Statement No. 61, *The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34*. The District is not financially accountable for any other organizations; therefore, no component units are included within the reporting entity. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding entities.

**B. Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities include programs supported primarily by taxes, charges to school districts for services, state funds, grants and other intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function or given segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Interfund activities between governmental funds, and between governmental funds and proprietary funds, appear in the governmental and proprietary fund financial statements. However, all interfund transactions between governmental funds have been eliminated on the government-wide statements. Interfund transactions between governmental funds and internal service funds have not been eliminated to the extent that services have been provided and used. Interfund transactions remain in the government-wide statements for activities between governmental funds and proprietary funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**B. Government-wide and Fund Financial Statements (continued)**

**Major Governmental Funds**

General Fund - The General Fund is the District's general operating fund. It is used to account for all financial transactions except those required to be accounted for in another fund. Major revenue sources include local property taxes and state funding under the Foundation School Program. Expenditures include all costs associated with the daily operations of the schools except for costs incurred by programs accounted for in the Special Revenue Funds, Capital Projects Fund, Debt Service Fund, and Proprietary Funds. The General Fund is a budgeted fund, and any fund balances are considered resources available for current operations.

Debt Service Fund - The Debt Service Fund, which is a budgeted fund, accounts for the resources accumulated and payments made on long-term general obligation debt of government funds. Revenues include collections on general property taxes, state funding under the Instructional Facilities and Existing Debt Allotments, and earnings on investments of the fund. Expenditures of the fund are for retirement of bond principal and payment of interest on bonded debt. The fund balance represents amounts that will be used for retirement of bonds and payment of interest in the future.

Capital Projects Fund - The Capital Projects Fund accounts for all proceeds of bond issues and earnings on investments of the fund. Revenue from the sale of bonds is used for acquiring school sites, constructing and equipping new school facilities, renovating existing facilities, and replacing transportation, technology, and various other equipment. This is a budgeted fund.

**Proprietary Funds**

Business-type Fund - The District only has one business-type activity which accounts for the activity the District's Natatorium. The revenues are derived from external user charges.

Internal Service Fund - The Internal Service Fund accounts for the management of the District's Print Shop and worker's compensation insurance. The cost of these activities is allocated to the other funds of the District on a cost reimbursement basis. These are not budgeted funds.

**Fiduciary Fund**

Custodial Fund - The District accounts for resources held for others in a custodial capacity in custodial funds. The fund is used to account for assets held by the District as custodian for student and other organizations. This fund reports the detail of additions to and deductions from custodial fund in the Statement of Changes in Fiduciary Net Position.

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Revenues susceptible to accrual are principally certain inter-governmental revenues, property taxes and investment income. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)**

Funds received from federal, state and other grants designated for payment of specific District expenditures are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as unearned revenues until related and authorized expenditures have been made. If balances have not been expended by the end of the project period, grantors sometimes require the District to refund all or part of the unused amount.

The proprietary are accounted for on an economic resources measurement focus and accrual basis of accounting, similar to the government-wide financial statements. Operating revenues and expenses are distinguished from nonoperating 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 internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. The custodial fund uses the economic resources measurement focus and utilizes the accrual basis of accounting.

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

**D. Implementation of New Standards**

GASB issued Statement No. 99, *Omnibus 2022* was issued in April 2022. This Statement was issued to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements and accounting and financial reporting for financial guarantees. The requirements of this Statement are effective immediately upon issuance, for periods beginning after June 15, 2022 and June 15, 2023, depending on the topical area.

GASB issued Statement No. 100, Accounting Changes and Error Corrections – an Amendment of GASB Statement No. 62, in June 2022. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter. The requirements of this statement were implemented in fiscal year 2024 and did not have a material impact on the financial statements.

GASB issued Statement No. 100, Accounting Changes and Error Corrections – an Amendment of GASB Statement No. 62, in June 2022. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter. The requirements of this statement were implemented in fiscal year 2024 and did not have a material impact on the financial statements.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**D. Implementation of New Standards (continued)**

GASB issued Implementation Guide 2021-1, Implementation Guidance Update – 2021, in May 2021. The primary objective of this Implementation Guide is to provide guidance that clarifies, explains, or elaborates on GASB Statements. The requirements of this Implementation Guide had various effective dates and specific provisions were implemented prior to fiscal year 2024. The remaining requirement, an amendment to Question 7.9.8 in Implementation Guide 2015-1 effective for reporting periods beginning after June 15, 2023, requires governments to capitalize assets whose individual acquisition costs are less than the threshold for an individual asset if those assets in the aggregate are significant. The requirements of this statement were implemented in fiscal year 2024 and did not have a material impact on the financial statements.

GASB issued Implementation Guide 2023-1, Implementation Guidance Update – 2023, in June 2023. The primary objective of this Implementation Guide is to provide guidance that clarifies, explains, or elaborates on GASB Statements. This Implementation Guide amends Implementation Guide No. 2019-3, Leases, Question 4.16, and Implementation Guide No. 2021-1, Implementation Guidance Update—2021, Question 4.13. The requirements of this Implementation Guide are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter. The requirements of this Implementation Guide were implemented in fiscal year 2024 and did not have a material impact on the financial statements.

**GASB Statement No. 101: Compensated Absences.** This Statement was issued in June 2022. It updates the recognition and measurement guidance for compensated absences by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for periods beginning after December 15, 2023. This Statement will become effective for the District in fiscal year 2025. The District has not yet determined the impact of this statement.

**GASB Statement No. 102: Certain Risk Disclosures.** This Statement was issued in December 2023. It establishes financial reporting requirements for risks related to vulnerabilities due to certain concentrations or constraints. The requirements of this Statement are effective for periods beginning after June 15, 2024. This Statement will become effective for the District in fiscal year 2025. The District has not yet determined the impact of this statement.

**GASB Statement No. 103: Financial Reporting Model Improvements.** This Statement was issued in April 2024. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025. This Statement will become effective for the District in fiscal year 2026. The District has not yet determined the impact of this statement.

**GASB Statement No. 104: Disclosure of Certain Capital Assets.** This Statement was issued in September 2024. It requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, Leases, and intangible right-to-use assets recognized in accordance with Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements, should be disclosed separately by major class of underlying asset in the capital as-sets note disclosures. Subscription assets recognized in accordance with Statement No. 96, Subscription-Based Information Technology Arrangements, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. This Statement also requires additional disclosures for capital assets held for sale. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025. This Statement will become effective for the District in fiscal year 2026. The District has not yet determined the impact of this statement.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**E. Deposits and Investments**

**1. Cash and cash equivalents**

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of acquisition. Investments for the District are reported at fair value.

**2. Investments**

Investments consist largely of money market funds and government investment pools. The District's investments are carried at fair value based on quoted market prices at year-end, in accordance with U.S. generally accepted accounting principles. Investments having a maturity of three months or less are reported as cash and cash equivalents.

The District categorizes fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: 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. The District's local government investment pools are recorded at amortized costs as permitted by GASB Statement No. 79 *Certain Investment Pools and Pool Participants*.

**F. Receivables and payables**

Interfund activity results from loans, services provided, reimbursements or transfers between funds. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers in and transfers out are netted and presented as a single "transfers" line on the government-wide statement of activities. Similarly, interfund receivables and payables are netted and presented as a single "internal balances" line of the government-wide statement of net position.

Property taxes are levied each year by October 1 based upon property valuations as of January 1. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. On January 1 of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest ultimately imposed.

Tax collections are prorated between the General Fund and Debt Service Fund based on the tax rate adopted by the Board. The District is permitted under the Texas Education Code to levy taxes up to \$1.0864 per \$100 of assessed valuation for general governmental services other than debt service on general obligation bonds. The tax rate which may be levied to service general obligation bonds is not limited. For the current fiscal year, the Board of Trustees set tax rates applicable to general governmental services and to debt service of \$0.8249 per \$100 valuation and \$0.2907 per \$100 valuation, respectively, based on a net assessed valuation of \$39.7 billion.

Delinquent property tax receivables are prorated between the General Fund and Debt Service Fund based on rates adopted for the year of the levy. Allowance for uncollectible tax receivables is based on historical experience in collecting property taxes. Management periodically reviews outstanding property taxes and establishes an allowance adequate to reflect the anticipated net collectible balance. The District is prohibited from writing off property taxes without specific statutory authority from the Texas Legislature. The property tax receivable allowance is equal to 42.9% of total outstanding property taxes at June 30, 2024.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**G. Inventories and prepaid items**

In the General Fund, inventory is valued at cost, using the weighted-average method. A computerized inventory system automatically updates inventory values. This valuation is not materially different from the first-in, first-out valuation method. Inventories consist of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are consumed rather than when purchased.

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

In the nonmajor special revenue fund, inventory is valued at cost, using the weighted-average method, except for food commodities, which are recorded at market values supplied by the Texas Department of Human Services. Commodities are received at no cost to the District; however, their fair market value is recorded as inventory and revenue when received. As the commodities are consumed, inventory is relieved, and expenditures are charged.

**H. Capital assets**

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The District does not have any public domain ("infrastructure") capital assets. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of two years or more. The SBITA recognition threshold is annual payment of \$250,000.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives, as well as the cost of land, are not depreciated.

Capital assets are depreciated over the estimated useful lives of the assets on a straight-line basis over the following estimated useful lives:

Type of Capital Asset	Useful Life
Buildings and Improvements	20 to 40 years
Furniture and equipment	5 to 12 years
Right-to-use assets leases	Based on the lease agreement
SBITAs	Based on the subscription arrangement

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their acquisition value on the date donated.

**I. Compensated absences**

All administrative and full-time hourly employees of the District receive up to three weeks of vacation each calendar year. If the employee does not use the vacation time by December 31 of the following year, it is lost and may not be carried forward. Employees may accumulate as many as fifty days of local personal leave, which can be carried forward from year to year. The time is forfeited if not used before the employee leaves the District. Therefore, no accrual for compensated absences is included in the accompanying financial statements.



**Note 1 - Summary of Significant Accounting Policies (continued)**

**J. 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, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the appropriate effective interest and straight-line methods.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as 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.

**K. Accrued service benefits**

Accrued service benefits are accrued as a liability in the government-wide financial statements. Eligibility for accrued service benefits for the employees of the Arlington Independent School District is determined by length of continuous service with the District and approval for retirement benefits under provisions of the Teacher Retirement System of Texas. Benefits are available to employees hired before January 1, 1985 and are based on years of experience with the District, accumulated eligible local sick leave days and accumulated ineligible local sick leave days.

**L. 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* represent a consumption of net assets that applies to future periods (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. The District has three items that qualify for reporting in this category:

- Deferred outflows of resources for refunding – Reported in the government-wide financial statement of net position, this deferred charge on refunding 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.
- 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 1) changes in actuarial assumptions; 2) differences between expected and actual actuarial experiences and 3) changes in the District's proportional share of pension liabilities. 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 remaining 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.
- Deferred outflows of resources for other post-employment benefits (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 1) differences between projected and actual earnings on OPEB plan investments and 2) changes in the District's proportional share of OPEB liabilities. The deferred outflows of resources related to other post-employment benefits 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 deferred outflows resulting from differences between projected and actual earnings on OPEB plan investments will be amortized over a closed five-year period. The remaining deferred outflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with post-employment benefits through the OPEB plan.

**Note 1 - Summary of Significant Accounting Policies (continued)**

A *deferred inflow of resources* is an represents an acquisition of net assets to future periods (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. The District has four 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 or resources in the period that the amounts become available.
- Deferred inflows of resources for pension – reported in the government-wide financial statement of net position, these deferred inflows result primarily from 1) differences between projected and actual earnings on pension plan investments; 2) changes in actuarial assumptions; 3) differences between expected and actual actuarial experiences and 4) changes in the District's proportional share of pension liabilities. The deferred inflows resulting from differences between projected and actual earnings on pension plan investments will be amortized over a closed five-year period. The remaining pension related deferred inflows 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.
- Deferred inflows of resources for OPEB – Reported in the government wide financial statement of net position, these deferred inflows result primarily from 1) changes in actuarial assumptions and 2) differences between expected and actual actuarial experiences. These OPEB related deferred inflows 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.

**L. Deferred outflows/inflows of resources (continued)**

- Deferred gain on refunding - Reported in the government-wide financial statement of net position, this deferred gain on refunding 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.

**M. Pensions**

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 District will continue to make the required pension contributions based on the statutorily determined rates established by the Teacher Retirement System of Texas (TRS). TRS will apply the District's contributions to the net pension liability on an annual basis. The contributions are paid by the funds that pay the employees' salaries. These funding sources include the General Fund and the Special Revenue funds.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**N. Other Post-Employment Benefits (OPEB).**

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 District will continue to make the required OPEB contributions based on the statutorily determined rates established by the Teacher Retirement System of Texas (TRS). TRS will apply the District's contributions to the net OPEB liability on an annual basis. The contributions are paid by the funds that pay the employees' salaries. These funding sources include the General Fund and the Special Revenue funds.

**O. Net position and fund balances**

Net position on the Statement of Net Position include the following:

*Net investment in capital assets* – the component of net position that reports capital assets less both the accumulated depreciation and the outstanding balance of debt and is directly attributable to the acquisition, construction, or improvement of these capital assets.

*Restricted for federal and state programs* – the component of net position that reports the difference between assets and liabilities related to federal and state programs that consist of assets with constraints placed on their use by granting agencies.

*Restricted for debt service* – the component of net position that reports the difference between assets, deferred inflows of resources and liabilities adjusted on a government-wide basis that consists of assets with constraints placed on their use by the bond covenants.

*Unrestricted net position* – the difference between the assets, deferred inflows of resources and liabilities that are not reported in net position net investment in capital assets, or restricted net position.

*Net position flow assumption* - Sometimes the District will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted - net position and unrestricted - net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the District's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

In the fund financial statements, governmental funds report fund balances as either a non-spendable fund balance or a spendable fund balance.

**Non-spendable Fund Balance**

Non-spendable fund balance is that portion of fund balance that is not expendable. Examples of non-spendable fund balance include inventories and prepaid items.

**Spendable Fund Balance**

Spendable fund balance includes restricted, committed, assigned, and unassigned components. These components can be described as follows:

**Note 1 - Summary of Significant Accounting Policies (continued)**

**O. Net position and fund balances (continued)**

*Restricted fund balance* – the component of the spendable fund balance constrained to a specific purpose by a provider, such as a creditor, grantor, contributor, or law or regulation of other governments. Restricted fund balance includes funds for debt service, construction programs, and resources from other granting agencies.

*Committed Fund Balance* – the component of the spendable fund balance constrained to a specific purpose by Board. A Board resolution is required to establish a fund balance commitment. Only the action that constitutes the most binding constraint of the Board can be considered a commitment for fund balance classification purposes. The Board has committed the funds of \$5.5 million for the expansion of a full pre-kindergarten program and \$2 million for campus activity funds.

*Assigned Fund Balance* – the component of the spendable fund balance that is spendable or available for appropriation but has been tentatively earmarked for some specific purpose by the Superintendent. Board Policy CE (Local) was amended in August 2011 by the Board of Trustees to provide the Superintendent with this authorization. The District has assigned fund a total of \$81 million in the General Fund. This amount includes \$10 million for prekindergarten program and \$71 million for July and August 2024 the general operation cash flow. The District assigned \$96 million of its Capital Projects Fund balance for future locally funded capital projects. That is, these projects are not funded with bond funds.

*Unassigned Fund Balance* – the component of the spendable fund balance which may be spent for any legal purpose. This portion of the total fund balance in the general fund is available to finance operating expenditures. The General fund is the only fund that reports a positive unassigned fund balance.

The District strives to maintain an unassigned fund balance in the general fund equal to a minimum of 16.67% of the District's general fund operating expenditures. In the event that unassigned fund balance falls below the target level, the Board shall, within 24 months, adopt a plan to restore this balance to the target level.

*Fund balance flow assumptions* - Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

**P. Data control codes**

The data control codes refer to the account code structure prescribed by the TEA. The TEA requires school districts to display these codes in the financial statements filed with the agency in order to ensure accuracy in building a statewide database for policy development and funding plans.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**Q. Leases**

Lessee: The District is a lessee for a noncancellable lease of equipment. The District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The District recognizes lease liabilities with an initial, individual value of \$100,000 or more.

At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

**R. Subscription-Based Information Technology Arrangements (SBITAs)**

The District is under contract for various SBITAs for the right-to-use subscription assets (software). The SBITAs are noncancellable, and the District recognizes a SBITA liability and an intangible right-to-use SBITA asset in the government-wide financial statements. The District recognizes SBITA liabilities with a payment, individual value of \$250,000 or more.

At the commencement of the SBITA, the District initially measures the SBITA liability at the present value of payments expected to be made during the SBITA term. Subsequently, the SBITA liability is reduced by the principal portion of SBITA payments made. The SBITA asset is initially measured as the sum of (1) the initial SBITA liability amount, (2) payments made to the SBITA vendor before commencement of the subscription term, and (3) capitalizable implementation costs, less any incentives received from the SBITA vendor at or before the commencement of the subscription term. Key estimates and judgments related to SBITA include how the District determines (1) the discount rate it uses to discount the expected SBITA payments to present value, (2) SBITA term, and (3) SBITA payments.

- The District uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for SBITAs.
- The SBITA term includes the noncancellable period of the SBITA and payments included in the measurement of the SBITA liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**R. Subscription-Based Information Technology Arrangements (SBITAs) (continued)**

The District monitors changes in circumstances that would require a remeasurement of its SBITA and will remeasure the SBITA asset and liability if certain changes occur that are expected to significantly affect the amount of the SBITA liability. SBITA assets are reported with other capital assets and SBITA liabilities are reported with long-term debt on the statement of net position.

**Note 2 - Stewardship Compliance and Accountability**

**Budgets and Budgetary Accounting**

The District is legally required to adopt budgets for the General Fund, Debt Service Fund, Capital Projects Fund, and Child Nutrition. Each budget is presented and accounted for on the modified accrual basis of accounting which is consistent with generally accepted accounting principles. The District is not legally required to adopt Special Revenue Fund budgets.

The District follows these procedures preparing and approving its annual budget:

1. The superintendent or his designate prepares a budget covering all estimated revenues and proposed expenditures of the District for the next succeeding fiscal year. The budget is prepared by generic fund type and function.
2. Ten days after public notice of the meeting has been given, a public hearing is held, allowing the public to comment on the proposed budget.
3. A public meeting of the Board of Trustees is called for the purpose of adopting the budget. The State Board of Education requires that the budget be prepared no later than June 30th of each year.
4. Budget data must be received by the Texas Education Agency on or before December 15 each year. The legal level of budgetary control is at the function level within each generic fund type. Budget amounts are as originally adopted, or as amended by the Board, on June 18, 2024. Once a budget is approved, it can be amended at the function and fund level only by approval of a majority of the members of the Board of Trustees. Changes can be made to the budget at any detail within the function level without an amendment approved by the Board. During the year, several budget amendments were made with Board approval. The most significant amendments were for carryover funding; issuance of bonds and supplemental appropriations for bond projects; mid-year adjustment of local and state revenues and appropriations and operating costs; and year-end adjustments to revise estimates of revenues and expenditures based on the latest information on student attendance, interest earnings, and operating costs. All budget appropriations lapse at year-end.

**Note 3 - Deposits and Investments**

The District's funds are required to be deposited and invested under the terms of a depository contract pursuant to the School Depository Act. The depository bank places approved pledged securities for safekeeping and trust with the District's agent bank 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.

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. The District maintains an investment policy which authorizes the District to invest in obligations of the U.S. Treasury and U.S. agencies, municipal securities and repurchase agreements and the State Treasurer's investment pool or similar public fund investment pools. 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.

**Custodial Credit Risk – Deposits** – In the case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The collateral shall always be held by an independent third party with whom the District has a current custodial agreement. The District is not exposed to custodial credit risk for its deposits as all are covered by depository insurance or securities pledged to the District and held by a third-party custodian.

At June 30, 2024, the carrying value of the District's deposits (other than the temporary investments listed below) was \$39 million and the bank balance was \$48 million. The District's cash deposits at June 30, 2024, and during the year then ended, were entirely covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name. The District also held petty cash of approximately \$2,000.

**Investments**

As of June 30, 2024, the District's investments consisted of balances held by Lone Star Local Government Investment Pool (LSIP), Texas Local Government Investment Pool (TexPool), and LOGIC Local Government Investment Pool.

LSIP is a Texas public investment pool sponsored by the Texas Association of School Boards (TASB) for investment of funds by state and local government entities, primarily local school districts. The Board has entered into an agreement with First Public, LLC (First Public), a Texas limited liability company and a member of the National Association of Securities Dealers, Securities Investor Protection Corporation, and Municipal Securities Rulemaking Board, pursuant to which First Public serves as administrator of LSIP's operations. American Beacon Advisors, Fort Worth, Texas, and Standish Mellon Asset Management Company, LLC, Pittsburgh, Pennsylvania, provide investment management services to LSIP regarding the investment and reinvestment of the pool's assets. The fund's credit quality is excellent as its portfolio is composed of U. S. government and U. S. agency securities. Investments in LSIP provide for investment in securities with maturities and returns generally greater than money market instruments. LSIP is marked-to-market daily to maintain an accurate net asset value. The District's fair value in LSIP is the same as the value of the pool shares.

**Note 3 - Deposits and Investments (continued)**

**Investments (continued)**

TexPool is a public funds investment pool created by the Texas Treasury Safekeeping Trust Company (the Trust Company) to provide a safe environment for the placement of local government funds. The portfolio consists of U.S. Treasury and government agency securities, repurchase agreements, certain mutual funds, collateralized repurchase and reverse repurchase agreements, no-load money market mutual funds regulated by the Securities and Exchange Commission and rated AAA or equivalent by at least one nationally recognized statistical rating organization, securities lending programs, and certificates of deposit. TexPool is overseen by the State Comptroller of Public Accounts and administered by Federated Investors, Inc. The State Street Bank is the custodial bank. TexPool follows chapter 2256 of the Texas Public Funds Investment Act. TexPool uses amortized cost rather than fair value to report net assets to compute share prices. The fair value of the position in TexPool is the same as the value of TexPool shares. Accordingly, the District's investments in TexPool are stated at amortized cost, which approximates fair value.

Local Government Investment Cooperative (LOGIC) (the "Pool") was organized in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code, and operates as a public funds investment pool under the Public Funds Investment Act. LOGIC is organized and existing as a business trust under the laws of the State of Texas with all Participant funds and all investment assets held and managed in trust by a Board of Trustees for the benefit of the Participants.

The Board of Trustees is LOGIC's governing body and is comprised of employees, officers or elected officials of Participant Government Entities or individuals who do not have a business relationship with the Pool and are qualified to advise it. A maximum of two advisory board members represent the Co-Administrators of the Pool. The Portfolio assets are marked to market daily using the fair value method. Due to the fact that amortized cost, which generally approximates the market value of the assets, has been deemed to be a proxy for fair value, Portfolio assets are valued on the basis of the amortized cost valuation technique.

As noted in the District's Significant Accounting Policies, the District reports its local government investment pools at amortized cost as permitted by GASB Statement No. 79 *Certain External Investment Pools and Pool Participants*. In addition, Lone Star, TexPool and LOGIC do not have any limitations and restrictions on withdrawals such as notice periods or maximum transaction amounts. The pools do not impose any liquidity fees or redemption gates.

	<b>Fair Value</b>	<b>Percentage of Investments</b>	<b>Weighted Average Maturity (Days)</b>
<b>Governmental Activities</b>			
<b>Local Government Investment Pools:</b>			
TexPool	\$ 48,198,368	5.9%	26
LOGIC	245,351,837	30.2%	40
Lone Star	162,916,984	20.0%	23
<b>Total Local Government Investment Pools</b>	<b>456,467,189</b>	<b>56.2%</b>	
<b>U.S. Government Agency Securities</b>	<b>356,162,137</b>	<b>43.8%</b>	<b>163</b>
<b>Total U.S. Government Agency Securities</b>	<b>356,162,137</b>	<b>43.8%</b>	
<b>Total Governmental Activities</b>	<b>812,629,326</b>	<b>100.0%</b>	
<b>Total</b>	<b>\$ 812,629,326</b>	<b>100.0%</b>	<b>90</b>

All investments mature in less than one year, except for \$9,995,793 in Government Securities that mature in October 2025.



**Note 3 - Deposits and Investments (continued)**

**Investments (continued)**

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

**Custodial Credit Risk - Investments** - For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investments in the external investment pools (Lone Star, TexPool and LOGIC), are not exposed to custodial risk. External investment pools are not subject to custodial risk because investments are not evidenced by securities that exist in physical or book entry form. State law limits investments in public funds investment pools to those rated no lower than AAA or AAAM or an equivalent rating by at least one nationally recognized rating service. As of June 30, 2024, the District's investments in Lone Star was rated AAA and, TexPool and LOGIC were rated AAAM.

