

2021 ANNUAL COMPREHENSIVE FINANCIAL REPORT

FISCAL YEAR ENDING AUGUST 31, 2021
2621 W. AIRPORT FREEWAY | IRVING, TX 75062



**Annual
Comprehensive Financial
Report**



Irving, Texas

**For the
Fiscal Year Ended
August 31, 2021**

Magda Hernandez
Superintendent of Schools

Prepared by
Irving ISD Business Office
Fernando Natividad
Chief Financial Officer

Mahdia Lalee
Director of Business Operations



Irving Independent School District
 Comprehensive Annual Financial Report
 For The Fiscal Year Ended August 31, 2021
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Introductory Section

Certificate of Board

Irving Independent School District
Name of School District

Dallas
County

057-912
Co-District Number

We, the undersigned, certify that the attached annual financial reports of the above named school district were reviewed and (check one) ___ approved _____ disapproved for the year ended August 31, 2021, at a meeting of the board of school trustees of such school district on the 18th day of January, 2022.

Board President
Randy Randle

Board Secretary
Pamela Campbell

If the board of trustees disapproved of the auditor's report, the reason(s) for disapproving is (are):
(attach list as necessary).



FERNANDO NATIVIDAD

Chief Financial Officer
Business Services

MAGDA HERNANDEZ

Superintendent of Schools

January 18, 2022

Citizens of the Irving Independent School District
and Board of Trustees
Irving Independent School District
2621 W. Airport Freeway
Irving, Texas 75062

Dear Citizens and Board Members:

The Annual Comprehensive Financial Report (ACFR) of Irving Independent School District (the District) for the fiscal year ended August 31, 2021, is submitted herewith. The District's Business Office has prepared this ACFR, assuming full responsibility for the accuracy and completeness of the information contained therein, based upon a comprehensive framework of internal control that has been established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

We believe the data is presented in a manner to fairly represent the financial position and results of operations of the District, and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs have been included. The ACFR for the year ended August 31, 2021, is prepared in accordance with generally accepted accounting principles (GAAP) and is in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

Weaver and Tidwell, L.L.P. has issued an unmodified ("clean") opinion on the Irving Independent School District's financial statements for the year ended August 31, 2021. The independent auditor's report is located at the front of the Financial Section.

The Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

This report provides valuable information for management as well as other users of the financial statements. The ACFR will be distributed to the Texas Education Agency, financial rating services, and other interested parties. An electronic copy of the ACFR is available on the District's website www.irvingisd.net.

Profile of the District

Irving Independent School District is a political subdivision of the State of Texas located in Dallas County. The District, founded in 1909, is in Irving, the 3rd largest city in Dallas County. It currently occupies 45.7 square miles and serves approximately 33,000 students. The District is one of 1,204 school districts and charter schools in the State of Texas. The District's mission is, "We engage learners to become critical thinkers, leaders and contributors in a diverse and competitive world."

The District's Board of Trustees (the Board), a seven-member group, has governance responsibilities over all activities related to public elementary and secondary education within the jurisdiction of the District. Since members of the Board are elected by the public and have the authority to make decisions, significantly influence operations, appoint administrators and managers, and have the primary accountability for fiscal matters, the District is not included in any other governmental "reporting entity" as defined in GASB Statement No.14 and as amended by GASB Statement 39. Also, there are no component units for which the District or the Board are financially accountable.

The District provides a comprehensive curriculum of educational services appropriate for students enrolled in pre-kindergarten through Grade 12. Instructional offerings include a strong core curriculum in language arts, mathematics, science, social studies, performing arts, compensatory education, bilingual and limited English proficient education, gifted and talented education for grades 2-12, career and technological education, special education, athletics, and Junior Reserve Officers' Training Corps (JROTC) programs. The District's special programs include a regional school for the deaf, early childhood schools for four-year-old students who are limited English proficient and/or economically disadvantaged, an extensive elementary health/safety instruction, and an array of elective courses at the secondary level.

The Board of Trustees and District Administration employ financial management efforts to ensure the District maintains its sound fiscal condition. The latest bond rating by Standard and Poor's was AA+, the second highest bond rating available. Furthermore, no other District in Texas was awarded a higher bond rating. Finally, property values in the District and North Texas continue to increase.

The District measures, monitors, and reports the budget and financial condition to the Finance Committee on a monthly basis. In addition, budget development requires all stakeholders to align the needs of each department's goals and priorities with available resources. During the budget development process, departments summarize their major programs within the budget and measurable goals of the programs. The Superintendent's Cabinet assesses the budget needs and recommends a budget to the Board of Trustees.

Student enrollment is a major factor in the District's current and future financial plan. Enrollment for the 2019-2020 school year, enrollment improved by 80 students or an increase of .2% to 33,544 students. During the 2020-2021 school year, enrollment has decreased to 32,687 students or a decline of 857 students. During the 2021-2022 school year, enrollment has decreased to 32,387 or a decline of 300 students.

The District's facilities include three early childhood schools (PK), twenty elementary schools (K-5), eight middle schools (6-8), three high schools (9-12), a high school academy (9-12), a career preparatory center (9-12), a reassignment center (9-12), a newcomer center, and an outdoor learning center. All campuses are air-conditioned facilities complete with cafeterias, library/media centers and gymnasiums. In addition, the District owns and operates facilities, which include an administration building and an annex, a facilities service center, a safety and security department, a food and nutrition center, a career development center, and an athletic stadium. The age of the District's campuses range from 74 years (Britain Elementary and Bowie Middle School) to 10 years (Lady Bird Johnson Middle School).

The District provides students access to a variety of application-oriented computer labs, mobile multimedia stations, and an automated library circulation and research system. Campus libraries are designed to reflect the goal of being the center of learning by providing ample research materials and integrating all segments of learning in innovative ways. The District's librarians and classroom teachers work together so that information and lessons determined by curriculum needs include hands-on experience and reinforcement through library research and classroom assignments.

The Board is required to adopt a final budget not later than the close of the fiscal year. This annual budget serves as the foundation of the District's financial planning and control. The budget is prepared by fund and function for expenditures, and by fund and object for revenues. If any change in the approved budget is required, requests are presented to the Board for consideration.

Economic Condition and Outlook

Local Economy

The City of Irving, Texas, is conveniently located between Dallas and Fort Worth and just minutes away from the Dallas/Fort Worth (DFW) International Airport – one of the country's busiest airports. Irving's commitment to providing diverse, business-friendly, economic opportunities has made it the destination for the global headquarters for seven Fortune 500 and five Fortune 1000 companies and the site of more than 100 international companies currently operating throughout the city.

The state's strong economy combined with Irving's numerous economic strengths are the economic drivers to attract national and international companies and commercial and retail development. This has led to several high-profile projects in various stages of completion including Water Street, a mixed-use complex bringing more than 60,000 square feet of shops and restaurants and hundreds of apartments to a lakeside site in the Las Colinas Urban Center, and Toyota Music Factory, a state-of-the-art, destination venue that converts from a 2,500 - seat capacity intimate theater, to a 4,000 - seat capacity indoor theater.

Irving offers a vibrant urban community for new economic development and high-wage jobs and a stable economic setting for some of the most respected and recognized companies in the world including ExxonMobil, Fluor, and Microsoft.

Long-term Financial Planning

The District's unassigned fund balance for the General Fund is approximately 30% of the operating expenditures, or about four months of expenditures. The Board adopted financial policy CE(LOCAL)-X to strive to maintain a minimum general operating fund balance equal to the sum of at least three months (i.e., 25 percent) of total budgeted general fund operating expenditures. For the last thirteen years, the fund balance for the General Fund has consistently been above the 25% goal of Fund Balance to Actual Expenditures.

Much of the District's planning effort is focused on the District's Improvement Plan. The plan demonstrates the commitment to increase student achievement for all students. Campus Improvement Plans, which work in concert with the District's plan, address specific needs of students at individual campuses. The District and Campus Improvement Plans include annual goals for improving student achievement and objective evaluation criteria for measuring success.

The Department of Planning and Research begins the budget development planning cycle with the release of the projected student enrollment for the following fall in December. Staffing charts are updated, and campus staff is adjusted by Human Resources to accommodate the changes in student enrollment. The Budget Office develops a forecast document that compares the prior year's actual expenditures to the current year budget and projects the financial position of the District for the next three years. The parameters for this forecast model are developed early in the budget cycle by the Administration and provided to and discussed with the Finance Committee which is made up of three members of the Board of Trustees, the Superintendent, and the Chief Financial Officer. Financial calculations such as taxable assessed value growth, optional homestead exemption, employee raises, fund balance levels, and state funding assumptions are determined early in the budget cycle in preparation for accurate budget estimates necessary for budget compilation. This allows the District several months of planning for developing budgets for district-wide staffing, and non-payroll campus and department needs, before the first budget draft is presented to the Board of Trustees in June, with the final adoption of the budget by August 31st each year.

Financial Policies

The Comprehensive Annual Report for the year ended August 31, 2021, is prepared in accordance with GAAP and in conformance with standards of financial reporting established by GASB using guidelines recommended by the GFOA. This report covers all funds of the District. Presented funds are organized into three types dictated by the nature of the activities involved:

Governmental Funds:

- General Fund
- Food Service Fund
- Debt Service Fund
- Capital Projects Fund
- ESSER Fund
- Non-Major Funds

Proprietary Funds:

- Internal Service Funds

Fiduciary Funds:

- Custodial Funds

Single Audit

As a recipient of Federal financial assistance, the District is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to federal programs, and is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, as amended in 1996 and Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). As a part of the District's single audit, tests are made to determine the adequacy of internal controls, including that portion related to Federal financial assistance programs, as well as to determine the District's compliance with applicable laws and regulations. The results of the District's single audit for the fiscal year ended August 31, 2021, provided no conditions that would be considered a material weakness in relation to a Federal financial assistance program, and no material instances of non-compliance with applicable laws and regulations were noted. Information related to this single audit, including the schedule of expenditure of federal awards, findings and recommendations, and independent auditor's reports on internal controls and compliance with applicable laws and regulations, is included in this report.

Budgetary Controls

The District maintains budgetary controls to ensure compliance with the legal provisions of the Texas Education Code, as well as to provide management with an instrument for planning and controlling operations. Annual budgets are legally adopted for the General Fund, Food Service Special Revenue Fund, and the Debt Service Fund at the functional level within each fund. The remaining Special Revenue Funds and the Capital Projects Fund adopt project length budgets. The District maintains an encumbrance accounting system as a method of ascertaining the availability of funds. The encumbrance accounting method provides for recording commitments in the budgetary control accounts. Appropriations are encumbered at the time purchase orders are issued or contracts awarded. Appropriations lapse at fiscal year-end, and encumbrances outstanding at that time are generally re-appropriated in the subsequent year's budget.

Internal Controls

An internal control structure that has been designed, managed and maintained by the District is in place to ensure that the District's assets are protected from loss, theft and misuse, and to ensure that accurate accounting data is compiled in the preparation of financial statements in conformity with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met.

Independent Audit

State law and District policy require an annual audit by independent certified public accountants. Weaver and Tidwell, L.L.P. was selected to fulfill this requirement. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirement of the Single Audit Act of 1984, as amended in 1996, and Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The independent auditor's report on the basic financial statements is included in the financial section of this report.

Awards

The Association of School Business Officials awarded the Certificate of Excellence in Financial Reporting, and the Government Finance Officers Association awarded the Certificate of Achievement for Excellence in Financial Reporting, to the District for its comprehensive annual financial report for the fiscal year ended August 31, 2020. To be awarded these certificates, the District must publish an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements. This is the thirtieth consecutive year that the district has prepared this report and won these prestigious awards.

These certificates are valid for a period of one year only. We believe that our dedication toward the current comprehensive annual financial report continues to meet the programs' requirements; therefore, we are preparing submissions to ASBO and GFOA, so the organizations can evaluate their eligibility for the fiscal year 2021 certificates.

The District received a Superior rating for the 2021 School's Financial Integrity Rating System of Texas (FIRST). For the previous nineteen years, the District earned a Superior Achievement (or Perfect) rating from the School's FIRST. The superior and perfect ratings confirm the District's excellence in managing and reporting taxpayer dollars.

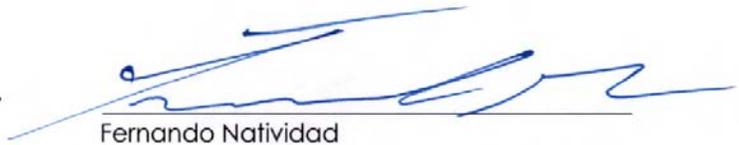
Acknowledgements

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Business Services Department. We would like to express our appreciation to all members of the department who assisted and contributed to its preparation.

We also wish to thank the Board of Trustees for their continued leadership and support, and for planning and conducting the financial operations of the District in a responsible and progressive manner.

Sincerely,


Magda Hernandez
Superintendent


Fernando Natividad
Chief Financial Officer

LIST OF PRINCIPAL OFFICIALS

BOARD OF TRUSTEES

<u>Name</u>	<u>Length of Service</u>	<u>Term Expires</u>	<u>Occupation</u>
Randy Randle, President	9 years	2022	Business Owner
Nuzhat Hye, Vice President	4 years	2024	Educator
Pamela Campbell, Secretary	4 years	2024	Educator
Tony Grimes, Member	3 years	2022	Entrepreneur
A.D. Jenkins, Member	9 years	2022	Software Engineer
Michael Kelley, Member	2 years	2023	Realtor
Dr. Rosemary Robbins, Member	3 years	2023	Educator

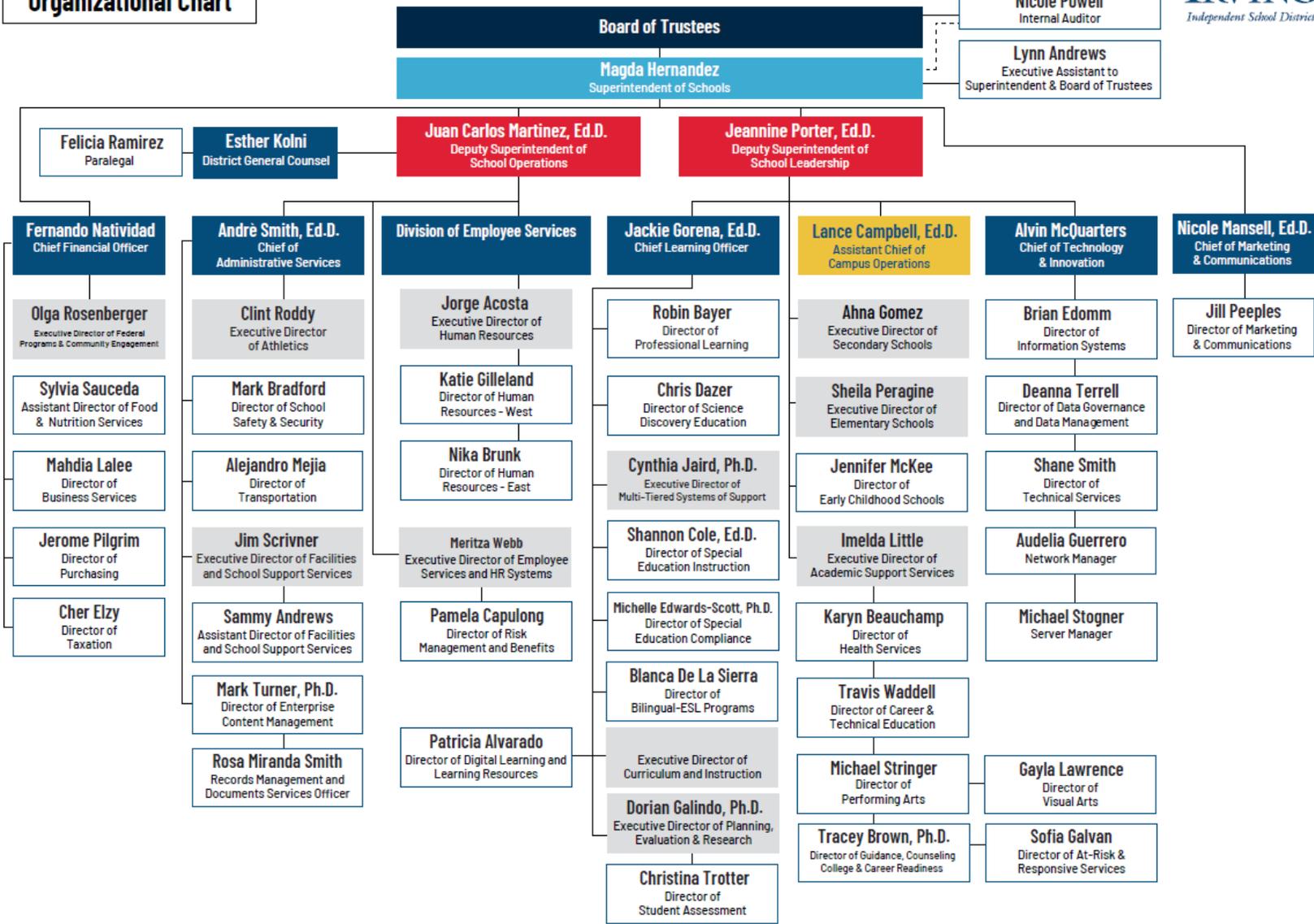
ADMINISTRATIVE OFFICIALS

<u>Name</u>	<u>Position</u>	<u>Length of Service</u>
Magda Hernandez	Superintendent	3 years
Juan Carlos Martinez, Ed.D	Deputy Superintendent	5 years
Fernando Natividad	Chief Financial Officer	1 year
Esther Kolni	District General Counsel	1 year

CONSULTANTS AND ADVISORS

Weaver and Tidwell, L.L.P. Dallas, Texas	Independent Auditors
Bracewell & Giuliani, L.L.P. Dallas, Texas	Bond Counsel
RBC Capital Markets Dallas, Texas	Financial Advisor
Brackett & Ellis, P.C. Irving, Texas	Board Legal Counsel
JPMorgan Chase Bank Irving, Texas	Official Depository

Irving ISD Central Organizational Chart



Revised August 2021



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Irving Independent School District
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

August 31, 2020

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Irving Independent School District

for its Comprehensive Annual Financial Report
for the Fiscal Year Ended August 31, 2020.

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



A handwritten signature in black ink, reading 'W. Edward Chabal'.

W. Edward Chabal
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director

Financial Section





Independent Auditor's Report

To the Members of the Board of Trustees
Irving Independent School District
Irving, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Irving Independent School District (the District), as of and for the year ended August 31, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of August 31, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Weaver and Tidwell, L.L.P.
2300 North Field Street, Suite 1000 / Dallas, Texas 75201
Main: 972.490.1970

Emphasis of Matter

As discussed in Note 1 to the basic financial statements, during the year ended August 31, 2021, the District implemented Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. Beginning net position in the custodial fiduciary fund has been restated as a result of the implementation of this statement. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, 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 and Other 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 introductory section, other supplementary information, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and is also not a required part of the basic financial statements.

The other supplementary information and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Members of the Board of Trustees
Irving Independent School District

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 12, 2022, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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.

Weaver and Tidwell, L.L.P.
WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
January 12, 2022



Management's Discussion And Analysis

As management of the Irving Independent School District (the "District"), we offer readers of the District's basic financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended August 31, 2021. We encourage readers to consider the information presented here in conjunction with the District's financial statements and in conjunction with additional information that we have furnished in our letter of transmittal.

Financial Highlights

- General revenues accounted for \$370,803,061, or 81%, of all fiscal year 2021 revenues. Program-specific revenues in the form of charges for services and grants and contributions accounted for \$84,674,570, or 19%, of total fiscal year 2021 revenues.
- The District had \$433,854,885 in expenses related to governmental activities, of which \$84,674,570 was offset by program-specific charges for services or grants and contributions. General revenues of \$370,803,061 were adequate to provide for the remaining costs of these programs, resulting in a \$21,622,746 increase in net position.
- Among major funds, the General Fund had \$334,779,180 in revenues which primarily consisted of state aid and property taxes, and \$331,507,325 in expenditures. The General Fund's fund balance increased \$3,415,170 from \$114,677,864 as of August 31, 2020 to \$118,093,034 as of August 31, 2021.

Overview of Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements and required supplementary information. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances in a manner similar to a private-sector business. These statements include the statement of net position and the statement of activities. These provide information about the activities of the District as a whole and present a longer-term view of the District's property and debt obligations and other financial matters.

The statement of net position presents information on all of the District's assets, deferred inflows/outflows of resources, liabilities and net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

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. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unpaid salary).

The government-wide financial statements outline functions of the District that are principally supported by property taxes and intergovernmental revenues (governmental activities). The governmental activities of the District include instruction, support services, operation and maintenance of plant, student transportation, and operation of non-instructional services.

Fund financial statements. The *fund financial statements* report the District's operations in more detail than the government-wide statements by providing information about the District's major funds, as opposed to the District as a whole as presented in the government-wide financial statements. The District's major funds are the general fund, food service fund, debt service fund, capital projects fund, and ESSER fund. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

For governmental activities, these statements tell how services were financed in the short term as well as what resources remain for future spending. They reflect the flow of current financial resources and supply the basis for tax levies and the appropriations budget.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

For proprietary activities, fund financial statements tell how goods or services of the District were sold to departments within the District and how the sales revenues covered the expenses of the goods or services. Proprietary funds, like the government-wide statements, provide both long-term and short-term financial information.

Lastly, the fiduciary statements provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the District. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs.

Notes to the basic financial statements. The notes provide narrative explanations or additional data needed for full disclosure in the government-wide statements or the fund financial statements.

Other information. The combining and individual fund statements contain even more information about the District's individual funds. The section labeled Required T.E.A. Schedules contains data used by monitoring or regulatory agencies, such as TEA, for assurance that the District is using funds supplied in compliance with the terms of grants.