**Credit Risk** - This is the risk that a security issuer may default on an interest or principal payment. State law limits investments in local government pools to those that are rated AAA or equivalent by at least one Nationally Recognized Statistical Rating Organization (NRSRO). The District controls and monitors this risk by purchasing quality rated instruments that have been evaluated by agencies such as Standard and Poor's (S&P) or Moody's Investors Service, or by investing in public fund investment pools rated no lower than AAA or AAAM. The District's investments in Lone Star was rated AAA and, TexPool and LOGIC were rated AAAM. The Federal Home Loan bank investments are rated AA+.

**Interest-rate Risk** - This type of risk occurs when potential purchasers of debt securities do not agree to pay face value for those securities if interest rates rise. The District's investment policy does not allow the purchase of investments that would expose the District to interest-rate risk.

**Concentration Risk** - This type of risk is defined as positions of 5 percent or more in the securities of a single issuer. The District is not exposed to concentration risk because the investment portfolio mainly consists of external investment pools.

**Note 4 - Receivables**

Receivables due from other governments, as of June 30, 2024 for the District's major and nonmajor funds in the aggregate are as follows. All receivables are expected to be collected within one year.

	General Fund	Debt Service Fund	Nonmajor Governmental Funds	Total
Due from the State of Texas/ Other Governments	\$ 70,427,991	\$ 2,152,920	\$ 13,109,213	85,690,124

The District expects to collect all receivables within one year of the end of the fiscal year period.

**Note 5 - Interfund Receivables, Payables, and Transfers**

The composite of interfund balances as of June 30, 2024, is as follows. All interfund balances are expected to be repaid within one year.

	<b>Interfund Receivable</b>	<b>Interfund Payable</b>	<b>Net</b>
<b>Governmental Activities:</b>			
General Fund	\$ 18,743,835	\$ 2,644,514	\$ 16,099,321
Debt Service Fund	1,453,235	-	1,453,235
Capital Projects Fund	15,466	423,569	(408,103)
Nonmajor Governmental Funds	4,547,301	21,510,995	(16,963,694)
Nonmajor Enterprise Funds	-	672	(672)
Internal Service Funds	-	180,087	(180,087)
	<u>\$ 24,759,837</u>	<u>\$ 24,759,837</u>	<u>\$ -</u>

These interfund balances resulted from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur, transactions are recorded in the accounting system, and/or payments between funds are made.

**Note 6 - Capital Assets**

A summary of changes in governmental activities capital assets for the year ended June 30, 2024 as follows:

	<b>Balance June 30, 2023</b>	<b>Additions</b>	<b>Retirements and Transfers</b>	<b>Balance June 30, 2024</b>
<b>Governmental Activities:</b>				
<b>Capital Assets, Not Being Depreciated/Amortized:</b>				
Land	\$ 86,665,675	\$ 5,979,776	\$ -	\$ 92,645,451
Construction in progress	171,735,127	125,125,312	(112,310,511)	184,549,928
<b>Total Capital Assets, Not Being Depreciated/Amortized</b>	<u>258,400,802</u>	<u>131,105,088</u>	<u>(112,310,511)</u>	<u>277,195,379</u>
<b>Capital Assets, Being depreciated/Amortized:</b>				
Buildings and improvements	1,480,963,131	4,984,982	112,260,239	1,598,208,352
Furniture and equipment	140,987,853	7,303,810	(1,188,667)	147,102,996
Right-to-use asset - leases	265,130	-	(265,130)	-
Right-to-use asset - Subscription asset	1,943,152	1,888,274	(1,943,152)	1,888,274
<b>Total Capital Assets, Being depreciated/Amortized</b>	<u>1,624,159,266</u>	<u>14,177,066</u>	<u>108,863,290</u>	<u>1,747,199,622</u>
<b>Less Accumulated Depreciation/Amortization For:</b>				
Buildings and improvements	(642,426,882)	(39,402,096)	50,272	(681,778,706)
Furniture and Equipment	(103,363,190)	(11,558,191)	-	(114,921,381)
Right-to-use asset - leases	(262,107)	(3,025)	265,132	-
Right-to-use asset - subscriptions	(792,435)	(1,747,192)	1,943,152	(596,475)
<b>Total Accumulated Depreciation/Amortization</b>	<u>(746,844,614)</u>	<u>(52,710,504)</u>	<u>2,258,556</u>	<u>(797,296,562)</u>
<b>Governmental Capital Assets</b>	<u>\$ 1,135,715,454</u>	<u>\$ 92,571,650</u>	<u>\$ (1,188,665)</u>	<u>\$ 1,227,098,439</u>

**Note 6 - Capital Assets (continued)**

Depreciation and amortization was charged to functions as follows:

<b>Function</b>	<b>Depreciation/ Amortization Expense</b>
<b>Governmental Activities:</b>	
Instruction	\$ 32,167,463
Instructional resources & media services	620,029
Curriculum & instructional staff development	580,992
Instructional leadership	1,212,319
School leadership	3,041,241
Guidance, counseling & evaluation services	2,752,501
Social work services	274,379
Health services	692,842
Student (pupil) transportation	1,616,680
Food services	47,342
Cocurricular/extracurricular activities	1,224,186
General administration	5,562,304
Plant maintenance & operations	1,298,361
Security and monitoring services	1,098,258
Community services	50,342
	<u>\$ 52,710,504</u>

The District's net investment in capital assets calculation is shown below and is presented on the Statement of Net Position.

Capital Assets, net of related depreciation/ amortization	\$ 1,227,098,439
Less: Bonds Payable	(1,160,400,000)
Plus: Deferred Loss on Refunding	8,056,999
Less: Deferred Gain on Refunding	(18,715,924)
Less: Premium on bonds	(144,139,285)
Less: SBITA liability	(1,319,467)
Plus: Unspent bond proceeds, net of capital related liabilities	383,409,019
<b>Total Net Investment in Capital Assets</b>	<u><u>\$ 293,989,781</u></u>

**Note 6 - Capital Assets (continued)**

**Construction Commitments**

The District has active construction projects as of June 30, 2024. Construction in progress and remaining commitments as of June 30, 2024 are as follows:

<b>Project</b>	<b>Approved Construction Budget</b>	<b>Construction in Progress</b>	<b>Estimated Remaining Commitment</b>
Duff Elementary	\$ 12,245,040	\$ 8,131,990	\$ 4,113,050
South Davis Elementary School	1,752,960	989,186	763,774
Arlington HS	73,996,494	50,747,245	23,249,249
Martin HS & Athletic Field	51,650,000	12,644,692	39,005,308
Bowie HS Softball	2,300,000	10,730	2,289,270
Seguin HS Softball	2,800,000	-	2,800,000
Bowie HS FB/Track Resurface	1,316,450	1,249,639	66,811
Seguin HS FB/Track Resurface	1,166,219	1,093,668	72,551
Enterprise Center	12,264,213	12,239,055	25,158
Lamar HS	9,000,000	808,843	8,191,157
Cravens Stadium	38,600,000	908,137	37,691,863
Sam Houston	10,606,200	7,234,317	3,371,883
Wilemon Stadium	38,600,000	893,899	37,706,101
Bailey JH	28,556,668	22,066,101	6,490,567
Carter JH / Joey Rodriguez JHS	73,691,559	19,912,768	53,778,791
Little Elementary School	520,652	86,705	433,947
Speer Elementary School	3,235,085	705,578	2,529,507
Pope Elementary School	10,811,095	908,731	9,902,364
Johns Elementary School	10,700,000	1,190,929	9,509,071
Short Elementary School	5,038,000	4,699,192	338,808
Foster Elementary School	8,200,000	755,457	7,444,543
Key Elementary School	11,773,476	1,335,274	10,438,202
Atherton Elementary School	3,950,000	392,081	3,557,919
Playgrounds Phase II	7,685,440	7,601,854	83,586
Playgrounds Phase III	10,694,412	10,510,419	183,993
Roark Elementary School (Demolition)	1,301,767	1,097,984	203,783
Goodman Elementary School	4,000,000	100,000	3,900,000
Amos Elementary School	3,740,000	131,311	3,608,689
Miller Elementary School	7,866,500	347,108	7,519,392
FF&E 650	6,500,000	2,856,503	3,643,497
FF&E 651	600,000	242,324	357,676
Cafeteria Tables & Chairs	4,020,236	2,153,318	1,866,918
Future Design Fees 651	250,000	222,330	27,670
Future Design Fees 652	250,000	44,550	205,450
Anderson HVAC Renovations	2,069,467	1,934,664	134,803
Sherrod ES Renovations (Fire Alarm Only)	196,650	-	196,650
Dan Dipert CTC Paving	800,000	172,429	627,571
PDC Paving Renovation	1,868,025	9,500	1,858,525
Transportation/Security Center Replacement	22,500,000	206,044	22,293,956
JW Counts Demo	599,100	509,600	89,500
	<u>\$ 495,121,481</u>	<u>\$ 184,549,928</u>	<u>\$ 310,571,553</u>

**Note 7 - Long-Term Liabilities**

Long-term debt of the District is comprised of bonds payable, leases payable, SBITA payable, and accrued service benefits. Debt service requirements for general obligation bonds are payable from fund balance and future revenues of the Debt Service Fund which consists principally of property taxes collected by the District, state funding under the Instructional Facilities and Existing Debt Allotments and interest earnings. The General Fund has typically been used to liquidate leases and notes payable, in prior years.

The following is a summary of changes in long-term debt for governmental activities for the year ended June 30, 2024:

	Balance as of July 1, 2023	Additions	Retirements	Balance June 30, 2024	Due Within One Year
Bonds payable	\$ 1,131,879,956	\$ 140,590,000	\$ (112,069,956)	\$ 1,160,400,000	\$ 46,130,000
Bond premiums	161,919,767	10,004,505	(27,784,987)	144,139,285	-
Accreted interest	4,951,020	74,024	(5,025,044)	-	-
Lease liability	3,298	-	(3,298)	-	-
Arbitrage liability	5,230,848	15,746,907	-	20,977,755	3,059,953
SBITA liability	995,272	1,888,274	(1,564,079)	1,319,467	711,872
Accrued service benefits	40,721	-	(32,116)	8,605	-
<b>Total</b>	<b>\$ 1,305,020,882</b>	<b>\$ 168,303,710</b>	<b>\$ (146,479,480)</b>	<b>\$ 1,326,845,112</b>	<b>\$ 49,901,825</b>

The same governmental funds used to pay the staff's salary have been used to liquidate the liability for compensated absences in the current and prior years.

On August 10, 2023, the District issued Unlimited Tax School Building and Refunding Bonds, Series 2023 totaling \$140,590,000. The bonds were issued at a premium of \$10,004,505. The building bonds were used for the acquisition, the bonds also refunded Unlimited Tax Refunding Bonds, Taxable Series 2020 in the amount of \$46,915,000. The amount placed in escrow to purchase State and Local Government Securities was \$49,490,340. The amount debt service remaining on the refunded debt was \$57,645,500. The refunding portion of the transaction resulted in net cash flow savings of \$1,207,750 and net present value savings of \$1,080,159. The bonds mature in 2048 and carry an interest rate of 4.00% to 5.00%. In June 2024, The District also defeased Unlimited Tax School Building Bonds, Series 2016 A in the amount of \$14 million using District resources. The par value of the refunded bonds were \$13.6 million. The defeasance yielded net present value savings of \$3.4 million.

Qualified School Construction Bonds ("QSCB's") are tax-credit bonds authorized through the American Recovery and Reinvestment Act. The QSCB program provides school districts the opportunity to issue interest free or very-low interest bonds to finance the construction, rehabilitation, or repair of a public school facility or for the acquisition of land on which such a facility is to be constructed. Purchasers of QSCB's issued in 2009 receive a federal tax credit instead of interest payments. Purchasers of QSCB's issued in 2011 receive interest payments from the issuer, and the issuer can elect to receive subsidy payments from the federal government equal to the lesser of (i) the amount of interest payable under such bond on such date, or (ii) the amount of interest which would have been payable under such bond on such date if such interest were determined at the applicable credit rate determined under section 54A(b)(3) of the Internal Revenue Code with respect to such bonds. The District received \$198 thousand in subsidy payments from the federal government during the fiscal year ended June 30, 2024.

**Note 7 - Long-Term Liabilities (continued)**

**Bonds Payable**

Bonded indebtedness of the District is reflected in the Statement of Net Position. Current requirements for principal and interest expenditures are accounted for in the Debt Service Fund in the fund financial statements.

A summary of changes in general obligation bonds for the year ended June 30, 2024, are as follows:

<b>Bond</b>	<b>Interest Rates</b>	<b>Original Amount</b>	<b>Range of Future Maturities</b>	<b>6/30/2023 Balances</b>	<b>Issued</b>	<b>Retired/ Defeased</b>	<b>6/30/2024 Balances</b>
2009 QSCB	0.40%	\$ 36,320,000	2018-26	\$ 12,110,000	\$ -	\$ (4,035,000)	\$ 8,075,000
2011 QSCB	5.25 to 6.00%	13,655,000	2018-26	4,550,000	-	(1,515,000)	3,035,000
2014 Refunding	5.00%	72,020,000	2017-24	11,570,000	-	(11,570,000)	-
2015 Building	1.00 to 5.00%	220,300,000	2016-40	189,685,000	-	(8,455,000)	181,230,000
2016A Building	3.00 to 5.00%	109,420,000	2017-41	89,205,000	-	(17,430,000)	71,775,000
2016B Refunding	2.00 to 5.00%	46,475,000	2017-36	36,990,000	-	(2,930,000)	34,060,000
2017 Building	3.00 to 5.00%	79,345,000	2018-42	63,575,000	-	(2,655,000)	60,920,000
2018 Building	4.00 to 5.00%	33,630,000	2019-43	13,775,000	-	-	13,775,000
2020 Building	4.00 to 5.00%	273,790,000	2020-45	253,105,000	-	(3,445,000)	249,660,000
2020 Refunding	4.00 to 5.00%	137,794,956	2021-39	135,729,956	-	(49,489,956)	86,240,000
2021 Building	4.00 to 5.00%	158,890,000	2022-46	147,225,000	-	-	147,225,000
2022 Building and Refunding	2.00-4.00%	176,370,000	2022-47	174,360,000	-	(545,000)	173,815,000
2023 Building and Refunding	4.00-5.00%	140,590,000	2024-48	-	140,590,000	(10,000,000)	130,590,000
<b>Total Bonds Payable</b>				<b>\$ 1,131,879,956</b>	<b>\$ 140,590,000</b>	<b>\$ (112,069,956)</b>	<b>\$ 1,160,400,000</b>

The annual debt service for retirement of bond principal and interest are as follows:

<b>Year Ending June 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Totals</b>
2025	\$ 46,130,000	\$ 48,486,793	\$ 94,616,793
2026	46,970,000	46,371,721	93,341,721
2027	48,745,000	44,214,897	92,959,897
2028	50,905,000	41,777,647	92,682,647
2029	51,010,000	39,395,060	90,405,060
2030-2034	284,430,000	161,029,808	445,459,808
2035-2039	325,470,000	100,782,122	426,252,122
2040-2044	217,830,000	43,073,870	260,903,870
2045-2048	88,910,000	6,522,086	95,432,086
	<b>\$ 1,160,400,000</b>	<b>\$ 531,654,004</b>	<b>\$ 1,692,054,004</b>

**Lease Liability**

The District has copiers and postage machines under lease agreements. The District used an incremental borrowing rate of 3.96 percent to determine the present value of such leases. The right-to-use assets under the lease have a cost of \$265,130. There are no variable payments and the lease was fully paid off in fiscal year 2024.

**Note 7 - Long-Term Liabilities (continued)**

**Rebatable Arbitrage Payable**

The Tax Reform Act of 1986 requires that the excess interest earned on tax-exempt bond proceeds over interest cost must be remitted to the federal government. These arbitrage interest earnings are paid from the Capital Projects Funds and must be remitted every five years from date of issue. During the fiscal year ended June 30, 2024, no arbitrage payments were made to the IRS. The rebatable arbitrage liability at June 30, 2024 was \$21 million. It was recorded at the government-wide level since it was not due and payable at June 30, 2024 but is due within the next year.

**Accreted Interest**

In accordance with general obligation bond indentures, the District is required to compute, at the time of levying the tax, a rate of tax sufficient to provide a fund each year to pay the principal and interest as bonds mature and interest payments are due.

A portion of the Series 2020 bond issue was Capital Appreciation Bonds. These bonds were issued at a discount, and there are no scheduled interest payments due until maturity of the bonds. A portion of the difference between the principal received at issuance and the total amount due at maturity is accreted each year until the total liability equals the cash due at maturity. Taxable Refunding bonds issued July 30, 2020 included premium capital appreciation bonds. The bonds were issued at a premium of \$2,574,956.

Accreted interest on bonds represents the accrued interest to date on the above issues and is summarized as follows:

<u>Issue</u>	<u>Amount Due at Maturity</u>	<u>Amount Received at Issuance</u>	<u>Total To Be Accreted</u>	<u>Balance 6/30/23</u>	<u>Current Year Accretion</u>	<u>Additions / Maturities</u>	<u>Balance 6/30/24</u>
2020 Refunding	\$ 7,600,000	\$ 2,574,956	\$ 5,025,044	\$ 4,951,020	\$ 74,024	\$ (5,025,044)	\$ -

**Prior Year Defeasance of Debt**

In prior years, the District defeased general obligation bonds by placing the proceeds of the new bonds in an irrevocable trust account to provide for all future debt service payments on the old bonds. Accordingly, trust account assets and liabilities for the defeased bonds are not included in the District's financial statements. At June 30, 2024, the District did not have any defeased bonds outstanding.

**Note 8 - Worker's Compensation Insurance (Self-Insured)**

**Insurance plans**

The District contracts with the TASB Risk Management Fund ("the Fund") to facilitate all claims. The Fund was created and is operated under the provisions of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code and Chapter 504, Texas Labor Code. All districts participating in the Fund execute Interlocal Agreements that define the responsibilities of the parties.

As a self-funded member of the Fund, the District is solely responsible for all claim costs, both reported and unreported. The Fund provides administrative services to its self-funded members including claims administration and customer service. The District is protected against higher than expected claims costs through the purchase of stop loss coverage. Deposits in the amount of \$250,000 for a required Loss Deposit Fund are included in other current assets on the Statement of Net Position. In addition, the District has Excess Workers Compensation Insurance which limits the District's liability for accidents exceeding \$600,000 per incident.

The Fund engages the service of an independent auditor to conduct a financial audit after the close of each plan year on August 31. The audit is approved by the Fund's Board of Trustees in February of the following year. The Fund's audited financial statements as of August 31, 2022, are available at the TASB offices and have been filed with the Texas Department of Insurance in Austin.

The costs associated with the self-insured plan are reported as interfund transactions. Accordingly, they are treated as operating revenues of the Workers' Compensation Fund and operating expenditures/expenses of the General Fund and Enterprise Fund. An actuarial study is performed on the plan to estimate the claims liability at the fiscal year-end. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The resultant liability calculation is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claim liabilities are evaluated periodically. The following summarizes the self-insured plan claims and liabilities for workers' compensation:

<b>Fiscal Year</b>	<b>Beginning of Year Accrual</b>	<b>Current Year Estimates</b>	<b>Claims Payments</b>	<b>End of Year Accrual</b>
2022	\$ 3,958,185	\$ 1,686,316	\$ (1,437,386)	\$ 4,207,115
2023	4,207,115	2,899,639	(2,661,977)	4,444,777
2024	4,444,777	2,432,667	(2,611,165)	4,266,279

**Note 9 - SBITA Liabilities**

The District is under contract for noncancellable SBITAs that convey control of the right-to-use software. The SBITA liabilities outstanding as of June 30, 2024, consist of two (2) educational software subscriptions with 36 month terms. An incremental borrowing rate of 5 percent was used to discount the SBITAs. The value of the SBITA asset is \$1,888,274 and accumulated amortization totaled \$596,475.

All amounts paid were previously included in the measurement of the subscription liability and there were no other related outflows of resources for the period such as variable payments or termination penalties. In addition, there were no commitments incurred prior to commencement of any SBITA term and there were no impairment losses related to SBITA assets.



**Note 9 - SBITA Liabilities (continued)**

The future principal and interest SBITA payments as of June 30, 2024, were as follows:

<b>Fiscal Year</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2025	\$ 711,872	\$ 47,396	\$ 759,268
2026	494,602	12,949	507,551
2027	111,993	653	113,646
	<u>\$ 1,318,467</u>	<u>\$ 60,998</u>	<u>\$ 1,380,465</u>

**Note 10 - Defined Benefit Pension Plan**

**Plan Description**

The District participates in a multiple-employer, cost-sharing, 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 workload 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 that includes financial statements and required supplementary information. That report may be obtained on the internet at [https://www.trs.texas.gov/Pages/about\\_publications.aspx](https://www.trs.texas.gov/Pages/about_publications.aspx), or 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 postemployment 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.

**Note 10 - Defined Benefit Pension Plan (continued)**

**Benefits Provided (continued)**

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.

In May 2019, the 86th Texas Legislature approved the TRS Pension Reform Bill (Senate Bill 12) that provides for gradual contribution increases from the state, participating employers, and active employees to make the pension fund actuarially sound. This action causing the pension fund to be actuarially sound, allowed the legislature to approve funding for a 13th check in September 2019. All eligible members retired as of December 31, 2018 received an extra annuity check in either the matching amount of their monthly annuity or \$2,000, whichever was less.

**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.

	<b>Contribution Rates</b>	
	<b>September 1, 2023 to August 31, 2024</b>	<b>September 1, 2022 to August 31, 2023</b>
Member ( Employee)	8.25%	8.00%
Non-Employer Contributing Entity ( State)	8.25%	8.00%
District	8.25%	8.00%

	<b>Current Fiscal Year Contributions</b>
Employer (District)	\$ 23,163,033
Employee (Member)	40,664,647
Non-employer Contributing Entity	
On-behalf Contributions (State)	24,306,558

Contributors to the plan include members, employers and the State of Texas as the only non-employer contributing entity. The State is the employer for senior colleges, medical schools, and state agencies including TRS. In each respective role, the State contributes to the plan in accordance with state statutes and the General Appropriations Act (GAA).

**Note 10 - Defined Benefit Pension Plan (continued)**

**Contributions**

As the non-employer contributing entity for public education and junior colleges, the State of Texas contributes to the retirement system an amount equal to the current employer contribution rate, times the aggregate annual compensation of all participating members of the pension trust fund during that fiscal year, reduced by the amounts described below which are paid by the employers. Employers (public school, junior college, other entities, or the State of Texas as the employer for senior universities and medical schools) are required to pay the employer contribution rate in the following instances:

- On the portion of the member's salary that exceeds the statutory minimum for members entitled to the statutory minimum under Section 21.402 of the Texas Education Code.
- During a new member's first 90 days of employment.
- When any or all of an employee's salary is paid by federal funding sources, a privately sponsored source, from non-educational and general, or local funds.
- When the employing district is a public junior college or junior college district, the employer shall contribute to the retirement system an amount equal to 50% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.

In addition to the employer contributions listed above, there is a surcharge an employer is subject to.

- All public schools, charter schools, and regional educational service centers must contribute 1.8% of the member's salary beginning in fiscal year 2023, gradually increasing to 2% in fiscal year 2025.
- 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.
- All public schools, charter schools, and regional educational service centers must contribute 1.5 percent of the member's salary beginning in fiscal year 2020, gradually increasing to 2 percent in fiscal year 2025.
- 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**

<b>Component</b>	<b>Result</b>
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 Rate	7.00%
Municipal Bond Rate as of August 2020	4.13% - The source for the rate is the Fixed Income Market Data/Yield Curve/Data Municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index"
Last year ending August 31 in Projection Period (100 years)	2122
Inflation	2.30%
Salary Increases	2.95% to 8.95% including inflation
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.

**Note 10 - Defined Benefit Pension Plan (continued)**

**Discount Rate**

A single discount rate of 7.00% was used to measure the total pension liability. The single discount rate was based on the expected rate of return on plan investments of 7.00%. The projection of cash flows used to determine this single discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the legislature during the 2019 session. It is assumed that future employer and state contributions will be 8.50 percent of payroll in fiscal year 2020 gradually increasing to 9.50% of payroll in fiscal year 2024 increasing to 9.56% 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:

<b>Asset Class<sup>1</sup></b>	<b>Target Allocation<sup>2</sup></b>	<b>Long-Term Expected Geometric Real Rate of Return<sup>3</sup></b>	<b>Expected Contribution to Long-Term Portfolio Returns</b>
<b>Global Equity</b>			
USA	18.00%	4.00%	1.00%
Non-U.S. Developed	13.00%	4.50%	0.90%
Emerging Markets	9.00%	4.80%	0.70%
Private Equity <sup>1</sup>	14.00%	7.00%	1.50%
<b>Stable Value</b>			
Government Bonds	16.00%	2.50%	0.50%
Absolute Return <sup>1</sup>	0.00%	3.60%	0.00%
Stable Value Hedge Funds	5.00%	4.10%	0.20%
<b>Real Return</b>			
Real Estate	15.00%	4.90%	1.10%
Energy, Natural Resources & Infrastructure	6.00%	4.80%	0.40%
Commodities	0.00%	4.40%	0.00%
<b>Risk Parity</b>	8.00%	4.50%	0.40%
<b>Asset Allocation Leverage</b>			
Cash	2.00%	3.70%	0.00%
Asset Allocation Leverage	-6.00%	4.40%	-0.10%
Inflation Expectation			2.30%
Volatility Drag <sup>4</sup>			-0.90%
<b>Expected Return</b>	<b>100.00%</b>		<b>8.00%</b>

<sup>1</sup> Absolute Return includes Credit Sensitive Investments.

<sup>2</sup> Target allocations are based on the fiscal year 2023 policy model.

<sup>3</sup> Capital Market Assumptions come from Aon Hewitt as of August 31, 2023.

<sup>4</sup> The volatility drag results from the conversion between arithmetic and geometric mean returns.

**Note 10 - Defined Benefit Pension Plan (continued)**

**Discount Rate Sensitivity Analysis**

The following table presents the District's proportional share of the Net Pension Liability of the plan using the discount rate of 7.00%, and what the Net Pension Liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate.

	Discount Rate		
	1% Decrease (6.00%)	Current Rate (7.00%)	1% Increase (8.00%)
District's proportional share of the net pension liability	\$ 439,102,908	293,703,440	\$ 172,803,704

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

At June 30, 2023, the District reported a liability of \$12,910,709 for its proportionate share of the TRS's net pension liability. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the collective net pension liability	\$ 293,703,440
State's proportionate share that is associated with the District	287,612,607
<b>Total</b>	<u><u>\$ 581,316,047</u></u>

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 District'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 through August 31, 2023.

On August 31, 2023, the employer's proportion of the collective net pension liability was 0.4276% which was an increase of 0.0209% from its proportion measured as of August 31, 2022.

**Note 10 - Defined Benefit Pension Plan (continued)**

**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 election which will be paid in January 2024. Therefore, this contingent liability was not reflected as of August 31, 2023.

For the year ended June 30, 2024, the District recognized pension expense of \$52,778,314. The District also recognized on-behalf pension expense and revenue of \$43,427,015 for support provided by the State.

On June 30, 2024, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual economic experience	\$ 10,464,753	\$ (3,556,427)
Changes of assumption	27,778,593	(6,798,055)
Net difference between projected and actual earnings on pension plan investments	42,740,980	-
Changes in proportion and differences between District contributions and proportionate share of contributions	21,609,242	(5,807,486)
District contributions subsequent to the measurement date of the net pension liability	18,887,885	-
<b>Total</b>	<u>\$ 121,481,453</u>	<u>\$ (16,161,968)</u>

Deferred outflows of resources resulting from District contributions subsequent to the measurement date of \$18,887,885 will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. The net amounts of the District's balances of deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Year ended</b>	<b>Pension Expense</b>
<b>June 30</b>	
2025	\$ 17,401,912
2026	11,993,811
2027	40,329,395
2028	14,493,473
2029	2,213,009
	<u>\$ 86,431,600</u>

The District will continue to make the required pension contributions based on the statutorily determined rates established by the Teacher Retirement System of Texas (TRS). TRS will apply the District's contributions to the Net Pension Liability on an annual basis. The contributions are paid by the funds that pay the employees' salaries. These funding sources include the General Fund and Special Revenue funds.

**Note 11 - 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 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 Teacher Retirement System's fiduciary net position is available in a separately issued Annual Comprehensive Financial Report (ACFR) that includes financial statements and required supplementary information. That report may be obtained on the Internet at [https://www.trs.texas.gov/Pages/about\\_publications.aspx](https://www.trs.texas.gov/Pages/about_publications.aspx), or 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.

	<b>TRS-Care Plan Premium Rates</b>	
	<b>Medicare</b>	<b>Non-Medicare</b>
Retiree or Surviving Spouse	\$ 135	\$ 200
Retiree and Spouse	529	689
Retiree or Surviving Spouse and Children	468	408
Retiree and Family	1,020	999

**Note 11 - Defined Other Post-Employment Benefit Plans (continued)**

**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 participating employers based on 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 0.65% of salary. Section 1575.204 establishes a public school contribution rate of not less than 0.25% or not more than 0.75% of the salary of each active employee of the employer. The actual public school contribution rate is prescribed by the Legislature in the General Appropriations Act, which is 0.75% of each active employee's pay for fiscal year 2023. The following table shows contributions to the TRS-Care plan by type of contributor.

	<b>Contribution Rates</b>	
	<b>September 1, 2023 to August 31, 2024</b>	<b>September 1, 2022 to August 31, 2023</b>
Member	0.65%	0.65%
Non-employer contributing agency	1.25%	1.25%
Employers	0.75%	0.75%
Federal/Private Funding	1.25%	1.25%

	<b>Current Fiscal Year Contributions</b>
Employer (District)	\$ 4,575,007
Employee (Member)	3,219,209
Non-employer Contributing Entity	
On-behalf Contributions (State)	8,156,922

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

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.



**Note 11 - Defined Other Post-Employment Benefit Plans (continued)**

**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 was determined using the following actuarial assumptions:

<b>Component</b>	<b>Result</b>
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% as of August 31, 2023
Aging Factors	Based on plan specific 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
Healthcare Trend Rates	The initial medical trend rates were 7.75% for Medicare retirees and 7.00% for non-Medicare retirees. The initial prescription drug trend was 7.75% for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.25% over a period of 12 years.
Election Rates	Normal Retirement: 62% participation rate prior to age 65 and 25% participation rate after age 65. Pre-65 retirees: 30% of pre-65 retirees are assumed to discontinue coverage at age 65.
Ad hoc post-employment benefit changes	None

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: (a) Rates of Mortality, (b) Rates of Retirement, (c) Rates of Termination, (d) Rates of Disability, (e) General Inflation, and (f) Wage Inflation

The active mortality rates were based on PUB(2010), Amount-Weighted, Below-Median Income, Teacher male and female tables (with a two-year set forward for males). The post-retirement mortality rates for healthy lives were based on the 2021 TRS of Texas Healthy Pensioner Mortality Tables. The rates were projected on a fully generational basis using the ultimate improvement rates from mortality projection scale MP-2021.

**Discount Rate**

A single discount rate of 4.13% was used to measure the total OPEB liability. There was an increase of 0.22% 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, 2021 using the Fixed Income Market Data/Yield Curve/ Data Municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds.

**Note 11 - Defined Other Post-Employment Benefit Plans (continued)**

**Discount Rate Sensitivity Analysis**

The following schedule shows the impact of the Net OPEB Liability if the discount rate used was 1 percentage point lower than and 1 percentage point higher than the discount rate that was used (3.91%) in measuring the Net OPEB Liability.

	Discount Rate		
	1% Decrease (3.13%)	Current Rate (4.13%)	1% Increase (5.13%)
District's proportional share of the net OPEB liability	\$ 136,616,458	115,993,728	\$ 99,165,092

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

On June 30, 2024, the District reported a liability of \$115,993,728 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	\$ 115,993,728
State's proportionate share that is associated with (employer)	139,964,262
<b>Total</b>	<u>\$ 255,957,990</u>

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 District's proportion of the Net OPEB Liability was based on the District's contributions to OPEB relative to the contributions of all employers to the plan for the period September 1, 2022 through August 31, 2023.

On August 31, 2023, the District's proportion of the collective Net OPEB Liability was 0.5240% which was an increase of 0.02% from its proportion measured as of August 31, 2022.

*Healthcare Cost Trend Rates* – The following schedule shows the impact of the Net OPEB Liability if a healthcare trend rate that is 1% less than and 1% greater than the health trend rates assumed.

	Healthcare Cost Trend Rate		
	1% Decrease	Current Rate	1% Increase
District's proportional share of the net OPEB liability	\$ 95,515,030	\$ 115,993,728	\$ 142,339,643

**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 (TOL) since the prior measurement period:

- The single discount rate changed from 3.91% as of August 31, 2022 to 4.13% as of August 31, 2023, accompanied by revised demographic and economic assumptions based on the TRS experience study.

**Note 11 - Defined Other Post-Employment Benefit Plans (continued)**

**Changes of Benefit Terms Since the Prior Measurement Date**

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

For the year ended June 30, 2024, the District recognized negative OPEB expense of \$21,340,014. The District also recognized negative on-behalf OPEB expense and revenue of \$29,921,405 for support provided by the State.

On 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 from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual economic experience	\$ 5,247,837	\$ (97,586,750)
Changes of assumption	15,832,298	(71,026,037)
Net difference between projected and actual earnings on OPEB plan investments	50,117	-
Changes in proportion and differences between District contributions and proportionate share of contributions	24,210,853	(8,889,835)
District contributions subsequent to the measurement date of the net OPEB liability	3,697,276	-
<b>Total</b>	<b>\$ 49,038,381</b>	<b>\$ (177,502,622)</b>

The deferred outflows of resources resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. The net amounts of the employer's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<b>Year ended June 30</b>	<b>OPEB Expense Amount</b>
2025	\$ (30,994,634)
2026	(25,674,522)
2027	(18,472,043)
2028	(20,444,838)
2029	(16,768,158)
Thereafter	(19,807,322)
	<b>\$ (132,161,517)</b>

The District will continue to make the required OPEB contributions based on the statutorily determined rates established by the Teacher Retirement System of Texas (TRS). TRS will apply the District's contributions to the Net OPEB Liability on an annual basis. The contributions are paid by the funds that pay the employees' salaries. These funding sources include the General Fund and Special Revenue funds.

**Note 11 - Defined Other Post-Employment Benefit Plans (continued)**

**Medicare Part D**

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, effective January 1, 2006, established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare Part D allows for the 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. For the fiscal years ended June 30, 2024, 2023, and 2022, the subsidy payments received by TRS-Care on-behalf of the District were \$2,818,914, \$2,548,242, and \$1,855,602, respectively. The information for the year ended June 30, 2024, is an estimate provided by the Teacher Retirement System. These payments are recorded as equal revenues and expenditures in the governmental funds financial statements of the District.

**Note 12 - Risk Management**

The District purchases 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.

**Notes 13 - Shared Service Arrangement**

The District has entered into a Shared Service Agreement (SSA) for services and reporting procedures for students with auditory impairments attending the Arlington Regional Day School Program for the Deaf (RDSPD). The District is the fiscal agent and is responsible for applying for, receiving, collecting, expending, and distributing all funds, regardless of source, in accordance with budget adopted by the RDSPD. The District provides accounting services and reports. The member Districts are Kennedale Independent School District, Mansfield Independent School District and Venus Independent School District. SSAs are accounted for in Funds 315 and 435.

## **REQUIRED SUPPLEMENTARY INFORMATION**

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**TEACHERS RETIREMENT SYSTEM OF TEXAS**  
**For the Last Ten Measurement Years Ended August 31**

**Exhibit G-1**

	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
District's proportion of the net pension liability	0.43%	0.41%	0.37%	0.36%	0.39%
District's proportionate share of the net pension liability	\$ 293,703,440	\$ 241,448,101	\$ 94,001,973	\$ 190,880,824	\$ 202,083,399
State's proportionate share of the net pension liability associated with the District	287,612,607	286,125,422	139,610,651	283,342,941	276,296,260
<b>Total</b>	<b>\$ 581,316,047</b>	<b>\$ 527,573,523</b>	<b>\$ 233,612,624</b>	<b>\$ 474,223,765</b>	<b>\$ 478,379,659</b>
District's covered payroll ( for Measurement Year)	\$ 473,306,200	\$ 465,103,106	\$ 448,577,062	\$ 422,631,242	\$ 411,615,670
District's proportionate share of the net pension liability as a percentage of it's covered payroll	62.05%	51.91%	20.96%	45.16%	49.10%
Plan fiduciary net position as a percentage of the total pension liability *	73.15%	75.65%	88.79%	75.54%	75.24%
Plan's net pension liability as a percentage of covered payroll *	122.32%	112.72%	51.08%	114.93%	114.93%
	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
District's proportion of the net pension liability	0.39%	0.40%	0.39%	0.39%	0.28%
District's proportionate share of the net pension liability	\$ 215,929,798	\$ 128,887,686	\$ 148,696,381	\$ 139,331,975	\$ 75,557,286
State's proportionate share of the net pension liability associated with the District	308,845,844	187,381,594	225,379,353	219,091,643	190,008,374
<b>Total</b>	<b>\$ 524,775,642</b>	<b>\$ 316,269,280</b>	<b>\$ 374,075,734</b>	<b>\$ 358,423,618</b>	<b>\$ 265,565,660</b>
District's covered payroll ( for Measurement Year)	\$ 408,126,343	\$ 406,117,695	\$ 391,215,683	\$ 375,129,379	\$ 367,187,392
District's proportionate share of the net pension liability as a percentage of it's covered payroll	52.91%	31.74%	38.01%	37.14%	20.58%
Plan fiduciary net position as a percentage of the total pension liability *	73.74%	82.17%	78.00%	78.43%	83.25%
Plan's net pension liability as a percentage of covered payroll *	126.11%	75.93%	92.75%	91.94%	72.89%

The amounts presented for each Plan year which ends the preceding August 31 of the District's fiscal year.

Net pension liability is calculated using a new methodology and will be presented prospectively in accordance with GASB 68.

\* Per Teacher Retirement System of Texas' annual comprehensive financial report.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**SCHEDULE OF THE DISTRICT'S PENSION CONTRIBUTIONS**  
**TEACHERS RETIREMENT SYSTEM OF TEXAS**  
**For the Last Ten Fiscal Years**

**Exhibit G-2**

	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
Contractually required contributions	\$ 23,163,033	\$ 21,158,354	\$ 18,173,802	\$ 15,382,288	\$ 14,570,224
Contributions in relation to the contractual required	23,163,033	21,158,354	18,173,802	15,382,288	14,570,224
<b>Contribution Deficiency (Excess)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
District's covered payroll	\$ 495,261,709	\$ 473,204,882	\$ 463,646,476	\$ 439,039,067	\$ 422,515,424
Contributions as a percentage of covered payroll	4.68%	4.47%	3.92%	3.50%	3.45%
	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
Contractually required contributions	\$ 13,383,140	\$ 13,319,359	\$ 13,061,085	\$ 12,378,352	\$ 11,065,220
Contributions in relation to the contractual required	13,383,140	13,319,359	13,061,085	12,378,352	11,065,220
<b>Contribution Deficiency (Excess)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
District's covered payroll	\$ 411,031,166	\$ 409,175,566	\$ 402,410,725	\$ 388,883,913	\$ 373,526,450
Contributions as a percentage of covered payroll	3.26%	3.25%	3.25%	3.18%	2.96%

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PENSION PLANS**

**Changes of Assumptions**

Measurement Year 2018: The discount rate changed from 8.0% as of August 31, 2017 to a blended rate of 6.907% as of August 31, 2018. The long-term assumed rate of return changed from 8.0% as of August 31, 2017 to 7.25% as of August 31, 2018. Demographic and economic assumptions were updated based on the experience study performed for TRS for the period ending August 31, 2017. The total pension liability as of August 31, 2018 was developed using a roll-forward method from the August 31, 2017 valuation.

Measurement Year 2020: The state and employer contribution rate changed from 6.8% to 7.5%. The 1.5% public education employer contribution applied to just employers whose employees were not covered by OASDI in 2019 and it changed in 2020 to apply to all public schools, charter schools and regional education centers irrespective of participation in OASDI.

Measurement Year 2021: The public education employer contribution rate changed from 1.5% in 2020 to 1.6% in 2021.

Measurement Year 2022: The discount rate changed from 7.25% to 7.00%.

Measurement Year 2023: None.



**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY**  
**TEACHERS RETIREMENT SYSTEM OF TEXAS**  
**For the Last Seven Measurement Years Ended August 31 <sup>(1)</sup>**

**Exhibit G-3**

	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
District's proportion of the net OPEB liability	0.52%	0.50%	0.48%	0.47%
District's proportionate share of the net OPEB liability	\$ 115,993,728	\$ 120,674,470	\$ 184,805,089	\$ 179,590,022
State's proportionate share of the net OPEB liability associated with the District	<u>139,964,262</u>	<u>147,203,895</u>	<u>247,597,635</u>	<u>241,325,941</u>
<b>Total</b>	<b><u>\$ 255,957,990</u></b>	<b><u>\$ 267,878,365</u></b>	<b><u>\$ 432,402,724</u></b>	<b><u>\$ 420,915,963</u></b>
District's covered-employee payroll ( for Measurement Year)	\$ 473,306,200	\$ 465,103,106	\$ 448,577,062	\$ 422,631,242
District's proportionate share of the net OPEB liability as a percentage of it's covered-employee payroll	24.51%	25.95%	41.20%	42.49%
Plan fiduciary net position as a percentage of the total OPEB liability *	14.94%	11.52%	6.18%	4.99%
Plan's net OPEB liability as a percentage of covered-employee payroll *	51.86%	59.10%	100.13%	101.46%

	<b>2019</b>	<b>2018</b>	<b>2017</b>
District's proportion of the net OPEB liability	0.49%	0.50%	0.50%
District's proportionate share of the net OPEB liability	\$ 231,749,147	\$ 248,006,708	\$ 217,735,070
State's proportionate share of the net OPEB liability associated with the District	<u>307,942,781</u>	<u>345,695,787</u>	<u>314,597,329</u>
<b>Total</b>	<b><u>\$ 539,691,928</u></b>	<b><u>\$ 593,702,495</u></b>	<b><u>\$ 532,332,399</u></b>
District's covered-employee payroll ( for Measurement Year)	\$ 411,615,670	\$ 408,126,343	\$ 406,117,695
District's proportionate share of the net OPEB liability as a percentage of it's covered-employee payroll	56.30%	60.77%	53.61%
Plan fiduciary net position as a percentage of the total OPEB liability *	2.66%	1.57%	0.91%
Plan's net OPEB liability as a percentage of covered-employee payroll *	135.21%	146.64%	132.55%

The amounts presented for each Plan year which ends the preceding August 31 of the District's fiscal year.

\* Per Teacher Retirement System of Texas' annual comprehensive financial report.

<sup>(1)</sup> Ten year of data should be presented in this schedule, but data was unavailable prior to 2017 Net OPEB liability and related ratios will be presented as data becomes available.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**SCHEDULE OF THE DISTRICT'S OPEB CONTRIBUTIONS**  
**TEACHERS RETIREMENT SYSTEM OF TEXAS**  
**For the Last Ten Fiscal Years**

**Exhibit G-4**

	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
Contractually required contributions	\$ 4,575,007	\$ 4,413,392	\$ 4,040,700	\$ 3,667,867	\$ 3,576,251
Contributions in relation to the contractual required contributions	<u>4,575,007</u>	<u>4,413,392</u>	<u>4,040,700</u>	<u>3,667,867</u>	<u>3,576,251</u>
<b>Contribution Deficiency (Excess)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered employee payroll	\$ 495,261,709	\$ 473,204,882.00	\$ 463,646,476.00	\$ 439,039,067.00	\$ 422,515,424.00
Contributions as a percentage of covered employee payroll	0.92%	0.93%	0.87%	0.84%	0.85%

	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
Contractually required contributions	\$ 3,450,595	\$ 3,315,476	\$ 2,580,445	\$ 2,659,382	\$ 2,325,049
Contributions in relation to the contractual required contributions	<u>3,450,595</u>	<u>3,315,476</u>	<u>2,580,445</u>	<u>2,659,382</u>	<u>2,325,049</u>
<b>Contribution Deficiency (Excess)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Contributions as a percentage of covered employee payroll	0.84%	0.81%	0.64%	0.68%	0.62%

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - OPEB**

**Changes of Assumptions**

Measurement Year 2018: The discount rate changed from 3.42% as of August 31, 2017 to 3.69% as of August 31, 2018, updated the health care trend rate assumption, and revised demographic and economic assumptions based on the TRS experience study.

Measurement Year 2019: The discount rate changed from 3.69% as of August 31, 2018 to 2.63% as of August 31, 2019, lowered the participation rates and updated the health care trend rate assumption.

Measurement Year 2020: The discount rate changed from 2.63% as of August 31, 2019 to 2.33% as of August 31, 2020, lowered the participation rate assumption for employees who retire after the age of 65, and lowered the ultimate health care trend rate assumption to reflect the repeal of the excise (Cadillac) tax on high-cost employer health plans.

Measurement Year 2021: The discount rate changed from 2.33% as of August 31, 2020 to 1.95% as of August 31, 2021.

Measurement Year 2022: The discount rate changed from 1.95% as of August 31, 2021 to 3.91% as of August 31, 2022, lowered the participation rates, and updated the healthcare trend rate assumption.

Measurement Year 2023: The discount rate changed from 3.91% as of August 31, 2022 to 4.13% as of August 31, 2023, accompanied by revised demographic and economic assumptions based on the TRS experience study.



## **OTHER SUPPLEMENTARY INFORMATION**

## NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

Fund Number	Fund Name & Description
206	<b>McKinney - Vento Education for the Homeless Children and Youth</b> - Variety of staff development and supplemental services.
211	<b>Title I, Part A</b> - Supplemental funds to schools with a high percentage of children from low income families to provide opportunities for all children to meet challenging state academic standards.
220	<b>English Literacy &amp; Civics Ed.</b> - Provide or support programs for educational services to adults who are beyond compulsory school attendance age, are not enrolled in school and function at less than secondary completion level.
224	<b>IDEA, Part B - Formula</b> - Operate educational programs for children with disabilities.
225	<b>IDEA, Part B - Preschool</b> - Program for preschool children with disabilities.
240	<b>Child Nutrition Program</b> - School Breakfast, National School Lunch and CACF Programs serving students meals that qualify for free, reduced or full priced meals per the USDA guidelines.
242	<b>Summer Feeding Program</b> - Provide nutritious summer meals to low-income children when school is not in session.
244	<b>Carl D. Perkins Technology</b> - Provide career and technical education to develop new and/ or improve career and technical education programs for paid and unpaid employment.
255	<b>ESEA, Title II, Part A - Effective Instruction</b> - Increase student academic achievement through increasing the number of qualified teachers, assistant principals and principals.
263	<b>ESEA, Title III, Part A - English Language Acquisition and Language Enhancement</b> - Improve the education of limited English proficient children by assisting the children to learn English.
278	<b>ARPA Homeless I</b> - TEHCY Supplemental – addressing educational stabilization un the CARES Act to address the learning gap for homeless student instruction during the COVID-19 pandemic.
280	<b>ARPA Homeless II</b> - addressing learning loss experienced by homelessness due to COVID-19, supporting wraparound services, academic engagement and enrichment activities for students & families.
282	<b>ESSER III</b> - Educational Stabilization Fund under the ARP Act to support the District's ability to operate and instruct its students during the COVID-19 pandemic.