The combining and individual fund statements referred to earlier are presented immediately following the general fund and food service fund budgetary comparison.

Government-Wide Financial Analysis

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, the District's overall assets and deferred outflows of resources exceeded the liabilities and deferred inflows of resources by \$19,890,945 as of August 31, 2021.

A portion of the District's net position represents resources subject to external restrictions on how they may be used. As of August 31, 2021, the District's restricted net position for federal and state programs was \$5,235,921 and restricted net position for future debt service payments was \$11,328,895. Unrestricted net position can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements. As of August 31, 2021, unrestricted net position showed a \$136,549,851 deficit at the end of the year.

Net investment in capital assets was \$139,875,980. The District uses capital assets to provide services; 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 since the capital assets themselves cannot be used to liquidate these liabilities.

The following table presents a summary of the District's net position for the fiscal years ended August 31, 2021 and 2020.

	Governmental Activities			
	2021	2020	Increase (Decrease)	Percentage Change
Current and other assets	\$ 181,104,094	\$ 172,634,354	\$ 8,469,740	5%
Capital assets (net)	492,345,571	504,402,410	(12,056,839)	-2%
Total assets	673,449,665	677,036,764	(3,587,099)	-1%
Deferred outflows	74,771,702	88,787,223	(14,015,521)	-16%
Current liabilities	66,374,399	59,157,608	7,216,791	12%
Long-term liabilities	560,554,250	626,547,044	(65,992,794)	-11%
Total liabilities	626,928,649	685,704,652	(58,776,003)	-9%
Deferred inflows	101,401,773	81,851,136	19,550,637	24%
Net investment in capital assets	139,875,980	118,667,802	21,208,178	18%
Restricted	16,564,816	17,514,561	(949,745)	-5%
Unrestricted	(136,549,851)	(137,914,164)	1,364,313	-1%
Total net position	\$ 19,890,945	\$ (1,731,801)	\$ 21,622,746	-1249%

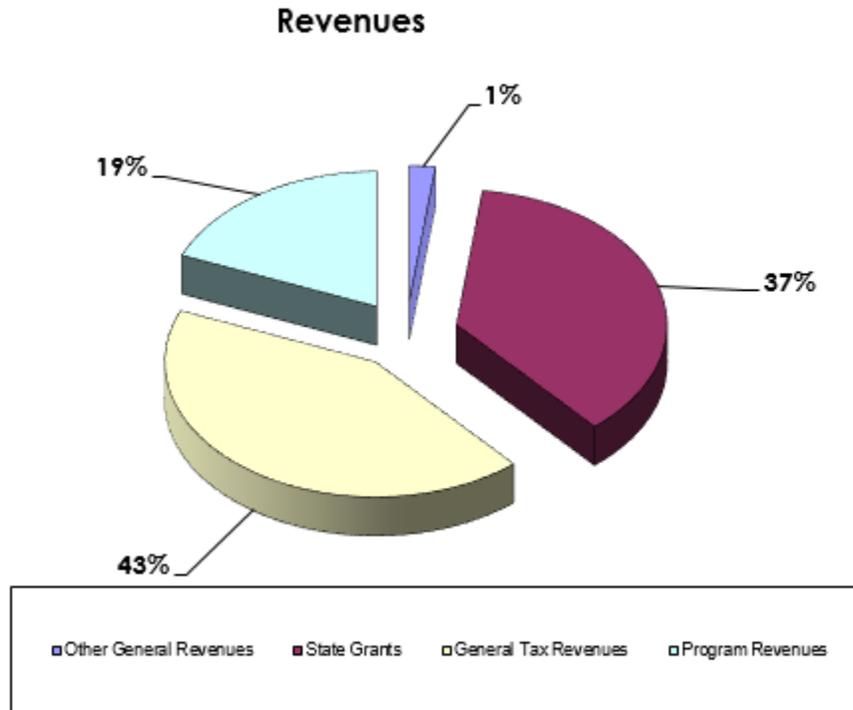
The following are significant current-year transactions that have had an impact on the statement of net position:

- Current and other assets increased by \$8.5 million, or 5%, due to an increase in Due from Other Governments.
- Capital assets decreased \$12.1 million, or 2%, which was due to depreciation exceeding cost of new assets acquired.
- Deferred outflows of resources decreased by \$14.0 million, or 16%, due to a decrease in deferred outflows for pensions of \$9.8 million and deferred outflows for OPEB of \$2.0 million.
- Deferred inflows of resources increased \$19.6 million, or 24%, due to a decrease in deferred inflows for pensions of \$2.3 million and increase in deferred inflows for OPEB of \$21.8 million.
- Long-term liabilities decreased \$66.0 million, or 11%. This was due to the decrease of the net pension liability of \$916 thousand and net OPEB liability of \$28.3 million, as well as a decrease of bonds payable of \$35.4 million.

The District's total revenues for the fiscal year ended August 31, 2021 were \$455,477,631. The total cost of all programs and services was \$433,854,885. The following table presents a summary of the changes in net position for the fiscal years ended August 31, 2021 and 2020.

	Governmental Activities			
	2021	2020	Increase (Decrease)	Percentage Change
Revenues:				
Program revenues:				
Charges for services	\$ 1,056,220	\$ 2,719,624	\$ (1,663,404)	-61%
Operating grants and contributions	83,618,350	73,015,452	10,602,898	15%
General revenues:				
Maintenance and operations taxes	157,647,163	144,594,888	13,052,275	9%
Debt service taxes	40,238,396	38,586,051	1,652,345	4%
State grants	170,517,817	177,306,711	(6,788,894)	-4%
Investment earnings	394,410	2,861,202	(2,466,792)	-86%
Miscellaneous	2,005,275	2,649,835	(644,560)	-24%
Total revenues	455,477,631	441,733,763	13,743,868	3%
Expenses:				
Instruction, curriculum, and media services	263,361,952	263,447,716	(85,764)	0%
Instructional and school leadership	32,036,296	32,238,387	(202,091)	-1%
Student support services, child nutrition and co-curricular activities	60,786,399	64,117,791	(3,331,392)	-5%
General administration	14,940,341	9,385,916	5,554,425	59%
Plant maintenance, security, and data processing	46,198,145	41,854,973	4,343,172	10%
Community services	2,598,094	2,602,644	(4,550)	0%
Interest and fiscal charges	11,916,900	12,573,923	(657,023)	-5%
Other facility costs	1,401,030	774,581	626,449	81%
Intergovernmental charges	615,728	627,379	(11,651)	-2%
Payments to TIF	-	248,209	(248,209)	-100%
Total expenses	433,854,885	427,871,519	5,983,366	1%
Increase (decrease) in net position	21,622,746	13,862,244	7,760,502	56%
Change in net position	21,622,746	13,862,244	7,760,502	56%
Net position - beginning	(1,731,801)	(15,594,045)	13,862,244	-89%
Ending net position	\$ 19,890,945	\$ (1,731,801)	\$ 6,028,701	-348%

The District's reliance upon tax revenues is demonstrated by the graph below, which indicates that 41% of total revenues for governmental activities come from local taxes.



The District's total revenue this year was \$455,477,631, up \$13,743,868 from the prior year. The increase in revenues was due to the following events:

- Tax revenue increased \$14.7 million (combined maintenance and operations, and debt service) which was due to an increase in property valuation.
- State grant funding decreased \$6.8 million.
- Operating grants and contributions increased \$10.6 million, with majority of the increase due to the receipt of the Elementary & Secondary Emergency Relief grants I, II, and III, along with the Prior Purchase Reimbursement Program.

The cost of all governmental activities this year was \$433,854,885. However, as shown in the statement of activities, the amount that our taxpayers ultimately financed for these activities through district taxes was \$197,885,559 because some of the costs were paid by those who directly benefited from the programs (\$1,056,220), by other governments and organizations that subsidized certain programs with grants and contributions (\$83,618,350), or by state aid (\$170,517,817), investment income (\$394,410), and other miscellaneous income (\$2,005,275).

The following table presents the total cost of the District’s major functional activities and the net cost (total cost less charges for services generated by the activities and intergovernmental aid provided for specific programs):

	<u>Total Expenses</u>	<u>Net Expenses</u>
Instruction, curriculum, and media services	\$ 263,361,952	\$ 223,486,612
Instructional and school leadership	32,036,296	28,778,062
Student support services, child nutrition and co-curricular activities	60,786,399	33,229,100
General administration	14,940,341	9,466,438
Plant maintenance, security, and data processing	47,599,175	41,028,078
Community services	2,598,094	710,802
Interest and fiscal charges	11,916,900	11,916,900
Intergovernmental charges	615,728	564,323
Total expenses	<u>\$ 433,854,885</u>	<u>\$ 349,180,315</u>

The District's Funds

As the District completed the year, its governmental funds reported a combined fund balance of \$139,729,195 which is an increase of \$1,442,786 from the prior year.

The schedule below indicates the fund balance by fund type as of August 31, 2021 and August 31, 2020.

	<u>Fund Balance August 31, 2021</u>	<u>Fund Balance August 31, 2020</u>	<u>Change in Fund Balance</u>
General fund	\$ 118,093,034	\$ 114,677,864	\$ 3,415,170
Food service	5,176,509	2,808,299	2,368,210
Debt service	10,914,557	14,415,440	(3,500,883)
Capital projects	5,511,642	6,329,038	(817,396)
Nonmajor funds	33,453	55,768	(22,315)
Total	<u>\$ 139,729,195</u>	<u>\$ 138,286,409</u>	<u>\$ 1,442,786</u>

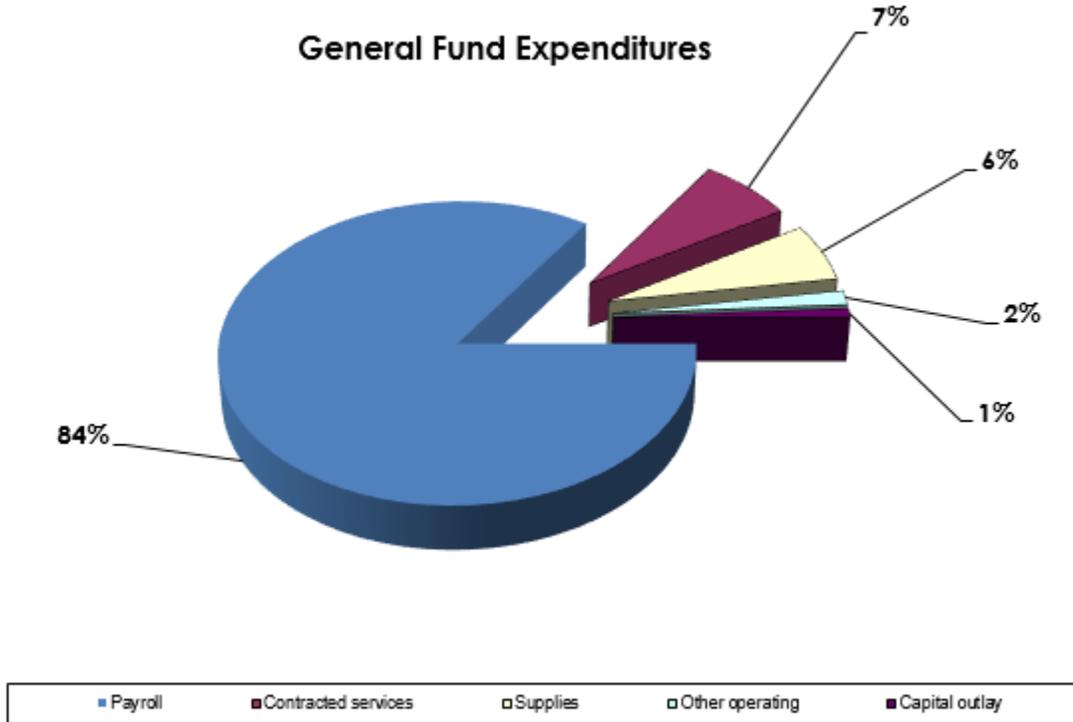
General Fund

The fund balance of the General Fund increased \$3,415,170 from the prior year. The District’s original budget plan was to decrease fund balance \$3,046,656. The following factors contributed to the \$6,461,826 difference:

- Actual general fund expenditures were \$331,507,325 which was \$11,055,033 less than the original budget total of \$342,562,358. Total actual expenditures were significantly less than originally budgeted because of outstanding encumbrances at year end, which were rolled into the fiscal year 2021-2022 budget.
- There was a \$3,517,762 decrease in actual state general fund revenue than the amount that was originally budgeted.

Overall changes in General Fund activity in fiscal year 2021, were also due to increased payroll cost over prior year, combined with the no interfund operating transfers out to debt service fund.

The District is a service entity; therefore, the largest portions of the General Fund expenditures are related to payroll and contracted services such as utilities, as illustrated below.



Food Service Fund

The fund balance of the Food Service Fund increased \$2,368,210 from the prior year. Prior year, the District’s Food Service was impacted by COVID-19 and distance learning resulting in less meals served but in 2020-2021 operations resumed closer to pre-COVID-19 times.

Debt Service Fund

The Debt Service fund balance decreased \$3,500,883. In the prior year the General Fund completed an operating transfer to the Debt Service Fund for \$5.0 million that represented existing surplus funds. In 2020-2021 there were no interfund transfers between the General Operating and Debt Service Fund.

Capital Projects Fund

The Capital Projects fund balance decreased \$817,396 from the prior year due to the use of funds spent during the year for the completion of construction projects. Although these and other capital expenditures reduce available fund balances as projects are completed, they create new assets for the District as reported in the statement of net position and as discussed in Note 5 in the financial statements.

ESSER Fund

The Elementary & Secondary Emergency Relief (ESSER) fund was a new major fund in fiscal year 2021. The District received ESSER I, II, and III funding amounts of \$10,529,120 and Prior Purchase Reimbursement Program funding of \$772,887.

Budgetary Highlights

Over the course of the year, budget amendments are necessary to realign funds, which will increase and/or decrease various function levels and object series within the budget. All necessary budget amendments, which change the function level for appropriations and object series for revenues, are formally approved by the School Board and recorded in the board minutes each month.

The difference between the original budget and the final amended budget were necessary amendments for changes in situations and estimates. Expenditures had budget amendments increasing the appropriation budget by \$20,003,415. Revenues had budget amendment increases of \$2,453,137. The major components of these changes are reflected on Exhibit G-1 and the key factors for the changes can be summarized below.

The following factor contributed to the increase in the expenditures budget:

- \$4,489,540 budget amendments to increase instruction and instructional related services. A \$4,291,238 increase to Function 51 for plant maintenance and operations. Lastly, a \$7,337,963 increase to Function 81 facilities acquisition and construction. These amendments were approved to accommodate greater expenditures than were anticipated in the original budget.

The following factor contributed to the increase in the revenue budget:

- There was a \$1,726,290 increase to the final amended budget compared to the original budget for general fund local revenues that was approved to accommodate greater revenues than were anticipated in the original budget.

Capital Assets and Debt Administration

Capital Assets

As of August 31, 2021, the District had invested \$492,345,571 in capital assets, net of accumulated depreciation of \$477,574,714, including land and improvements, facilities, and equipment for instruction, transportation, athletics, administration, and maintenance. This amount represents a net decrease in capitalized cost of \$12,056,839 from last year. The decrease is due to construction projects started in the prior years and completed during the fiscal year, which totaled \$27.0 million. The total depreciation expense for the year was \$18,032,283. The following schedule presents capital asset balances net of depreciation for the fiscal year ended August 31, 2021:

Land and improvements	\$	25,596,519
Furniture and equipment		19,185,969
Buildings and improvements		446,440,119
Construction in progress		1,122,964
		<hr/>
Total	\$	492,345,571

More detailed information about the District's capital assets is presented in Note 5 in the financial statements.

Debt

As of August 31, 2021, the District had \$379,227,793 in general obligation bonds payable, including accreted interest, with \$31,360,000 due within one year. The District continues to have favorable general obligation bond ratings indicated by Aa2 and AA+ ratings from Moody's Investors Service and Standard & Poor's Ratings Group, respectively.

Additional information on the District's long-term debt can be found in Note 8 in the financial statements.

Additional information on the District's Pension and OPEB liabilities can be found in Note 6 and 7, respectively, to the financial statements as indicated in the table of contents of this report.

Economic Factors and Next Year's Budgets and Rates

The District's elected and appointed officials considered many factors when preparing the 2021-2022 budget and setting the 2021 tax rates. For the ninth year, property values increased. The certified tax roll reflected values of \$16,326,839,855 which is a 9.7% increase in value compared to the prior fiscal year.

The Board approved a decreased total tax rate of \$1.2077 for the 2021 tax year. The Maintenance and Operations tax rate decreased by .0758 from \$1.0148 to \$1.2077; however, the interest and sinking rate increased by .0084 from \$.2603 to \$.2687. The interest and sinking tax rate increase was the result of the District discontinuing the use of the transfer of surplus funds from the General Fund.

As the result of the increase to local property appraised values, it is anticipated that local property tax collections will increase approximately \$1.3 million for maintenance and operations.

As of August 31, 2021, the fund balance for the general fund increased by \$3,415,170 to \$118,093,034. The non-spendable fund balance decreased by \$35,693 to \$767,488. The unassigned fund balance increased by \$7,844,999 to \$86,736,133. The assigned fund balance decreased by \$4,768,522 to \$30,589,413.

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. Questions concerning any of the information provided in this report, or requests for additional information, should be addressed to the Director of Business Operations, Irving Independent School District, P.O. Box 152637, Irving, Texas, 75015-2637.



Basic Financial Statements



Government-Wide Financial Statements



Irving Independent School District
Statement of Net Position
August 31, 2021

Exhibit A-1

DATA CONTROL CODES		1 GOVERNMENTAL ACTIVITIES
ASSETS		
1110	Cash and cash equivalents	\$ 128,955,241
1120	Investments	33,016,581
1220	Delinquent taxes receivable - net of estimated uncollectible taxes	5,120,106
1240	Due from other governments	12,791,017
1250	Accrued interest	20,683
1290	Other receivables	131,513
1300	Inventories	999,773
1490	Other assets	69,180
1510	Land	20,073,841
1515	Land improvements	23,801,393
1520	Buildings and improvements	768,475,927
1530	Furniture and equipment	156,446,160
1580	Construction in progress	1,122,964
1570	Accumulated depreciation	(477,574,714)
1000	Total assets	673,449,665
DEFERRED OUTFLOWS OF RESOURCES		
1701	Deferred charges on refunding	20,183,104
1705	Deferred outflows of resources - pension	40,831,174
1706	Deferred outflows of resources - OPEB	13,757,424
1700	Total deferred outflows of resources	74,771,702
LIABILITIES		
2110	Accounts payable and claims liabilities	3,026,732
2150	Payroll deductions and withholdings	2,430,170
2160	Accrued wages payable	16,554,056
2140	Interest payable	651,102
2180	Due to other governments	11,183,169
2300	Unearned revenue	780,466
	Noncurrent liabilities:	
	Due within one year	
2121	Bonds payable	31,360,000
2123	Claims payable	388,704
	Due in more than one year	
2800	Claims payable	529,549
2510	Bonds payable	347,867,793
2540	Net pension liability	114,250,470
2545	Net OPEB liability	97,906,438
2000	Total liabilities	626,928,649
DEFERRED INFLOWS OF RESOURCES		
2605	Deferred inflows of resources - pension	20,627,822
2606	Deferred inflows of resources - OPEB	80,773,951
2600	Total deferred inflows of resources	101,401,773
NET POSITION		
3200	Net investment in capital assets	139,875,980
3820	Restricted for federal and state programs	5,235,921
3850	Restricted for debt service	11,328,895
3900	Unrestricted	(136,549,851)
3000	TOTAL NET POSITION	\$ 19,890,945

The Notes to the Basic Financial Statements are an integral part of this statement.

Irving Independent School District
Statement of Activities
For the Year Ended August 31, 2021

Exhibit B-1

DATA CONTROL CODES	FUNCTIONS/PROGRAMS	1 EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION
			2 CHARGES FOR SERVICES	3 GRANTS AND CONTRIBUTIONS	
				4 OPERATING GOVERNMENTAL ACTIVITIES	6
	GOVERNMENTAL ACTIVITIES				
11	Instruction	\$ 245,346,028	\$ 251,178	\$ 32,965,972	\$ (212,128,878)
12	Instructional resources and media services	6,151,185	-	456,754	(5,694,431)
13	Curriculum development and instructional staff development	11,864,739	-	6,201,436	(5,663,303)
21	Instructional leadership	7,765,880	-	1,292,200	(6,473,680)
23	School leadership	24,270,416	-	1,966,034	(22,304,382)
31	Guidance, counseling, and evaluation services	19,150,363	-	2,894,536	(16,255,827)
32	Social work services	1,523,025	-	209,015	(1,314,010)
33	Health services	3,924,641	-	530,047	(3,394,594)
34	Student (pupil) transportation	7,636,526	-	593,882	(7,042,644)
35	Food services	21,833,111	290,826	22,049,427	507,142
36	Co-curricular/extracurricular activities	6,718,733	507,212	482,354	(5,729,167)
41	General administration	14,940,341	-	5,473,903	(9,466,438)
51	Plant maintenance and operations	28,203,793	7,004	2,391,298	(25,805,491)
52	Security and monitoring services	5,221,637	-	1,023,404	(4,198,233)
53	Data processing services	12,772,715	-	2,953,394	(9,819,321)
61	Community services	2,598,094	-	1,887,292	(710,802)
72	Debt service - Interest and fiscal charges	11,916,900	-	-	(11,916,900)
81	Other facility costs	1,401,030	-	195,997	(1,205,033)
95	Payments to juvenile justice alternative education program	2,394	-	201	(2,193)
99	Other intergovernmental charges	613,334	-	51,204	(562,130)
	TOTAL PRIMARY GOVERNMENT	\$ 433,854,885	\$ 1,056,220	\$ 83,618,350	\$ (349,180,315)

DATA CONTROL CODES		
	General revenues	
	Taxes	
MT	M & O property taxes	\$ 157,647,163
DT	Debt service property taxes	40,238,396
SF	State aid - Not restricted to specific programs	170,517,817
IE	Investment income	394,410
MI	Miscellaneous	2,005,275
TR	Total general revenues	370,803,061
CN	Change in net position	21,622,746
NB	Net position - beginning	(1,731,801)
NE	NET POSITION - ENDING	\$ 19,890,945

The Notes to the Basic Financial Statements are an integral part of this statement.