**NONMAJOR GOVERNMENTAL FUNDS (continued)**

**SPECIAL REVENUE FUNDS (continued)**

<b>Fund Number</b>	<b>Fund Name &amp; Description</b>
<b>284</b>	<b>IDEA-Part B, Formula - ARPA</b> - Federal stimulus funds granted under the ARP Act to operate educational programs for children with disabilities.
<b>285</b>	<b>IDEA-Part B, Preschool - ARPA</b> - Federal stimulus funds granted under the ARP Act to operate educational programs for preschool children with disabilities.
<b>288</b>	<b>Title IV, part A - SSAEP</b> - This grant is to provide students with a well-rounded education, support safe and healthy students, and support the effective use of technology.
<b>289</b>	<b>Texas Literary Initiative</b> - Improve school readiness and success in the areas of language and literacy for disadvantaged students.
<b>315</b>	<b>SSA - IDEA B - Discretionary</b> - Support ESC basic special education component, regional day school programs.
<b>385</b>	<b>Visually Impaired State</b> - Provide teachers and services to students who are visually impaired.
<b>397</b>	<b>Advanced Placement Incentives</b> - Professional development of teachers teaching advanced classes.
<b>410</b>	<b>Instructional Materials Allotment</b> - State funds allotted to school districts to purchase instructional materials and technology-related equipment and services.
<b>429</b>	<b>Other State Programs</b> - Supplemental state funds for various educational and support programs.
<b>435</b>	<b>Regional Day School for the Deaf</b> - Provide funding for staff and services to students with auditory handicaps.
<b>461</b>	<b>Campus Activity</b> - proceeds from fundraising activities, vending sales, corporate and private donations to school-sponsored activities benefiting students and staff of the campus.
<b>492</b>	<b>National Semi Conductor Grant</b> - funds provided by Project Lead the Way, Inc ( PLTW) to be used for PLTW Computer Science Program.
<b>497</b>	<b>Arlington Education Foundation</b> - Nonprofit tax-exempt organization which raises private funds for the District.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2024**

**Exhibit H-1**  
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<b>Data Control Codes</b>		<b>206 McKinney Vento Education for Homeless Children and Youth</b>	<b>211 Title I-A Improving Basic Programs</b>	<b>220 English Literacy &amp; Civics Ed.</b>	<b>224 IDEA B - Formula</b>
	<b>Assets:</b>				
1110	Cash and cash equivalents	\$ -	\$ 8,151,931	\$ -	\$ -
1240	Receivables from other governments	-	2,537,911	137,728	398,994
1260	Due from other funds	47,054	90,174	-	1,076,745
1290	Other receivables	519	-	-	-
1310	Inventories	-	-	-	-
1410	Prepaid items	-	-	-	-
<b>1000</b>	<b>Total Assets</b>	<b>\$ 47,573</b>	<b>\$ 10,780,016</b>	<b>\$ 137,728</b>	<b>\$ 1,475,739</b>
	<b>Liabilities:</b>				
	<b>Current Liabilities:</b>				
2110	Accounts payable	\$ 611	\$ 206,057	\$ 6,342	\$ 70,032
2160	Accrued wages payable	16,034	1,016,814	23,513	1,405,707
2170	Due to other funds	-	9,557,145	107,873	-
2180	Payable to other governments	-	-	-	-
2300	Unearned revenue	30,928	-	-	-
<b>2000</b>	<b>Total Liabilities</b>	<b>47,573</b>	<b>10,780,016</b>	<b>137,728</b>	<b>1,475,739</b>
	<b>Fund Balance:</b>				
	<b>Non-Spendable:</b>				
3410	Inventories	-	-	-	-
3430	Prepaid items	-	-	-	-
	<b>Restricted:</b>				
3450	Federal/ State funds grant restrictions	-	-	-	-
	<b>Committed:</b>				
3545	Other committed	-	-	-	-
3600	<b>Unassigned</b>	-	-	-	-
	<b>Total Fund Balance</b>	-	-	-	-
<b>4000</b>	<b>Total Liabilities and Fund Balance</b>	<b>\$ 47,573</b>	<b>\$ 10,780,016</b>	<b>\$ 137,728</b>	<b>\$ 1,475,739</b>



**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2024**

**Exhibit H-1**  
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		225	240	242	244
<b>Data Control Codes</b>		<b>IDEA B - Preschool</b>	<b>Child Nutrition Program</b>	<b>Summer Feeding Program TDA</b>	<b>Carl D. Perkins Technology</b>
	<b>Assets:</b>				
1110	Cash and cash equivalents	\$ -	\$ 13,916,100	\$ -	\$ -
1240	Receivables from other governments	54,249	3,034,395	583,997	59,857
1260	Due from other funds	-	-	170,698	-
1290	Other receivables	-	17,995	-	-
1310	Inventories	-	3,246,106	-	-
1410	Prepaid items	-	-	-	-
<b>1000</b>	<b>Total Assets</b>	<u>\$ 54,249</u>	<u>\$ 20,214,596</u>	<u>\$ 754,695</u>	<u>\$ 59,857</u>
	<b>Liabilities:</b>				
	<b>Current Liabilities:</b>				
2110	Accounts payable	\$ -	\$ 326,778	\$ 271,695	\$ -
2160	Accrued wages payable	31,871	63,462	207,534	-
2170	Due to other funds	22,378	5,835,246	275,466	59,857
2180	Payable to other governments	-	-	-	-
2300	Unearned revenue	-	-	-	-
<b>2000</b>	<b>Total Liabilities</b>	<u>54,249</u>	<u>6,225,486</u>	<u>754,695</u>	<u>59,857</u>
	<b>Fund Balance:</b>				
	<b>Non-Spendable:</b>				
3410	Inventories	-	3,246,106	-	-
3430	Prepaid items	-	-	-	-
	<b>Restricted:</b>				
3450	Federal/ State funds grant restrictions	-	10,743,004	-	-
	<b>Committed:</b>				
3545	Other committed	-	-	-	-
3600	<b>Unassigned</b>	-	-	-	-
	<b>Total Fund Balance</b>	<u>-</u>	<u>13,989,110</u>	<u>-</u>	<u>-</u>
<b>4000</b>	<b>Total Liabilities and Fund Balance</b>	<u>\$ 54,249</u>	<u>\$ 20,214,596</u>	<u>\$ 754,695</u>	<u>\$ 59,857</u>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2024**

**Exhibit H-1**  
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Data Control Codes		255	263	278	280
		Title II-A - Supporting Effective Instruction	Title III, Part A - English Language Acquisition and Language Enhancement	ARP - Homeless I TEHCY Supp	ARPA Homeless II
	<b>Assets:</b>				
1110	Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
1240	Receivables from other governments	342,969	298,410	41,259	400,961
1260	Due from other funds	-	-	69,198	-
1290	Other receivables	-	595	-	785
1310	Inventories	-	-	-	-
1410	Prepaid items	-	-	-	-
<b>1000</b>	<b>Total Assets</b>	<u>\$ 342,969</u>	<u>\$ 299,005</u>	<u>\$ 110,457</u>	<u>\$ 401,746</u>
	<b>Liabilities:</b>				
	<b>Current Liabilities:</b>				
2110	Accounts payable	\$ 4,180	\$ 115,258	\$ 9,426	\$ 18,730
2160	Accrued wages payable	180,434	69,134	33,816	15,928
2170	Due to other funds	158,355	114,613	67,215	367,088
2180	Payable to other governments	-	-	-	-
2300	Unearned revenue	-	-	-	-
<b>2000</b>	<b>Total Liabilities</b>	<u>342,969</u>	<u>299,005</u>	<u>110,457</u>	<u>401,746</u>
	<b>Fund Balance:</b>				
	<b>Non-Spendable:</b>				
3410	Inventories	-	-	-	-
3430	Prepaid items	-	-	-	-
	<b>Restricted:</b>				
3450	Federal/ State funds grant restrictions	-	-	-	-
	<b>Committed:</b>				
3545	Other committed	-	-	-	-
3600	<b>Unassigned</b>	-	-	-	-
	<b>Total Fund Balance</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>4000</b>	<b>Total Liabilities and Fund Balance</b>	<u>\$ 342,969</u>	<u>\$ 299,005</u>	<u>\$ 110,457</u>	<u>\$ 401,746</u>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2024**

**Exhibit H-1**  
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		282	284	285	288	289
<b>Data</b>						
<b>Control</b>						
<b>Codes</b>						
	<b>Assets:</b>					
1110	Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
1240	Receivables from other governments	4,061,532	-	-	186,220	-
1260	Due from other funds	3,087	-	7,574	122,010	55,844
1290	Other receivables	-	-	-	-	-
1310	Inventories	-	-	-	-	-
1410	Prepaid items	-	-	-	-	-
<b>1000</b>	<b>Total Assets</b>	<b>\$ 4,064,619</b>	<b>\$ -</b>	<b>\$ 7,574</b>	<b>\$ 308,230</b>	<b>\$ 55,844</b>
	<b>Liabilities:</b>					
	<b>Current Liabilities:</b>					
2110	Accounts payable	\$ 41,463	\$ -	\$ 7,574	\$ 52,556	\$ -
2160	Accrued wages payable	-	-	-	116,373	5,370
2170	Due to other funds	4,023,156	-	-	139,301	-
2180	Payable to other governments	-	-	-	-	50,474
2300	Unearned revenue	-	-	-	-	-
<b>2000</b>	<b>Total Liabilities</b>	<b>4,064,619</b>	<b>-</b>	<b>7,574</b>	<b>308,230</b>	<b>55,844</b>
	<b>Fund Balance:</b>					
	<b>Non-Spendable:</b>					
3410	Inventories	-	-	-	-	-
3430	Prepaid items	-	-	-	-	-
	<b>Restricted:</b>					
3450	Federal/ State funds grant restrictions	-	-	-	-	-
	<b>Committed:</b>					
3545	Other committed	-	-	-	-	-
3600	<b>Unassigned</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>Total Fund Balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>4000</b>	<b>Total Liabilities and Fund Balance</b>	<b>\$ 4,064,619</b>	<b>\$ -</b>	<b>\$ 7,574</b>	<b>\$ 308,230</b>	<b>\$ 55,844</b>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2024**

**Exhibit H-1**  
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		315	385	397	410
Data Control Codes		IDEA B - Discretionary	Visually Impaired State	Advanced Placement Incentive	Instructional Materials Allotment
<b>Assets:</b>					
1110	Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
1240	Receivables from other governments	15,215	-	-	121,719
1260	Due from other funds	25,429	-	14,734	3,370
1290	Other receivables	-	-	-	-
1310	Inventories	-	-	-	-
1410	Prepaid items	-	-	-	2,486,772
<b>1000</b>	<b>Total Assets</b>	<u>\$ 40,644</u>	<u>\$ -</u>	<u>\$ 14,734</u>	<u>\$ 2,611,861</u>
<b>Liabilities:</b>					
<b>Current Liabilities:</b>					
2110	Accounts payable	\$ 32,051	\$ -	\$ 2,301	\$ 2,611,861
2160	Accrued wages payable	8,593	-	-	-
2170	Due to other funds	-	-	-	-
2180	Payable to other governments	-	-	-	-
2300	Unearned revenue	-	-	-	-
<b>2000</b>	<b>Total Liabilities</b>	<u>40,644</u>	<u>-</u>	<u>2,301</u>	<u>2,611,861</u>
<b>Fund Balance:</b>					
<b>Non-Spendable:</b>					
3410	Inventories	-	-	-	-
3430	Prepaid items	-	-	-	2,486,772
<b>Restricted:</b>					
3450	Federal/ State funds grant restrictions	-	-	12,433	-
<b>Committed:</b>					
3545	Other committed	-	-	-	-
3600	<b>Unassigned</b>	-	-	-	(2,486,772)
	<b>Total Fund Balance</b>	<u>-</u>	<u>-</u>	<u>12,433</u>	<u>-</u>
<b>4000</b>	<b>Total Liabilities and Fund Balance</b>	<u>\$ 40,644</u>	<u>\$ -</u>	<u>\$ 14,734</u>	<u>\$ 2,611,861</u>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2024**

**Exhibit H-1**  
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		429	435	461	492
<b>Data Control Codes</b>		<b>Other State Programs</b>	<b>Regional Day School for the Deaf</b>	<b>Campus Activity Funds</b>	<b>National Semi Conductor Grant</b>
<b>Assets:</b>					
1110	Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
1240	Receivables from other governments	743,454	90,343	-	-
1260	Due from other funds	-	-	2,505,461	10,000
1290	Other receivables	1,200	-	3,380	-
1310	Inventories	-	-	-	-
1410	Prepaid items	-	-	-	-
<b>1000</b>	<b>Total Assets</b>	<b>\$ 744,654</b>	<b>\$ 90,343</b>	<b>\$ 2,508,841</b>	<b>\$ 10,000</b>
<b>Liabilities:</b>					
<b>Current Liabilities:</b>					
2110	Accounts payable	\$ 5,827	\$ 8,259	\$ 217,709	\$ -
2160	Accrued wages payable	-	37,609	10,985	-
2170	Due to other funds	738,827	44,475	-	-
2180	Payable to other governments	-	-	-	-
2300	Unearned revenue	-	-	-	10,000
<b>2000</b>	<b>Total Liabilities</b>	<b>744,654</b>	<b>90,343</b>	<b>228,694</b>	<b>10,000</b>
<b>Fund Balance:</b>					
<b>Non-Spendable:</b>					
3410	Inventories	-	-	-	-
3430	Prepaid items	-	-	-	-
<b>Restricted:</b>					
3450	Federal/ State funds grant restrictions	-	-	-	-
<b>Committed:</b>					
3545	Other committed	-	-	2,280,147	-
3600	<b>Unassigned</b>	-	-	-	-
	<b>Total Fund Balance</b>	<b>-</b>	<b>-</b>	<b>2,280,147</b>	<b>-</b>
<b>4000</b>	<b>Total Liabilities and Fund Balance</b>	<b>\$ 744,654</b>	<b>\$ 90,343</b>	<b>\$ 2,508,841</b>	<b>\$ 10,000</b>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2024**

*Exhibit H-1*  
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497

<b>Data Control Codes</b>		<b>Arlington Education Foundation</b>	<b>Total Nonmajor Governmental Funds</b>
	<b>Assets:</b>		
1110	Cash and cash equivalents	\$ -	\$ 22,068,031
1240	Receivables from other governments	-	13,109,213
1260	Due from other funds	345,923	4,547,301
1290	Other receivables	-	24,474
1310	Inventories	-	3,246,106
1410	Prepaid items	-	2,486,772
<b>1000</b>	<b>Total Assets</b>	<b>\$ 345,923</b>	<b>\$ 45,481,897</b>
	<b>Liabilities:</b>		
	<b>Current Liabilities:</b>		
2110	Accounts payable	47,760	\$ 4,056,470
2160	Accrued wages payable	-	3,243,177
2170	Due to other funds	-	21,510,995
2180	Payable to other governments	-	50,474
2300	Unearned revenue	298,163	339,091
<b>2000</b>	<b>Total Liabilities</b>	<b>345,923</b>	<b>29,200,207</b>
	<b>Fund Balance:</b>		
	<b>Non-Spendable:</b>		
3410	Inventories	-	3,246,106
3430	Prepaid items	-	2,486,772
	<b>Restricted:</b>		
3450	Federal/ State funds grant restrictions	-	10,755,437
	<b>Committed:</b>		
3545	Other committed	-	2,280,147
3600	<b>Unassigned</b>	-	(2,486,772)
	<b>Total Fund Balance</b>	-	16,281,690
<b>4000</b>	<b>Total Liabilities and Fund Balance</b>	<b>\$ 345,923</b>	<b>\$ 45,481,897</b>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2024**

**Exhibit H-2**  
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		206	211	220	224
		McKinney Vento			
Data Control Codes		Education for Homeless	Title I-A		
		Children and Youth	Improving Basic Programs	English Literacy & Civics Ed.	IDEA B - Formula
Revenues					
5700	Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800	State Program Revenues	-	-	-	-
5900	Federal Program Revenues	160,961	15,787,339	770,444	10,052,368
5020	Total Revenues	160,961	15,787,339	770,444	10,052,368
Expenditures					
Current:					
0011	Instruction	800	7,863,657	663,178	7,435,956
0012	Instructional Resources and Media Services	-	501,868	-	-
0013	Curriculum and Instructional Staff Development	-	915,058	-	1,344,137
0021	Instructional Leadership	-	3,698,300	107,266	-
0023	School Leadership	-	57,544	-	-
0031	Guidance, Counseling and Evaluation Services	-	-	-	1,272,275
0032	Social work services	135,726	637,844	-	-
0033	Health Services	-	-	-	-
0034	Student Transportation	-	-	-	-
0035	Food Services	-	-	-	-
0036	Cocurricular/ Extracurricular Activities	-	-	-	-
0041	General administration	-	-	-	-
0051	Plant Maintenance and Operations	-	-	-	-
0052	Security and Monitoring Services	-	-	-	-
0053	Data Processing Services	-	-	-	-
0061	Community Services	24,435	2,113,068	-	-
6030	Total Expenditures	160,961	15,787,339	770,444	10,052,368
1100	Excess (deficiency) of revenues over expenditures	-	-	-	-
Other Financing Sources ( Uses)					
7912	Proceeds from sale of land	-	-	-	-
7080	Total Other Financing Sources ( Uses)	-	-	-	-
1200	Net change in fund balances	-	-	-	-
0100	Fund Balance - July 1 ( Beginning)	-	-	-	-
3000	Fund Balance - June 30 ( Ending)	\$ -	\$ -	\$ -	\$ -

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2024**

**Exhibit H-2**

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		225	240	242	244
<b>Data Control Codes</b>		<b>IDEA B - Preschool</b>	<b>Child Nutrition Program</b>	<b>Summer Feeding Program TDA</b>	<b>Carl D. Perkins Technology</b>
<b>Revenues</b>					
5700	Local and Intermediate Sources	\$ -	\$ 4,413,893	\$ -	\$ -
5800	State Program Revenues	-	173,633	-	-
5900	Federal Program Revenues	220,392	31,595,094	754,431	653,362
<b>5020</b>	<b>Total Revenues</b>	<u>220,392</u>	<u>36,182,620</u>	<u>754,431</u>	<u>653,362</u>
<b>Expenditures</b>					
<b>Current:</b>					
0011	Instruction	220,392	-	-	61,246
0012	Instructional Resources and Media Services	-	-	-	-
0013	Curriculum and Instructional Staff Development	-	-	-	31,500
0021	Instructional Leadership	-	-	-	408,719
0023	School Leadership	-	-	-	-
0031	Guidance, Counseling and Evaluation Services	-	-	-	151,897
0032	Social work services	-	-	-	-
0033	Health Services	-	-	-	-
0034	Student Transportation	-	-	-	-
0035	Food Services	-	38,201,639	1,413,167	-
0036	Cocurricular/ Extracurricular Activities	-	-	-	-
0041	General administration	-	-	-	-
0051	Plant Maintenance and Operations	-	-	-	-
0052	Security and Monitoring Services	-	-	-	-
0053	Data Processing Services	-	-	-	-
0061	Community Services	-	-	-	-
<b>6030</b>	<b>Total Expenditures</b>	<u>220,392</u>	<u>38,201,639</u>	<u>1,413,167</u>	<u>653,362</u>
1100	Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(2,019,019)</u>	<u>(658,736)</u>	<u>-</u>
<b>Other Financing Sources ( Uses)</b>					
7912	Proceeds from sale of land	-	114,538	-	-
<b>7080</b>	<b>Total Other Financing Sources ( Uses)</b>	<u>-</u>	<u>114,538</u>	<u>-</u>	<u>-</u>
1200	Net change in fund balances	-	(1,904,481)	(658,736)	-
0100	<b>Fund Balance - July 1 ( Beginning)</b>	<u>-</u>	<u>15,893,591</u>	<u>658,736</u>	<u>-</u>
<b>3000</b>	<b>Fund Balance - June 30 ( Ending)</b>	<u>\$ -</u>	<u>\$ 13,989,110</u>	<u>\$ -</u>	<u>\$ -</u>



**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2024**

**Exhibit H-2**

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		255	263	278	280
			Title III, Part A - English Language Acquisition and Language Enhancement	ARP - Homeless I TEHCY Supp	ARPA Homeless II
<b>Data Control Codes</b>		<b>Title II-A - Supporting Effective Instruction</b>			
	<b>Revenues</b>				
5700	Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800	State Program Revenues	-	-	-	-
5900	Federal Program Revenues	1,914,351	1,668,270	187,627	565,506
<b>5020</b>	<b>Total Revenues</b>	<u>1,914,351</u>	<u>1,668,270</u>	<u>187,627</u>	<u>565,506</u>
	<b>Expenditures</b>				
	<b>Current:</b>				
0011	Instruction	-	248,525	-	22,831
0012	Instructional Resources and Media Services	-	-	-	-
0013	Curriculum and Instructional Staff Development	1,762,817	1,137,123	-	-
0021	Instructional Leadership	151,499	34,422	80,110	8,275
0023	School Leadership	35	-	-	-
0031	Guidance, Counseling and Evaluation Services	-	-	-	-
0032	Social work services	-	-	84,558	149,689
0033	Health Services	-	-	-	-
0034	Student Transportation	-	-	-	-
0035	Food Services	-	-	-	-
0036	Cocurricular/ Extracurricular Activities	-	-	-	-
0041	General administration	-	-	-	-
0051	Plant Maintenance and Operations	-	-	-	-
0052	Security and Monitoring Services	-	-	-	-
0053	Data Processing Services	-	-	-	-
0061	Community Services	-	248,200	22,959	384,711
<b>6030</b>	<b>Total Expenditures</b>	<u>1,914,351</u>	<u>1,668,270</u>	<u>187,627</u>	<u>565,506</u>
1100	Excess (deficiency) of revenues over expenditures	-	-	-	-
	<b>Other Financing Sources ( Uses)</b>				
7912	Proceeds from sale of land	-	-	-	-
<b>7080</b>	<b>Total Other Financing Sources ( Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200	Net change in fund balances	-	-	-	-
0100	<b>Fund Balance - July 1 ( Beginning)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>3000</b>	<b>Fund Balance - June 30 ( Ending)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2024**

**Exhibit H-2**  
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		282	284	285	288	289
Data Control Codes		ESSER III	IDEA B - Formula APRA	IDEA Part B - Preschool ARPA	Title IV, Part A - SSAEP	Texas Literary Initiative
<b>Revenues</b>						
5700	Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -	\$ -
5800	State Program Revenues	-	-	-	-	-
5900	Federal Program Revenues	30,174,196	306,807	28,537	1,085,793	-
<b>5020</b>	<b>Total Revenues</b>	<u>30,174,196</u>	<u>306,807</u>	<u>28,537</u>	<u>1,085,793</u>	<u>-</u>
<b>Expenditures</b>						
<b>Current:</b>						
0011	Instruction	17,984,453	285,680	28,537	505,412	-
0012	Instructional Resources and Media Services	594,826	-	-	351,760	-
0013	Curriculum and Instructional Staff Development	3,590,771	2,999	-	115,922	-
0021	Instructional Leadership	1,927,862	-	-	4,102	-
0023	School Leadership	626,501	-	-	-	-
0031	Guidance, Counseling and Evaluation Services	3,670,758	18,128	-	33,413	-
0032	Social work services	364,329	-	-	36,868	-
0033	Health Services	-	-	-	-	-
0034	Student Transportation	684,579	-	-	3,148	-
0035	Food Services	-	-	-	-	-
0036	Cocurricular/ Extracurricular Activities	-	-	-	5,077	-
0041	General administration	632,565	-	-	-	-
0051	Plant Maintenance and Operations	-	-	-	-	-
0052	Security and Monitoring Services	-	-	-	-	-
0053	Data Processing Services	66,829	-	-	-	-
0061	Community Services	30,723	-	-	30,091	-
<b>6030</b>	<b>Total Expenditures</b>	<u>30,174,196</u>	<u>306,807</u>	<u>28,537</u>	<u>1,085,793</u>	<u>-</u>
1100	Excess (deficiency) of revenues over expenditures	-	-	-	-	-
<b>Other Financing Sources ( Uses)</b>						
7912	Proceeds from sale of land	-	-	-	-	-
<b>7080</b>	<b>Total Other Financing Sources ( Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200	Net change in fund balances	-	-	-	-	-
0100	Fund Balance - July 1 ( Beginning)	-	-	-	-	-
<b>3000</b>	<b>Fund Balance - June 30 ( Ending)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2024**

**Exhibit H-2**  
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		315	385	397	410
<b>Data Control Codes</b>		<b>IDEA B - Discretionary</b>	<b>Visually Impaired State</b>	<b>Advanced Placement Incentive</b>	<b>Instructional Materials Allotment</b>
	<b>Revenues</b>				
5700	Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800	State Program Revenues	-	23,688	-	2,520,144
5900	Federal Program Revenues	107,928	-	-	-
<b>5020</b>	<b>Total Revenues</b>	<u>107,928</u>	<u>23,688</u>	<u>-</u>	<u>2,520,144</u>
	<b>Expenditures</b>				
	<b>Current:</b>				
0011	Instruction	107,928	23,688	-	2,519,379
0012	Instructional Resources and Media Services	-	-	-	-
0013	Curriculum and Instructional Staff Development	-	-	8,308	-
0021	Instructional Leadership	-	-	-	-
0023	School Leadership	-	-	-	-
0031	Guidance, Counseling and Evaluation Services	-	-	-	-
0032	Social work services	-	-	-	-
0033	Health Services	-	-	-	-
0034	Student Transportation	-	-	-	-
0035	Food Services	-	-	-	-
0036	Cocurricular/ Extracurricular Activities	-	-	-	-
0041	General administration	-	-	-	765
0051	Plant Maintenance and Operations	-	-	-	-
0052	Security and Monitoring Services	-	-	-	-
0053	Data Processing Services	-	-	-	-
0061	Community Services	-	-	-	-
<b>6030</b>	<b>Total Expenditures</b>	<u>107,928</u>	<u>23,688</u>	<u>8,308</u>	<u>2,520,144</u>
1100	Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>(8,308)</u>	<u>-</u>
	<b>Other Financing Sources ( Uses)</b>				
7912	Proceeds from sale of land	-	-	-	-
<b>7080</b>	<b>Total Other Financing Sources ( Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200	Net change in fund balances	-	-	(8,308)	-
0100	<b>Fund Balance - July 1 ( Beginning)</b>	<u>-</u>	<u>-</u>	<u>20,741</u>	<u>-</u>
<b>3000</b>	<b>Fund Balance - June 30 ( Ending)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,433</u>	<u>\$ -</u>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2024**