Governmental Fund Financial Statements

Irving Independent School District
 Balance Sheet
 Governmental Funds
 August 31, 2021

DATA CONTROL CODES		MAJOR	
		GENERAL	FOOD SERVICE
	ASSETS		
	Current assets		
1110	Cash and cash equivalents	\$ 105,889,049	\$ 2,909,853
1120	Investments	33,016,581	-
	Receivables		
1220	Property taxes - delinquent	6,089,187	-
1230	Allowance for uncollectible taxes	(2,034,521)	-
1240	Due from other governments	370,066	2,170,282
1250	Accrued interest	20,683	-
1260	Due from other funds	10,634,111	-
1290	Other receivables	6,513	-
1300	Inventories, at cost	698,308	104,245
1410	Prepaid items	69,180	-
1000	TOTAL ASSETS	\$ 154,759,157	\$ 5,184,380
	LIABILITIES		
	Current liabilities		
2110	Accounts payable	\$ 2,449,629	\$ 7,871
2150	Payroll deductions and withholdings	2,430,170	-
2160	Accrued wages payable	16,554,056	-
2170	Due to other funds	-	-
2180	Due to other governments	11,170,391	-
2300	Unearned revenue	-	-
2000	Total liabilities	32,604,246	7,871
	DEFERRED INFLOWS OF RESOURCES		
2600	Unavailable revenue	4,061,877	-
2600	Total deferred inflows of resources	4,061,877	-
	FUND BALANCES		
	Nonspendable		
3410	Inventory	698,308	-
3430	Prepaid items	69,180	-
	Restricted		
3450	Food service	-	5,176,509
3450	Grant funds	-	-
3480	Retirement of long-term debt	-	-
	Assigned		
3590	Campus activity funds	1,924,413	-
3590	Unspent TIF program proceeds	9,965,000	-
3590	Construction projects	5,000,000	-
3590	Technology	7,000,000	-
3590	Future debt reduction	5,700,000	-
3590	Other	1,000,000	-
3600	Unassigned	86,736,133	-
3000	Total fund balance	118,093,034	5,176,509
4000	TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	\$ 154,759,157	\$ 5,184,380

The Notes to the Basic Financial Statements are an integral part of this statement.

DEBT SERVICE	MAJOR		NONMAJOR	TOTALS
	CAPITAL PROJECTS	ESSER	OTHER FUNDS	GOVERNMENTAL FUNDS
\$ 11,234,908	\$ 5,913,167	\$ -	\$ 707,692	\$ 126,654,669
-	-	-	-	33,016,581
1,698,288	-	-	-	7,787,475
(632,848)	-	-	-	(2,667,369)
-	-	6,246,311	4,004,358	12,791,017
-	-	-	-	20,683
-	-	-	-	10,634,111
-	-	-	-	6,513
-	-	-	-	802,553
-	-	-	-	69,180
<u>\$ 12,300,348</u>	<u>\$ 5,913,167</u>	<u>\$ 6,246,311</u>	<u>\$ 4,712,050</u>	<u>\$ 189,115,413</u>
\$ -	\$ 401,525	\$ -	\$ 165,190	\$ 3,024,215
-	-	-	-	2,430,170
-	-	-	-	16,554,056
315,360	-	6,246,311	3,725,154	10,286,825
4,991	-	-	7,787	11,183,169
-	-	-	780,466	780,466
320,351	401,525	6,246,311	4,678,597	44,258,901
1,065,440	-	-	-	5,127,317
1,065,440	-	-	-	5,127,317
-	-	-	-	698,308
-	-	-	-	69,180
-	-	-	-	5,176,509
-	-	-	59,412	59,412
10,914,557	-	-	-	10,914,557
-	-	-	-	1,924,413
-	-	-	-	9,965,000
-	5,511,642	-	-	10,511,642
-	-	-	-	7,000,000
-	-	-	-	5,700,000
-	-	-	-	1,000,000
-	-	-	(25,959)	86,710,174
<u>10,914,557</u>	<u>5,511,642</u>	<u>-</u>	<u>33,453</u>	<u>139,729,195</u>
<u>\$ 12,300,348</u>	<u>\$ 5,913,167</u>	<u>\$ 6,246,311</u>	<u>\$ 4,712,050</u>	<u>\$ 189,115,413</u>



Irving Independent School District

Exhibit C-1R

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
August 31, 2021

Total Fund Balances - Governmental Funds	\$ 139,729,195
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>	
<p>Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. The cost of the assets is \$969,920,285 and the accumulated depreciation is \$477,574,714.</p>	492,345,571
<p>Property taxes receivable will be collected this year, but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds.</p>	5,127,317
<p>Internal Service Funds are used by the District's management to charge the cost of health insurance, workers compensation, unemployment, and benefits administration to the funds. The assets and liabilities of the Internal Service Funds are included with governmental activities.</p>	1,354,736
<p>The deferred loss on refundings is not a current period transaction and therefore is not reported in the funds. The deferred loss on refundings is included in the deferred outflows of resources with governmental activities.</p>	20,183,104
<p>Included in the items related to debt is the recognition of the District's proportionate share of the TRS net pension liability (\$114,250,470) and a deferred inflow of resources (\$20,627,822), and a deferred outflow of resources (\$40,831,174). The result is a decrease in net position.</p>	(94,047,118)
<p>Included in the items related to debt is the recognition of the District's proportionate share of the TRS-Care net OPEB liability (\$97,906,438) and a deferred inflow of resources (\$80,773,951), and a deferred outflow of resources (\$13,757,424). The result is a decrease in net position.</p>	(164,922,965)
<p>Bonds payable are not due and payable in the current period and therefore are not reported as liabilities in the funds. Bonds payable and related accounts at year-end consist of:</p>	
Bonds Payable	\$ (352,635,098)
Premium/Discount on Bonds Payable	(26,592,695)
Interest Payable	(651,102)
	(379,878,895)
Net Position - Governmental Activities	\$ 19,890,945

The Notes to the Basic Financial Statements are an integral part of this statement.

Irving Independent School District
Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
For the Year Ended August 31, 2021

DATA CONTROL CODES		MAJOR	
		GENERAL	FOOD SERVICE
REVENUES			
5700	Local and intermediate sources	\$ 160,131,841	\$ 336,446
5800	State program revenues	168,977,235	106,702
5900	Federal program revenues	5,670,104	21,354,176
5020	Total revenues	334,779,180	21,797,324
EXPENDITURES			
Current:			
0011	Instruction	204,907,976	-
0012	Instructional resources and media services	5,471,182	-
0013	Curriculum development and instructional staff development	5,538,179	-
0021	Instructional leadership	6,466,895	-
0023	School leadership	21,739,886	-
0031	Guidance, counseling, and evaluation services	15,807,324	-
0032	Social work services	1,325,852	-
0033	Health services	3,293,901	-
0034	Student (pupil) transportation	7,062,273	-
0035	Food services	834,425	18,753,432
0036	Co-curricular/extracurricular activities	5,777,843	-
0041	General administration	9,429,622	-
0051	Plant maintenance and operations	27,031,133	430,532
0052	Security and monitoring services	4,409,686	-
0053	Data processing services	8,809,623	-
0061	Community services	638,058	-
Debt service:			
0071	Principal on long-term debt	-	-
0072	Interest and charges on long-term debt	-	-
0073	Bond issuance costs and fees	-	-
0081	Facilities acquisition and construction	2,347,739	245,150
0095	Payments to juvenile justice alternative education program	2,394	-
0099	Intergovernmental charges	613,334	-
6030	Total expenditures	331,507,325	19,429,114
1100	Excess (deficiency) of revenues over (under) expenditures	3,271,855	2,368,210
OTHER FINANCING SOURCES (USES)			
7912	Proceeds from sale of capital assets	143,315	-
7080	Total other financing sources (uses)	143,315	-
1200	Net change in fund balances	3,415,170	2,368,210
0100	Fund balance, September 1 (beginning)	114,677,864	2,808,299
3000	FUND BALANCE - AUGUST 31 (ENDING)	\$ 118,093,034	\$ 5,176,509

The Notes to the Basic Financial Statements are an integral part of this statement.

	MAJOR		NONMAJOR	TOTALS
	DEBT SERVICE	CAPITAL PROJECTS	OTHER FUNDS	GOVERNMENTAL FUNDS
\$ 40,252,185	\$ -	\$ -	\$ 548,000	\$ 201,268,472
1,540,582	-	-	2,393,715	173,018,234
-	2,706,475	10,934,824	20,583,782	61,249,361
41,792,767	2,706,475	10,934,824	23,525,497	435,536,067
-	110,372	1,890,895	13,980,405	220,889,648
-	-	-	-	5,471,182
-	-	987,734	4,751,356	11,277,269
-	-	55,054	699,686	7,221,635
-	-	138,860	12,252	21,890,998
-	-	-	1,574,885	17,382,209
-	-	-	98,328	1,424,180
-	-	42,595	212,465	3,548,961
-	-	4,300	-	7,066,573
-	-	518,887	17,635	20,124,379
-	-	-	-	5,777,843
-	-	4,632,172	54,512	14,116,306
-	-	103,389	-	27,565,054
-	-	391,391	263,846	5,064,923
-	1,196,537	2,151,657	66,279	12,224,096
-	-	17,890	1,816,163	2,472,111
30,490,000	-	-	-	30,490,000
14,789,600	-	-	-	14,789,600
14,050	-	-	-	14,050
-	2,216,962	-	-	4,809,851
-	-	-	-	2,394
-	-	-	-	613,334
45,293,650	3,523,871	10,934,824	23,547,812	434,236,596
(3,500,883)	(817,396)	-	(22,315)	1,299,471
-	-	-	-	143,315
-	-	-	-	143,315
(3,500,883)	(817,396)	-	(22,315)	1,442,786
14,415,440	6,329,038	-	55,768	138,286,409
\$ 10,914,557	\$ 5,511,642	\$ -	\$ 33,453	\$ 139,729,195

Irving Independent School District
Reconciliation of the Governmental Funds Statement of
Revenues, Expenditures, and Changes in Fund Balances
to the Statement of Activities
For the Year Ended August 31, 2021

Exhibit C-3

Total Net Change in Fund Balances - Governmental Funds	\$	1,442,786	
Amounts reported for governmental activities in the statement of activities 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. This is the amount by which depreciation (\$18,032,283) exceeded capital outlay (\$5,984,320) in the current period.			(12,047,963)
The disposal of capital assets is not recognized in the governmental funds.			(8,876)
Because some property taxes will not be collected for several months after the district's fiscal year ends, they are not considered "available" revenues and are deferred inflows in the governmental funds. Unavailable revenue, net of bad debt, increased by this amount this year.			535,141
Internal Service Funds are used by the district's management to charge the cost of health insurance, workers compensation, unemployment, and benefits administration to the funds. The net revenue (expense) of the Internal Service Funds is reported with governmental activities.			505,401
Current year long-term debt payments on bonds payable and payments of accreted interest on capital appreciation bonds are expenditures in the fund financial statements, but they also reduce long-term liabilities in the statement of net position.			30,490,000
Bond issuances and refundings and related costs are shown as "other sources" and "other uses" in the governmental funds, but are shown on the statement of net position with related costs amortized over the life of the bonds. Differences consist of the following:			
Amortization of Refunding Loss	\$	(2,121,458)	
Amortization of Bond Premiums		<u>5,246,475</u>	3,125,017
The net change in net pension liability, deferred outflows, and deferred inflows is reported in the statement of activities but does not require the use of current financial resources and, therefore, is not reported as expenditures in the governmental funds. The net change consists of a decrease in deferred outflows (\$9,884,209); decrease in deferred inflows \$2,249,275; and decrease in net pension liability \$916,126.			(6,718,808)
The net change in net OPEB liability, deferred outflows, and deferred inflows is reported in the statement of activities but does not require the use of current financial resources and, therefore, is not reported as expenditures in the governmental funds. The net change consists of an decrease in deferred outflows (\$2,009,854); increase in deferred inflows (\$21,799,912); and a decrease in net OPEB liability \$28,348,081.			4,538,315
Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. Differences consist of the following:			
Change in Accrued Interest	\$	48,196	
Interest Accretion		<u>(286,463)</u>	<u>(238,267)</u>
Change in Net Position - Governmental Activities	\$		<u>21,622,746</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

Irving Independent School District
Statement of Net Position
Proprietary Funds
August 31, 2021

Exhibit D-1

<u>DATA CONTROL CODES</u>		<u>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</u>
	ASSETS	
	Current assets	
1110	Cash and temporary investments	\$ 2,300,572
1290	Other Receivables	125,000
1310	Inventories, at cost	197,220
		<hr/>
1000	Total Assets	2,622,792
	LIABILITIES	
	Current liabilities	
2110	Accounts payable	2,517
2170	Due to other funds	347,286
2800	Claims due within one year	388,704
		<hr/>
	Total current liabilities	738,507
	Noncurrent liabilities	
	Claims due in more than one year	529,549
		<hr/>
	Total noncurrent liabilities	529,549
		<hr/>
2000	Total liabilities	1,268,056
	NET POSITION	
3900	Unrestricted net position	1,354,736
		<hr/>
3000	TOTAL NET POSITION	\$ 1,354,736
		<hr/> <hr/>

The Notes to the Basic Financial Statements are an integral part of this statement.

Irving Independent School District
 Statement of Revenues, Expenses, and Changes in Fund Net Position
 Proprietary Funds
 For the Year Ended August 31, 2021

Exhibit D-2

<u>DATA CONTROL CODES</u>		<u>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</u>
	OPERATING REVENUES	
5700	Charges for services	\$ 2,520,163
5020	Total operating revenues	2,520,163
	OPERATING EXPENSES	
6100	Payroll costs	371,352
6200	Professional/contracted services	191,195
6300	Supplies and materials	281,849
6400	Claims, administration, and other expenses	1,172,797
6030	Total operating expenses	2,017,193
	Operating income	502,970
	NONOPERATING REVENUES	
7955	Interest income	2,431
	CHANGE IN NET POSITION	505,401
0100	Total net position - September 1 (beginning)	849,335
3000	TOTAL NET POSITION - AUGUST 31 (ENDING)	\$ 1,354,736

The Notes to the Basic Financial Statements are an integral part of this statement.

Irving Independent School District
Statement of Cash Flows
Proprietary Funds
For the Year Ended August 31, 2021

Exhibit D-3

	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received for premiums and services	\$ 2,791,999
Cash paid to employees	(371,352)
Cash paid for claims and administration, and other costs	(1,695,794)
	<hr/>
Net cash provided by operating activities	724,853
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received	2,431
	<hr/>
Net cash provided by investing activities	2,431
	<hr/>
Net increase in cash and cash equivalents	727,284
Cash and cash equivalents at beginning of the year	1,573,288
	<hr/>
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	\$ 2,300,572
	<hr/> <hr/>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating income	\$ 502,970
Adjustments to reconcile operating income to net cash provided by operating activities	
Change in current assets and liabilities	
Increase in inventories	(3,890)
Decrease in accounts payable	(39,020)
Increase in due to other funds	264,170
Increase in long-term claims reserve	623
	<hr/>
Total adjustments	221,883
	<hr/>
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ 724,853
	<hr/> <hr/>

The Notes to the Basic Financial Statements are an integral part of this statement.

Irving Independent School District
Statement of Fiduciary Net Position
August 31, 2021

Exhibit E-1

	<u>CUSTODIAL FUNDS</u>
ASSETS	
Cash and temporary investments	\$ 863,039
TOTAL ASSETS	<u>\$ 863,039</u>
LIABILITIES	
Accounts payable	\$ 6,139
TOTAL LIABILITIES	6,139
NET POSITION	
Restricted for students and other organizations	856,900
TOTAL NET POSITION	<u>\$ 856,900</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

Irving Independent School District
Statement of Changes in Fiduciary Net Position
August 31, 2021

Exhibit E-2

	<u>CUSTODIAL FUNDS</u>
ADDITIONS	
Miscellaneous revenue from student groups	\$ 480,453
Additions from flex funds	889,195
	<hr/>
TOTAL ADDITIONS	1,369,648
	<hr/>
DEDUCTIONS	
Dues and fees	\$ 432,983
Distribution of flex funds	917,878
	<hr/>
TOTAL DEDUCTIONS	1,350,861
	<hr/>
Change in net position	18,787
NET POSITION	
Restricted for students and other organizations	
Net position, beginning	-
Cumulative effect of implementation of GASB 84	838,113
	<hr/>
Net position, beginning, restated	838,113
	<hr/>
Net position, ending	<u>\$ 856,900</u>

The Notes to the Basic Financial Statements are an integral part of this statement.



Irving Independent School District

Notes to the Financial Statements

Note 1. Summary of Significant Accounting Policies

Irving Independent School District's (the District) basic financial statements have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to governmental units in conjunction with the Texas Education Agency's (TEA) Financial Accountability System Resource Guide (FASRG). The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

A. Reporting Entity

The Board of Trustees, a seven-member group, has financial accountability for all activities related to public elementary and secondary education within the jurisdiction of the District. Since members of the board are elected by the public, they have the authority to make decisions and to appoint administrators and managers.

In evaluating how to define the government for financial reporting purposes, the District's management has considered all potential component units. By applying the criteria set forth in generally accepted accounting principles, the District has determined that no other organizations require inclusion in its reporting entity.

The District receives funding from local, state and federal government sources and is required to 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 non-fiduciary activities of the primary government. As a general rule, the effect of interfund activity has been eliminated from these statements. An exception to this general rule would be amounts that are reasonably equivalent in value to the interfund services provided. The *governmental activities* are supported by tax revenues and intergovernmental revenues. The *business-type activities* rely, to a significant extent, on fees and charges for support.

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

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 are reported as separate columns in the fund financial statements.

The District reports the following Major Funds:

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

Irving Independent School District

Notes to the Financial Statements

Food Service Fund – This fund is established to account for Food Service Program transactions. The District's Food Service Fund is considered a special revenue fund since it meets the following criteria: (1) User fees are charged to supplement the National School Lunch Program (NSLP), (2) The General Fund subsidizes the Food Service Program for all expenditures in excess of NSLP, and (3) The District does not consider the Food Service Program completely self-supporting. Food Service fund balances are used exclusively for child nutrition program purposes.

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

Capital Projects Fund – This governmental fund is established to account for proceeds, on the modified accrual basis, from the sale of bonds and other resources to be used for Board authorized acquisition, construction or renovation, and furnishing and equipping of major capital facilities. Upon completion of a project, any unused bond proceeds are transferred to the Debt Service Fund and are used to retire related bond principal.

ESSER Fund – This governmental fund accounts for the District's receipt and expenditures of the Elementary and Secondary School Emergency Relief (ESSER) grant.

The District reports the following Proprietary Fund:

Internal Service Funds – The District utilizes Internal Service Funds to account for its workers' compensation, unemployment insurance, science kit refurbishment and district-wide print shop. The General Fund is contingently liable for liabilities of these funds. The principal operating revenues of the District's internal service funds are charges to other funds for services. Operating expenses for internal service funds include the cost of providing the services and administrative expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. Sub-fund accounting is employed to maintain the integrity of these activities of the District. See Note 1 (O), (P), and (Q) for additional discussion of the District's self-insurance plans.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

Custodial Funds – The District accounts for resources held for others in a custodial capacity in a custodial fund. The District's custodial funds are the student activity fund and the flexible benefits fund. These funds are used to account for assets held by the District as an agent for student and other organizations. These funds were previously reported as agency funds. This change resulted in reporting more detail of additions to and deductions from custodial funds than was reported for agency funds.

Irving Independent School District

Notes to the Financial Statements

C. Basis of Accounting/Measurement Focus

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

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

Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State of Texas are recognized under the susceptible-to-accrual concept. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available. Grant funds are considered earned to the extent of the expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as unearned revenues until the 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. In accordance with the Financial Accountability System Resource Guide (FASRG), the District has adopted and installed an accounting system that exceeds the minimum requirements prescribed by the State Board of Education and approved by the State Auditor. Specifically, the District's accounting system uses codes and the code structure presented in the Account Codes section of the FASRG. Mandatory codes are utilized in the form provided in that section.

D. Budgetary Data

Formal budgetary accounting is employed for the General, Food Service, and Debt Service Funds, as required in TEA's FASRG. The budget is prepared and controlled at the fund and function level (See Note 1 in the Notes to Required Supplementary Information). The official school budget is prepared for adoption for required Governmental Funds prior to August 20 of the preceding fiscal year for the subsequent fiscal year beginning September 1. The Board of Trustees formally adopts the budget at a public meeting held at least ten days after public notice has been given.

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

Irving Independent School District

Notes to the Financial Statements

E. Encumbrance Accounting

The District employs encumbrance accounting, whereby encumbrances for goods or purchased services are documented by purchase orders and contracts.

An encumbrance represents a commitment of Board appropriations related to unperformed contracts for goods and services. The issuance of a purchase order or the signing of a contract creates an encumbrance but does not represent an expenditure for the period, only a commitment to expend resources. Appropriations lapse at August 31, and encumbrances outstanding at that time are either canceled or provided for in the subsequent year's budget. Outstanding encumbrances at August 31, 2021 that were subsequently provided for in the 2021-2022 budget totaled \$5,766,868 for the General Fund.