**Exhibit H-2**  
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		429	435	461	492
<b>Data Control Codes</b>		<b>Other State Programs</b>	<b>Regional Day School for the Deaf</b>	<b>Campus Activity Funds</b>	<b>National Semi Conductor Grant</b>
<b>Revenues</b>					
5700	Local and Intermediate Sources	\$ -	\$ -	\$ 5,074,656	\$ -
5800	State Program Revenues	1,316,949	539,111	-	-
5900	Federal Program Revenues	-	-	-	-
<b>5020</b>	<b>Total Revenues</b>	<u>1,316,949</u>	<u>539,111</u>	<u>5,074,656</u>	<u>-</u>
<b>Expenditures</b>					
<b>Current:</b>					
0011	Instruction	989,885	535,522	1,589	-
0012	Instructional Resources and Media Services	-	-	-	-
0013	Curriculum and Instructional Staff Development	124,600	-	-	-
0021	Instructional Leadership	1,320	-	-	-
0023	School Leadership	26,723	-	-	-
0031	Guidance, Counseling and Evaluation Services	11,285	-	-	-
0032	Social work services	-	-	-	-
0033	Health Services	2,747	-	-	-
0034	Student Transportation	-	-	-	-
0035	Food Services	-	-	-	-
0036	Cocurricular/ Extracurricular Activities	-	-	4,697,837	-
0041	General administration	-	-	-	-
0051	Plant Maintenance and Operations	-	2,082	-	-
0052	Security and Monitoring Services	160,389	-	-	-
0053	Data Processing Services	-	-	-	-
0061	Community Services	-	1,507	-	-
<b>6030</b>	<b>Total Expenditures</b>	<u>1,316,949</u>	<u>539,111</u>	<u>4,699,426</u>	<u>-</u>
1100	Excess (deficiency) of revenues over expenditures	-	-	375,230	-
<b>Other Financing Sources ( Uses)</b>					
7912	Proceeds from sale of land	-	-	-	-
<b>7080</b>	<b>Total Other Financing Sources ( Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200	Net change in fund balances	-	-	375,230	-
0100	<b>Fund Balance - July 1 ( Beginning)</b>	<u>-</u>	<u>-</u>	<u>1,904,917</u>	<u>-</u>
<b>3000</b>	<b>Fund Balance - June 30 ( Ending)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,280,147</u>	<u>\$ -</u>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2024**

**Exhibit H-2**  
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<b>Data Control Codes</b>		<b>Arlington Education Foundation</b>	<b>Total Nonmajor Governmental Funds</b>
	<b>Revenues</b>		
5700	Local and Intermediate Sources	\$ 390,295	\$ 9,878,844
5800	State Program Revenues	-	4,573,525
5900	Federal Program Revenues	-	96,033,406
<b>5020</b>	<b>Total Revenues</b>	<u>390,295</u>	<u>110,485,775</u>
	<b>Expenditures</b>		
	<b>Current:</b>		
0011	Instruction	329,063	39,827,721
0012	Instructional Resources and Media Services	44,468	1,492,922
0013	Curriculum and Instructional Staff Development	-	9,033,235
0021	Instructional Leadership	-	6,421,875
0023	School Leadership	-	710,803
0031	Guidance, Counseling and Evaluation Services	-	5,157,756
0032	Social work services	-	1,409,014
0033	Health Services	-	2,747
0034	Student Transportation	-	687,727
0035	Food Services	-	39,614,806
0036	Cocurricular/ Extracurricular Activities	16,764	4,719,678
0041	General administration	-	633,330
0051	Plant Maintenance and Operations	-	2,082
0052	Security and Monitoring Services	-	160,389
0053	Data Processing Services	-	66,829
0061	Community Services	-	2,855,694
<b>6030</b>	<b>Total Expenditures</b>	<u>390,295</u>	<u>112,796,608</u>
1100	Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(2,310,833)</u>
	<b>Other Financing Sources ( Uses)</b>		
7912	Proceeds from sale of land	-	114,538
<b>7080</b>	<b>Total Other Financing Sources ( Uses)</b>	<u>-</u>	<u>114,538</u>
1200	Net change in fund balances	-	(2,196,295)
0100	<b>Fund Balance - July 1 ( Beginning), as restated</b>	<u>-</u>	<u>18,477,985</u>
<b>3000</b>	<b>Fund Balance - June 30 ( Ending)</b>	<u>\$ -</u>	<u>\$ 16,281,690</u>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING STATEMENT OF NET POSITION**  
**INTERNAL SERVICE FUNDS**  
**June 30, 2024**

**Exhibit H-3**

	752	770	
		Workers'	
	Print Shop	Compensation	
		Fund	Total
<b>Assets</b>			
<b>Current Assets:</b>			
Cash and cash equivalents	\$ 346,225	\$ 6,483,145	\$ 6,829,370
<b>Total Current Assets</b>	<u>346,225</u>	<u>6,483,145</u>	<u>6,829,370</u>
<b>Total Assets</b>	<u>346,225</u>	<u>6,483,145</u>	<u>6,829,370</u>
<b>Liabilities</b>			
<b>Current Liabilities:</b>			
Accounts payable	11,786	121,824	133,610
Due to other funds	8,477	171,610	180,087
Accrued expenses	-	4,266,279	4,266,279
<b>Total Current Liabilities</b>	<u>20,263</u>	<u>4,559,713</u>	<u>4,579,976</u>
<b>Total Liabilities</b>	<u>20,263</u>	<u>4,559,713</u>	<u>4,579,976</u>
<b>Net Position</b>			
Unrestricted	325,962	1,923,432	2,249,394
<b>Total Net Position</b>	<u>\$ 325,962</u>	<u>\$ 1,923,432</u>	<u>\$ 2,249,394</u>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**INTERNAL SERVICE FUNDS**  
**For the Year Ended June 30, 2024**

**Exhibit H-4**

	752	770	
		Workers'	
	Print Shop	Compensation	Total
		Fund	
<b>Operating Revenues</b>			
Charges for services	\$ 280,915	\$ 2,389,524	\$ 2,670,439
<b>Total Operating Revenues</b>	<u>280,915</u>	<u>2,389,524</u>	<u>2,670,439</u>
<b>Operating Expenses</b>			
Purchased and contracted services	121,787	-	121,787
Supplies and materials	202,723	-	202,723
Claims expense and other operating expenses	5,685	2,389,524	2,395,209
<b>Total Operating Expenses</b>	<u>330,195</u>	<u>2,389,524</u>	<u>2,719,719</u>
Operating Income ( Loss)	<u>(49,280)</u>	<u>-</u>	<u>(49,280)</u>
<b>Non-Operating Revenues ( Expenses)</b>			
Earnings - temporary deposits and investments	-	242,874	242,874
<b>Total Non-Operating Revenues ( Expenses)</b>	<u>-</u>	<u>242,874</u>	<u>242,874</u>
Change in Net Position	(49,280)	242,874	193,594
<b>Net Position - July 1 ( Beginning)</b>	<u>375,242</u>	<u>1,680,558</u>	<u>2,055,800</u>
<b>Net Position - June 30 ( Ending)</b>	<u>\$ 325,962</u>	<u>\$ 1,923,432</u>	<u>\$ 2,249,394</u>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMBINING STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
**For the Year Ended June 30, 2024**

**Exhibit H-5**

	<b>752</b>	<b>770</b>	
	<b>Print Shop</b>	<b>Workers' Compensation Fund</b>	<b>Total</b>
<b>Increase ( Decrease) in Cash and Cash Equivalents</b>			
<b>Cash Flows from Operating Activities:</b>			
Cash received from user charges	\$ 280,915	\$ 3,191,984	\$ 3,472,899
Cash payments for insurance claims	-	(2,623,665)	(2,623,665)
Cash payments to suppliers	(212,518)	-	(212,518)
Cash payments for other operating expenses	(37,991)	-	(37,991)
<b>Net Cash Provided by (Used for) Operating Activities</b>	<u>30,406</u>	<u>568,319</u>	<u>598,725</u>
<b>Cash Flows from Investing Activities:</b>			
Interest on investments	-	242,874	242,874
<b>Net Cash Provided by Investing Activities</b>	<u>-</u>	<u>242,874</u>	<u>242,874</u>
Net Increase (decrease) in Cash and Cash Equivalents	30,406	811,193	841,599
Cash and Cash Equivalents at Beginning of Year	315,819	5,671,952	5,987,771
<b>Cash and Cash Equivalents at End of Year</b>	<u>\$ 346,225</u>	<u>\$ 6,483,145</u>	<u>\$ 6,829,370</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash</b>			
<b>Provided by operating Activities:</b>			
Operating Income ( Loss)	\$ (49,280)	\$ -	\$ (49,280)
<b>Change in Assets and Liabilities:</b>			
Decrease (increase) in interfund receivables	91,519	630,850	722,369
Decrease (increase) in prepaid items	11,996	-	11,996
Increase (decrease) in accounts payable	(32,306)	(55,643)	(87,949)
Increase (decrease) in interfund payables	8,477	171,610	180,087
Increase (decrease) in accrued expenses	-	(178,498)	(178,498)
<b>Net Cash Provided by (Used for) Operating Activities</b>	<u>\$ 30,406</u>	<u>\$ 568,319</u>	<u>\$ 598,725</u>



## REQUIRED TEA SCHEDULES

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 Accountability System Resource Guide* of the Texas Education Agency prescribes the forms and formats to be filed with the Texas Education Agency. This section fulfills the requirements for certain forms and formats required to be filed with the Texas Education Agency.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**SCHEDULE OF DELINQUENT TAXES RECEIVABLE**  
**For the Year Ended June 30, 2024**

*Exhibit J-1*  
*Page 1 of 2*

	1	2	3	10	20
Last Ten Fiscal Years	Tax Rates		Net Assessed/ Appraised Value For School Tax Purposes	Beginning Balance 7/1/2023	Current Year's Total Levy
	Maintenance	Debt Service			
2015 and prior	Various	Various	20,220,917,724	\$ 4,822,913	\$ -
2016	1.040000	0.308110	21,265,403,194	699,867	-
2017	1.040000	0.372950	21,317,959,305	553,696	-
2018	1.040000	0.350080	22,961,131,839	619,735	-
2019	1.040000	0.328670	24,852,974,721	1,006,826	-
2020	0.970000	0.328670	27,724,047,506	745,300	-
2021	1.086400	0.300700	31,092,102,305	1,059,710	-
2022	1.060100	0.300700	32,074,210,610	1,150,465	-
2023	1.008000	0.300700	33,355,504,880	5,568,943	-
2024	0.824900	0.290700	36,620,722,840	-	408,540,784
<b>1000 Totals</b>				<u>\$ 16,227,455</u>	<u>\$ 408,540,784</u>

**8000 - Tax Refunds**

**9000 Tax Increment**

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**SCHEDULE OF DELINQUENT TAXES RECEIVABLE**  
**For the Year Ended June 30, 2024**

*Exhibit J-1*  
*Page 2 of 2*

	31	32	40	50	99
<u>Last Ten Fiscal Years</u>	<u>Maintenance Total Collections</u>	<u>Debt Service Total Collections</u>	<u>Entire Year's Adjustments</u>	<u>Ending Balance 6/30/2024</u>	<u>Total Taxes Refunded Under Section 26.1115(c)</u>
2014 and prior	\$ 60,101	\$ 10,287	\$ (1,702,898)	\$ 3,049,627	
2016	25,056	7,423	(5,000)	662,388	
2017	27,094	9,716	5,868	522,754	
2018	(192,135)	(64,676)	(296,432)	580,114	
2019	(839)	(265)	(356,242)	651,688	
2020	(53,199)	(18,026)	(156,226)	660,299	
2021	(14,859)	(4,113)	(192,459)	886,223	
2022	(147,527)	(41,847)	(344,937)	994,902	
2023	203,208	57,640	(3,850,457)	1,457,638	
2024	<u>298,551,692</u>	<u>105,211,513</u>	<u>-</u>	<u>4,777,579</u>	
<b>1000 Totals</b>	<u>\$ 298,458,592</u>	<u>\$ 105,167,652</u>	<u>\$ (6,898,783)</u>	<u>\$ 14,243,212</u>	
<b>8000 - Tax Refunds</b>					<u>\$ 145,093</u>
<b>9000 Tax Increment</b>	<u>\$ -</u>				

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**
*Exhibit J-2*

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - ORIGINAL BUDGET,  
AMENDED FINAL AND ACTUAL - CHILD NUTRITION  
For the Year Ended June 30, 2024**

Data Control Codes		Budgeted Amounts		Actual Amounts, GAAP Basis	Variance with Final Budget
		Original	Final		
	<b>Revenues</b>				
5700	Local revenues	\$ 4,843,571	\$ 4,734,295	\$ 4,413,893	\$ (320,402)
5800	State program revenues	175,000	146,437	173,633	27,196
5900	Federal program revenues	28,399,132	35,123,077	31,595,094	(3,527,983)
	<b>Total Revenues</b>	<u>33,417,703</u>	<u>40,003,809</u>	<u>36,182,620</u>	<u>(3,821,189)</u>
	<b>Expenditures:</b>				
0035	Food services	34,412,903	41,323,351	38,201,639	3,121,712
0051	Facilities maintenance and operations	4,800	191,947	-	191,947
	<b>Total Expenditures</b>	<u>34,417,703</u>	<u>41,515,298</u>	<u>38,201,639</u>	<u>3,313,659</u>
1100	Excess ( Deficiency) Revenues Over Expenditures	<u>(1,000,000)</u>	<u>(1,511,489)</u>	<u>(2,019,019)</u>	<u>(507,530)</u>
	<b>Other Financing Sources ( Uses)</b>				
7912	Proceeds from sale of land	-	113,139	114,538	1,399
<b>7080</b>	<b>Total Other Financing Sources ( Uses)</b>	<u>-</u>	<u>113,139</u>	<u>114,538</u>	<u>1,399</u>
1200	Change in fund balance	(1,000,000)	(1,398,350)	(1,904,481)	(506,131)
100	<b>Fund Balance - July 1 ( beginning)</b>	<u>15,893,591</u>	<u>15,893,591</u>	<u>15,893,591</u>	<u>-</u>
<b>3000</b>	<b>Fund Balance - June 30 ( ending)</b>	<u>\$ 14,893,591</u>	<u>\$ 14,495,241</u>	<u>\$ 13,989,110</u>	<u>\$ (506,131)</u>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**
**Exhibit J-3**
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - ORIGINAL BUDGET,  
AMENDED FINAL AND ACTUAL - DEBT SERVICE  
For the Year Ended June 30, 2024**

Data Control Codes		Budgeted Amounts		Actual Amounts, GAAP Basis	Variance with Final Budget
		Original	Final		
Revenues					
5700	Local revenues	\$ 120,306,614	\$ 109,709,883	\$ 108,334,475	\$ (1,375,408)
5800	State program revenues	812,223	11,901,857	11,214,870	(686,987)
5900	Federal program revenues	198,056	198,056	198,056	-
Total Revenues		121,316,893	121,809,796	119,747,401	(2,062,395)
Expenditures					
Debt Service:					
0071	Principal on long-term debt	65,516,839	65,516,839	65,154,956	361,883
0072	Interest on long-term debt	54,294,333	54,787,236	53,294,090	1,493,146
0073	Bond issuance costs and fees	1,505,721	1,505,721	1,505,721	-
Total Expenditures		121,316,893	121,809,796	119,954,767	1,855,029
1100	Excess ( deficiency) of revenues over expenditures	-	-	(207,366)	(207,366)
Other Financing Sources ( Uses)					
7901	Refunding bonds issued	45,563,148	45,915,001	45,915,000	(1)
7916	Premium or discount on issuance of bonds	3,936,852	3,936,852	3,936,852	-
8949	Payment to Bond Refunding Escrow Agent	(49,000,000)	(49,490,340)	(49,490,340)	-
Total Other Financing Sources ( Uses)		500,000	361,513	361,512	(1)
1200	Net change in fund balance	500,000	361,513	154,146	(207,367)
0100	Fund balances - Beginning	64,143,608	64,143,608	64,143,608	-
3000	Fund balances - Ending	\$ 64,643,608	\$ 64,505,121	\$ 64,297,754	\$ (207,367)

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**COMPENSATORY EDUCATION PROGRAM AND BILINGUAL EDUCATION**  
**PROGRAM COMPLIANCE RESPONSES**  
**For the Year Ended June 30, 2024**

**Exhibit J-4**

<b>Data</b>		
<b>Codes</b>	<b>Section A: Compensatory Education Programs</b>	<b>Responses</b>
AP1	Did your LEA expend any state compensatory education program state allotment funds during the district's fiscal year?	Yes
AP2	Does the LEA have written policies and procedures for its state compensatory education program?	Yes
AP3	List the total state allotment funds received for state compensatory education programs during the district's fiscal year.	\$ 65,015,319
AP4	List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year. (PICs 24, 26, 28, 29, 30)	\$ 30,842,968
	<b>Section B: Bilingual Education Programs</b>	
AP5	Did your LEA expend any bilingual education program state allotment funds during the LEA's fiscal year?	Yes
AP6	Does the LEA have written policies and procedures for its bilingual education program?	Yes
AP7	List the total state allotment funds received for bilingual education programs during the LEA's fiscal year.	\$ 10,547,979
AP8	List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year. (PIC 25)	\$ 4,598,124

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**
*Exhibit J-5*

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - ORIGINAL BUDGET,  
AMENDED FINAL AND ACTUAL - CAPITAL PROJECTS FUND  
For the Year Ended June 30, 2024**

Data Control Codes		Budgeted Amounts		Actual Amounts, GAAP Basis	Variance with Final Budget
		Original	Final		
	<b>Revenues</b>				
5700	Local revenues	\$ 1,905,292	\$ 29,540,357	\$ 28,103,043	\$ (1,437,314)
	<b>Total Revenues</b>	<u>1,905,292</u>	<u>29,540,357</u>	<u>28,103,043</u>	<u>(1,437,314)</u>
	<b>Expenditures</b>				
	<b>Current:</b>				
0011	Instruction	6,072,317	11,196,050	5,865,246	5,330,804
0034	Student transportation	2,771,228	6,065,615	524,161	5,541,454
0036	Extracurricular activities	116,752	-	-	-
0041	General administration	27,600	27,600	10,316	17,284
0051	Plant maintenance and operations	-	1,679,581	1,554,474	125,107
0052	Security and monitoring services	851,862	5,997,040	2,719,174	3,277,866
0053	Data processing services	9,639,891	11,912,881	5,910,518	6,002,363
	<b>Debt Service:</b>				
0073	Bond issuance costs and fees	1,050,000	764,816	742,539	22,277
	<b>Capital Outlay:</b>				
0081	Facilities acquisition and construction	462,924,584	550,422,486	139,125,388	411,297,098
	<b>Total Expenditures</b>	<u>483,454,234</u>	<u>588,066,069</u>	<u>156,451,816</u>	<u>431,614,253</u>
1100	Excess ( deficiency) of revenues over expenditures	<u>(481,548,942)</u>	<u>(558,525,712)</u>	<u>(128,348,773)</u>	<u>430,176,939</u>
	<b>Other Financing Sources ( Uses)</b>				
7911	Capital-related debt issued ( regular bonds)	96,332,347	94,675,000	94,675,000	-
7916	Premium or discount on issuance of bonds	6,067,653	6,067,653	6,067,653	-
	<b>Total Other Financing Sources ( Uses)</b>	<u>102,400,000</u>	<u>100,742,653</u>	<u>100,742,653</u>	<u>-</u>
1200	Net change in fund balance	(379,148,942)	(457,783,059)	(27,606,120)	430,176,939
100	<b>Fund Balances - Beginning</b>	<u>507,651,566</u>	<u>507,651,566</u>	<u>507,651,566</u>	<u>-</u>
<b>3000</b>	<b>Fund Balances - Ending</b>	<u>\$ 128,502,624</u>	<u>\$ 49,868,507</u>	<u>\$ 480,045,446</u>	<u>\$ 430,176,939</u>





# STATISTICAL SECTION

(Unaudited)

*Statistical Tables are used to provide detailed data on the physical, economic, social and political characteristics of a government. They are intended to provide financial report users with a broader and more complete understanding of the government and its financial affairs than it is possible from the basic financial statements.*

*The District's Statistical Tables usually cover ten fiscal years and often present data from outside the accounting records. The tables are unaudited due to the nature of the information contained therein.*

	<u>Page</u>
<b>Financial Trends</b>	<b>108</b>
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	
<b>Revenue Capacity</b>	<b>118</b>
The schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.	
<b>Debt Capacity</b>	<b>127</b>
The 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.	
<b>Demographic and Economic Information</b>	<b>131</b>
The schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.	
<b>Operating Information</b>	<b>137</b>
These schedules contain service and infrastructure data 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.	

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 1**  
**Page 1 of 2**

	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
<b>Governmental Net Position</b>					
Net investment in capital assets	\$ 293,989,781	\$ 255,248,818	\$ 231,350,616	\$ 248,973,295	\$ 202,728,394
Restricted for federal and state programs	16,488,315	16,581,717	479,131	6,172,121	12,260,485
Restricted for debt service	48,034,276	48,465,849	36,767,894	44,897,318	46,156,785
Unrestricted	(78,658,729)	(60,879,687)	(109,117,208)	(196,466,588)	(493,549,281)
<b>Total Governmental Net Position</b>	<b>279,853,643</b>	<b>259,416,697</b>	<b>159,480,433</b>	<b>103,576,146</b>	<b>(232,403,617)</b>
<b>Business-Type Net Position <sup>(1)</sup></b>					
Net investment in capital assets	-	-	-	-	-
Restricted for federal and state programs	-	-	-	-	-
Unrestricted	195,748	178,188	181,935	130,565	-
<b>Total Business-Type Net Position</b>	<b>195,748</b>	<b>178,188</b>	<b>181,935</b>	<b>130,565</b>	<b>-</b>
<b>Total Primary Government Net Position</b>					
Net investment in capital assets	293,989,781	255,248,818	231,350,616	248,973,295	202,728,394
Restricted for federal and state programs	16,488,315	16,581,717	479,131	6,172,121	12,260,485
Restricted for debt service	48,034,276	48,465,849	36,767,894	44,897,318	46,156,785
Unrestricted	(78,462,981)	(60,701,499)	(108,935,273)	(196,466,588)	(493,549,281)
<b>Total Primary Government Net Position</b>	<b>\$ 280,049,391</b>	<b>\$ 259,594,885</b>	<b>\$ 159,662,368</b>	<b>\$ 103,576,146</b>	<b>\$ (232,403,617)</b>

<sup>(1)</sup> The District converted its Food Service Program from a Business-Type Fund to a Special Revenue Fund in fiscal year 2018.

Source: The Statement of Net Position for the Arlington Independent School District

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 1**  
**Page 2 of 2**

	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b>Governmental Net Position</b>					
Net investment in capital assets	\$ 217,157,321	\$ 168,904,696	\$ 31,929,478	\$ 70,466,966	\$ 94,478,337
Restricted for federal and state programs	16,050,021	14,603,590	737,936	610,145	384,459
Restricted for debt service	22,790,002	20,286,488	18,173,383	16,838,551	15,936,844
Unrestricted	(491,301,312)	(372,835,728)	149,027,332	162,870,820	143,006,519
<b>Total Governmental Net Position</b>	<b>(235,303,968)</b>	<b>(169,040,954)</b>	<b>199,868,129</b>	<b>250,786,482</b>	<b>253,806,159</b>
<b>Business-Type Net Position <sup>(1)</sup></b>					
Net investment in capital assets	-	-	11,045,198	10,500,180	10,278,226
Restricted for federal and state programs	-	-	7,078,894	5,210,435	6,882,026
Unrestricted	-	-	-	-	-
<b>Total Business-Type Net Position</b>	<b>-</b>	<b>-</b>	<b>18,124,092</b>	<b>15,710,615</b>	<b>17,160,252</b>
<b>Total Primary Government Net Position</b>					
Net investment in capital assets	217,157,321	168,904,696	42,974,676	80,967,146	104,756,563
Restricted for federal and state programs	16,050,021	14,603,590	7,816,830	5,820,580	7,266,485
Restricted for debt service	22,790,002	20,286,488	18,173,383	16,838,551	15,936,844
Unrestricted	(491,301,312)	(372,835,728)	149,027,332	162,870,820	143,006,519
<b>Total Primary Government Net Position</b>	<b>\$ (235,303,968)</b>	<b>\$ (169,040,954)</b>	<b>\$ 217,992,221</b>	<b>\$ 266,497,097</b>	<b>\$ 270,966,411</b>

<sup>(1)</sup>The District converted its Food Service Program from a Business-Type Fund to a Special Revenue Fund in fiscal year 2018.

Source: The Statement of Net Position for the Arlington Independent School District

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**EXPENSES, PROGRAM REVENUES, AND NET EXPENSES**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 2**  
**Page 1 of 2**

	2024	2023	2022	2021	2020
<b>Expenses</b>					
<b>Governmental Activities:</b>					
Instruction	\$ 422,113,476	\$ 401,974,620	\$ 389,963,936	\$ 398,958,138	\$ 403,653,386
Instructional resources and media services	8,904,392	9,723,087	7,883,680	7,785,743	8,099,853
Curriculum and instructional staff development	15,617,213	17,684,065	19,223,240	13,717,307	15,470,910
Instructional leadership	20,566,510	19,204,997	17,464,181	15,087,940	14,348,603
School leadership	36,973,433	36,508,916	34,463,426	34,658,929	36,031,189
Guidance, counseling, and evaluation services	37,726,056	36,409,729	34,018,949	34,099,168	35,695,960
Social work services	4,623,980	4,523,449	3,785,746	3,109,593	3,734,875
Health services	8,251,589	7,978,716	7,299,056	8,060,076	7,955,500
Pupil transportation	20,642,957	17,706,938	20,725,520	17,570,646	18,484,066
Food services	39,287,332	30,815,060	26,649,275	25,476,994	34,599,041
Cocurricular/ extracurricular activities	19,387,954	18,193,602	16,270,896	11,746,345	10,668,802
General administration	21,669,531	16,629,491	14,720,804	12,774,716	12,633,186
Facilities maintenance and operations	64,723,292	62,706,443	64,686,927	57,149,997	96,575,925
Security and monitoring services	18,333,123	11,347,656	10,504,356	8,503,383	10,164,483
Data processing services	18,293,561	18,043,380	19,872,521	15,521,433	13,326,765
Community services	3,446,423	2,778,711	2,260,693	2,750,813	3,195,347
Debt service - interest on long-term debt	56,858,469	47,076,285	38,126,285	37,676,125	28,093,965
Bond issuance cost and fees	2,248,260	34,050	2,704,362	1,002,014	18,270
Facilities planning	8,008,618	98,381	3,002,397	6,313,260	1,705,089
Payments to Juvenile Justice Alt. Ed. Program	11,481	23,220	65,274	39,990	10,191
Contracted instruction services between schools	2,153,778	1,724,507	-	-	-
Payments to Tax Increment Fund	-	-	-	-	-
Other intergovernmental charges	2,150,238	2,185,177	2,106,007	2,286,581	2,308,964
<b>Total Governmental Activities</b>	<b>831,991,666</b>	<b>763,370,480</b>	<b>735,797,531</b>	<b>714,289,191</b>	<b>756,774,370</b>
<b>Business-Type Activities:</b>					
Natatorium/ Food Services	186,558	214,606	110,139	12,543	-
<b>Total Expenses</b>	<b>832,178,224</b>	<b>763,585,086</b>	<b>735,907,670</b>	<b>714,301,734</b>	<b>756,774,370</b>
<b>Program Revenues</b>					
<b>Governmental Activities:</b>					
Charges for services	11,686,214	12,719,796	10,567,588	3,495,302	6,177,653
Operating grants and contributions	134,884,360	169,734,816	155,230,484	102,322,557	153,420,351
<b>Total Governmental Activities</b>	<b>146,570,574</b>	<b>182,454,612</b>	<b>165,798,072</b>	<b>105,817,859</b>	<b>159,598,004</b>
<b>Business-type activities:</b>					
Charges for services	204,118	210,859	161,509	143,108	-
Operating grants and contributions	-	-	-	-	-
<b>Total Business-Type Activities</b>	<b>204,118</b>	<b>210,859</b>	<b>161,509</b>	<b>143,108</b>	<b>-</b>
<b>Total Program Revenues</b>	<b>146,774,692</b>	<b>182,665,471</b>	<b>165,959,581</b>	<b>105,960,967</b>	<b>159,598,004</b>
<b>Net Expenses</b>	<b>\$ (685,403,532)</b>	<b>\$ (580,919,615)</b>	<b>\$ (569,948,089)</b>	<b>\$ (608,340,767)</b>	<b>\$ (597,176,366)</b>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**EXPENSES, PROGRAM REVENUES, AND NET EXPENSES**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 2**  
**Page 2 of 2**

	2019	2018	2017	2016	2015
<b>Expenses</b>					
<b>Governmental Activities:</b>					
Instruction	\$ 380,457,281	\$ 247,018,085	\$ 376,229,465	\$ 399,051,889	\$ 321,641,711
Instructional resources and media services	7,298,329	4,923,916	7,243,900	8,129,652	6,568,327
Curriculum and instructional staff development	13,828,998	10,317,798	13,947,095	13,199,858	11,706,779
Instructional leadership	12,112,695	8,398,817	11,444,870	9,924,616	6,918,312
School leadership	33,654,325	20,650,705	32,501,719	31,585,630	26,454,600
Guidance, counseling, and evaluation services	33,071,395	25,186,370	30,557,058	29,579,678	26,178,274
Social work services	3,370,543	2,074,384	3,243,077	2,700,653	2,360,625
Health services	7,612,939	4,421,671	6,429,062	5,992,175	5,025,111
Pupil transportation	18,635,291	14,316,258	13,381,080	11,888,600	12,436,347
Food services	32,369,719	26,820,768	421,005	807,280	591,766
Cocurricular/ extracurricular activities	10,697,800	10,210,220	10,843,567	10,234,216	8,954,157
General administration	11,363,349	7,817,838	9,290,805	8,969,032	7,733,533
Facilities maintenance and operations	140,080,959	143,238,431	120,283,327	69,186,113	49,693,227
Security and monitoring services	9,464,470	7,340,452	8,737,173	7,287,373	6,309,707
Data processing services	16,669,735	8,827,130	12,241,900	10,186,722	14,815,067
Community services	3,026,292	(2,032,546)	2,729,040	2,339,909	2,902,788
Debt service - interest on long-term debt	30,086,505	30,339,181	27,958,981	28,397,762	21,421,011
Bond issuance cost and fees	329,566	650,289	-	-	-
Facilities repairs and maintenance	7,314,069	3,696,335	4,892,556	1,599,431	38,440,109
Payments to Juvenile Justice Alt. Ed. Program	10,449	57,534	77,478	72,885	67,467
Contracted instruction services between schools	-	-	-	-	-
Payments to Tax Increment Fund	3,118,757	2,393,136	1,677,277	1,096,490	7,028,326
Other intergovernmental charges	2,230,531	2,082,715	1,997,237	1,869,421	1,916,015
<b>Total Governmental Activities</b>	<b>776,803,997</b>	<b>578,749,487</b>	<b>696,127,672</b>	<b>654,099,385</b>	<b>579,163,259</b>
<b>Business-Type Activities:</b>					
Natatorium/ Food Services	-	-	33,527,597	33,604,463	30,500,382
<b>Total Expenses</b>	<b>776,803,997</b>	<b>578,749,487</b>	<b>729,655,269</b>	<b>687,703,848</b>	<b>609,663,641</b>
<b>Program Revenues</b>					
<b>Governmental Activities:</b>					
Charges for services	8,333,469	9,167,905	5,868,531	3,188,625	3,136,176
Operating grants and contributions	120,673,787	(15,832,877)	67,640,176	90,044,617	70,491,908
<b>Total Governmental Activities</b>	<b>129,007,256</b>	<b>(6,664,972)</b>	<b>73,508,707</b>	<b>93,233,242</b>	<b>73,628,084</b>
<b>Business-type activities:</b>					
Charges for services	-	-	6,124,630	5,772,190	5,982,774
Operating grants and contributions	-	-	28,372,368	26,222,815	25,714,657
<b>Total Business-Type Activities</b>	<b>-</b>	<b>-</b>	<b>34,496,998</b>	<b>31,995,005</b>	<b>31,697,431</b>
<b>Total Program Revenues</b>	<b>129,007,256</b>	<b>(6,664,972)</b>	<b>108,005,705</b>	<b>125,228,247</b>	<b>105,325,515</b>
<b>Net Expenses</b>	<b>\$ (647,796,741)</b>	<b>\$ (585,414,459)</b>	<b>\$ (621,649,564)</b>	<b>\$ (562,475,601)</b>	<b>\$ (504,338,126)</b>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**GENERAL REVENUES AND TOTAL CHANGE IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 3**  
**Page 1 of 2**

	2024	2023	2022	2021	2020
<b>Net Expense</b>					
Governmental activities	\$ (685,421,092)	\$ (580,915,868)	\$ (569,999,459)	\$ (608,471,332)	\$ (597,176,366)
Business-type activities	17,560	(3,747)	51,370	130,565	-
<b>Total Net Expenses</b>	<u>(685,403,532)</u>	<u>(580,919,615)</u>	<u>(569,948,089)</u>	<u>(608,340,767)</u>	<u>(597,176,366)</u>
<b>General Revenues</b>					
<b>Governmental Activities:</b>					
Taxes:					
Property taxes levied for general purposes	299,541,053	367,522,315	351,841,337	347,129,622	301,684,968
Property taxes levied for debt service	105,344,439	109,531,997	100,157,196	95,857,548	101,403,166
State Aid Formula Grants	247,599,370	156,637,207	168,770,767	190,358,289	184,435,780
Grants and contributions - not restricted	2,802,759	-	-	1,437,599	430,085
Investment earnings	47,713,146	33,347,050	1,576,143	851,104	7,223,663
Miscellaneous local and intermediate revenue	2,857,271	13,813,563	1,114,419	2,603,370	4,899,055
Special item - Gain on sale of asset	-	-	-	-	-
Transfers out	-	-	-	-	-
<b>Total Government Activities</b>	<u>705,858,038</u>	<u>680,852,132</u>	<u>623,459,862</u>	<u>638,237,532</u>	<u>600,076,717</u>
<b>Business-Type Activities <sup>(1)</sup></b>					
Unrestricted investment earnings	-	-	-	-	-
Grants and contributions - not restricted	-	-	-	-	-
Transfers in	-	-	-	-	-
<b>Total Business-Type Activities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total General Revenues</b>	<u>705,858,038</u>	<u>680,852,132</u>	<u>623,459,862</u>	<u>638,237,532</u>	<u>600,076,717</u>
<b>Change in Net Position</b>					
Governmental activities	20,436,946	99,936,264	55,904,287	29,766,200	2,900,351
Business-type activities	17,560	(3,747)	51,370	130,565	-
<b>Total Change in Net Position</b>	<u>\$ 20,454,506</u>	<u>\$ 99,932,517</u>	<u>\$ 55,955,657</u>	<u>\$ 29,896,765</u>	<u>\$ 2,900,351</u>

Source: The Statement of Activities for the Arlington Independent School District

<sup>(1)</sup>The District converted its Food Service Program from a Business-Type Fund to a Special Revenue Fund in fiscal year 2018.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**GENERAL REVENUES AND TOTAL CHANGE IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 3**  
**Page 2 of 2**

	2019	2018	2017	2016	2015
<b>Net Expense</b>					
Governmental activities	\$ (647,796,741)	\$ (585,414,459)	\$ (622,618,965)	\$ (560,866,143)	\$ (505,535,175)
Business-type activities	-	-	969,401	(1,609,458)	1,197,049
<b>Total Net Expenses</b>	<u>(647,796,741)</u>	<u>(585,414,459)</u>	<u>(621,649,564)</u>	<u>(562,475,601)</u>	<u>(504,338,126)</u>
<b>General Revenues</b>					
<b>Governmental Activities:</b>					
Taxes:					
Property taxes levied for general purposes	286,320,427	264,362,150	237,332,902	222,354,931	216,566,195
Property taxes levied for debt service	91,266,549	83,461,267	80,319,360	79,922,367	65,816,287
State Aid Formula Grants	186,058,925	210,290,252	236,250,430	237,366,093	239,828,021
Grants and contributions - not restricted	546,505	626,879	11,276,867	7,718,245	9,131,377
Investment earnings	11,954,017	8,787,821	5,238,265	1,966,781	458,884
Miscellaneous local and intermediate revenue	5,387,304	6,588,246	1,375,808	8,653,947	10,103,186
Special item - Gain on sale of asset	-	6,487,319	-	-	-
Transfers out	-	-	(93,020)	(135,898)	(307,475)
<b>Total Government Activities</b>	<u>581,533,727</u>	<u>580,603,934</u>	<u>571,700,612</u>	<u>557,846,466</u>	<u>541,596,475</u>
<b>Business-Type Activities <sup>(1)</sup></b>					
Unrestricted investment earnings	-	-	61,586	23,923	6,030
Grants and contributions - not restricted	-	-	-	-	8,000
Transfers in	-	-	93,020	135,898	307,475
<b>Total Business-Type Activities</b>	<u>-</u>	<u>-</u>	<u>154,606</u>	<u>159,821</u>	<u>321,505</u>
<b>Total General Revenues</b>	<u>581,533,727</u>	<u>580,603,934</u>	<u>571,855,218</u>	<u>558,006,287</u>	<u>541,917,980</u>
<b>Change in Net Position</b>					
Governmental activities	(66,263,014)	(4,810,525)	(50,918,353)	(3,019,677)	36,061,300
Business-type activities	-	-	1,124,007	(1,449,637)	1,518,554
<b>Total Change in Net Position</b>	<u>\$ (66,263,014)</u>	<u>\$ (4,810,525)</u>	<u>\$ (49,794,346)</u>	<u>\$ (4,469,314)</u>	<u>\$ 37,579,854</u>

Source: The Statement of Activities for the Arlington Independent School District

<sup>(1)</sup>The District converted its Food Service Program from a Business-Type Fund to a Special Revenue Fund in fiscal year 2018.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 4**  
**Page 1 of 2**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<b>Governmental Funds</b>					
<b>General Fund</b>					
Nonspendable	\$ 5,840,789	\$ 5,369,132	\$ 2,806,203	\$ 2,997,123	\$ 2,341,323
Restricted	-	-	-	-	-
Committed	5,500,281	11,006,281	11,006,281	-	-
Assigned	80,765,050	75,265,050	118,265,050	77,199,882	25,346,609
Unassigned	<u>178,119,501</u>	<u>177,075,015</u>	<u>164,554,758</u>	<u>164,299,043</u>	<u>194,696,834</u>
<b>Total General Fund</b>	<u>270,225,621</u>	<u>268,715,478</u>	<u>296,632,292</u>	<u>244,496,048</u>	<u>222,384,766</u>
		-			
<b>All Other Governmental Funds</b>					
Nonspendable - Special Revenue Funds	5,732,878	4,631,577	-	-	-
Restricted, reported in:					
Debt Service Fund	64,297,754	64,143,608	52,887,268	59,129,231	54,774,708
Capital Projects Fund	383,409,019	407,857,538	494,495,988	405,073,175	337,450,512
Special Revenue Funds	10,755,437	11,945,047	12,273,539	6,063,040	12,274,948
Committed, reported in:					
Capital Projects Fund	-	-	-	-	-
Special Revenue Funds	2,280,147	1,901,361	16,827,925	15,383,694	12,838,205
Assigned, reported in:					
Capital Projects Fund	96,636,427	99,794,028	3,800,117	3,801,120	-
Unassigned, reported in:					
Special Revenue Funds	<u>(2,486,772)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total All Other Governmental Funds</b>	<u>560,624,890</u>	<u>585,641,582</u>	<u>580,284,837</u>	<u>489,450,260</u>	<u>417,338,373</u>
<b>Total Governmental Funds</b>	<u><u>\$ 830,850,511</u></u>	<u><u>\$ 854,357,060</u></u>	<u><u>\$ 876,917,129</u></u>	<u><u>\$ 733,946,308</u></u>	<u><u>\$ 639,723,139</u></u>



**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 4**  
**Page 2 of 2**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<b>Governmental Funds</b>					
<b>General Fund</b>					
Nonspendable	\$ 1,919,613	\$ 1,872,418	\$ 1,801,741	\$ 1,768,805	\$ 1,713,539
Restricted	-	-	-	1,388,971	578,140
Committed	-	-	7,754,294	17,100,000	4,729,182
Assigned	2,556,610	1,397,097	1,335,076	1,531,994	7,086,126
Unassigned	<u>193,531,238</u>	<u>198,622,637</u>	<u>188,562,124</u>	<u>182,935,118</u>	<u>174,656,116</u>
<b>Total General Fund</b>	<u>198,007,461</u>	<u>201,892,152</u>	<u>199,453,235</u>	<u>204,724,888</u>	<u>188,763,103</u>
<b>All Other Governmental Funds</b>					
Nonspendable - Special Revenue Funds	-	-	-	-	-
Restricted, reported in:					
Debt Service Fund	32,856,489	30,438,976	27,797,595	25,723,015	22,539,596
Capital Projects Fund	110,201,609	184,633,256	224,989,653	259,672,376	166,150,566
Special Revenue Funds	16,114,758	14,603,590	737,936	610,145	384,459
Committed, reported in:					
Capital Projects Fund	22,258,288	37,059,497	11,561,723	10,296,787	9,022,742
Special Revenue Funds	11,938,295	10,642,895	30,376,914	29,434,664	28,335,237
Assigned, reported in:					
Capital Projects Fund	-	-	-	-	-
Unassigned, reported in:					
Special Revenue Funds	<u>-</u>	<u>(4,340)</u>	<u>-</u>	<u>-</u>	<u>(2,284)</u>
<b>Total All Other Governmental Funds</b>	<u>193,369,439</u>	<u>277,373,874</u>	<u>295,463,821</u>	<u>325,736,987</u>	<u>226,430,316</u>
<b>Total Governmental Funds</b>	<u><u>\$ 391,376,900</u></u>	<u><u>\$ 479,266,026</u></u>	<u><u>\$ 494,917,056</u></u>	<u><u>\$ 530,461,875</u></u>	<u><u>\$ 415,193,419</u></u>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO <sup>(1)</sup>**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 5**  
**Page 1 of 2**

	2024	2023	2022	2021	2020
<b>Expenditures</b>					
<b>Governmental Activities:</b>					
11 Instruction	\$ 405,948,397	\$ 399,389,575	\$ 393,763,324	\$ 368,785,584	\$ 353,997,503
12 Instructional resources and media services	8,552,898	9,285,615	7,701,147	7,449,660	7,181,708
13 Curriculum and staff development services	15,659,209	18,085,396	20,349,182	13,293,627	14,169,111
<b>Total Function 10</b>	<b>430,160,504</b>	<b>426,760,586</b>	<b>421,813,653</b>	<b>389,528,871</b>	<b>375,348,322</b>
21 Instructional leadership	20,247,863	19,267,447	18,439,746	14,471,036	12,467,041
23 School leadership	35,394,879	34,881,908	34,314,715	32,995,778	31,223,127
<b>Total Function 20</b>	<b>55,642,742</b>	<b>54,149,355</b>	<b>52,754,461</b>	<b>47,466,814</b>	<b>43,690,168</b>
31 Guidance, counseling, and evaluation services	36,492,150	35,328,533	34,376,774	32,541,307	31,104,369
32 Social work services	4,538,188	4,471,654	3,901,983	2,981,161	3,202,179
33 Health services	7,889,093	7,564,468	7,291,705	7,674,903	6,973,645
34 Student transportation	19,649,449	17,016,304	19,812,202	16,954,125	17,167,405
35 Food service	40,155,744	34,987,446	30,342,414	25,050,369	32,649,298
36 Extracurricular activities	18,695,484	17,439,638	15,940,831	11,282,489	9,931,888
<b>Total Function 30</b>	<b>127,420,108</b>	<b>116,808,043</b>	<b>111,665,909</b>	<b>96,484,354</b>	<b>101,028,784</b>
41 General administration	16,640,879	15,525,780	14,265,154	12,199,711	11,643,040
<b>Total Function 40</b>	<b>16,640,879</b>	<b>15,525,780</b>	<b>14,265,154</b>	<b>12,199,711</b>	<b>11,643,040</b>
51 Plant maintenance and operations	65,144,274	58,761,253	60,195,280	54,971,618	91,783,148
52 Security and monitoring services	17,686,839	12,866,058	9,891,309	8,160,398	9,195,079
53 Data processing services	20,088,715	20,009,795	19,205,462	15,033,953	12,164,339
<b>Total Function 50</b>	<b>102,919,828</b>	<b>91,637,106</b>	<b>89,292,051</b>	<b>78,165,969</b>	<b>113,142,566</b>
61 Community services	3,524,818	3,048,590	2,814,700	2,662,015	2,767,410
<b>Total Function 60</b>	<b>3,524,818</b>	<b>3,048,590</b>	<b>2,814,700</b>	<b>2,662,015</b>	<b>2,767,410</b>
71 Debt service					
71 Principal on long-term debt	66,722,333	56,622,902	64,482,656	54,390,907	49,860,359
72 Interest on long-term debt	53,490,359	48,963,157	44,082,470	37,547,099	32,440,370
73 Bond issuance costs and fees	2,248,260	34,050	1,408,694	1,002,014	2,085,355
<b>Total Function 70</b>	<b>122,460,952</b>	<b>105,620,109</b>	<b>109,973,820</b>	<b>92,940,020</b>	<b>84,386,084</b>
81 Facilities acquisition/ construction	139,125,388	88,604,330	82,423,285	122,894,126	62,942,513
<b>Total Function 80</b>	<b>139,125,388</b>	<b>88,604,330</b>	<b>82,423,285</b>	<b>122,894,126</b>	<b>62,942,513</b>
91 Contracted instructional services	2,153,778	1,724,507	-	-	-
95 Payments to juvenile justice alternative ed. prog.	11,481	23,220	65,274	39,990	10,191
97 Payments to tax increment fund	-	-	-	-	-
99 Other intergovernmental charges	2,150,238	2,185,177	2,106,007	2,286,581	2,308,964
<b>Total Function 90</b>	<b>4,315,497</b>	<b>3,932,904</b>	<b>2,171,281</b>	<b>2,326,571</b>	<b>2,319,155</b>
<b>Total Expenditures</b>	<b>\$ 1,002,210,716</b>	<b>\$ 906,086,803</b>	<b>\$ 887,174,314</b>	<b>\$ 844,668,451</b>	<b>\$ 797,268,042</b>
Debt Service as a % of noncapital expenditures <sup>(1)</sup> :	14.03%	13.20%	11.70%	12.82%	11.26%

<sup>(1)</sup> Includes General, Debt Service, Capital Projects, and Special Revenue Funds; Excludes capital expenditures and bond issuance costs and fees.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO <sup>(1)</sup>**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 5**  
**Page 2 of 2**