F. Deposits and Investments

Cash and Cash Equivalents - For purposes of the Statement of Cash Flows, the Proprietary Funds consider all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Investments - Investments for the District, except for certain investment pools and certificates of deposit, are reported at fair value. The investment pools operate in accordance with appropriate state laws and regulations and are reported at amortized cost or net asset value; i.e. fair value.

G. Due From (To) Other Funds

Interfund receivables and payables arise from interfund transactions and are recorded in all affected funds in the period in which transactions are executed in the normal course of operations. See Note 10 for additional discussion of interfund receivables and payables.

H. Inventories

The consumption method is used to account for inventories of food products, technology, school supplies and athletic equipment. Under this method, these items are carried in an inventory account of the respective fund at cost, using the first-in, first-out method of accounting and are subsequently charged to expenditures when consumed. The Food Service (Special Revenue Fund) commodity inventories received through the U.S. Department of Agriculture are recorded as inventory on the date received and recognized as revenue. In the governmental funds, inventories are reported as nonspendable fund balance.

I. Prepaid Items

Prepaid items of \$69,180 in the General Fund are purchases which benefit the next school year. The consumption method is used to account for these items paid in advance. In the governmental funds, they are reported as nonspendable fund balance.

Irving Independent School District

Notes to the Financial Statements

J. Capital Assets

Capital assets, which include land, buildings, furniture and equipment, and construction in progress, are reported in the governmental activities columns in the government-wide financial statements. Capital assets are defined as land, land improvements, buildings, building improvements with an initial cost of any amount, and vehicles, furniture and equipment with an initial individual cost of more than \$5,000 and an estimated useful life greater than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value rather than fair value.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. When assets are retired, or otherwise disposed of, the related costs or other recorded amounts are removed. Land and construction in progress are not depreciated.

Buildings, land improvements, furniture and equipment are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Building and improvements	40
Land improvements	20
Portable buildings	20
Food service/vocational/athletic equipment	15
Furniture, fixtures and equipment	10
Library books/musical instruments	10
Vehicles	10
Technology/maintenance equipment	5
Software	3

K. Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Deferred losses on refundings are reported as deferred outflows of resources and are amortized over the shorter of the life of the old debt or the life of the new debt. Issuance costs are included in interest and fiscal charges.

In the fund financial statements, governmental funds recognize bond premiums and discounts 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.

Irving Independent School District

Notes to the Financial Statements

L. Fund Equity

In the fund financial statements, governmental funds report fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which the amounts in the respective governmental funds can be spent. The District reports the following classifications of fund balances:

Nonspendable -- includes amounts that cannot be spent because they are either not in spendable form or, for legal or contractual reasons, must be kept intact. This classification includes inventories and prepaid items.

Restricted -- includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts restricted due to contractual provisions or enabling legislation. This classification includes the child nutrition program, retirement of long-term debt, construction programs and other federal and state grants.

Committed -- includes fund balance amounts that are constrained for specific purposes that are internally imposed by the District through formal action of the highest level of decision making authority. Committed fund balance is reported pursuant to resolution passed by the District's Board of Trustees.

Assigned -- includes fund balance amounts that are self-imposed by the District to be used for a particular purpose. Board Policy CE (Local) has authorized the Superintendent or Chief Financial Officer to assign fund balance. As of August 31, 2021, the District has assigned fund balance in the General Fund for the following purposes: 1) Campus Activity Funds -- assigned to distinguish the portion of fund balance allocated to activity funds, 2) TIF -- assigned to identify the unexpended proceeds from the revenue generated from Tax Increment Financing (TIF) rebates, 3) Construction projects -- assigned to planned capital projects not completed during the fiscal year, 4) Technology, 5) Future Debt Reduction, and 6) Other Assigned Fund Balance -- assigned to outstanding encumbrances as of the fiscal year end.

Unassigned -- includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

When both restricted and unrestricted fund balances are available for use, it is the District's policy to use restricted fund balance first, then unrestricted fund balance. Furthermore, committed fund balances are reduced first, followed by assigned amounts and then unassigned amounts.

It is the desire of the Board to attempt to maintain a fund balance in the general operating fund that is approximately 25 percent, or three months, of general operating expenditures, excluding any nonspendable fund balance.

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

Net Investment in Capital Assets -- the component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unspent proceeds, that 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 with constraints placed on their use by the federal and state government.

Irving Independent School District

Notes to the Financial Statements

Restricted for Debt Service – the component of net position that reports the difference between assets, liabilities, and deferred inflows/outflows of resources with constraints placed on their use by law.

Unrestricted – the difference between the assets and liabilities that are not reported in net investment in capital assets and restricted net position.

M. Vacation and Sick Leave

Vacations are to be taken within the same year they are earned, and any unused days at the end of the year are forfeited. Therefore, no liability has been accrued in the accompanying basic financial statements. Employees of the District are entitled to sick leave based on category/class of employment. Sick leave is allowed to be accumulated but does not vest, therefore, a liability for unused sick leave has not been recorded in the accompanying basic financial statements.

N. Data Control Codes

Data control codes refer to the account code structure prescribed by the Texas Education Agency's Financial Accountability System Resource Guide.

O. Self-Insured Workers' Compensation

On September 1, 1992, the District established its self-funded Workers' Compensation program. The District currently maintains a self-insured retention of \$600,000 per occurrence and purchases excess coverage to statutory limits from Safety National Casualty Company. Claims administration is currently provided by the third party administrator TRISTAR Risk Management Inc.

The total liabilities for the Workers' Compensation self-insurance fund of \$918,791 include incurred but not reported claims in the amount of \$918,253 (of which \$388,704 is expected to be paid within one year) and accounts payable of \$538. The claims liability reported in the fund at August 31, 2021, is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred as of the date of the financial statements, and the amount of loss can be reasonably estimated. Because actual claim liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing the liability does not result necessarily in an exact amount. Lewis & Ellis, Inc. through its actuarial review of the Workers' Compensation self-insurance program, projected an estimated discounted liability of \$918,253 as of August 31, 2021, for the ultimate loss reserve of the fund. The fund had net position at August 31, 2021, of \$860,915.

Changes in the workers' compensation claims liability amounts in fiscal year 2021 and 2020 are presented below:

	Beginning of Fiscal-Year Liability	Current-Year Claims & Changes in Estimates	Claim Payments	Balance at Fiscal Year-End
2020 Workers' compensation	\$ 802,699	\$ 2,233,198	\$ 2,118,267	\$ 917,630
2021 Workers' compensation	917,630	2,736,424	2,735,801	918,253

Irving Independent School District

Notes to the Financial Statements

P. Self-Insured Unemployment

The District through a reimbursement program provides unemployment insurance protection through the Texas Workforce Commission (TWC), should an employee experience a job loss through no fault of his own. As a reimbursing employer (IISD employees receive unemployment benefits directly from the Texas Workforce Commission), the District refunds unemployment benefit claims on a quarterly basis to TWC. Unemployment liabilities have been established at \$0 for claims reported and not paid, and net position as of August 31, 2021, was \$645,866.

Q. Risk Management

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The risk is minimized by the purchase of excess workers' compensation insurance, property and liability coverage, and a set-aside loss fund for damages under a particular deductible or for where no other protection exists. During fiscal year 2021, there were no significant reductions in insurance coverage for any category of risk. In addition, there are no settlements in excess of the insurance coverage in any of the three prior fiscal years.

Insurance and coverage policies are purchased for the following exposure with the deductible/retention also indicated.

Insurance/Coverage	Deductible/ Retention	Per Occurrence Limit
Property	\$100,000 \$250,000 Wind/Hail	\$957,450,548 blanket RC
Flood/earthquake/extra exp.	\$100,000	\$10,000,000
EDP equip/EE/data & media	\$10,000	\$4,293,427
Wind turbines, geothermal systems	\$10,000	\$5,721,764
BI/EE	\$10,000	\$25,000
Other equipment breakdown	\$10,000	\$100,000,000
Crime	\$10,000	\$500,000
Valuable papers	\$100,000	\$500,000
Liability (E & O)	\$10,000	\$2,000,000 PO/2,000,000 Agg.
Liability (general)	None	\$2,000,000
Employee benefits	None	\$100,000
Cyber liability - TASB	None	\$100,000/\$10,000 to notify
Cyber liability - endurance	\$75,000	\$1,000,000
Liability (fleet)	\$5,000	\$500,000 CSL
Comprehensive ACV	\$1,000	ACV
Collision ACV	\$1,000	ACV
Catastrophic PD	\$10,000	\$2,621,948
Workers' compensation excess	\$600,000	Statutory

During the fiscal year 2012, the District executed a revised interlocal agreement with the TASB Risk Management Fund (the Fund). In addition to coverage protection, the Fund also provides its members with valuable loss control assistance to include inspections, webinars/seminars, loss prevention grants and awards, and an annual two-day conference each spring. The District is expected to adhere to standards and best practices in the timely reporting of any claims or potential claims, in the implementation of prudent loss control measures, and address any deficiencies noted in a timely manner. Any subrogation cannot be waived without prior approval of the Fund. The District expects

Irving Independent School District

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timely payment of any claims and the protection of tort immunity to be exercised as appropriate.

The Fund is to provide legal counsel when appropriate to defend a lawsuit against the District, and that the legal counsel arrangement is agreed to either work independently or collaboratively with the District's legal counsel in defense of legal actions. This Fund agreement can renew every year unless a 30-day notice is given to not renew by any party for any reason. If any breach of the agreement occurs, immediate termination of the agreement can go into effect as well.

R. 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.

S. Other Post-Employment Benefits

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.

GASB Pronouncements Implemented by the District

GASB Statement No. 84, *Fiduciary Activities*. This Statement was issued in January 2017 and provides guidance to enhance the consistency and comparability of fiduciary activity reporting by (1) establishing specific criteria for identifying activities that should be reported as fiduciary activities and (2) clarifying whether and how business-type activities should report their fiduciary activities.

Note 2. Deposits and Investments

Cash Deposits – The District's funds are required to be deposited and invested under the terms of a depository contract pursuant to the Texas School Depository Act. The depository bank pledges securities which comply with state law, and these securities are held for safekeeping and trust with the District's and the depository bank's agent bank. The pledged securities shall be 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.

Under Texas state law, a bank serving as the school depository must have a bond or, in lieu thereof, deposited or pledged securities with the District or an independent third party agent, in an amount equal to the highest daily balance of all deposits the District may have during the term of the depository contract, less any applicable FDIC insurance.

At August 31, 2021, the carrying amount of the District's cash, not including fiduciary funds, was \$11,909. The bank balance was \$4,350,244. During 2020-2021, the District's combined deposits were fully insured by federal depository insurance or collateralized with securities pledged to the District and held in the District's name by the District's agent.

Irving Independent School District

Notes to the Financial Statements

In addition, the following is disclosed regarding coverage of combined balances on the date of highest deposit:

1. Name of bank: J.P. Morgan Chase - Irving, Texas.
2. Amount of bond and/or security pledged as of the date of the highest combined balance on deposit was \$12,241,929.
3. Largest combined collected cash account balance required to be collateralized amounted to \$12,251,891 and occurred on January 27, 2021.
4. Total amount of FDIC coverage at the time of the largest combined balance was \$250,000.

Investments – The District’s investment policy is in accordance with the Public Funds Investment Act, the Public Funds Collateral Act, and federal and state laws. State law and District policy limits credit risk by allowing investing in: (1) obligations, including letters of credit, of the U.S. or its agencies and instrumentalities, (2) direct obligations of the State of Texas or its agencies and instrumentalities, (3) other obligations guaranteed by the U.S. or the State of Texas or their agencies and instrumentalities, (4) obligations of states, agencies, counties, cities and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than "A" or its equivalent, (5) guaranteed or secured certificates of deposit issued by state or national banks domiciled in Texas, and (6) fully collateralized repurchase agreements.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. GASB Statement No. 72, *Fair Value Measurement and Application* provides a framework for measuring fair value which establishes a three-level fair value hierarchy that describes the inputs that are used to measure assets and liabilities.

- Level 1 inputs are quoted prices (unadjusted) for identical assets or liabilities in active markets that a government can access at the measurement date.
- Level 2 inputs are inputs—other than quoted prices included within Level 1—that are observable for an asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for an asset or liability.

The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs. If a price for an identical asset or liability is not observable, a government should measure fair value using another valuation technique that maximizes the use of relevant observable inputs and minimizes the use of unobservable inputs. If the fair value of an asset or a liability is measured using inputs from more than one level of the fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

Irving Independent School District

Notes to the Financial Statements

The District's investments are measured as presented in the table below. The District's investment balances, weighted average maturity, and credit risk of such investments are as follows:

	August 31, 2021	Fair Value Measurements Using			Percent of Total Investments	Weighted Average Maturity (Days)	Credit Risk
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)			
Cash and imprest funds	\$ 11,909	\$ -	\$ -	\$ -	0.01%		
Money market funds	30,769,405	-	-	-	18.90%		
Landing Rock	10,022,873	-	-	-	6.16%		
Investments measured at amortized Cost:							
Certificates of deposit	15,000,000	-	15,000,000	-	9.21%	245	
Investment pools:							
TexPool	1,023,467	-	-	-	0.63%	31	AAAm
Investments measured at net asset Value (NAV):							
Investment pools:							
Lone Star	6,301,961	-	-	-	3.87%	45	AAAm
TexSTAR	8,936,707	-	-	-	5.49%	52	AAAm
Texas CLASS	33,630,538	-	-	-	20.65%	53	AAAm
LOGIC	39,121,420	-	-	-	24.03%	57	AAAm
Investment pools total	89,014,093	-	-	-			
Investments subject to fair value							
Agency securities	18,016,581	-	18,016,581	-	11.06%	807	
Total Value	\$ 162,834,861	\$ -	\$ 33,016,581	\$ -			

Portfolio weighted average maturity

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Through the Landing Rock insured deposits program, the District maintains interest-bearing on-demand deposits. The program offered by Landing Rock, invests funds at financial institutions throughout the U.S. The District has entered into an agreement with Landing Rock to act in an agent capacity for the program. Funds in these programs are FDIC insured upon deposit at participating program institutions. Cash deposits are distributed among well capitalized banks in increments of less than \$250,000, the current FDIC insurance limit. Liquidity is at par plus interest, without any early withdrawal penalties or fees.

The TexPool, TexSTAR, Texas CLASS, Lone Star, and LOGIC investment pools are external investment pools measured at amortized cost to report net position to compute share prices. Accordingly, the fair value of the position in these pools is the same as the value of the shares in each pool. In order to meet the criteria to be recorded at amortized cost, investment pools must transact at a stable net asset value per share and maintain certain maturity, quality, liquidity and diversification requirements within the investment pool. The investment pools transact at a net asset value of \$1.00 per share, have weighted average maturity of 60 days or less and weighted average life of 120 days or less, investments held are highly rated by nationally recognized statistical rating organization, have no more than 5% of portfolio with one issuer (excluding US government securities), and can meet reasonably foreseeable redemptions. TexPool and Lone Star have a redemption notice period of one day and no maximum transaction amounts. The investment pools' authorities may only impose restrictions on redemptions in the event of a general suspension of trading on major securities market, general banking moratorium or national or state emergency that affects the pools' liquidity.

Irving Independent School District

Notes to the Financial Statements

These local government investment pools operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. The Texas Local Government Investment Pool (TexPool), Local Government Investment Cooperative (LOGIC), Texas Short Term Asset Reserve Program (TexSTAR) and Lone Star Investment Pool are 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. LOGIC and TexSTAR are co-administered by JP Morgan Chase & Co. and First Southwest Asset Management under an agreement with their Boards of Directors.

The Texas Comptroller of Public Accounts is the sole officer, director, and shareholder of the Texas Treasury Safekeeping Trust Company, which is authorized to operate TexPool. In addition, the TexPool Advisory Board advises on TexPool's Investment Policy. This Board is composed equally of participants in TexPool and other persons who do not have a business relationship with TexPool who are qualified to advise TexPool.

Lone Star Investment Pool is administered by First Public which is a wholly-owned subsidiary of the Texas Association of School Boards (TASB). First Public is also a registered broker-dealer with the Securities and Exchange Commission. The Lone Star Investment Pool is overseen by a Board of Trustees comprised of pool participants.

Texas Short Term Asset Reserve Program (TexSTAR) is administered by J.P. Morgan Investment Management Inc. (JPMIM) and Hilltop Securities Inc. (HTS) under an agreement with the TexStar board of directors. JPMIM provides investment management services, and FirstSouthwest, a division of HTS, provides participant services and marketing. The fund is rated AAAM by Standard and Poor's Rating Service.

Texas CLASS (Texas Cooperative Liquid Assets Security System) was organized in March 1996 under a trust agreement executed by and among Texas local governmental entities in accordance with the Public Funds Investment Act, and the Texas Government Code and remains in full compliance with Chapter 2256. The fund is administered by Public Trust Advisors, LLC and is rated AAAM by Standard & Poor's Rating Services.

LOGIC is duly chartered by the State of Texas Interlocal Cooperation Act, is administered by First Southwest Asset Management, Inc. and J.P. Morgan Investment Management, Inc. (JPMIM), and managed by JPMIM. J.P. Morgan Chase provides custody, fund accounting and transfer agency services. LOGIC may invest in obligations of the U.S. or its agencies and instrumentalities; repurchase agreements; SEC-registered money market funds rated in the highest rating category by at least one nationally recognized statistical rating organization (NRSRO); and commercial paper rated A-1, P-1 or equivalent by on NRSRO and is fully secured by an irrevocable letter of credit.

Furthermore, Public Trust Advisors, LLC provides specialized investment opportunities and a broad range of services to state and local governments, academic institutions, and other public and private-sector investors.

Certificates of Deposit are valued at amortized cost, which approximates fair value. These are included as Level 2 in the fair value hierarchy.

The Government Accounting Standards Board issued Statement No. 40, Deposit and Investment Risk Disclosures to address common deposit and investment risk related to credit risk, custodial risk, concentration of credit risk, interest rate risk, and foreign currency risk. The District employs various strategies to address these risks.

Irving Independent School District

Notes to the Financial Statements

Interest rate risk occurs whenever rising interest rates will cause a fixed income security to lose fair value. The District manages its exposure to interest rate fluctuations and interest rate risk through its investment policy, through diversity of issuer and maturity and by limiting final maturity of its investments for a maximum of five years, with most purchases between 1.5 and 3.5 years.

The District's investment policy states under the diversity section that, "The investment portfolio shall be diversified in terms of investment instruments, maturity scheduling, and financial institutions to reduce risk of loss resulting from over concentration of assets in a specific class of investments, specific maturity, or specific issuer." Therefore, it manages interest rate risk by laddering the portfolio so that agency positions are not concentrated in one time frame or in one issuer, thereby reducing the overall volatility of the portfolio.

Custodial credit risk-deposits occur when deposits are not covered by depository insurance, and they are uncollateralized or the collateral is held by the financial institution or their trust department but not in the District's name. The District's investment policy requires the District to control this risk by employing a third party, the Federal Reserve Bank, to hold the collateral for the District in the District's name.

Custodial credit risk-investments occur whenever investments are held by the counterparty's trust department but not in the District's name. The District's investment policy requires the District to control this risk by trading all securities on a delivery vs. payment basis through the Federal Reserve book entry system and safekeeping them with a third party, JPMorgan Chase Bank, registered in the District's name.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law and the District's investment policy limits the District's investments to high quality rated instruments that have been evaluated by agencies such as Standard and Poor's or Moody's Investor Service. The District controls and monitors credit risk by purchasing only quality rated instruments or investing in local government investment pools that have been evaluated by Standard and Poor's, Fitch, or Moody's Investors Service and complies with the Public Funds Investment Act. The Public Funds Investment Act limits investments in commercial paper to A1P1 ratings issued by at least two of the nationally recognized statistical rating organizations (NRSROs), and this is reflected in the investment policy of the District. The school district currently has no direct holdings of commercial paper. The local government investment pools that the District uses are also rated by the NRSROs.

Lone Star and LOGIC are rated AAA by Standard and Poor's. Texas CLASS, TexPool, and TexSTAR are rated AAAM by Standard & Poor's as noted in the table above.

Concentration of credit risk is the risk associated with holding investments that are not in pools and in excess of 5% of the total portfolio. As of August 31, 2021, the District held \$0 of securities with a zero par amount. All agency securities held by the District are rated AA+ by Standard and Poor's and Aaa by Moody's Investors Service. The District controls this risk by laddering the portfolio, limiting the final maturity of each investment of a maximum of five years through its investment policy with most purchases between 1.5 and 3.5 years, and by diversifying between agency types when possible.

Foreign currency risk is the risk of loss due to fluctuations in the exchange rate. The District has no exposure to foreign currency risk.

Irving Independent School District

Notes to the Financial Statements

Note 3. Property Taxes

Property taxes are considered available when they become due and receivable within the current accounting period or within 60 days thereafter. The District levies taxes on October 1 in conformity with Subtitle E, Texas Property Tax Code. Taxes are due upon receipt of the tax bill and are past due and subject to interest if not paid by the lien date, February 1 of the year following the October 1 levy date. The assessed value of the property tax roll on January 1, 2020, upon which the levy for the 2020-2021 fiscal year was based, was \$14,741,790,666. The roll was subsequently increased to a year-end assessed value of \$14,884,792,736. Taxes not paid by June 30 are subject to both penalty and interest charges plus 20% delinquent collection fees for attorney costs.

The tax rates assessed for the year ended August 31, 2021, to finance General Fund operations and the payment of principal and interest on general obligation long-term debt were \$1.0148 and \$0.2603 per \$100 valuation, respectively, for a total of \$1.2751 per \$100 valuation.

Current tax collections for the year ended August 31, 2021, were 98.67% of the year-end adjusted tax levy. Delinquent taxes are prorated between maintenance and debt service based on rates adopted for the year of the levy. Allowances for uncollectible taxes within the General and Debt Service Funds are based on historical experience in collecting taxes.

Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. As of August 31, 2021, property taxes receivable, net of estimated uncollectible taxes, totaled \$4,054,666 and \$1,065,440 for the General and Debt Service Funds, respectively.

The District elected to participate in a tax increment reinvestment zone with the City of Irving in August 1999. By terms of the participation agreement with the City, the District will contribute 100% of ad valorem taxes collected on the increased assessed valuation of real property in the tax increment reinvestment zone in excess of the tax increment base value established for the zone on January 1, 1998. The Tax Increment Financing (TIF) Fund with the City of Irving ended in the 2018-2019 fiscal year. The remaining fund balance has been assigned and will be prioritized and spent on projects in the tax increment reinvestment zone.

In return, the City will reimburse the District 75% of the taxes collected for the zone to pay for district projects identified in the project plan to be constructed in the zone for educational facilities and maintenance for operating such facilities. The 25% retained by the City will be used to pay for infrastructure in the zone to promote economic development in the zone, specifically that portion of the tax increment reinvestment zone that encompasses the boundaries of the District.

No remaining tax levy has been collected for the zone in the current fiscal year as the agreement has ended.

Under current state funding laws, as well as a "hold harmless" provision in the participation agreement, the District will remain revenue neutral with respect to the total revenue from local ad valorem taxes and state sources. The District can expect to receive funds for each year it contributes to the tax increment reinvestment zone.

Irving Independent School District

Notes to the Financial Statements

Note 4. Due from Other Governments

The District participates in a variety of federal and state programs from which it receives grants to partially or fully finance certain activities. In addition, the District receives entitlements from the State through the School Foundation and Per Capita Programs. All federal grants included below in Federal & State Special Revenue Funds are passed through the TEA and are reported on the financial statements as Due from Other Governments. Furthermore, there are times when overpayments are received from a State agency and money may be due to a State agency.

Balances at August 31, 2021 consisted of the following Due from Other Governments:

Fund	State Entitlements	Federal Grants
General fund	\$ 370,066	\$ -
Food service fund	-	2,170,282
ESSER fund	-	6,246,311
Nonmajor special revenue funds	140,952	3,863,406
Total	\$ 511,018	\$ 12,279,999

Note 5. Capital Assets

Capital asset activity, as reported in governmental activities, for the year ended August 31, 2021, was as follows:

	Beginning Balance	Additions	Deletions	Transfers	Ending Balance
Capital assets not depreciated:					
Land	\$ 20,073,841	\$ -	\$ -	\$ -	\$ 20,073,841
Construction in progress	26,420,740	1,725,919	-	(27,023,695)	1,122,964
Total capital assets not depreciated	46,494,581	1,725,919	-	(27,023,695)	21,196,805
Capital assets depreciated:					
Land improvements	23,801,393	-	-	-	23,801,393
Buildings and improvements	739,925,638	3,107,962	-	25,442,327	768,475,927
Furniture and equipment	153,848,374	1,150,439	(134,021)	1,581,368	156,446,160
Total capital assets depreciated	917,575,405	4,258,401	(134,021)	27,023,695	948,723,480
Total capital assets	964,069,986	5,984,320	(134,021)	-	969,920,285
Less accumulated depreciation for:					
Land improvements	17,137,743	1,140,972	-	-	18,278,715
Buildings and improvements	307,631,373	14,404,435	-	-	322,035,808
Furniture and equipment	134,898,460	2,486,876	(125,145)	-	137,260,191
Total accumulated depreciation	459,667,576	18,032,283	(125,145)	-	477,574,714
Governmental activities capital assets, net	\$ 504,402,410	\$ (12,047,963)	\$ (8,876)	\$ -	\$ 492,345,571

Irving Independent School District

Notes to the Financial Statements

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
Instruction	\$ 11,098,540
Instructional resources & media services	361,659
Curriculum development & instructional staff development	15,475
Instructional leadership	105,779
School leadership	952,697
Guidance, counseling & evaluation services	655,519
Health services	138,608
Student transportation	569,953
Food services	1,396,896
Co-curricular/extracurricular activities	662,002
General administration	119,786
Plant maintenance & operations	363,755
Security & monitoring services	16,520
Data processing services	600,467
Facilities	974,627
Total depreciation expense, governmental activities	\$ 18,032,283

The District has active construction projects that started near the end of the fiscal year. Of the District's active construction projects, the total construction commitment as of August 31, 2021 is \$462,670 for projects under the General and Capital Project funds.

Note 6. Defined Benefit Pension Plan

A. Plan Description

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

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

B. Pension Plan Fiduciary Net Position

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

Irving Independent School District

Notes to the Financial Statements

C. Benefits Provided

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

D. Contributions

Employee contribution rates are set in state statute, Texas Government Code 825.402. Contribution requirements are established or amended pursuant to Article XVI, 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. 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.

Rates for such plan fiscal years are as follows:

	Contribution Rates	
	2021	2020
Member	7.7%	7.7%
Non-employer contributions entity (State)	7.5%	7.5%
Employers/District	7.5%	7.5%

The contribution amounts for the District's fiscal year 2021 are as follows:

2021 Employer Contributions	\$ 8,724,108
2021 Member Contributions	19,050,106
2021 NECE On-behalf Contributions	12,871,770

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).

Irving Independent School District

Notes to the Financial Statements

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

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

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

- When employing a retiree of the Teacher Retirement System the employer shall pay both the member contribution and the state contribution as an employment-after-retirement surcharge.
- Public education employer contribution - all public schools, charter schools and regional education service centers must contribute 1.5% of the member's salary beginning in September 1, 2019, gradually increasing to 2.0% on September 1, 2024.

Irving Independent School District

Notes to the Financial Statements

E. Actuarial Assumptions

The actuarial valuation of the total pension liability was performed as of August 31, 2019. Update procedures were used to roll forward the total pension liability to August 31, 2020 and was determined using the following actuarial methods and assumptions:

Actuarial cost method	Individual entry age normal
Asset valuation method	Market value
Single discount rate	7.25%
Long-term expected rate of return	7.25%
Municipal bond rate as of August 2020	2.33%. 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)	2119
Inflation	2.30%
Salary increases	3.05% to 9.05% including inflation
Ad hoc post-employment benefit changes	None
Active mortality rates	Based on 90 percent of the RP 2014 Employee Mortality Tables for males and females with full generational mortality. The post-retirement mortality rates for healthy lives were based on the 2018 TRS of Texas Healthy Pensioner Mortality Tables with full generational projection using the ultimate improvement rates from the most recently published projection scale U-MP.

The actuarial methods and assumptions are based primarily on a study of actual experience for the three year period ending August 31, 2018, and adopted in July 2018.

Irving Independent School District

Notes to the Financial Statements

F. Discount Rate

A single discount rate of 7.25% was used to measure the total pension liability. The single discount rate was based on the expected rate of return on pension plan investments of 7.25%. The projection of cash flows used to determine the single discount rate assumed that contributions from active members and those of the contributing employers and the non-employer contributing entity will be made at the statutorily required rates. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return on pension plan investments 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 TRS's target asset allocation as of August 31, 2020 are summarized below:

Asset Class	Target Allocation*	Long-term Expected Geometric Real Rate of Return**	Expected Contribution to Long-Term Portfolio Returns
Global equity:			
U.S.	18.00%	3.90%	0.99%
Non-U.S. developed	13.00%	5.10%	0.92%
Emerging markets	9.00%	5.60%	0.83%
Private equity	14.00%	6.70%	1.41%
Stable value:			
Government bonds	16.00%	-0.70%	-0.05%
Absolute return	-	1.80%	-
Stable value hedge funds	5.00%	1.90%	0.11%
Real return:			
Real estate	15.00%	4.60%	1.02%
Energy, natural resources and infrastructure	6.00%	6.00%	0.42%
Commodities	-	0.80%	-
Risk parity:			
Risk parity	8.00%	3.00%	0.30%
Asset allocation leverage:			
Cash	2.00%	-1.50%	-0.03%
Asset allocation leverage	-6.00%	-1.30%	0.08%
Inflation expectation			2.00%
Volatility drag***			-0.67%
Totals	100.00%		7.33%

*Target allocations are based on the FY 2020 policy model.

**Capital market assumptions come from Aon Hewitt (as of 8/31/2020).

***The volatility drag results from the conversion between arithmetic and geometric mean returns.

Irving Independent School District

Notes to the Financial Statements

G. Discount Rate Sensitivity Analysis

The following table presents the District's proportionate share of the TRS net pension liability calculated using the discount rate of 7.25%, as well as what the District's proportionate share of the net pension liability would be if it was calculated using a discount rate that is 1% lower or 1% higher than the current rate.

	1% Decrease in Discount Rate (6.25%)	Discount Rate (7.25%)	1% Increase in Discount Rate (8.25%)
District's proportionate share of the net pension liability:	\$ 176,172,180	\$ 114,250,470	\$ 63,940,437

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

At August 31, 2021, the District reported a liability of \$114,250,470 for its proportionate share of the TRS's net pension liability. 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 are as follows:

District's proportionate share of the collective net pension liability	\$ 114,250,470
State's proportionate share that is associated with the District	<u>167,803,830</u>
Total	<u><u>\$ 282,054,300</u></u>

The net pension liability was measured as of August 31, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as August 31, 2019 rolled forward to August 31, 2020. The District's proportion of the net pension liability was based on the District's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2019 through August 31, 2020. The net pension liability is typically liquidated by the General fund.

At the measurement date of August 31, 2020, the District's proportion of the collective net pension liability was 0.2133212%, which was a decrease of .0082249% from its proportion measured as of August 31, 2019.

I. Changes Since the Prior Actuarial Valuation

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

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

Irving Independent School District

Notes to the Financial Statements

For the year ended August 31, 2021, the District recognized pension expense of \$35,625,991 and revenue of \$20,183,075 for support provided by the State.

At August 31, 2021, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 208,612	\$ 3,188,427
Changes in actuarial assumptions	26,510,174	11,271,941
Difference between projected and actual investment earnings	2,312,903	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	3,075,377	6,167,454
Contributions paid to TRS subsequent to the measurement date	8,724,108	-
Total	\$ 40,831,174	\$ 20,627,822

\$8,724,108 reported as 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 year ended August 31, 2022. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending August 31,	Pension Expense (Income)
2022	\$ 3,285,436
2023	4,771,839
2024	4,717,534
2025	727,401
2026	(1,827,656)
Thereafter	(195,310)
Total	\$ 11,479,244

Irving Independent School District

Notes to the Financial Statements

Note 7. Defined Other Post-Employment Benefit Plan

A. Plan Description

The District participates in the Texas Public School Retired Employees Group Insurance Program (TRS-Care). It is a multiple-employer, cost-sharing defined Other Postemployment Benefit (OPEB) plan that has a special funding situation. The plan is administered through a trust by the Teacher Retirement System of Texas (TRS) Board of Trustees. It is established and administered in accordance with the Texas Insurance Code, Chapter 1575.

B. OPEB Plan Fiduciary Net Position

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

C. Benefits Provided

TRS-Care provides a basic health insurance coverage (TRS-Care 1), at no cost to all 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. The Board of Trustees of TRS 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 premium rates for retirees are reflected in the following table:

TRS-Care Monthly Premium Rates

	<u>Medicare</u>	<u>Non-Medicare</u>
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

Irving Independent School District

Notes to the Financial Statements

D. Contributions

Contribution rates for the TRS-Care plan are established in state statute by the Texas Legislature, and there is no continuing obligation to provide benefits beyond each fiscal year. The TRS-Care plan is currently funded on a pay-as-you-go basis and is subject to change based on available funding. Funding for TRS-Care is provided by retiree premium contributions and contributions from the state, active employees, and school districts based upon public school district payroll. The TRS Board of trustees does not have the authority to set or amend contribution rates.

Texas Insurance Code, section 1575.202 establishes the State's contribution rate which is 1.25% of the employee's salary. Section 1575.203 establishes the active employee's rate which is 0.65% of pay. Section 1575.204 establishes an employer contribution rate of not less than 0.25% or not more than 0.75% of the salary of each active employee of the employer. The actual employer contribution rate is prescribed by the Legislature in the General Appropriations Act.

	Contribution Rates	
	2021	2020
Active employee	0.65%	0.65%
Non-employer contributing entity (State)	1.25%	1.25%
Employers (District)	0.75%	0.75%
Federal/private funding*	1.25%	1.25%

*Contributions paid from federal funds and private grants are remitted by the employer (District) and paid at the State rate.

The contribution amounts for the District's fiscal year 2021 are as follows:

2021 District contributions	\$	2,052,843
2021 Member contributions		1,608,126
2021 NECE on-behalf contributions (state)		3,283,315

In addition, the State of Texas contributed \$1,114,130 and \$1,007,651, in 2021 and 2020, respectively, for on-behalf payments for Medicare Part D.

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 a supplemental appropriation from the State of Texas as the Non-Employer Contributing Entity in the amount of \$2.2 million in fiscal year 2020.

Irving Independent School District

Notes to the Financial Statements

E. Actuarial Assumptions

The actuarial valuation of the total OPEB liability was performed as of August 31, 2019. Update procedures were used to roll forward the total OPEB liability to August 31, 2020.

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 following assumptions used for the valuation of the TRS-Care OPEB liability are identical to the assumptions employed in the August 31, 2020 TRS annual pension actuarial valuation:

<u>Demographic Assumptions</u>	<u>Economic Assumptions</u>
Rates of mortality	General inflation
Rates of retirement	Wage inflation
Rates of termination	Salary increases
Rates of disability	

See Note 6 for detail on these assumptions. The demographic assumptions were developed in the experience study performed for TRS for the period ending August 31, 2017.

The initial medical trend rates were 9.00% for Medicare retirees and 7.30% for non-Medicare retirees. There was an initial prescription drug trend rate of 9.00% for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.25% over a period of 13 years.

The following methods and additional assumptions were used in the TRS-Care OPEB valuation:

Actuarial cost method	Individual entry age normal
Single discount rate	2.33%
Aging factors	Based on plan specific experience
Election rates	Normal retirement: 65% participation prior to age 65 and 40% after age 65. 25% of pre-65 retirees are assumed to discontinue coverage at age 65.
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claims costs.
Ad hoc post-employment benefit changes	None

F. Discount Rate

A single discount rate of 2.33% was used to measure the total OPEB liability at August 31, 2020. This was a decrease of 0.3% in the discount rate since the August 31, 2019 measurement date. The plan is essentially a "pay-as-you-go" plan, and based on the assumption that contributions are made at the statutorily required rates, the OPEB plan's fiduciary net position was projected to not be able to make all future benefit payments to current members and therefore, the single discount rate is equal to the prevailing municipal bond rate. 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".

Irving Independent School District

Notes to the Financial Statements

G. Sensitivity of the Net OPEB Liability

Discount Rate

The following table presents the District's proportionate share of the TRS-Care net OPEB liability, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that was 1% less than and 1% greater than the discount rate that was used (2.33%) in measuring the net OPEB liability.

Sensitivity of the Net OPEB Liability
to the Single Discount Rate Assumptions

	1% Decrease (1.33%)	Current Discount Rate (2.33%)	1% Increase (3.33%)
District's Proportionate share of the Net OPEB Liability	\$ 117,487,502	\$ 97,906,438	\$ 82,440,208

Healthcare Cost Trend Rates

The following table presents the District's proportionate share of net OPEB liability using the assumed healthcare cost trend rate, as well as what the net OPEB liability would be if it were calculated using a trend rate that is 1% lower or 1% higher than the assumed health-care cost trend rate.

Sensitivity of the Net OPEB Liability
to the Healthcare Cost Trend Rate Assumptions

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
District's Proportionate share of the Net OPEB Liability	\$ 79,977,016	\$ 97,906,438	\$ 121,785,894

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

At August 31, 2021, the District reported a liability of \$97,906,438 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 net OPEB liability	\$ 97,906,438
State's proportionate share of the net OPEB liability associated with the District	131,562,784
Total	\$ 229,469,222

The net OPEB liability was measured as of August 31, 2020 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as August 31, 2019 rolled forward to August 31, 2020. The District's proportion of the net OPEB liability was based on the District's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2019 through August 31, 2020. The Net OPEB liability is typically liquidated by the General fund.

Irving Independent School District

Notes to the Financial Statements

At the measurement date of August 31, 2020, the employer's proportion of the collective Net OPEB Liability was 0.2575501% which was a decrease of 0.009422% from its proportion measured as of August 31, 2019.

Changes Since the Prior Actuarial Valuation – The following were changes to the actuarial assumptions or other inputs that affected measurement of the Total OPEB liability since the prior measurement period:

- The discount rate changed from 2.63% as of August 31, 2019 to 2.33% as of August 31, 2020. This change increased the total OPEB liability.
- The participation rate for pre-65 retirees was lowered from 50% to 40%. This change decreased the total OPEB liability.
- The ultimate health care trend assumption was lowered from 4.50% to 4.25% as a result of Congress' repeal of the excise (Cadillac) tax on high-cost employer health plans in December 2019. This change decreased the total OPEB liability.

Change of Benefit Terms Since the Prior Measurement Date

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

For the fiscal year ended August 31, 2021, the District recognized OPEB expense of \$3,398,994 and revenue of \$913,522 for support provided by the State.

At August 31, 2021, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to other post-employment benefits from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 5,126,342	\$ 44,806,992
Changes of assumptions	6,038,791	26,885,614
Net difference between projected and actual earnings on plan investments	31,816	-
Changes in proportion and differences between District contributions and proportionate share of contributions (cost-sharing plan)	507,632	9,081,345
District contributions after measurement date	2,052,843	-
Totals	\$ 13,757,424	\$ 80,773,951

Irving Independent School District

Notes to the Financial Statements

\$2,052,843 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended August 31, 2022. The net amounts of the employer's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	Year Ending August 31,	
	<u>2022</u>	\$ (11,189,564)
	2023	(11,193,817)
	2024	(11,196,249)
	2025	(11,195,583)
	2026	(8,580,464)
	Thereafter	<u>(15,713,693)</u>
	Total	\$ (69,069,370)

Note 8. Long-Term Liabilities

Long-term liabilities include actuarially determined claims liabilities (which are typically liquidated by the Internal Service fund). These liabilities are detailed as follows:

	Beginning 09/01/20	Increases	Decreases	Balance 08/31/21	Current Portion
Claims payable	\$ 917,630	\$ 2,736,424	\$ 2,735,801	\$ 918,253	\$ 388,704

Irving Independent School District
Notes to the Financial Statements

Long-term debt also includes par bonds, capital appreciation (deep discount) serial bonds, and variable rate bonds as follows:

Description	Final Maturity	Interest Rate Payable	Amounts Original Issue	Bonds			Interest Accretion	Bonds	
				Outstanding at 09/01/2020	Additions	Reductions/Refunded		Outstanding at 08/31/2021	Due Within One Year
2011 Qualified school construction bond	2026	None	34,770,000	\$ 10,840,000	\$ -	\$ (1,800,000)	\$ -	\$ 9,040,000	\$ 1,800,000
2012 School building	2025	2.00% - 5.00%	13,985,000	6,030,000	-	(1,110,000)	-	4,920,000	1,160,000
2013 Refunding	2023	2.00% - 4.00%	66,145,000	30,730,000	-	(9,865,000)	-	20,865,000	10,215,000
2014 Refunding	2027	4.00%	4,685,000	4,685,000	-	(290,000)	-	4,395,000	255,000
2015 Refunding	2033	4.00%	60,010,000	51,655,000	-	(420,000)	-	51,235,000	435,000
2015A Refunding	2031	4.00% - 5.00%	139,295,000	129,900,000	-	(10,330,000)	-	119,570,000	10,860,000
2016 Refunding	2038	2.00% - 5.00%	79,345,000	73,975,000	-	(2,060,000)	-	71,915,000	4,880,000
2016A Refunding	2033	3.00% - 5.00%	20,185,000	19,060,000	-	(255,000)	-	18,805,000	270,000
2017 Refunding	2029	3.00% - 5.00%	8,885,000	8,665,000	-	(1,250,000)	-	7,415,000	1,485,000
2019 Refunding	2040	3.00% - 5.00%	42,020,000	40,660,000	-	(2,760,000)	-	37,900,000	-
Total bonded indebtedness				376,200,000	-	(30,140,000)	-	346,060,000	31,360,000
Accreted interest and CAB premium				6,638,635	286,463	-	(350,000)	6,575,098	-
Premium/discouts on bonds				31,839,170	-	(5,246,475)	-	26,592,695	-
Total bonds payable				\$ 414,677,805	\$ 286,463	\$ (35,386,475)	\$ (350,000)	\$ 379,227,793	\$ 31,360,000
Net pension liability				\$ 115,166,596	\$ 11,944,486	\$ (12,860,612)	\$ -	\$ 114,250,470	\$ -
Net OPEB liability				126,254,519	4,868,467	(33,216,548)	-	97,906,438	-
Total long-term liabilities				\$ 656,098,920	\$ 17,099,416	\$ (81,463,635)	\$ (350,000)	\$ 591,384,701	\$ 31,360,000

Debt service principal requirements to maturity (below) exclude accumulated accretion of interest, which is included in the interest column:

Year Ended August 31,	Principal	Interest	Total Requirements
2022	\$ 31,360,000	\$ 13,917,025	\$ 45,277,025
2023	32,710,000	12,568,925	45,278,925
2024	32,565,000	12,560,850	45,125,850
2025	33,980,000	11,153,400	45,133,400
2026	32,195,000	9,872,500	42,067,500
2027-2031	107,010,000	25,508,150	132,518,150
2032-2036	53,735,000	6,989,183	60,724,183
2037-2040	22,505,000	1,252,625	23,757,625
Totals	\$ 346,060,000	\$ 93,822,658	\$ 439,882,658

There are a number of limitations and restrictions contained in the various general obligation bond indentures. The District is in compliance with all limitations and restrictions at August 31, 2021.