	2019	2018	2017	2016	2015
<b>Expenditures</b>					
<b>Governmental Activities:</b>					
11 Instruction	\$ 342,204,289	\$ 350,493,989	\$ 349,061,853	\$ 365,893,789	\$ 341,740,353
12 Instructional resources and media services	6,592,044	6,660,952	6,732,653	7,670,575	6,965,671
13 Curriculum and staff development services	13,022,771	12,274,734	13,340,775	12,654,301	12,037,844
<b>Total Function 10</b>	<b>361,819,104</b>	<b>369,429,675</b>	<b>369,135,281</b>	<b>386,218,665</b>	<b>360,743,868</b>
21 Instructional leadership	10,918,360	11,010,123	10,632,750	9,311,191	7,380,990
23 School leadership	30,015,687	29,367,814	29,930,652	29,197,851	27,774,460
<b>Total Function 20</b>	<b>40,934,047</b>	<b>40,377,937</b>	<b>40,563,402</b>	<b>38,509,042</b>	<b>35,155,450</b>
31 Guidance, counseling, and evaluation services	30,117,938	29,510,682	28,302,660	27,506,017	27,418,043
32 Social work services	3,024,965	3,110,415	3,027,967	2,514,049	2,576,150
33 Health services	6,855,320	6,261,232	5,938,186	5,550,290	5,370,810
34 Student transportation	17,753,529	15,361,045	14,139,059	17,733,858	12,987,216
35 Food service	31,053,664	31,069,886	419,998	817,318	592,272
36 Extracurricular activities	10,165,334	10,160,072	10,452,299	9,815,077	9,548,432
<b>Total Function 30</b>	<b>98,970,750</b>	<b>95,473,332</b>	<b>62,280,169</b>	<b>63,936,609</b>	<b>58,492,923</b>
41 General administration	10,455,205	9,529,509	8,674,747	8,392,718	8,253,048
<b>Total Function 40</b>	<b>10,455,205</b>	<b>9,529,509</b>	<b>8,674,747</b>	<b>8,392,718</b>	<b>8,253,048</b>
51 Plant maintenance and operations	136,562,877	148,936,589	118,312,510	67,898,753	51,982,273
52 Security and monitoring services	8,728,687	8,950,601	8,156,756	7,085,194	6,591,625
53 Data processing services	15,779,669	17,669,161	12,833,845	11,543,132	15,350,755
<b>Total Function 50</b>	<b>161,071,233</b>	<b>175,556,351</b>	<b>139,303,111</b>	<b>86,527,079</b>	<b>73,924,653</b>
61 Community services	2,508,973	2,372,256	2,604,072	2,227,766	2,990,839
<b>Total Function 60</b>	<b>2,508,973</b>	<b>2,372,256</b>	<b>2,604,072</b>	<b>2,227,766</b>	<b>2,990,839</b>
71 Debt service					
71 Principal on long-term debt	58,566,378	51,281,455	53,325,019	53,223,746	41,178,329
72 Interest on long-term debt	33,631,065	33,205,341	28,401,733	25,591,148	23,127,591
73 Bond issuance costs and fees	329,566	650,289	1,460,430	1,669,609	1,375,241
<b>Total Function 70</b>	<b>92,527,009</b>	<b>85,137,085</b>	<b>83,187,182</b>	<b>80,484,503</b>	<b>65,681,161</b>
81 Facilities acquisition/ construction	39,488,630	25,975,672	93,652,400	87,295,513	38,440,109
<b>Total Function 80</b>	<b>39,488,630</b>	<b>25,975,672</b>	<b>93,652,400</b>	<b>87,295,513</b>	<b>38,440,109</b>
91 Contracted instructional services	-				
95 Payments to Juvenile Justice Alt. Ed. Program	10,449	57,534	77,478	72,885	67,467
97 Payments to Tax Increment Fund	3,118,757	2,393,136	1,677,277	1,096,490	7,028,326
99 Other intergovernmental charges	2,230,531	2,082,715	1,997,237	1,869,421	1,916,015
<b>Total Function 90</b>	<b>5,359,737</b>	<b>4,533,385</b>	<b>3,751,992</b>	<b>3,038,796</b>	<b>9,011,808</b>
<b>Total Expenditures</b>	<b>\$ 813,134,688</b>	<b>\$ 808,385,202</b>	<b>\$ 803,152,356</b>	<b>\$ 756,630,691</b>	<b>\$ 652,693,859</b>
Debt Service as a % of noncapital expenditures:	12.02%	10.89%	11.52%	11.94%	10.65%

<sup>(1)</sup> Includes General, Debt Service, Capital Projects, and Special Revenue Funds; Excludes capital expenditures and bond issuance costs and fees.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**GOVERNMENTAL FUNDS REVENUES**  
**LAST TEN FISCAL YEARS <sup>(1)</sup>**  
**(UNAUDITED)**

**Table 6**  
**Page 1 of 2**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<b>Federal Sources</b>					
Federal grants	\$ 107,887,673	\$ 156,473,047	\$ 160,180,542	\$ 66,825,940	\$ 83,811,236
<b>State Sources</b>					
State education finance program	291,277,723	189,569,575	200,295,310	219,725,119	214,440,303
State grants and other sources	<u>4,794,958</u>	<u>4,088,741</u>	<u>2,654,714</u>	<u>5,384,404</u>	<u>15,401,116</u>
<b>Total State Sources</b>	<u>296,072,681</u>	<u>193,658,316</u>	<u>202,950,024</u>	<u>225,109,523</u>	<u>229,841,419</u>
<b>Local Sources</b>					
Property taxes	404,579,157	477,315,075	453,010,028	443,926,991	400,608,720
Capital Projects Funds	-	810,468	1,203,612	1,138,504	4,457,042
Athletic/ extracurricular activities	-	746,683	704,507	460,867	605,066
Other local sources	<u>62,365,171</u>	<u>47,708,319</u>	<u>11,262,098</u>	<u>4,747,617</u>	<u>13,147,966</u>
<b>Total Local Sources</b>	<u>466,944,328</u>	<u>526,580,545</u>	<u>466,180,245</u>	<u>450,273,979</u>	<u>418,818,794</u>
<b>Total Revenues</b>	<u>\$ 870,904,682</u>	<u>\$ 876,711,908</u>	<u>\$ 829,310,811</u>	<u>\$ 742,209,442</u>	<u>\$ 732,471,449</u>

<sup>(1)</sup> Includes General, Debt Service, Capital Projects, and Special Revenue Funds

Note: As of July 1, 2017, the District closed its Business-Type Food Service Program and converted it to a Special Revenue Fund  
Source: Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**GOVERNMENTAL FUNDS REVENUES**  
**LAST TEN FISCAL YEARS <sup>(1)</sup>**  
**(UNAUDITED)**

**Table 6**  
**Page 2 of 2**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<b>Federal Sources</b>					
Federal grants	\$ 72,472,510	\$ 66,326,563	\$ 43,735,764	\$ 51,213,473	\$ 42,136,553
<b>State Sources</b>					
State education finance program	206,984,160	236,887,068	262,601,123	260,906,490	264,223,711
State grants and other sources	6,200,196	6,875,943	3,371,404	9,567,134	12,912,613
<b>Total State Sources</b>	<u>213,184,356</u>	<u>243,763,011</u>	<u>265,972,527</u>	<u>270,473,624</u>	<u>277,136,324</u>
<b>Local Sources</b>					
Property taxes	363,851,404	345,887,298	318,783,874	301,184,470	281,717,598
Capital Projects Funds	5,883,973	6,379,551	3,129,081	1,172,821	1,381,326
Athletic/ extracurricular activities	637,305	716,776	742,334	699,435	647,589
Other local sources	32,929,289	17,370,756	9,610,181	11,941,213	10,911,176
<b>Total Local Sources</b>	<u>403,301,971</u>	<u>370,354,381</u>	<u>332,265,470</u>	<u>314,997,939</u>	<u>294,657,689</u>
<b>Total Revenues</b>	<u>\$ 688,958,837</u>	<u>\$ 680,443,955</u>	<u>\$ 641,973,761</u>	<u>\$ 636,685,036</u>	<u>\$ 613,930,566</u>

<sup>(1)</sup> Includes General, Debt Service, Capital Projects, and Special Revenue Funds

Note: As of July 1, 2017, the District closed its Business-Type Food Service Program and converted it to a Special Revenue Fund  
Source: Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCES**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 7**  
**Page 1 of 2**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	\$ (131,306,034)	\$ (29,374,895)	\$ (57,863,505)	\$ (102,459,009)	\$ (64,796,593)
<b>Other Financial Sources (Uses) :</b>					
General long-term debt issued	94,675,000	-	176,370,000	158,890,000	273,790,000
General long-term debt refunding	45,915,000	-	-	137,794,956	-
Premium or discount on issuance of bonds	10,004,505	-	33,630,131	52,987,744	51,039,838
Sale of real and personal property	175,469	11,446,403	75,004	218,062	3,000
Issuance of SBITA	1,888,274	-	-	-	-
Loan Issuance	-	-	-	-	-
Transfers in	-	86,465,022	-	7,800,000	-
Transfers out	-	(86,465,022)	-	(7,800,000)	-
Payment to escrow agent	(49,490,340)	-	(11,684,693)	(156,105,140)	(11,690,006)
Natural gas lease	-	-	-	-	-
<b>Total Other Financial Sources (Uses)</b>	<u>103,167,908</u>	<u>11,446,403</u>	<u>198,390,442</u>	<u>193,785,622</u>	<u>313,142,832</u>
Extraordinary items (resource)	-	-	2,443,884	550,000	-
<b>Net Change in Fund Balances</b>	<u>\$ (28,138,126)</u>	<u>\$ (17,928,492)</u>	<u>\$ 142,970,821</u>	<u>\$ 91,876,613</u>	<u>\$ 248,346,239</u>

Source: Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCES**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 7**  
**Page 2 of 2**

	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b>Excess of Revenues Over ( Under) Expenditures</b>	\$ (124,175,851)	\$ (127,941,247)	\$ (161,178,595)	\$ (119,945,655)	\$ (38,763,293)
<b>Other Financial Sources ( Uses) :</b>					
General long-term debt issued	33,630,000	79,345,000	176,981,368	220,300,000	159,485,000
General long-term debt refunding	-	-	-	-	-
Premium or discount on issuance of bonds	2,616,735	12,925,940	27,183,879	14,618,702	18,221,181
Sale of real and personal property	39,990	6,762,037	-	-	2,886
Proceeds from leases	-	-	-	-	-
Loan Issuance	-	-	-	431,307	4,113,971
Transfers in	10,252,520	22,094,385	377,000	-	-
Transfers out	(10,252,520)	(22,094,385)	(478,477)	(135,898)	(307,475)
Payment to escrow agent	-	-	(78,429,994)	-	-
Natural gas lease	-	-	-	-	987,500
<b>Total Other Financial Sources ( Uses)</b>	<b>36,286,725</b>	<b>99,032,977</b>	<b>125,633,776</b>	<b>235,214,111</b>	<b>182,503,063</b>
Extraordinary items ( resource)	-	-	-	-	-
<b>Net Change in Fund Balances</b>	<b>\$ (87,889,126)</b>	<b>\$ (28,908,270)</b>	<b>\$ (35,544,819)</b>	<b>\$ 115,268,456</b>	<b>\$ 143,739,770</b>

Source: Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**APPRAISED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 8**

<b>Fiscal Year</b>	<b>Appraised Value</b>			<b>Total Estimated Taxable Value</b>	<b>Total Direct Rate</b>
	<b>Residential or Real Property</b>	<b>Personal Property</b>	<b>Less: Exemptions</b>		
2015	\$ 21,668,162,540	\$ 5,218,291,540	\$ 5,125,379,155	\$ 21,761,074,925	1.348110
2016	22,082,482,932	3,911,103,646	5,576,541,645	20,417,044,933	1.412952
2017	24,109,273,225	4,869,585,583	6,016,359,735	22,961,131,805	1.390080
2018	27,201,847,710	5,336,037,386	6,676,460,462	25,861,424,634	1.368670
2019	29,847,539,711	4,852,231,096	6,690,943,193	28,008,827,614	1.368670
2020	33,930,429,583	5,914,548,560	7,171,984,232	32,672,993,911	1.298670
2021	35,305,296,513	6,131,143,515	8,700,778,842	32,735,661,186	1.387100
2022	37,550,969,551	8,048,950,342	10,555,129,716	35,044,790,177	1.360800
2023	41,151,313,424	9,135,456,109	12,436,631,677	37,850,137,856	1.308700
2024	47,425,208,714	9,845,233,155	18,162,998,411	39,107,443,458	1.115600

Source: Tarrant County



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

**Table 9**

<b>Fiscal Year</b>	<b>Local Maintenance</b>	<b>Debt Service</b>	<b>Total<sup>1</sup></b>	<b>Tarrant County<sup>2</sup></b>	<b>City of Arlington</b>	<b>City of Fort Worth</b>	<b>City of Grand Prairie</b>	<b>Town of Pantego</b>	<b>City of Dalworthington Gardens</b>
2014-15	1.040000	0.308110	1.348110	0.741397	0.648000	0.855000	0.669998	0.420000	0.262739
2015-16	1.040000	0.372952	1.412952	0.741397	0.648000	0.855000	0.669998	0.420000	0.253670
2016-17	1.040000	0.350080	1.390080	0.726027	0.644800	0.835000	0.669998	0.420000	0.273979
2017-18	1.040000	0.328670	1.368670	0.710389	0.639800	0.805000	0.669998	0.420000	0.374379
2018-19	1.040000	0.328670	1.368670	0.696399	0.634800	0.785000	0.669998	0.420000	0.580000
2019-20	0.970000	0.328670	1.298670	0.699199	0.624000	0.747500	0.669998	0.420000	0.580000
2020-21	1.086400	0.300700	1.387100	0.699199	0.622500	0.747500	0.669998	0.420000	0.636593
2021-22	1.060100	0.300700	1.360800	0.694199	0.619800	0.732500	0.664998	0.420000	0.658553
2022-23	1.008000	0.300700	1.308700	0.685499	0.599800	0.712500	0.660000	0.475931	0.665133
2023-24	0.824900	0.290700	1.115600	0.601200	0.589800	0.672500	0.660000	0.570000	0.611854

<sup>1</sup>Includes rates for operating and debt service costs

<sup>2</sup>Includes Tarrant County, Tarrant County College, Tarrant Regional Water District, Tarrant County Hospital, and Tarrant County Emergency Services District

Source: Tarrant County and City of Grand Prairie  
[www.tad.org/data/rates](http://www.tad.org/data/rates)

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**DIRECT AND OVERLAPPING PROPERTY TAX LEVIES**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 10**

Fiscal Year	AISD Property Tax Levy	Overlapping Levies					
		Tarrant County <sup>1</sup>	City of Arlington	City of Fort Worth	City of Grand Prairie	Town of Pantego	City of Dalworthington Gardens
2015	286,681,027	878,365,639	120,801,020	399,125,408	70,047,613	1,021,855	850,853
2016	301,216,129	917,135,535	125,022,763	421,938,109	74,306,335	1,047,712	849,150
2017	319,178,101	976,317,394	134,099,513	449,236,836	81,305,307	1,118,430	925,504
2018	345,476,231	1,045,684,183	146,934,416	483,233,200	88,709,078	1,246,141	1,246,877
2019	379,450,720	1,113,357,739	159,259,348	520,091,851	98,197,923	1,352,065	1,893,553
2020	403,783,805	1,232,219,747	173,935,691	564,606,595	106,940,678	1,492,791	1,985,079
2021	444,901,375	1,286,963,347	181,105,706	596,145,493	113,882,697	1,537,810	2,169,126
2022	453,901,710	1,340,108,157	187,906,946	622,997,749	121,629,982	1,535,683	2,282,224
2023	475,403,879	1,489,361,429	202,980,833	693,466,632	136,364,135	1,878,095	2,550,125
2024	411,796,809	1,437,664,291	226,934,936	759,629,803	153,479,685	2,501,896	2,636,988

<sup>1</sup> Includes Tarrant County, Tarrant County College, Tarrant Regional Water District, Tarrant County Hospital, and Tarrant County Emergency Services District  
Source: Tarrant County and City of Grand Prairie

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**PRINCIPAL PROPERTY TAXPAYERS**  
**CURRENT YEAR AND NINE YEARS AGO**  
**(UNAUDITED)**

**Table 11**

	2024			2015		
	October 2023 Taxable Value	Rank	Percentage of Total Taxable Value	October 2014 Taxable Value	Rank	Percentage of Total Taxable Value
Oncor Electric Delivery Co., LLC	\$ 2,433,320,458	1	6.22 %	\$ 141,840,244	5	0.65 %
American Airlines Inc/Envoy Air Inc	1,545,810,141	2	3.95			
Atmos Energy	962,617,506	3	2.46			
Winner LLC/Facebook Procurement LLC	950,695,787	4	2.43			
General Motors LLC/General Motors Co	910,095,565	5	2.33	575,930,777	1	2.65
Bell Textron Inc./Bell Helicopter	599,694,463	6	1.53	130,544,075	6	0.60
Opryland Hotel	503,041,304	7	1.29			
Amazon.com Services LLC/Amazon.com	467,229,542	8	1.19			
AT&T Mobility LLC/Southwestern Bell	425,090,527	9	1.09			
WalMart Stores Texas LLC/ Wal mart Real Es	378,593,211	10	0.97			
Parks at Arlington, LP				142,695,717	3	0.66
Arlington Highlands LTD				146,427,000	2	0.67
Grand Prairie Premium Outlets LP				142,287,467	4	0.65
Chesapeake Operating (WI)				102,720,710	7	0.47
Republic Beverage				92,734,017	8	0.43
Six Flags Fund II LTD				89,155,407	9	0.41
Lincoln Square Dunhill LP				63,000,000	10	0.29
	<u>\$ 9,176,188,504</u>		<u>23.46 %</u>	<u>\$ 1,627,335,414</u>		<u>7.48 %</u>

Source: Tarrant Appraisal District

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 12**

Fiscal Year	Adjusted Taxes Levied for the Fiscal Year		Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy	Delinquent Taxes	Amount	Percentage of Levy
2015	\$	286,681,027	\$ 282,062,140	98.39%	\$ 3,313,990	\$ 285,376,130	99.54%
2016		301,212,106	296,234,937	98.35%	4,073,556	300,308,493	99.70%
2017		319,178,101	314,991,957	98.69%	3,563,619	318,555,576	99.80%
2018		345,476,231	340,216,962	98.48%	3,250,004	343,466,966	99.42%
2019		379,450,721	373,190,658	98.35%	2,838,456	376,029,114	99.10%
2020		403,783,805	396,632,097	98.23%	1,952,356	398,584,453	98.71%
2021		444,901,375	439,294,841	98.74%	780,014	440,074,855	98.92%
2022		453,901,710	448,111,811	98.72%	3,004,663	451,116,474	99.39%
2023		477,321,106	471,752,163	98.83%	260,848	472,013,011	98.89%
2024		408,540,785	403,763,205	98.83%	-	403,763,205	98.83%

Source: Tarrant County

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 13**

	Governmental Activities						Percentage of
Fiscal Year	General Obligation Bonds	Contractual Obligations	Leases	SBITAs	Total Primary Government	Personal Income	
2015	\$ 777,872,816	\$ 6,032,929	\$ -	\$ -	\$ 783,905,745	*	
2016	792,273,325	5,360,489	-	-	797,633,814	*	
2017	863,898,137	4,102,184	-	-	868,000,321	*	
2018	861,460,479	3,552,099	-	-	865,012,578	*	
2019	841,802,130	3,049,472	-	-	844,851,602	*	
2020	1,097,932,513	2,534,161	-	-	1,100,466,674	*	
2021	1,236,242,024	2,005,846	-	-	1,238,247,870	*	
2022	1,355,274,774	1,464,199	141,121	-	1,356,880,094	*	
2023	1,298,750,743 <sup>1</sup>	-	3,298	995,272	1,299,749,313	*	
2024	1,304,539,285	-	-	1,319,467	1,305,858,752	*	

\* Data was not available

<sup>1</sup> Total of \$1,298,750,743 includes accreted interest

Source: Notes to the Basic Financial Statements

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**
**Table 14**
**RATIO OF NET BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

Fiscal Year	Population	Assessed Value	Gross Bonded Debt	Less Debt Service Funds	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
2015	375,600	\$ 21,761,074,925	\$ 799,944,720 <sup>1</sup>	\$ 22,071,904	\$ 777,872,816	3.57	\$ 2,071
2016	379,370	20,417,044,933	813,958,853 <sup>1</sup>	21,685,528	792,273,325	3.88	2,088
2017	380,740	22,961,131,805	832,206,507 <sup>1</sup>	18,173,383	814,033,124	3.55	2,138
2018	382,230	25,861,424,634	868,458,836 <sup>1</sup>	20,286,488	848,172,348	3.28	2,219
2019	383,950	28,008,827,614	841,802,130 <sup>1</sup>	32,856,489	808,945,641	2.89	2,107
2020	386,180	32,672,993,911	808,945,641 <sup>1</sup>	34,649,740	774,295,901	2.37	2,005
2021	390,540	32,735,661,186	1,043,157,805 <sup>1</sup>	68,601,496	974,556,309	2.98	2,495
2022	393,420	35,044,790,177	1,172,322,108 <sup>1</sup>	61,225,112	1,111,096,996	3.17	2,824
2023	392,304	38,464,636,708	1,320,112,200 <sup>2</sup>	66,189,062	1,253,923,138	3.26	3,196
2024	405,420	39,107,443,458	1,304,539,285	64,297,754	1,240,241,531	3.17	3,059

Source: Arlington Independent School District ACFR notes to the financial statements

<sup>1</sup> Does not include accreted interest

<sup>2</sup> Total of \$1,298,750,743 includes accreted interest

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**STATEMENT OF DIRECT AND OVERLAPPING DEBT**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 15**

<b>Government Entity</b>	<b>Net Amount Outstanding Debt</b>	<b>Estimated Percentage Applicable<sup>1</sup></b>	<b>Estimated Share of Direct and Overlapping Debt<sup>2</sup></b>
Tarrant County <sup>3</sup>	\$ 1,414,010,000	15.11 %	\$ 213,656,911
City of Fort Worth	1,075,965,000	0.00	-
City of Arlington	724,710,000	76.79	556,504,809
City of Grand Prairie	486,823,000	33.82	164,643,539
City of Kennedale	26,580,000	1.13	300,354
Town of Pantego	14,675,000	97.65	14,330,138
City of Dalworthington Gardens	4,730,000	98.39	4,653,847
Subtotal, Overlapping Bonded Debt			954,089,597
Arlington Independent School District direct debt		100.00 %	1,175,943,777
<b>Total Direct and Overlapping Debt</b>			<b>\$ 2,130,033,374</b>

Ratio of total direct and overlapping debt to:

Assessed valuations for 2023 (\$39,755,080,831)	5.36 %
Full valuations for 2023 (\$57,733,258,068)	3.69 %

Amount of total direct and overlapping debt per:

Enrollment (54,750)	\$ 38,905
Average daily attendance (48,424)	43,987
Per capita (estimated district population - 405,420)	5,254

Source: Tarrant County, City of Fort Worth, City of Arlington, City of Grand Prairie, Town of Pantego,  
City of Dalworthington Gardens, City of Kennedale

<sup>1</sup> Estimated geographical percentage of the area of each entity that is within the boundaries  
of the Arlington Independent School District.

<sup>2</sup> This schedule estimates the portion of the outstanding debt of those overlapping  
governments that is borne by the residents and businesses of the District.

<sup>3</sup> Includes Tarrant County, Tarrant County College, and JPS Health Network

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**LEGAL DEBT MARGIN INFORMATION**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

**Table 16**

<b>Fiscal Year</b>	<b>Debt Limit</b>	<b>Total Net Debt* Applicable to Limit</b>	<b>Legal Debt Margin</b>	<b>Total Net Debt Applicable to Limit as a Percentage of of Debt Limit</b>
2015	\$ 2,176,107,493	\$ 777,872,816	\$ 1,398,234,677	35.75
2016	2,041,704,493	792,273,325	1,249,431,168	38.80
2017	2,296,113,181	863,898,137	1,432,215,044	37.62
2018	2,586,142,463	861,460,476	1,724,681,987	33.31
2019	2,772,404,750	808,945,641	1,963,459,109	29.18
2020	3,109,210,231	1,043,157,805	2,066,052,426	33.55
2021	3,207,421,061	1,231,451,339	1,975,969,722	38.39
2022	3,504,479,018	1,172,322,108	2,332,156,910	33.45
2023	3,846,463,671	1,320,112,200	2,526,351,471	34.32
2024	3,975,508,083	1,175,943,777	2,799,564,306	29.58

Legal Debt Margin Calculation for Fiscal Year 2023:

Debt Limit ( 10% of Assessed Value)	3,975,508,083
Debt Applicable to Limit	1,175,943,777
<b>Total Legal Debt Margin</b>	<b>\$ 2,799,564,306</b>

Source: Arlington ISD ACFR notes to the financial statements



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

*Table 17*

	City of Arlington Population <sup>1</sup>	Dallas-Fort Worth Arlington Metro Division Population <sup>2</sup>	Dallas-Fort Worth Arlington Metro Division Personal Income <sup>2</sup>	City of Arlington Per Capita Personal Income <sup>1</sup>	City of Arlington Unemployment Rate <sup>1</sup>
2015	375,600	6,889,603	\$ 50,147	\$ 46,169	3.9
2016	379,370	7,042,322	50,821	48,727	3.9
2017	380,740	7,195,475	51,451	48,050	4.0
2018	382,230	7,337,707	53,996	47,525	3.8
2019	383,950	7,457,586	57,137	51,239	3.5
2020	386,180	7,574,390	59,413	53,292	8.0
2021	390,540	7,666,418	61,681	55,615	6.8
2022	393,420	7,774,647	67,945	58,940	6.1
2023	399,560	7,947,439	70,493	62,586	4.2
2024	405,420	8,100,037	<sup>3</sup>	<sup>3</sup>	3.8

<sup>1</sup> Source: City of Arlington ACFR

<sup>2</sup> Source: Federal Reserve Bank of St. Louis

<sup>3</sup> Data not available

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**PRINCIPAL EMPLOYERS**  
**RANKED FOR CURRENT YEAR AND NINE YEARS AGO**  
**(UNAUDITED)**

*Table 18*  
*Page 1 of 2*

2024				
Taxpayer	Type of Business	Employees	Rank	Percentage of Total City Employment
Arlington Independent School District	Public Education	9,429	1	4.06 %
Texas Health Resources	Health Care/ Medical Service	6,619	2	2.85
General Motors	Automotive Assembly	5,640	3	2.43
University of Texas at Arlington	Higher Education	5,600	4	2.41
Six Flags Over Texas	Amusement Park	3,800	5	1.64
The Parks Mall	Retail	3,500	6	1.51
GM Financial	Financial Service	3,300	7	1.42
City of Arlington	Government	2,800	8	1.21
Texas Rangers	Sports/ Entertainment	2,000	9	0.86
J.P. Morgan Chase	Financial Service	1,900	10	0.82
		<u>44,588</u>		<u>19.21 %</u>

Source: City of Arlington (Total Arlington labor force in 2024 and 2015 was 231,982 and 204,023 respectively)

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**PRINCIPAL EMPLOYERS**  
**RANKED FOR CURRENT YEAR AND NINE YEARS AGO**  
**(UNAUDITED)**

*Table 18*  
*Page 2 of 2*

2015				
<u>Taxpayer</u>	<u>Type of Business</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>
Arlington Independent School District	Public Education	8,000	1	3.21 %
University of Texas at Arlington	Higher Education	5,300	2	2.12
General Motors	Automobile Assembly	4,484	3	1.80
Six Flags Over Texas	Amusement Park	3,800	4	1.52
The Parks Mall	Retail	3,500	5	1.40
Texas Health Resources	Health Care/ Medical Service	2,871	6	1.15
City of Arlington	Government	2,315	7	0.93
GM Financial	Financial Service	2,000	8	0.80
J.P. Morgan Chase	Financial Service	1,965	9	0.79
Texas Rangers	Sports/ Entertainment	1,881	10	0.75
		<u>36,116</u>		<u>14.47 %</u>

Source: City of Arlington (Total Arlington labor force in 2024 and 2015 was 231,982 and 204,023 respectively)

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**FULL-TIME EQUIVALENT DISTRICT CAMPUS EMPLOYEES**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

*Table 19*  
*Page 1 of 2*

	2024	2023	2022	2021	2020
<b>CLASSROOM TEACHERS</b>	<b>3,917.3</b>	<b>3,860.6</b>	<b>3,923.9</b>	<b>4,115.0</b>	<b>4,039.6</b>
Athletic Trainer	13.0	11.0	13.0	11.6	12.0
Audiologist	2.0	2.0	2.0	2.0	2.0
Counselor	163.5	161.4	166.9	176.7	174.0
Educational Diagnostician	66.9	65.8	56.9	57.0	57.8
Librarian	66.8	69.1	69.6	72.0	71.0
LSSP/ Psychologist	14.0	20.0	20.9	21.0	23.0
Occupational/ Music Therapist	16.0	16.0	16.0	16.0	15.0
Other Campus Professional Personnel	128.3	122.3	4	2.0	0.0
Other Non-Instructional Prof. Personnel	292.2	217.4	360.9	296.6	285.1
Physical Therapist	-	16	-	-	-
Psychological Associate	-	-	-	-	-
School Nurse	75.6	75.2	76.4	80.3	77.8
Social Worker	13.7	13.7	13.8	16.0	16.0
Speech Therapist/ Language Pathologist	60.4	57.8	60.6	60.4	57.7
Teacher Facilitator/ Supervisor	202.5	200.9	161.1	139.2	142.8
Work-Based Learning Site Coordinator	-	-	-	-	-
<b>PROFESSIONAL SUPPORT</b>	<b>1,114.9</b>	<b>1,048.5</b>	<b>1,022.0</b>	<b>950.8</b>	<b>934.1</b>
Campus Administration:					
Principal	68.8	64.8	66.2	74.8	77.0
Assistant Principal	126.2	121.0	122.2	144.6	141.0
Teacher Supervisor	-	-	-	0.0	0.0
Central Administration:					
Superintendent	1.0	1.0	1.0	1.0	1.0
Asst/ Assoc/ Deputy Superintendent	8.0	10.0	9.0	10.0	9.0
Athletic Director	-	-	-	-	-
Business Manager/CFO	1.0	-	-	-	-
Director-Personnel	1.0	1.0	-	-	-
Program Dir/ Exec Dir/ Instr Officer	4.0	4.0	8.0	6.0	6.0
Teacher Supervisor	16.0	15.0	16.0	17.0	14.0
<b>ADMINISTRATIVE STAFF</b>	<b>226.0</b>	<b>216.8</b>	<b>222.4</b>	<b>253.4</b>	<b>248.0</b>
Certified Interpreter	5.4	2.0	4.8	5.9	6.9
Educational Aide	938.7	910.3	810.0	781.0	752.6
<b>PARAPROFESSIONAL STAFF</b>	<b>944.1</b>	<b>912.3</b>	<b>814.8</b>	<b>786.9</b>	<b>759.5</b>
<b>AUXILIARY PERSONNEL</b>	<b>1,851.7</b>	<b>1,820.2</b>	<b>1,908.0</b>	<b>2,063.9</b>	<b>2,092.3</b>
<b>TOTAL EMPLOYEES</b>	<b>8,054.0</b>	<b>7,858.3</b>	<b>7,891.1</b>	<b>8,169.7</b>	<b>8,073.5</b>

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**FULL-TIME EQUIVALENT DISTRICT CAMPUS EMPLOYEES**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

*Table 19*  
*Page 2 of 2*

	2019	2018	2017	2016	2015
<b>CLASSROOM TEACHERS</b>	<b>4,100.6</b>	<b>4,149.8</b>	<b>4,150.3</b>	<b>4,132.0</b>	<b>4,089.1</b>
Athletic Trainer	12.0	12.0	12.0	12.0	12.0
Audiologist	2.0	2.0	2.0	2.0	2.0
Counselor	169.9	168.0	166.0	169.0	161.0
Educational Diagnostician	55.8	57.9	57.9	57.0	53.1
Librarian	71.8	72.0	71.0	68.0	70.0
LSSP/ Psychologist	23.0	22.0	23.0	24.0	21.0
Occupational/ Music Therapist	15.9	16.0	15.0	9.0	9.0
Other Campus Professional Personnel	2.0	2.0	91.9	72.9	55.7
Other Non-Instructional Prof. Personnel	244.7	235.9	274.1	190.0	167.8
Physical Therapist	-	0.0	0.0	5.0	5.0
Psychological Associate	-	-	-	-	-
School Nurse	81.0	78.4	80.7	75.9	77.8
Social Worker	15.0	16.0	16.0	9.0	18.0
Speech Therapist/ Language Pathologist	57.4	56.0	53.2	53.7	48.2
Teacher Facilitator/ Supervisor	141.6	143.1	147.6	157.5	151.8
Work-Based Learning Site Coordinator	-	-	0.2	0.1	-
<b>PROFESSIONAL SUPPORT</b>	<b>892.1</b>	<b>881.3</b>	<b>1,010.6</b>	<b>905.1</b>	<b>852.4</b>
Campus Administration:					
Principal	78.9	78.0	78.8	75.0	75.0
Assistant Principal	128.5	130.6	134.8	135.8	126.8
Teacher Supervisor	1.0	1.0	1.0	-	-
Central Administration:					
Superintendent	1.0	1.0	1.0	1.0	1.0
Asst/ Assoc/ Deputy Superintendent	8.0	8.0	9.0	9.0	6.9
Athletic Director	-	0.0	0.0	3.0	1.0
Business Manager/CFO	-	-	-	-	-
Director-Personnel	-	0.0	0.0	2.0	3.0
Program Dir/ Exec Dir/ Instr Officer	7.9	8.0	26.0	13.0	13.0
Teacher Supervisor	28.9	28.4	34.9	17.0	19.0
<b>ADMINISTRATIVE STAFF</b>	<b>254.2</b>	<b>255.0</b>	<b>285.5</b>	<b>255.8</b>	<b>245.7</b>
Certified Interpreter	5.8	5.9	6.9	5.9	5.8
Educational Aide	762.7	771.1	807.6	805.1	805.0
<b>PARAPROFESSIONAL STAFF</b>	<b>768.5</b>	<b>777.0</b>	<b>814.5</b>	<b>811.0</b>	<b>810.8</b>
<b>AUXILIARY PERSONNEL</b>	<b>2,195.9</b>	<b>2,221.1</b>	<b>2,037.0</b>	<b>2,038.0</b>	<b>2,066.1</b>
<b>TOTAL EMPLOYEES</b>	<b>8,211.3</b>	<b>8,284.2</b>	<b>8,297.9</b>	<b>8,142.0</b>	<b>8,064.1</b>



**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**OPERATING STATISTICS**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

*Table 20*

<b>Fiscal Year</b>	<b>Enrollment<sup>1</sup></b>	<b>General Fund Operating Expenditures</b>	<b>Cost Per Pupil</b>	<b>Percentage Change</b>	<b>Teaching Staff</b>	<b>Pupil-Teacher Ratio</b>	<b>Percentage of Students Receiving Free or Reduced-Price Meals</b>
2015	63,882	\$ 498,228,268	\$ 7,799	10.00%	4,089	15.62	68.13
2016	63,210	485,172,828	7,676	-1.59 %	4,132	15.30	69.33
2017	62,181	520,232,220	8,366	9.00%	4,150	14.98	69.23
2018	61,076	515,118,870	8,434	0.81%	4,150	14.72	64.52
2019	59,900	514,821,080	8,595	1.90%	4,101	14.61	72.80
2020	59,532	508,434,524	8,541	-0.63 %	4,040	15.76	59.66
2021	56,840	547,417,185	9,631	12.77%	4,115	13.81	55.93
2022	56,311	558,786,459	9,923	3.36%	3,924	14.35	51.05
2023	56,167	543,095,754	9,669	-2.56%	3,861	14.55	60.73
2024	54,750	613,007,525	11,196	15.41%	3,917	13.98	58.23

<sup>1</sup>Amounts reported to the Texas Education Agency Public Education Information Management System ( PEIMS)

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**CAPITAL ASSET INFORMATION**  
**June 30, 2024**  
**(UNAUDITED)**

**Table 21**  
**Page 1 of 2**

	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
<b>Schools</b>					
Buildings	74	76	76	76	77
Portable buildings	56	61	74	82	95
Stadiums	5	3	2	2	2
Square Feet	9,720,965	9,603,400	9,685,566	9,647,208	9,807,653
Maximum Capacity	75,650	75,898	78,138	78,138	79,989
Enrollment	54,750	56,179	56,311	56,840	59,532
Vehicles	15	13	18	17	11
<b>Administration</b>					
Buildings	8	13	12	12	12
Portable buildings	-	-	-	-	-
Square Feet	428,805	326,406	352,751	352,751	352,571
Vehicles	11	20	12	10	10
<b>Maintenance and Operations</b>					
Buildings	7	7	7	7	7
Square Feet	204,045	128,376	99,966	99,966	99,966
Vehicles	234	276	286	271	259
<b>Transportation</b>					
Buildings	1	1	1	1	1
Square Feet	65,878	65,878	65,878	65,878	65,878
Vehicles	358	302	342	328	296
<b>Food Services</b>					
Buildings	2	2	2	2	3
Square Feet	71,064	85,726	72,491	72,491	103,774
Vehicles	23	26	26	27	28

Source: District records



**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**CAPITAL ASSET INFORMATION**  
**June 30, 2024**  
**(UNAUDITED)**

**Table 21**  
**Page 2 of 2**

	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b>Schools</b>					
Buildings	77	77	77	72	75
Portable buildings	101	113	152	159	178
Stadiums	2	2	2	2	2
Square Feet	9,626,983	9,612,920	9,577,003	8,822,763	8,737,066
Maximum Capacity	79,989	79,989	76,080	74,986	74,986
Enrollment	59,900	61,076	62,181	63,210	63,882
Vehicles	10		99	11	15
<b>Administration</b>					
Buildings	11	11	11	11	11
Portable buildings	-	2	4	2	3
Square Feet	313,679	313,679	313,679	313,679	310,607
Vehicles	8	6	6	6	12
<b>Maintenance and Operations</b>					
Buildings	7	7	7	7	7
Square Feet	99,966	99,966	99,666	99,666	99,666
Vehicles	250	222	203	215	199
<b>Transportation</b>					
Buildings	1	1	1	1	1
Square Feet	65,878	65,878	65,878	65,878	65,878
Vehicles	290	256	249	250	257
<b>Food Services</b>					
Buildings	3	3	3	3	3
Square Feet	103,774	103,774	103,774	103,774	103,774
Vehicles	32	32	29	28	26

Source: District records



**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**REQUIRED RESPONSES TO SELECTED SCHOOL FIRST INDICATORS**  
**For the Year Ended June 30, 2024**

**Schedule L-1**

SF1	Was there an unmodified opinion in the Annual Financial Report on the financial statements as a whole?	Yes
SF2	Were there any disclosures in the Annual Financial Report and/ or other sources of information concerning nonpayment of any terms of any debt agreement at fiscal year end?	No
SF3	Did the school district make timely payments to the Teacher Retirement System (TRS) , Texas Workforce Commission (TWC) , Internal Revenue Service ( IRS ) , and other government agencies? ( If the school district was issued a warrant hold and the warrant hold was not cleared within 30 days from the date the warrant hold was issued, the school district is considered to not have made timely payments.) Payments to the TRS and TWC are considered timely if a warrant hold that was issued in connection to the untimely payment was cleared within 30 days from the date the warrant hold was issued.	Yes
	Payments to the IRS are considered timely if a penalty or delinquent payment notice was cleared within 30 days from the date the notice was issued.	
SF4	Was the school district issued a warrant hold? Even if the issue surrounding the initial warrant hold was resolved and cleared within 30 days, the school district is considered to have been issued a warrant hold.	No
SF5	Did the Annual Financial Report disclose any instances of material weaknesses in internal controls over financial reporting and compliance for local, state, or federal funds?	No
SF6	Was there any disclosure in the Annual Financial Report of material noncompliance for grants, contracts, and laws related to local, state, or federal funds?	No
SF7	Did the school district post the required financial information on its website in accordance with Government Code, Local Government Code, Texas Education Code, Texas Administrative Code and other statutes, laws and rules that were in effect at the school district's fiscal year end?	Yes
SF8	Did the school board members discuss the school district's property values at a board meeting within 120 days before the school district adopted its budget?	Yes
SF9	Total accumulated accretion on CABs included in government-wide financial statements at fiscal year-end.	\$ -

NOTE: This schedule is to be included as part of the annual financial audit report (AFR) submission on the required due date and published as a part of the school district's AFR. This schedule should be submitted in the data feed file and submitted as an Adobe Acrobat portable document file (pdf) .



## **FEDERAL AWARDS SECTION**



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN  
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Trustees  
Arlington Independent School District

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, the business-type activities, each major fund, and the aggregate remaining fund information of Arlington Independent School District (the "District"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 21, 2024.

#### **Internal Control Over Financial Reporting**

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

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

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

#### **Compliance and Other Matters**

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

**Purpose of this Report**

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

A handwritten signature in black ink that reads "Whitley Penn LLP". The signature is written in a cursive, flowing style.

Fort Worth, Texas  
November 21, 2024



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR  
PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE  
REQUIRED BY THE *UNIFORM GUIDANCE***

To the Board of Trustees  
Arlington Independent School District

**Report on Compliance for Each Major Federal Program**

***Opinion On Each Major Program***

We have audited Arlington Independent School District's (the "District") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2024. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

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

***Responsibilities of Management for Compliance***

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

### ***Auditor's Responsibilities for the Audit of Compliance***

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

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

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

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

### **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.

Board of Trustees  
Arlington Independent School District

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.

*Whitley Penn LLP*

Fort Worth, Texas  
November 21, 2024

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended June 30, 2024**

**I. Summary of Auditors' Results**

**Financial Statements**

---

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Noncompliance material to financial statements noted?	No

**Federal Awards**

---

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Type of auditors' report issued on compliance with major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516 (a) ?	No

**Identification of major programs:**

<u>Name of Federal Program or Cluster</u>	<u>Assistance Listing Number ( ALN)</u>
---	---

**Child Nutrition Cluster:**

<i>Supply Chain Assistance</i>	10.555
<i>Summer Feeding</i>	10.559
<i>USDA Commodities</i>	10.555
<i>National School Lunch Program</i>	10.555
<i>School Breakfast Program</i>	10.553
<i>Fresh Fruit and Vegetables</i>	10.582
 <i>Child and Adult Care Food Program Supper Program</i>	 10.558
 <i>ARPA ESSER III (COVID-19)</i>	 84.425U
<i>ARPA Homeless II (COVID-19)</i>	84.425W
<i>ARPA Homeless I - TEHCY Supplement (COVID-19)</i>	84.425W

Dollar Threshold Considered Between Type A and Type B Federal Programs?	\$3,000,000
Auditee qualified as low risk auditee?	Yes

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
***SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)***  
***For the Year Ended June 30, 2024***

**II. Financial Statement Findings**

There were no current year financial statement findings.

**III. Federal Awards Findings and Questioned Costs**

There were no current year federal award findings.

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**SCHEDULE OF EXPENDITURES TO FEDERAL AWARDS**  
**For the Year Ended June 30, 2024**

**Exhibit K-1**  
**Page 1 of 2**

(1)	(2)	2(A)	(3)	
Federal Grantor/ Pass-Through Grantor/ Program Title	District Fund Number	Federal Assistance Listing Number	Pass Through Entity Identifying Number	Federal Expenditures
U. S. Department of Defense				
Direct Programs:				
ROTC	199	12.000	None	\$ 127,837
Total U. S. Department of Defense				127,837
U. S. Department of Health and Human Services				
Passed Through Texas Health and Human Services Commission:				
Medicaid Administrative Claims ( MAC)	199	93.778	None	326,751
Total Medicaid Cluster ( ALN 93.778)				326,751
Total U. S. Department of Health and Human Services				326,751
U. S. Department of Education				
Passed Through Texas Education Agency:				
Texas Education for Homeless Children & Youth	206	84.196A	234600057110006	51,342
Texas Education for Homeless Children & Youth	206	84.196A	244600057110006	109,619
Total ALN 84.196				160,961
ESEA, Title I, Part A - Improving Basic Programs	211	84.010A	23610101220901	600,751
ESEA, Title I, Part A - Improving Basic Programs	211	84.010A	24610101220901	15,783,385
Title I - School Improvement Program	216	84.010A	24610141220901	14,164
Title I - School Improvement Program	216	84.010A	226101577110021	15,098
Total ALN 84.010				16,413,398
Carl D. Perkins Basic Grant	244	84.048A	24420006220901	653,363
Total ALN 84.048				653,363
Title II - Part A-Supporting Effective Instruction				
Texas Education Agency Entitlement	255	84.367A	23694501220901	37,067
Title II - Part A-Supporting Effective Instruction				
Texas Education Agency Entitlement	255	84.367A	24694501220901	1,954,334
Principal Residency Grant Cycle 5				
Texas Education Agency	255	84.367A	226945677110004	35
Total ALN 84.367				1,991,436
Title III, ELA	263	84.365A	23671001220901	87,679
Title III, ELA	263	84.365A	24671001220901	1,441,503
Title III - Part A-IMMIGRANT	263	84.365A	24671003220901	144,268
Total ALN 84.365				1,673,450
ARPA Homeless I- TEHCY Supplement (COVID-19)	278	84.425W	215330017110006	211,897
ARPA Homeless II (COVID-19)	280	84.425W	2153302220901	634,147
ARPA ESSER III (COVID-19)	282	84.425U	21528001220901	33,828,718
Total ALN 84.425				34,674,762
Title IV, Part A, Subpart 1	288	84.424A	22680101220901	70,651
Title IV, Part A, Subpart 1	288	84.424A	23680101220901	1,055,577
Total ALN 84.424				1,126,228

**ARLINGTON INDEPENDENT SCHOOL DISTRICT**  
**SCHEDULE OF EXPENDITURES TO FEDERAL AWARDS**  
**For the Year Ended June 30, 2024**

**Exhibit K-1**  
**Page 2 of 2**

(1)	(2)	2(A)	(3)
Federal Grantor/ Pass-Through Grantor/ Program Title	District Fund Number	Federal Assistance Listing Number	Pass Through Entity Identifying Number
<b>U. S. Department of Education ( continued)</b>			<b>Federal Expenditures</b>
<b>Passed Through Texas Education Agency: ( continued)</b>			
IDEA-B Formula	224	84.027A	226600012209016600 \$ (91,686)
IDEA-B Formula	224	84.027A	23660012209016600 10,569,103
IDEA-B Formula ARPA (COVID-19)	284	84.027X	225350012209015350 306,807
IDEA-B Formula ARPA (COVID-19)	285	84.027X	225350012209015350 28,537
IDEA-B Preschool	225	84.173A	226610012209016610 4,837
IDEA-B Preschool	225	84.173A	236610012209016610 225,178
IDEA-B Discretionary	315	84.027A	236600112209016673 2,029
IDEA-B Discretionary	315	84.027A	246600112209016673 110,226
Total Special Education Cluster ( ALN 84.027,84.173)			11,155,031
<b>Passed Through Tarrant County Workforce Development Board:</b>			
Adult Education & Literacy - Federal Tarrant County Workforce	220	84.002	23-SPC-AEL-001 19,067
Adult Education & Literacy - Federal Tarrant County Workforce	220	84.002	23-SPC-AEL-001 747,924
Adult Education & Literacy - Professional Development			
Tarrant County Workforce	220	84.002	23-SPC-AEL-001 3,453
Total ALN 84.002			770,444
<b>Total U. S. Department of Education</b>			<b>68,619,073</b>
<b>U. S. Department of Agriculture</b>			
<b>Passed Through Texas Department of Agriculture</b>			
CACFP Supper Program	240	10.558	NT4XL1YGLGC5 887,622
Local Food for Schools Cooperative Agreement Program	240	10.185	NT4XL1YGLGC5 42,987
Supply Chain Assistance	240	10.555	NT4XL1YGLGC5 2,437,752
Cash Assistance:			
Summer Feeding Program	242	10.559	NT4XL1YGLGC5 754,431
Non-Cash Assistance ( Commodities):			
National School Lunch Program	240	10.555	NT4XL1YGLGC5 2,165,916
Fresh Fruit and Vegetables	240	10.582	NT4XL1YGLGC5 124,783
<b>Passed Through Texas Education Agency:</b>			
National School Lunch Program	240	10.555	71302401 21,986,363
School Breakfast Program	240	10.553	71302401 6,234,229
Total Child Nutrition Cluster ( ALN 10.553,10.555, 10.582, 10.559)			33,703,474
<b>Total U. S. Department of Agriculture</b>			<b>34,634,083</b>
<b>U.S. Federal Communications Commission</b>			
Emergency Connectivity Fund (COVID-19)	199	32.009	None 371,751
<b>Total U.S. Federal Communications Commission</b>			<b>371,751</b>
<b>Total Expenditures of Federal Awards</b>			<b>\$ 104,079,495</b>

**Note 1 - Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the District under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

**Note 2 - Summary of Significant Accounting Policies**

The District accounts for all awards under federal programs in the General and Certain Special Revenue Funds in accordance with the Texas Education Agency's *Financial Accountability System Resource Guide*. These programs are accounted for using a current financial resources measurement focus.

The modified accrual basis of accounting is used for the General and Special Revenue funds. 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 liability is incurred, if measurable, except for 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 revenues are earned to the extent of expenditures made under the provisions of the grant, and, accordingly, when such amounts are received, they are recorded as unearned revenues until earned. Generally, unused balances are returned to the grantor at the close of specified project periods. The District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

**Note 3 - Reconciliation of Basic Financial Statements**

The following is a reconciliation of expenditures of federal awards program per the Schedule of Expenditures of Federal Awards and expenditures reported in the financial statements as follows:

<b>Total shown on Schedule of Expenditures of Federal Awards</b>	<b>\$ 104,079,495</b>
Medicaid SHARS in the General Fund	3,407,484
ERATE in the General Fund	202,638
Qualified School Construction Bonds in the Debt Service Fund	<u>198,056</u>
<b>Total Federal Revenue - Exhibit C-2</b>	<b><u>\$ 107,887,673</u></b>



## **ARLINGTON INDEPENDENT SCHOOL DISTRICT**

### ***SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS***

***For the Year Ended June 30, 2024***

Federal regulations, Title 2 U.S. Code of Federal Regulations Section 200.511 states, "The auditee is responsible for follow-up and corrective action on all audit findings. As part of this responsibility, the auditee must prepare a summary schedule of prior audit findings." The summary schedule of prior audit findings must report the status of the following:

- All audit findings included in the prior audit's schedule of findings and questioned costs and
- All audit findings reported in the prior audit's summary schedule of prior audit findings except audit findings listed as corrected.

#### **I. Prior Audit Findings**

None Noted.

## **ARLINGTON INDEPENDENT SCHOOL DISTRICT**

### ***CORRECTIVE ACTION PLAN***

***For the Year Ended June 30, 2024***

Federal regulations, Title 2 U.S. Code of Federal Regulations §200.511 states, "At the completion of the audit, the auditee must prepare, in a document separate from the auditor's findings described in §200.516 Audit findings, a corrective action plan to address each audit finding included in the current year auditor's reports."

As part of this responsibility, the District's corrective action plans are presented below.

#### **I. Corrective Action Plan**

Not Applicable.