Note 9. Debt Issuances and Defeased Debt

In prior years, the District issued refunding bonds for the purpose of restructuring outstanding debt service requirements or decreasing the total debt service payments. These refunding issues defeased selected general obligation and maintenance bonds. There was no defeased debt outstanding as of August 31, 2021.

Irving Independent School District

Notes to the Financial Statements

Note 10. Interfund Receivables, Payables, and Transfers

In the fund financial statements, interfund balances are the results of normal transactions between funds and will be liquidated in the subsequent fiscal year. These balances at August 31, 2021, consisted of the following individual fund receivables and payables:

Fund	Receivable	Payable	Reason
General fund:			
Debt service fund	\$ 315,360	\$ -	To reclassify deficit pooled cash
ESSER fund	6,246,311		To reclassify deficit pooled cash
Other nonmajor funds	3,725,154	-	To reclassify deficit pooled cash
Internal service	347,286	-	To reclassify deficit pooled cash
Debt service fund:			
General fund	-	315,360	To reclassify deficit pooled cash
ESSER fund:			
General fund	-	6,246,311	To reclassify deficit pooled cash
Other nonmajor funds:			
General fund	-	3,725,154	To reclassify deficit pooled cash
Internal service:			
General fund	-	347,286	To reclassify deficit pooled cash
	<u>\$ 10,634,111</u>	<u>\$ 10,634,111</u>	

Note 11. Litigation, Commitments, and Contingencies

The District is a party to various legal actions, none of which is believed by administration to have a material impact on the financial condition of the District. Accordingly, no provision for losses has been recorded in the accompanying financial statements for such contingencies.

The District participates in numerous state and federal grant programs which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies. Therefore, to the extent that the District has not complied with the rules and regulations governing the grants, if any, refunds of any money received may be required and the collectability of any related receivable at August 31, 2021, may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants, therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

Irving Independent School District

Notes to the Financial Statements

Note 12. Local, Intermediate, and Out-of-State Revenues – Governmental Funds

During the current year, local, intermediate and out-of-state revenues for the fund statements consisted of the following:

	General Fund	Food Service Fund	Debt Service Fund	Nonmajor Other Funds	Total
Property taxes	\$ 155,474,054	\$ -	\$ 39,893,028	\$ -	\$ 195,367,082
Food sales	-	290,826	-	-	290,826
Investment income	360,627	17,563	13,789	-	391,979
Rental of facilities	3,175	-	-	-	3,175
Tuition	171,178	-	-	-	171,178
Gifts and bequests	60,519	-	-	-	60,519
Penalties, interest & other tax-related Income	1,637,968	-	345,368	-	1,983,336
Co-curricular					
Student activities	373,894	-	-	-	373,894
Athletics	133,318	-	-	-	133,318
Other	1,917,108	28,057	-	548,000	2,493,165
Total	\$ 160,131,841	\$ 336,446	\$ 40,252,185	\$ 548,000	\$ 201,268,472

Note 13. Unearned Revenue and Deferred Inflows of Resources

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned (unearned revenue). Unearned revenue and deferred inflows of resources at year-end for the fund statements consisted of the following:

	General Fund	Debt Service Fund	Nonmajor Other Funds	Total
Deferred inflows of resources:				
Net tax revenue	\$ 4,061,877	\$ 1,065,440	\$ -	\$ 5,127,317
Total deferred inflows of resources	<u>\$ 4,061,877</u>	<u>\$ 1,065,440</u>	<u>\$ -</u>	<u>\$ 5,127,317</u>
Unearned revenue:				
Other unearned revenues	\$ -	\$ -	\$ 780,466	\$ 780,466
Total unearned revenue	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 780,466</u>	<u>\$ 780,466</u>

For government-wide financial statements, unavailable revenue relating to taxes is recognized as revenue.

Irving Independent School District

Notes to the Financial Statements

Note 14. Shared Services Arrangement

The District is the fiscal agent for the Regional Day School for the Deaf (RDSPD) Shared Services Arrangement (SSA), which provides services to students in its member districts, who have educationally significant hearing loss. In addition to the District, other member districts include Duncanville ISD and Grand Prairie ISD. The District, acting as the fiscal agent, manages the shared arrangement's financial matters, including the budgeting, accounting, auditing, and reporting. In accordance to guidance provided in the TEA's Financial Accountability System Resource Guide the District has accounted for the activities of the SSA in the appropriate special revenue funds. Additionally, the SSA is accounted for using Model #2 and #3 in Section 1.3.1.6 of the Accounting and Reporting Treatment Guidance.

Expenditures billed to the SSA members as of August 31, 2021, are summarized below:

	2021
Duncanville ISD	\$ 184,974
Grand Prairie ISD	353,526
	<u>\$ 538,500</u>

Note 15. New Accounting Pronouncements

The GASB issued Statement No. 87, *Leases*. This standard becomes effective for the District in fiscal year 2022.

The GASB issued Statement No. 91, *Conduit Debt Obligations*. This standard becomes effective for the District in fiscal year 2023.

The GASB issued Statement No. 92, *Omnibus 2020*. This standard becomes effective for the District in fiscal year 2022.

The GASB issued Statement No. 93, *Replacement of Interbank Offered Rates*. This standard becomes effective for the District in fiscal year 2022.

The GASB issued Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. This standard becomes effective for the District in fiscal year 2023.

The GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements*. This standard becomes effective for the District in fiscal year 2023.

The GASB issued Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans-an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*. This standard becomes effective for the District in fiscal year 2022.

The District will evaluate the impact of the standards on its financial statements and will take the necessary steps to implement them.

Irving Independent School District

Notes to the Financial Statements

Note 16. Instructional Materials Allotment

In May 2011, Senate Rule 6 repealed the technology allotment used by Texas schools and created an instructional materials allotment (IMA) for the purchase of instructional materials, technology equipment, and technology related services. Under the IMA, instructional materials purchases must be made through TEA's online registration system. Instructional materials totaling \$1,399,856 were purchased with the IMA and were recorded in a state special revenue fund as both revenue and expenditure.



Required Supplementary Information



Irving Independent School District
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
For the Year Ended August 31, 2021

Exhibit G-1

DATA CONTROL CODES		ORIGINAL BUDGET	FINAL AMENDED BUDGET	FISCAL YEAR ACTUAL	VARIANCE POSITIVE OR (NEGATIVE)
REVENUES					
5700	Local and intermediate sources	\$ 162,420,705	\$ 164,146,995	\$ 160,131,841	\$ (4,015,154)
5800	State program revenues	172,494,997	173,083,844	168,977,235	(4,106,609)
5900	Federal program revenues	4,600,000	4,738,000	5,670,104	932,104
5020	Total revenues	339,515,702	341,968,839	334,779,180	(7,189,659)
EXPENDITURES					
Current					
0010	Instruction and instructional-related services				
0011	Instruction	203,084,928	207,268,930	204,907,976	2,360,954
0012	Instructional resources and media services	5,540,206	5,851,451	5,471,182	380,269
0013	Curriculum development and instructional staff development	5,892,229	5,886,522	5,538,179	348,343
	Total instruction and instructional-related services	214,517,363	219,006,903	215,917,337	3,089,566
0020	Instructional and school leadership				
0021	Instructional leadership	6,453,138	6,759,920	6,466,895	293,025
0023	School leadership	21,026,426	22,074,579	21,739,886	334,693
	Total instructional and school leadership	27,479,564	28,834,499	28,206,781	627,718
0030	Support services - student (pupil)				
0031	Guidance, counseling, and evaluation services	16,450,959	16,276,582	15,807,324	469,258
0032	Social work services	1,349,337	1,554,571	1,325,852	228,719
0033	Health services	3,532,110	3,770,209	3,293,901	476,308
0034	Student (pupil) transportation	12,619,862	11,751,188	7,062,273	4,688,915
0035	Food services	733,838	1,069,591	834,425	235,166
0036	Co-curricular/extracurricular activities	6,208,812	6,481,064	5,777,843	703,221
	Total support services - student (pupil)	40,894,918	40,903,205	34,101,618	6,801,587
0040	Administrative support services				
0041	General administration	9,664,633	10,383,204	9,429,622	953,582
	Total administrative support services	9,664,633	10,383,204	9,429,622	953,582
0050	Support services - nonstudent based				
0051	Plant maintenance and operations	30,270,690	34,561,928	27,031,133	7,530,795
0052	Security and monitoring services	4,217,236	4,928,956	4,409,686	519,270
0053	Data processing services	14,004,714	14,706,539	8,809,623	5,896,916
	Total support services - nonstudent based	48,492,640	54,197,423	40,250,442	13,946,981
0060	Ancillary services				
0061	Community services	533,645	922,981	638,058	284,923
	Total ancillary services	533,645	922,981	638,058	284,923
0080	Capital outlay				
0081	Facilities acquisition and construction	164,138	7,502,101	2,347,739	5,154,362
	Total capital outlay	164,138	7,502,101	2,347,739	5,154,362
0090	Intergovernmental charges				
0095	Payments to JJAEP	190,000	190,000	2,394	187,606
0099	Intergovernmental charges	625,457	625,457	613,334	12,123
	Total intergovernmental charges	815,457	815,457	615,728	199,729
6030	Total expenditures	342,562,358	362,565,773	331,507,325	31,058,448
	Excess (deficiency) of revenues				
1100	Over (under) expenditures	(3,046,656)	(20,596,934)	3,271,855	23,868,789
OTHER FINANCING SOURCES (USES)					
7912	Proceeds from sale of capital assets	-	-	143,315	143,315
	Total other financing sources (uses)	-	-	143,315	143,315
1200	Net change in fund balances	(3,046,656)	(20,596,934)	3,415,170	24,012,104
0100	Fund balance - September 1 (beginning)	114,677,864	114,677,864	114,677,864	-
3000	FUND BALANCE - AUGUST 31 (ENDING)	\$ 111,631,208	\$ 94,080,930	\$ 118,093,034	\$ 24,012,104

See Notes to the Required Supplementary Information.



Irving Independent School District

Exhibit G-2

Schedule of Revenues, Expenditures and Changes In Fund Balance
Budget and Actual - Food Service Fund
For The Year Ended August 31, 2021

DATA CONTROL CODES		ORIGINAL BUDGET	FINAL AMENDED BUDGET	FISCAL YEAR ACTUAL	VARIANCE POSTIVE OR (NEGATIVE)
REVENUES					
5700	Local and intermediate sources	\$ 2,185,000	\$ 2,185,000	\$ 336,446	\$ (1,848,554)
5800	State program revenues	120,000	120,000	106,702	(13,298)
5900	Federal program revenues	16,057,645	16,057,645	21,354,176	5,296,531
5020	Total revenues	18,362,645	18,362,645	21,797,324	3,434,679
EXPENDITURES					
Current					
0030	Support services - student (pupil)				
0035	Food services	17,985,145	21,995,145	18,753,432	3,241,713
0036	Co-curricular/extracurricular activities	10,000	-	-	-
	Total support services - student (pupil)	17,995,145	21,995,145	18,753,432	3,241,713
0050	Support services - nonstudent based				
0051	Plant maintenance and operations	650,000	650,000	430,532	219,468
	Total support services - nonstudent based	650,000	650,000	430,532	219,468
0080	Capital outlay				
0081	Facilities acquisition and construction	2,000,000	2,674,744	245,150	2,429,594
	Total capital outlay	2,000,000	2,674,744	245,150	2,429,594
6030	Total expenditures	20,645,145	25,319,889	19,429,114	5,890,775
1100	Excess (deficiency) of revenues over (under) expenditures	(2,282,500)	(6,957,244)	2,368,210	9,325,454
1200	Net change in fund balances	(2,282,500)	(6,957,244)	2,368,210	9,325,454
0100	Fund balance - September 1 (beginning)	2,808,299	2,808,299	2,808,299	-
3000	FUND BALANCE - AUGUST 31 (ENDING)	\$ 525,799	\$ (4,148,945)	\$ 5,176,509	\$ 9,325,454

See Notes to the Required Supplementary Information.

Irving Independent School District
 Schedule of the District's Proportionate
 Share of the Net Pension Liability of a Cost-
 Sharing Multiple-Employer Pension Plan - TRS
 For the Last Seven Fiscal Years

	<u>2021</u>	<u>2020</u>	<u>2019</u>
District's proportion of the net pension liability	0.2133212%	0.2215461%	0.2284947%
District's proportionate share of net pension liability	\$ 114,250,470	\$ 115,166,596	\$ 125,769,039
State's proportionate share of the net pension liability associated with the district	<u>167,803,830</u>	<u>145,983,130</u>	<u>163,101,251</u>
TOTALS	<u>\$ 282,054,300</u>	<u>\$ 261,149,726</u>	<u>\$ 288,870,290</u>
District's covered payroll	234,382,771	226,131,194	226,139,762
District's proportionate share of the net pension liability as a percentage of its covered payroll	48.75%	50.93%	55.62%
Plan fiduciary net position as a percentage of the total pension liability	75.54%	75.24%	73.74%

Note: GASB 68,81,2,a requires that the information on this schedule be data from the period corresponding with the period covered as of the measurement date of August 31, 2020 - the period from September 1, 2019 - August 31, 2020.

Note: Ten years of data is not available.

Exhibit G-3

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
0.23231111%	0.2260375%	0.2410883%	0.1782444%
\$ 74,280,583	\$ 85,416,214	\$ 85,221,505	\$ 47,611,544
<u>100,274,354</u>	<u>123,700,991</u>	<u>122,441,157</u>	<u>105,347,641</u>
<u>\$ 174,554,937</u>	<u>\$ 209,117,205</u>	<u>\$ 207,662,662</u>	<u>\$ 152,959,185</u>
225,816,020	219,842,627	218,700,802	210,264,992
32.89%	38.85%	38.97%	22.64%
82.17%	78.00%	78.43%	83.25%

Irving Independent School District
 Schedule of the District's Contributions - TRS
 For the Last Seven Fiscal Years

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ 5,874,293	\$ 4,813,250	\$ 5,500,632
Contribution in relation to the contractually required contribution	<u>(5,874,293)</u>	<u>(4,813,250)</u>	<u>(5,500,632)</u>
CONTRIBUTIONS DEFICIENCY (EXCESS)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	247,403,973	234,382,771	226,131,194
Contributions as a percentage of covered payroll	2.37%	2.05%	2.43%

Note: GASB 68, Paragraph 81.2.b. requires that the data in this schedule be presented as the District's current fiscal year as opposed to the time period covered by the measurement date of September 1, 2019 - August 31, 2020.

Note: Ten years of data is not available.

Exhibit G-4

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 5,412,795	\$ 5,272,151	\$ 5,816,323	\$ 5,760,719
<u>(5,412,795)</u>	<u>(5,272,151)</u>	<u>(5,816,323)</u>	<u>(5,760,719)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
226,139,762	225,816,020	219,842,627	218,700,802
2.39%	2.33%	2.65%	2.63%

Irving Independent School District
 Schedule of the District's Proportionate
 Share of the Net OPEB Liability of a Cost-
 Sharing Multiple-Employer OPEB Plan - TRS
 Last Four Fiscal Years

Exhibit G-5

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's proportion of the net OPEB liability	0.2575501%	0.2669724%	0.2748384%	0.2735990%
District's proportionate share of net OPEB liability	\$ 97,906,438	\$ 126,254,519	\$ 137,229,320	\$ 118,977,920
State's proportionate share of the net OPEB liability associated with the District	<u>131,562,784</u>	<u>167,764,011</u>	<u>191,416,641</u>	<u>174,501,471</u>
TOTALS	<u>\$ 229,469,222</u>	<u>\$ 294,018,530</u>	<u>\$ 328,645,961</u>	<u>\$ 293,479,391</u>
District's covered payroll	234,382,771	226,131,194	226,139,762	225,816,020
District's proportionate share of the net pension liability as a percentage of its covered payroll	41.77%	55.83%	60.68%	52.69%
Plan fiduciary net position as a percentage of the total pension liability	4.99%	2.66%	1.57%	0.91%

Note: The amounts presented for the fiscal year were determined as of the Plan's fiscal year end, August 31, 2020. Ten years of data is not available.

Irving Independent School District
 Schedule of the District's Contributions to the
 OPEB Plan - TRS
 Last Four Fiscal Years

Exhibit G-6

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required contribution	\$ 2,052,843	\$ 1,955,632	\$ 1,895,974	\$ 1,901,915
Contribution in relation to the contractually required contribution	<u>(2,052,843)</u>	<u>(1,955,632)</u>	<u>(1,895,974)</u>	<u>(1,901,915)</u>
CONTRIBUTIONS DEFICIENCY (EXCESS)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	247,403,973	234,382,771	226,131,194	226,139,762
Contributions as a percentage of covered payroll	0.83%	0.83%	0.84%	0.84%

Note: The amounts presented for the fiscal year were determined as of the District's fiscal year end August 31, 2021. Ten years of data is not available.



Irving Independent School District

Notes to the Required Supplementary Information

Note 1. Budgetary Legal Compliance

A. Budgetary Information

The Official Budget was prepared for adoption prior to August 24, 2020 for all required Governmental Funds on the modified accrual basis of accounting, which is consistent with generally accepted accounting principles (see Note 1(D) in the Notes to the Financial Statements). The budget is adopted by fund and function for expenditures and by fund and object for revenues. The appropriate department head or campus principal controls the budget. Therefore, management may transfer appropriations at the object level as necessary without the approval of the Board. The Board of Trustees maintains control within Fund Groups at the function code level for appropriations and object code level for revenues.

The Budget is formally adopted by the Board of Trustees at a duly advertised public meeting in accordance with law prior to the expenditure of funds. The approved budget is filed with the TEA through the Public Education Information Management System (PEIMS).

Should any change in the approved budget be required, budget amendment requests are presented to the Board of Trustees for consideration. Amendments are made before the fact and, once approved, are reflected in the official minutes. During the year, the budget was properly amended in accordance with the above procedures. The Board of Trustees approved the final amendment on August 16, 2021.



Other Supplementary Information



Combining and Individual Fund Statements and Schedules



Nonmajor Governmental Funds



Irving Independent School District
 Combining Balance Sheet
 Nonmajor Governmental Funds
 August 31, 2021

Exhibit H-1

<u>DATA CONTROL CODES</u>		<u>FEDERAL SPECIAL REVENUE</u>	<u>STATE SPECIAL REVENUE</u>	<u>LOCAL SPECIAL REVENUE</u>	<u>TOTALS NONMAJOR GOVERNMENTAL FUNDS</u>
	ASSETS				
1110	Cash and cash equivalents	\$ 3,989	\$ 653,664	\$ 50,039	\$ 707,692
	Receivables				
1240	Due from other governments	3,863,406	140,952	-	4,004,358
1000	TOTAL ASSETS	<u>\$ 3,867,395</u>	<u>\$ 794,616</u>	<u>\$ 50,039</u>	<u>\$ 4,712,050</u>
	LIABILITIES				
2110	Accounts payable	\$ 165,190	\$ -	\$ -	\$ 165,190
2170	Due to other funds	3,623,261	101,893	-	3,725,154
2180	Due to Other Governments	7,787	-	-	7,787
2300	Unearned revenue	79,946	633,311	67,209	780,466
2000	Totals liabilities	3,876,184	735,204	67,209	4,678,597
	FUND BALANCE				
	Restricted	-	59,412	-	59,412
	Unassigned	(8,789)	-	(17,170)	(25,959)
3000	Total fund balance	(8,789)	59,412	(17,170)	33,453
4000	TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 3,867,395</u>	<u>\$ 794,616</u>	<u>\$ 50,039</u>	<u>\$ 4,712,050</u>

Irving Independent School District
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended August 31, 2021

Exhibit H-2

<u>DATA CONTROL CODES</u>		<u>FEDERAL SPECIAL REVENUE</u>	<u>STATE SPECIAL REVENUE</u>	<u>LOCAL SPECIAL REVENUE</u>	<u>TOTALS NONMAJOR GOVERNMENTAL FUNDS</u>
	REVENUES				
5700	Local and intermediate sources	\$ -	\$ 538,500	\$ 9,500	\$ 548,000
5800	State program revenues	-	2,393,715	-	2,393,715
5900	Federal program revenues	20,583,782	-	-	20,583,782
5020	Total revenues	20,583,782	2,932,215	9,500	23,525,497
	EXPENDITURES				
	Current				
0010	Instruction and instructional-related services				
0011	Instruction	11,325,866	2,646,102	8,437	13,980,405
0013	Curriculum development and instructional staff development	4,730,997	20,359	-	4,751,356
	Total instruction and instructional-related services	16,056,863	2,666,461	8,437	18,731,761
0020	Instructional and school leadership				
0021	Instructional leadership	574,916	124,770	-	699,686
0023	School Leadership	12,252	-	-	12,252
	Total instructional and school leadership	587,168	124,770	-	711,938
0030	Support services - student (pupil)				
0031	Guidance, counseling, and evaluation services	1,574,885	-	-	1,574,885
0032	Social work services	98,328	-	-	98,328
0033	Health services	212,465	-	-	212,465
0035	Food services	-	-	17,635	17,635
	Total support services - student (pupil)	1,885,678	-	17,635	1,903,313
0040	Administrative support services				
0041	General administration	54,512	-	-	54,512
	Total administrative support services	54,512	-	-	54,512
0050	Support services - nonstudent based				
0052	Security and Monitoring Services	122,894	140,952	-	263,846
0053	Data processing services	66,279	-	-	66,279
	Total support services - nonstudent based	189,173	140,952	-	330,125
0060	Ancillary services				
0061	Community services	1,816,163	-	-	1,816,163
	Total ancillary services	1,816,163	-	-	1,816,163
6030	Total expenditures	20,589,557	2,932,183	26,072	23,547,812
1100	Deficiency of revenues under expenditures	(5,775)	32	(16,572)	(22,315)
1200	Net change in fund balances	(5,775)	32	(16,572)	(22,315)
0100	Fund balance - September 1 (beginning)	(3,014)	59,380	(598)	55,768
	FUND BALANCE - AUGUST 31 (ENDING)	<u>\$ (8,789)</u>	<u>\$ 59,412</u>	<u>\$ (17,170)</u>	<u>\$ 33,453</u>

Internal Service Funds

Irving Independent School District
Combining Statement of Net Position
Internal Service Funds
August 31, 2021

<u>DATA CONTROL CODES</u>		<u>WORKERS' COMPENSATION</u>	<u>UNEMPLOYMENT</u>
	ASSETS		
	Current assets		
1110	Cash and temporary investments	\$ 1,654,706	\$ 645,866
1290	Other Receivables	125,000	-
1310	Inventories, at cost	-	-
	Total current assets	<u>1,779,706</u>	<u>645,866</u>
1000	Total assets	1,779,706	645,866
	LIABILITIES		
	Current liabilities		
2110	Accounts payable	538	-
2170	Due to other funds	-	-
2800	Claims due within one year	<u>388,704</u>	<u>-</u>
	Total current liabilities	389,242	-
	Noncurrent liabilities		
	Claims due in more than one year	<u>529,549</u>	<u>-</u>
	Total long-term liabilities	<u>529,549</u>	<u>-</u>
2000	Total liabilities	918,791	-
	NET POSITION		
3900	Unrestricted net position	<u>860,915</u>	<u>645,866</u>
3000	TOTAL NET POSITION	<u>\$ 860,915</u>	<u>\$ 645,866</u>

<u>SCIENCE KIT REFURBISHMENT</u>	<u>PRINT SHOP</u>	<u>TOTALS INTERNAL SERVICE FUNDS</u>
\$ -	\$ -	\$ 2,300,572
-	-	125,000
115,161	82,059	197,220
<u>115,161</u>	<u>82,059</u>	<u>2,622,792</u>
115,161	82,059	2,622,792
1,979	-	2,517
264,524	82,762	347,286
<u>-</u>	<u>-</u>	<u>388,704</u>
266,503	82,762	738,507
<u>-</u>	<u>-</u>	<u>529,549</u>
<u>-</u>	<u>-</u>	<u>529,549</u>
266,503	82,762	1,268,056
<u>(151,342)</u>	<u>(703)</u>	<u>1,354,736</u>
<u>\$ (151,342)</u>	<u>\$ (703)</u>	<u>\$ 1,354,736</u>

Irving Independent School District
Combining Statement of Revenues, Expenses, and
Changes in Net Position
Internal Service Funds
For the Year Ended August 31, 2021

<u>DATA CONTROL CODES</u>		<u>WORKERS' COMPENSATION</u>	<u>UNEMPLOYMENT</u>
OPERATING REVENUES			
5700	Charges for services	\$ 1,304,690	\$ 901,456
5020	Total operating revenues	1,304,690	901,456
OPERATING EXPENSES			
6100	Payroll costs	129,807	41,135
6200	Professional/contracted services	83,209	-
6300	Supplies and materials	60,197	-
6400	Claims, administration, and other expenses	900,302	267,069
6030	Total operating expenses	1,173,515	308,204
	Operating income (loss)	131,175	593,252
NONOPERATING REVENUES			
7955	Interest income	2,431	-
	Change in net position	133,606	593,252
0100	Total net position - September 1 (beginning)	727,309	52,614
3000	TOTAL NET POSITION - AUGUST 31 (ENDING)	\$ 860,915	\$ 645,866

SCIENCE KIT REFURBISHMENT	PRINT SHOP	TOTALS INTERNAL SERVICE FUNDS
\$ 198,214	\$ 115,803	\$ 2,520,163
198,214	115,803	2,520,163
200,410	-	371,352
-	107,986	191,195
213,376	8,276	281,849
5,426	-	1,172,797
419,212	116,262	2,017,193
(220,998)	(459)	502,970
-	-	2,431
(220,998)	(459)	505,401
69,656	(244)	849,335
\$ (151,342)	\$ (703)	\$ 1,354,736

Irving Independent School District
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended August 31, 2021

	<u>WORKERS'</u> <u>COMPENSATION</u>	<u>UNEMPLOYMENT</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received for premiums and services	\$ 1,305,313	\$ 901,456
Cash paid to employees	(129,807)	(41,135)
Cash Paid for claims, administration, and other costs	<u>(1,043,905)</u>	<u>(267,069)</u>
Net cash provided by operating activities	131,601	593,252
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	<u>2,431</u>	<u>-</u>
Net cash provided by investing activities	<u>2,431</u>	<u>-</u>
Net increase in cash & cash equivalents	134,032	593,252
Cash and cash equivalents at beginning of the year	<u>1,520,674</u>	<u>52,614</u>
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	<u><u>\$ 1,654,706</u></u>	<u><u>\$ 645,866</u></u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating income (loss)	<u>\$ 131,175</u>	<u>\$ 593,252</u>
Adjustments to reconcile operating income (loss) to net cash provided by operating activities		
Decrease (increase) in inventories	-	-
Decrease in accounts payable	(197)	-
Increase in due to other funds	-	-
Increase in long-term claims reserve	<u>623</u>	<u>-</u>
Total adjustments	<u>426</u>	<u>-</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u><u>\$ 131,601</u></u>	<u><u>\$ 593,252</u></u>

<u>SCIENCE KIT REFURBISHMENT</u>	<u>PRINT SHOP</u>	<u>TOTALS INTERNAL SERVICE FUNDS</u>
\$ 458,035	\$ 127,195	\$ 2,791,999
(200,410)	-	(371,352)
<u>(257,625)</u>	<u>(127,195)</u>	<u>(1,695,794)</u>
-	-	724,853
-	-	2,431
<u>-</u>	<u>-</u>	<u>2,431</u>
-	-	2,431
-	-	727,284
-	-	1,573,288
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,300,572</u>
<u>\$ (220,998)</u>	<u>\$ (459)</u>	<u>\$ 502,970</u>
7,043	(10,933)	(3,890)
(38,823)	-	(39,020)
252,778	11,392	264,170
-	-	623
<u>220,998</u>	<u>459</u>	<u>221,883</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 724,853</u>



Fiduciary Funds



Irving Independent School District
Combining Statement of Fiduciary Net Position
Custodial Funds
August 31, 2021

Exhibit H-6

	STUDENT ACTIVITY FUNDS	FLEXIBLE BENEFITS	TOTAL CUSTODIAL FUNDS
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and temporary investments	\$ 671,794	\$ 191,245	\$ 863,039
TOTAL ASSETS	<u>\$ 671,794</u>	<u>\$ 191,245</u>	<u>\$ 863,039</u>
LIABILITIES			
Accounts payable	\$ 6,139	\$ -	\$ 6,139
TOTAL LIABILITIES	<u> 6,139</u>	<u> -</u>	<u> 6,139</u>
NET POSITION			
Restricted for for students and other organizations	<u> 665,655</u>	<u> 191,245</u>	<u> 856,900</u>
TOTAL NET POSITION	<u>\$ 665,655</u>	<u>\$ 191,245</u>	<u>\$ 856,900</u>

Irving Independent School District

Exhibit H-7

Combining Statement of Changes in Fiduciary Net Position

Custodial Funds

For the Year Ended August 31, 2021

	STUDENT ACTIVITY FUNDS	FLEXIBLE BENEFITS	TOTAL CUSTODIAL FUNDS
ADDITIONS			
Miscellaneous revenue from student groups	\$ 480,453	\$ -	\$ 480,453
Additions from flex funds	-	889,195	889,195
TOTAL ADDITIONS	480,453	889,195	1,369,648
DEDUCTIONS			
Dues and fees	432,983	-	432,983
Distribution of flex funds	-	917,878	917,878
TOTAL DEDUCTIONS	432,983	917,878	1,350,861
Change in net position	47,470	(28,683)	18,787
NET POSITION			
Restricted for students and other organizations			
Net position, beginning	-	-	-
Cumulative effect of implementation of GASB 84	618,185	219,928	838,113
Net position, beginning, restated	618,185	219,928	838,113
Net position, ending	<u>\$ 665,655</u>	<u>\$ 191,245</u>	<u>\$ 856,900</u>

Required T.E.A. Schedules

Irving Independent School District
 Schedule of Delinquent Taxes Receivable
 For the Year Ended August 31, 2021

LAST TEN YEARS TAX ROLL FISCAL YEAR ENDING August 31	OPERATIONS	INTEREST & SINKING	3 ASSESSED/ APPRAISED VALUE FOR SCHOOL TAX
2012 & Prior Years	Various	Various	Various
2013	1.0400	0.4250	9,095,092,708
2014	1.0400	0.4250	9,423,271,055
2015	1.0400	0.3950	9,875,806,062
2016	1.1700	0.4050	10,428,027,790
2017	1.1700	0.2750	11,457,829,623
2018	1.1700	0.2614	12,120,027,696
2019	1.1700	0.2311	13,358,205,288
2020	1.0310	0.2741	14,537,517,847
2021	1.0148	0.2603	15,884,792,736 *

1000 TOTALS

Column 3 - Assessed/Appraised Value for School Tax Purposes:

This is the net appraised value through the July supplement as reported by the Dallas Central Appraisal District, after exemptions provided by law and those granted by the District, which includes tax abatements.

Column 20 - Current Year's Tax Levy:

This amount is calculated by multiplying the total tax rate times per \$100 of Assessed/Appraised value, then deducting the levy lost due to the over 65 tax freeze exemption and proration of taxes of \$5,210,899.

* Source: 2020 School District Report of Property Value
 (Includes all Supplements and Litigated Accounts).

10 BEGINNING BALANCE 9/1/2020	20 CURRENT YEAR'S TOTAL LEVY	30 MAINTENANCE TOTAL COLLECTIONS	30a DEBT SERVICE TOTAL COLLECTIONS	40 FISCAL YEAR'S ADJUSTMENT	50 ENDING BALANCE 8/31/2021
\$ 1,246,888	\$ -	\$ 93,717	\$ 28,089	\$ (181,349)	\$ 943,733
206,178	-	18,177	7,428	(22,378)	158,195
262,313	-	23,610	9,648	(25,340)	203,715
373,279	-	68,102	25,866	(44,099)	235,212
531,771	-	69,277	26,978	(99,761)	335,755
599,557	-	103,362	24,294	(89,647)	382,254
803,383	-	121,599	27,167	(96,076)	558,541
1,108,587	-	169,364	33,453	(172,881)	732,889
2,844,674	-	167,633	44,567	(1,302,375)	1,330,099
-	182,761,680	154,669,694	39,673,356	14,488,452	2,907,082
<u>\$ 7,976,630</u>	<u>\$ 182,761,680</u>	<u>\$ 155,504,535</u>	<u>\$ 39,900,846</u>	<u>\$ 12,454,546</u>	<u>\$ 7,787,475</u>

Column 30 - Fiscal Year Collections:

These are levy collections prior to adjustments described in Column 40, according to each year's tax roll. Penalty and interest collections are not included.

Column 40 - Fiscal Year's Adjustments:

These adjustments include corrections for errors in taxes assessed, total reductions for missing taxpayers and taxes lost due to exemptions. Amount may vary due to rounding.

Column 50 - Ending balance 8/31/21:

This total is displayed in Exhibit C-1, Balance Sheet.

Irving Independent School District

Exhibit J-2

Schedule of Revenues, Expenditures, and Changes in Fund Balance
 Budget and Actual - Debt Service Fund
 For the Year Ended August 31, 2021

<u>DATA CONTROL CODES</u>		<u>ORIGINAL BUDGET</u>	<u>FINAL AMENDED BUDGET</u>	<u>FISCAL YEAR ACTUAL</u>	<u>VARIANCE POSITIVE OR (NEGATIVE)</u>
	REVENUES				
5700	Local and intermediate sources	\$ 37,329,600	\$ 37,329,600	\$ 40,252,185	\$ 2,922,585
5800	State program revenues	550,008.00	550,008.00	1,540,582	990,574
5020	Total revenues	37,879,608	37,879,608	41,792,767	3,913,159
	EXPENDITURES				
0070	Debt service				
0071	Principal	30,140,000	30,140,000	30,490,000	(350,000)
0072	Interest and charges on long-term debt	15,139,600	15,139,600	14,789,600	350,000
0073	Bond issue costs and fees	300,000	300,000	14,050	285,950
	Total debt services	45,579,600	45,579,600	45,293,650	285,950
6030	Total expenditures	45,579,600	45,579,600	45,293,650	285,950
1100	Excess (deficiency) of revenues over (under) expenditures	(7,699,992)	(7,699,992)	(3,500,883)	4,199,109
1200	Net change in fund balances	(7,699,992)	(7,699,992)	(3,500,883)	4,199,109
0100	Fund balance - September 1 (beginning)	14,415,440	14,415,440	14,415,440	-
3000	FUND BALANCE - AUGUST 31 (ENDING)	<u>\$ 6,715,448</u>	<u>\$ 6,715,448</u>	<u>\$ 10,914,557</u>	<u>\$ 4,199,109</u>

Irving Independent School District

Index for Statistical Section

This section presents detailed information as a context for understanding what the information in the financial statements, note disclosures, required supplementary information, and supplementary information says about Irving Independent School District's overall financial health.

Contents	Exhibits
Financial Trends Information These schedules contain trend information intended to help the reader understand how the district's financial position has changed over time.	S1 – S7
Revenue Capacity Information These schedules contain information intended to help the reader assess the district's most significant revenue source, state tax collections.	S8 – S12
Debt Capacity information These schedules contain information intended to assist users in understanding and assessing the district's current levels of outstanding debt and the ability to issue additional debt.	S13 – S14
Demographic and Economic information These schedules provide demographic and economic indicators intended to help the reader understand the socioeconomic environment within which the district's financial activities take place.	S15 – S17
Operating Information These schedules provide contextual information about the district's operations and resources intended to assist readers in using financial statement information to understand and assess the district's economic condition.	S18 – S19

Irving Independent School District

Net Position By Component Last Ten Fiscal Years (Unaudited)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Governmental activities				
Net investment in capital assets	\$ 30,022,606	\$ 33,082,682	\$ 34,787,416	\$ 32,289,637
Restricted				
Food service	9,102,534	8,548,803	5,840,117	5,434,057
Debt service	12,602,461	9,270,928	11,811,520	10,505,814
Unrestricted	15,693,677	27,784,480	25,431,713	(482,474)
TOTAL GOVERNMENTAL NET POSITION	<u>\$ 67,421,278</u>	<u>\$ 78,686,893</u>	<u>\$ 77,870,766</u>	<u>\$ 47,747,034</u>
Business-type activities				
Unrestricted	\$ -	\$ -	\$ -	\$ -
TOTAL BUSINESS-TYPE NET POSITION	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total primary government				
Net investment in capital assets	\$ 30,022,606	\$ 33,082,682	\$ 34,787,416	\$ 32,289,637
Restricted				
Food service	9,102,534	8,548,803	5,840,117	5,434,057
Debt service	12,602,461	9,270,928	11,811,520	10,505,814
Unrestricted	15,693,677	27,784,480	25,431,713	(482,474)
TOTAL PRIMARY GOVERNMENT	<u>\$ 67,421,278</u>	<u>\$ 78,686,893</u>	<u>\$ 77,870,766</u>	<u>\$ 47,747,034</u>

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

Note:

¹ Amounts were not available prior to the GASB 34 requirements in 2002.

Exhibit S-1

2016	2017	2018	2019	2020	2021
\$ 32,387,346	\$ 49,947,282	\$ 76,698,608	\$ 89,114,218	\$ 118,667,802	\$ 139,875,980
6,190,761	6,926,005	6,687,877	5,722,247	2,867,679	5,235,921
4,202,628	4,239,051	4,792,224	16,675,173	14,646,882	11,328,895
19,157,439	32,925,745	(134,227,899)	(127,105,683)	(137,914,164)	(136,549,851)
<u>\$ 61,938,174</u>	<u>\$ 94,038,083</u>	<u>\$ (46,049,190)</u>	<u>\$ (15,594,045)</u>	<u>\$ (1,731,801)</u>	<u>\$ 19,890,945</u>
\$ -	\$ (48,721)	\$ (182,385)	\$ -	\$ -	\$ -
<u>\$ -</u>	<u>\$ (48,721)</u>	<u>\$ (182,385)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 32,387,346	\$ 49,947,282	\$ 76,698,608	\$ 89,114,218	\$ 118,667,802	\$ 139,875,980
6,190,761	6,926,005	6,687,877	5,722,247	2,867,679	5,235,921
4,202,628	4,239,051	4,792,224	16,675,173	14,646,882	11,328,895
19,157,439	32,877,024	(134,410,284)	(127,105,683)	(137,914,164)	(136,549,851)
<u>\$ 61,938,174</u>	<u>\$ 93,989,362</u>	<u>\$ (46,231,575)</u>	<u>\$ (15,594,045)</u>	<u>\$ (1,731,801)</u>	<u>\$ 19,890,945</u>

Irving Independent School District
Expenses, Program Revenues, And Net (Expense)/Revenue
Last Ten Fiscal Years (Unaudited)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
EXPENSES				
Governmental activities				
Instruction	\$ 190,308,817	\$ 188,974,526	\$ 209,800,052	\$ 211,808,998
Instructional resources and media services	5,448,807	5,595,410	5,915,181	5,488,376
Curriculum and staff development services	4,751,709	6,703,099	8,471,201	9,135,362
Instructional leadership	5,624,822	5,311,012	5,112,718	4,577,973
School leadership	17,229,739	17,688,291	19,926,467	20,401,286
Guidance, counseling, & evaluation services	13,715,505	14,731,022	15,040,908	15,721,776
Social work services	422,845	452,558	584,649	1,576,516
Health services	2,652,074	2,728,362	2,814,171	3,001,895
Student transportation	4,086,234	4,600,440	6,354,947	5,267,894
Food service	17,531,841	19,032,015	19,309,738	19,738,827
Extracurricular activities	6,270,809	6,338,475	6,559,814	6,538,184
General administration	7,199,150	7,559,425	8,104,538	7,122,438
Plant maintenance and operations	22,012,072	21,523,347	21,912,291	22,191,155
Security and monitoring services	2,905,808	2,998,649	3,182,215	3,130,271
Data processing services	3,893,178	3,888,670	4,261,484	4,031,182
Community services	1,195,296	1,839,893	1,818,555	1,724,124
Interest on long-term debt	28,718,685	27,340,450	26,343,364	20,023,429
Facilities acquisition/construction	3,974	2,559	10,703	71,682
Intergovernmental charges	86,526	56,430	116,850	173,772
Payments to TIF	1,742,264	3,100,836	2,182,197	6,465,553
Other intergovernmental charges	519,552	520,707	534,086	538,945
Total governmental activities expenses	<u>336,319,707</u>	<u>340,986,176</u>	<u>368,356,129</u>	<u>368,729,638</u>
Business-type activities				
Vending	-	-	-	-
Total business-type activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL PRIMARY EXPENSES	<u>\$ 336,319,707</u>	<u>\$ 340,986,176</u>	<u>\$ 368,356,129</u>	<u>\$ 368,729,638</u>
PROGRAM REVENUES				
Governmental activities				
Charges for services				
Instruction	\$ 516,091	\$ 440,510	\$ 425,016	\$ 360,438
Food service	2,971,813	3,131,771	3,284,981	3,110,102
Extracurricular activities	1,427,241	1,381,483	1,421,847	1,814,044
Plant maintenance and operations	731,666	2,045,158	231,145	388,564
Operating grants and contributions	57,192,756	48,772,209	51,231,188	57,542,541
Total governmental activities revenues	<u>62,839,567</u>	<u>55,771,131</u>	<u>56,594,177</u>	<u>63,215,689</u>
Business-type activities				
Charges for services				
Vending	-	-	-	-
Total business-type activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL PRIMARY GOVERNMENT REVENUES	<u>\$ 62,839,567</u>	<u>\$ 55,771,131</u>	<u>\$ 56,594,177</u>	<u>\$ 63,215,689</u>

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

Notes:

¹ Amounts were not available prior to the GASB 34 requirements in 2002.

2016	2017	2018	2019	2020	2021
\$ 217,338,877	\$ 224,360,321	\$ 155,169,170	\$ 237,621,653	\$ 246,100,617	\$ 245,346,028
6,368,683	6,581,856	7,625,079	6,293,049	6,491,369	6,151,185
8,217,047	9,400,847	7,027,424	10,023,173	10,855,730	11,864,739
5,027,383	5,654,331	3,800,568	6,218,861	7,699,350	7,765,880
21,467,618	22,393,869	14,444,144	23,225,973	24,539,037	24,270,416
17,071,237	17,081,638	11,411,772	17,879,474	20,161,822	19,150,363
1,556,815	1,728,065	1,022,686	1,719,611	1,607,543	1,523,025
3,294,065	3,403,554	2,317,808	3,711,880	4,058,513	3,924,641
6,032,429	7,009,837	6,857,230	10,376,215	7,584,884	7,636,526
21,381,006	22,262,789	18,844,875	22,592,999	23,473,075	21,833,111
6,986,735	7,151,176	5,866,123	7,372,719	7,231,954	6,718,733
7,791,108	7,939,216	5,431,463	8,335,489	9,385,916	14,940,341
23,796,087	25,112,397	23,008,223	28,772,770	27,820,383	28,203,793
3,467,941	3,551,287	3,030,946	4,237,373	4,753,222	5,221,637
4,254,484	4,868,754	4,606,508	7,528,670	9,281,368	12,772,715
2,323,519	2,144,097	1,411,289	2,057,946	2,602,644	2,598,094
20,103,591	16,096,943	13,029,722	13,689,128	12,573,923	11,916,900
92,834	122,425	475,180	589,580	774,581	1,401,030
15,882	42,900	21,162	11,322	19,986	2,394
8,945,883	11,010,364	13,382,139	15,380,261	248,209	-
568,476	583,498	599,317	624,457	607,393	613,334
386,101,700	398,500,164	299,382,828	428,262,603	427,871,519	433,854,885
-	476,486	453,958	261,306	-	-
-	476,486	453,958	261,306	-	-
\$ 386,101,700	\$ 398,976,650	\$ 299,836,786	\$ 428,523,909	\$ 427,871,519	\$ 433,854,885
\$ 242,247	\$ 572,448	\$ 651,901	\$ 651,901	\$ 406,586	\$ 251,178
3,136,952	2,782,044	2,565,563	2,565,563	1,175,220	290,826
1,861,280	1,885,027	1,855,358	1,855,358	1,065,052	507,212
466,364	331,195	383,429	383,429	72,766	7,004
62,385,043	75,499,383	7,052,625	7,052,625	73,015,452	83,618,350
68,091,886	81,070,097	12,508,876	12,508,876	75,735,076	84,674,570
-	321,361	320,294	320,294	-	-
-	321,361	320,294	320,294	-	-
\$ 68,091,886	\$ 81,391,458	\$ 12,829,170	\$ 12,829,170	\$ 75,735,076	\$ 84,674,570

Irving Independent School District
 General Revenues and Changes In Net Position
 Last Ten Fiscal Years (Unaudited)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
NET (EXPENSE)/REVENUE				
Governmental activities	\$ (273,480,140)	\$ (285,215,045)	\$ (311,761,952)	\$ (305,513,949)
Business-type activities	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total primary government expenses	(273,480,140)	(285,215,045)	(311,761,952)	(305,513,949)
GENERAL REVENUES				
Governmental activities				
Taxes				
Property taxes levied for general purposes	89,463,642	89,907,666	91,269,145	96,135,459
Property taxes levied for debt service	36,363,206	36,708,071	37,578,332	36,447,373
State aid formula grants	157,790,019	165,468,694	184,171,041	187,211,926
Investment earnings	692,064	410,848	254,184	285,316
Miscellaneous	4,490,730	3,985,381	2,693,365	9,254,222
Special item	-	-	-	-
Transfers	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total governmental activities	288,799,661	296,480,660	315,966,067	329,334,296
Business-type activities				
Transfers	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total business-type activities	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total primary government	288,799,661	296,480,660	315,966,067	329,334,296
CHANGE IN NET POSITION				
Governmental activities	15,319,521	11,265,615	4,204,115	23,820,347
Business-type activities	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL PRIMARY GOVERNMENT	<u>\$ 15,319,521</u>	<u>\$ 11,265,615</u>	<u>\$ 4,204,115</u>	<u>\$ 23,820,347</u>

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

Note:

¹ Amounts were not available prior to the GASB 34 requirements in 2002.

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
\$ (318,009,814)	\$ (317,430,067)	\$ (286,873,952)	\$ (330,322,530)	\$ (352,136,443)	\$ (349,180,315)
-	(155,125)	(133,664)	(26,147)	-	-
(318,009,814)	(317,585,192)	(287,007,616)	(330,348,677)	(352,136,443)	(349,180,315)
100,440,711	122,229,287	127,929,303	141,267,808	144,594,888	157,647,163
38,749,543	28,770,790	28,367,128	27,771,138	38,586,051	40,238,396
184,411,595	187,453,054	175,530,606	174,875,485	177,306,711	170,517,817
832,337	1,612,463	3,016,736	4,769,472	2,861,202	394,410
7,766,768	9,570,786	13,846,942	12,302,304	2,649,835	2,005,275
-	-	6,268,735	-	-	-
-	(106,404)	-	(208,532)	-	-
332,200,954	349,529,976	354,959,450	360,777,675	365,998,687	370,803,061
-	106,404	-	208,532	-	-
-	106,404	-	208,532	-	-
332,200,954	349,636,380	354,959,450	360,986,207	365,998,687	370,803,061
14,191,140	32,099,909	68,085,498	30,455,145	13,862,244	21,622,746
-	(48,721)	(133,664)	182,385	-	-
<u>\$ 14,191,140</u>	<u>\$ 32,051,188</u>	<u>\$ 67,951,834</u>	<u>\$ 30,637,530</u>	<u>\$ 13,862,244</u>	<u>\$ 21,622,746</u>

Irving Independent School District
Fund Balances – Governmental Funds
Last Ten Fiscal Years (Unaudited)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General fund				
Nonspendable	\$ 772,985	\$ 1,286,199	\$ 1,351,036	\$ 976,874
Assigned	3,374,022	6,310,707	5,919,083	17,091,518
Unassigned	81,320,437	89,241,873	91,248,384	89,501,266
TOTAL GENERAL FUND	<u>\$ 85,467,444</u>	<u>\$ 96,838,779</u>	<u>\$ 98,518,503</u>	<u>\$ 107,569,658</u>
All other governmental funds				
Nonspendable	\$ 262,320	\$ 113,409	\$ 183,405	\$ 268,747
Restricted	82,214,192	49,865,661	38,826,806	33,001,787
Assigned	-	-	-	-
Unassigned	-	-	-	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	<u>\$ 82,476,512</u>	<u>\$ 49,979,070</u>	<u>\$ 39,010,211</u>	<u>\$ 33,270,534</u>

Source: The Balance Sheet of Governmental Funds for the Irving Independent School District

Note: In fiscal year 2011, the District implemented GASB 54 which changed the fund balance classifications to nonspendable, committed, restricted, assigned and unassigned.

Exhibit S-4

2016	2017	2018	2019	2020	2021
\$ 1,207,087	\$ 1,249,468	\$ 738,981	\$ 706,024	\$ 803,181	\$ 767,488
9,696,748	3,402,196	2,959,931	3,024,775	35,357,935	30,589,413
92,208,290	109,226,931	101,102,211	101,393,315	78,516,748	86,736,133
<u>\$ 103,112,125</u>	<u>\$ 113,878,595</u>	<u>\$ 104,801,123</u>	<u>\$ 105,124,114</u>	<u>\$ 114,677,864</u>	<u>\$ 118,093,034</u>
\$ 283,454	\$ 79,029	\$ 301,724	\$ 203,880	\$ -	\$ -
20,287,005	18,846,703	12,171,275	22,122,651	17,283,119	16,150,478
-	-	21,148,829	9,661,547	6,329,038	5,511,642
-	-	(3,014)	(3,014)	(3,612)	(25,959)
<u>\$ 20,570,459</u>	<u>\$ 18,925,732</u>	<u>\$ 33,618,814</u>	<u>\$ 31,985,064</u>	<u>\$ 23,608,545</u>	<u>\$ 21,636,161</u>

Irving Independent School District

Governmental Funds Revenues¹

Last Ten Fiscal Years (Unaudited)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
REVENUES				
Federal sources				
Federal grants	\$ 29,463,107	\$ 23,543,714	\$ 22,794,674	\$ 24,456,450
Food service	18,062,634	18,417,218	18,888,553	19,241,145
Capital projects	786,518	752,305	729,889	729,102
Total federal sources	48,312,259	42,713,237	42,413,116	44,426,697
State sources				
State grants and other	153,759,838	157,474,464	178,517,736	182,775,755
Public education capital outlay				
Food service	113,286	116,578	119,653	119,678
Debt service	10,610,150	10,197,164	12,008,997	10,203,552
Total state sources	164,483,274	167,788,206	190,646,386	193,098,985
Local sources				
Local & intermediate sources	96,477,576	99,972,999	100,004,325	112,277,764
Food service	2,977,172	3,136,942	3,286,672	3,112,454
Debt service	36,405,272	36,744,653	37,613,336	36,478,013
Capital projects	648,793	121,990	36,458	20,001
Total local sources	136,508,813	139,976,584	140,940,791	151,888,232
TOTAL REVENUES	<u>\$ 349,304,346</u>	<u>\$ 350,478,027</u>	<u>\$ 374,000,293</u>	<u>\$ 389,413,914</u>

Source: Statement of Revenues, Expenditures, and Changes in Fund Balances Governmental Funds
for the Irving Independent School District

Note:

¹ Includes General, Food Service, Debt Service, Capital Projects, and Special Revenue Funds.

Exhibit S-5

2016	2017	2018	2019	2020	2021
\$ 27,010,564	\$ 27,194,891	\$ 22,754,974	\$ 28,404,157	\$ 23,476,893	\$ 37,188,710
19,662,942	19,972,952	19,519,459	19,317,791	19,329,531	21,354,176
-	-	-	-	-	2,706,475
46,673,506	47,167,843	42,274,433	47,721,948	42,806,424	61,249,361
177,764,921	184,875,873	174,183,511	179,619,223	178,375,154	171,370,950
140,759	119,779	120,605	108,021	101,455	106,702
8,106,227	5,898,837	2,557,992	2,361,280	650,956	1,540,582
186,011,907	190,894,489	176,862,108	182,088,524	179,127,565	173,018,234
120,590,560	148,042,048	160,412,398	174,329,176	152,799,363	160,679,841
3,150,051	2,813,945	2,667,739	3,055,992	1,533,389	336,446
38,831,336	28,920,869	28,450,971	28,079,531	38,792,525	40,252,185
58,264	126,741	223,268	-	-	-
162,630,211	179,903,603	191,754,376	205,464,699	193,125,277	201,268,472
\$ 395,315,624	\$ 417,965,935	\$ 410,890,917	\$ 435,275,171	\$ 415,059,266	\$ 435,536,067

Irving Independent School District
Governmental Funds Expenditures and Debt Service Ratio¹
Last Ten Fiscal Years (Unaudited)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
EXPENDITURES				
Governmental funds				
11 Instruction	\$ 177,857,532	\$ 182,329,142	\$ 195,714,227	\$ 198,653,525
12 Instructional resources & media services	5,245,765	5,307,001	5,300,771	4,988,675
13 Curriculum & staff development services	4,739,378	6,689,081	8,456,104	9,182,998
Total function 10	187,842,675	194,325,224	209,471,102	212,825,198
21 Instructional leadership	5,539,881	5,232,228	5,026,844	4,583,961
23 School leadership	16,381,301	16,804,379	19,002,786	19,658,156
Total function 20	21,921,182	22,036,607	24,029,630	24,242,117
31 Guidance, counseling, & evaluation services	13,123,326	14,117,350	14,402,200	15,195,030
32 Social work services	423,082	452,578	584,539	1,591,463
33 Health services	2,530,773	2,599,288	2,679,805	2,891,635
34 Student transportation	4,059,063	4,573,269	6,327,776	5,240,723
35 Food service	16,798,404	18,185,254	18,468,763	21,441,982
36 Extracurricular activities	5,807,666	5,862,983	5,959,930	6,324,888
Total function 30	42,742,314	45,790,722	48,423,013	52,685,721
41 General administration	7,167,319	7,468,154	7,996,682	7,038,599
Total function 40	7,167,319	7,468,154	7,996,682	7,038,599
51 Plant maintenance and operations	21,955,636	21,510,075	21,707,212	22,166,761
52 Security and monitoring services	3,131,576	3,010,376	3,647,381	3,192,050
53 Data processing services	3,751,686	4,312,260	4,533,127	4,065,945
Total function 50	28,838,898	28,832,711	29,887,720	29,424,756
61 Community services	1,195,778	1,839,947	1,810,100	1,775,912
Total function 60	1,195,778	1,839,947	1,810,100	1,775,912
71 Debt service ²				
Principal on long-term debt	17,123,540	19,379,223	17,901,432	22,133,623
Interest on long-term debt ²	29,033,988	28,839,306	28,633,014	24,989,938
Bond issuance costs and fees	180,785	535,898	150,754	1,147,082
Total function 70	46,338,313	48,754,427	46,685,200	48,270,643
81 Facilities acquisition/construction	33,014,692	29,255,048	14,841,570	6,679,429
Total function 80	33,014,692	29,255,048	14,841,570	6,679,429
95 Payments to JJAEP	86,526	56,430	116,850	173,772
97 Payments to TIF	1,742,264	3,100,836	2,182,197	6,465,553
99 Intergovernmental charges	519,552	520,707	534,086	538,945
Total function 90	2,348,342	3,677,973	2,833,133	7,178,270
TOTAL EXPENDITURES	\$ 371,409,513	\$ 381,980,813	\$ 385,978,150	\$ 390,120,645
Debt service as a percentage of noncapital expenditures	13.6%	13.9%	12.7%	12.5%

Source: Statement of Revenues, Expenditures, and Changes in Fund Balances Governmental Funds for the Irving Independent School District

Notes:

¹ Includes General, Food Service, Debt Service, Capital Projects, and Special Revenue Funds.

² Bond issuance costs and fees were not split until 2006.

Exhibit S-6

2016	2017	2018	2019	2020	2021
\$ 197,401,989	\$ 200,221,263	\$ 199,797,948	\$ 200,765,138	\$ 206,544,626	\$ 220,889,648
5,526,231	5,504,998	5,330,043	5,410,461	5,437,001	5,471,182
7,969,790	9,020,339	9,281,871	9,066,158	9,703,012	11,277,269
210,898,010	214,746,600	214,409,862	215,241,757	221,684,639	237,638,099
5,016,246	5,183,399	5,227,105	5,527,490	6,679,890	7,221,635
19,783,704	20,127,642	19,832,979	19,927,818	20,590,610	21,890,998
24,799,950	25,311,041	25,060,084	25,455,308	27,270,500	29,112,633
15,879,307	15,488,239	15,296,284	15,493,457	17,137,376	17,382,209
1,499,289	1,547,947	1,535,770	1,528,468	1,394,998	1,424,180
3,116,593	3,076,661	3,200,964	3,190,606	3,417,307	3,548,961
6,005,258	6,982,666	8,337,203	12,836,911	8,122,489	7,066,573
21,770,990	21,909,340	19,983,800	20,340,593	20,812,466	20,124,379
6,261,632	6,320,974	6,657,455	6,220,574	5,986,379	5,777,843
54,533,069	55,325,827	55,011,476	59,610,609	56,871,015	55,324,145
7,380,628	7,399,101	7,352,690	7,420,674	8,252,606	14,116,306
7,380,628	7,399,101	7,352,690	7,420,674	8,252,606	14,116,306
23,605,883	23,849,262	24,908,521	24,960,391	25,371,458	27,565,054
3,434,715	3,406,129	3,663,243	4,040,839	4,474,203	5,064,923
4,855,841	5,893,963	5,308,629	7,008,988	10,626,975	12,224,096
31,896,439	33,149,354	33,880,393	36,010,218	40,472,636	44,854,073
2,271,083	1,964,314	1,884,851	1,878,956	2,347,479	2,472,111
2,271,083	1,964,314	1,884,851	1,878,956	2,347,479	2,472,111
28,884,818	27,860,000	28,230,000	28,720,000	30,990,000	30,490,000
25,751,096	18,811,331	18,335,258	17,854,470	15,596,599	14,789,600
1,895,655	226,110	147,775	14,550	412,082	14,050
56,531,569	46,897,441	46,713,033	46,589,020	46,998,681	45,293,650
16,547,033	12,528,765	7,122,345	28,277,832	9,540,400	4,809,851
16,547,033	12,528,765	7,122,345	28,277,832	9,540,400	4,809,851
15,882	42,900	21,162	11,322	19,986	2,394
8,945,883	11,010,364	13,382,139	15,380,261	248,209	-
568,476	583,498	599,317	624,457	607,393	613,334
9,530,241	11,636,762	14,002,618	16,016,040	875,588	615,728
\$ 414,388,022	\$ 408,959,205	\$ 405,437,352	\$ 436,500,414	\$ 414,313,544	\$ 434,236,596
14.0%	12.0%	11.9%	11.5%	11.6%	10.6%

Irving Independent School District

Other Financing Sources and Uses and Net Change in Fund Balances

Last Ten Fiscal Years (Unaudited)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (22,105,167)	\$ (31,502,786)	\$ (11,977,857)	\$ (706,731)
Other financing sources (uses)				
Proceeds from sale of bonds	13,985,000	-	-	-
Premium or (discount) on bonds issued	1,509,190	6,487,601	5,165,908	8,319,033
Proceeds from sale of refunding bonds	-	66,145,000	4,685,000	60,010,000
Sale of real or personal property	1,660,871	304,732	148,857	668,453
Extraordinary other uses	-	-	-	2,764,638
Transfers in	4,479,121	489,118	487,672	-
Transfers out	(4,479,121)	-	-	-
Insurance recoveries	7,268,016	9,654,036	2,061,466	20,108
Payments to escrow agents	-	(72,703,808)	(9,860,181)	(67,764,023)
Total other financing sources (uses)	<u>24,423,077</u>	<u>10,376,679</u>	<u>2,688,722</u>	<u>4,018,209</u>
NET CHANGE IN FUND BALANCE	<u>\$ 2,317,910</u>	<u>\$ (21,126,107)</u>	<u>\$ (9,289,135)</u>	<u>\$ 3,311,478</u>

Source: Statement of Revenues, Expenditures, and Changes in Fund Balances Governmental Funds
for the Irving Independent School District

Exhibit S-7

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
\$ (19,072,398)	\$ 9,006,730	\$ 5,453,565	\$ (1,225,243)	\$ 745,722	\$ 1,299,471
-	-	-	-	-	-
54,633,023	2,334,052	1,114,581	-	2,152,914	-
218,640,000	20,105,000	8,885,000	-	42,020,000	-
25,711	-	40,907	123,016	33,128	143,315
-	-	-	-	-	-
364,551	19,161,450	36,995,556	35,340,431	6,650,000	-
(364,551)	(19,267,854)	(36,995,556)	(35,548,963)	(6,650,000)	-
-	-	-	-	-	-
(271,383,944)	(22,217,635)	(9,878,443)	-	(43,774,533)	-
<u>1,914,790</u>	<u>115,013</u>	<u>162,045</u>	<u>(85,516)</u>	<u>431,509</u>	<u>143,315</u>
<u>\$ (17,157,608)</u>	<u>\$ 9,121,743</u>	<u>\$ 5,615,610</u>	<u>\$ (1,310,759)</u>	<u>\$ 1,177,231</u>	<u>\$ 1,442,786</u>



Irving Independent School District
 Appraised Value and Actual Value of Taxable Property
 Last Ten Fiscal Years (Unaudited)

Exhibit S-8

YEAR	APPRAISED VALUE ¹			LESS: EXEMPTIONS	TOTAL ESTIMATED TAXABLE VALUE	TOTAL DIRECT RATE ²
	RESIDENTIAL OR REAL PROPERTY	PERSONAL PROPERTY				
2012	7,658,082,224	1,704,481,030		447,722,042	8,914,841,212	1.465
2013	7,770,689,855	1,727,551,530		438,181,976	9,060,059,409	1.465
2014	7,968,927,106	1,815,107,590		476,189,436	9,307,845,260	1.465
2015	8,540,194,076	1,851,556,660		515,944,674	9,875,806,062	1.435
2016	9,196,806,320	1,970,652,639		739,431,169	10,428,027,790	1.445
2017	10,063,104,220	2,159,669,550		764,944,147	11,457,829,623	1.975
2018	10,815,368,840	2,176,647,460		871,988,604	12,120,027,696	1.431
2019	12,177,326,684	2,266,360,810		1,085,482,216	13,358,205,278	1.401
2020	13,340,709,844	2,359,943,750		1,163,135,747	14,537,517,847	1.305
2021	14,563,116,768	2,520,764,560		1,199,088,592	15,884,792,736	1.275

Source: Dallas Central Appraisal District

Notes:

¹ Property is appraised at full market value. Properties are reappraised at least once every three years.

² Per \$100 of assessed value.

Irving Independent School District
 Direct and Overlapping Property Tax Rates
 Last Ten Fiscal Years (Unaudited)

FISCAL YEAR	IRVING INDEPENDENT SCHOOL DISTRICT			OVERLAPPING RATES ¹	
	MAINTENANCE AND OPERATIONS	DEBT SERVICE	TOTAL	CITY OF IRVING	IRVING FLOOD CONTROL DISTRICT SECTION 1
2012	1.040	0.425	1.465	0.599	0.465
2013	1.040	0.425	1.465	0.599	0.500
2014	1.040	0.425	1.465	0.594	0.505
2015	1.040	0.395	1.435	0.594	0.520
2016	1.170	0.275	1.445	0.594	0.520
2017	1.170	0.275	1.445	0.594	0.453
2018	1.170	0.261	1.431	0.594	0.446
2019	1.170	0.231	1.401	0.594	0.455
2020	1.031	0.274	1.305	0.594	0.471
2021	1.015	0.260	1.275	0.594	0.506

Source: Appropriate government entities' tax departments

Note:

¹ Includes levies for operating and debt service costs.

² Information not available.

OVERLAPPING RATES ¹

CITY OF GRAND PRAIRIE	CITY OF DALLAS	DALLAS COUNTY	DALLAS COUNTY COMMUNITY COLLEGE	DALLAS COUNTY HOSPITAL	DALLAS COUNTY FLOOD CONTROL	DALLAS COUNTY SCHOOLS	DALLAS COUNTY UTILITY AND RECLAMATION
0.670	0.797	0.243	0.119	0.271	3.050	0.010	1.840
0.670	0.797	0.243	0.125	0.271	2.750	0.010	1.791
0.670	0.797	0.243	0.125	0.276	2.750	0.010	1.983
0.670	0.797	0.243	0.124	0.286	2.650	0.010	1.590
0.670	0.797	0.243	0.124	0.286	2.250	0.009	1.590
0.670	0.783	0.243	0.123	0.279	2.250	0.009	1.295
0.670	0.780	0.243	0.124	0.279	2.000	0.010	1.249
0.670	0.777	0.243	0.124	0.279	1.800	-	1.111
0.670	0.777	0.243	0.124	0.270	1.500	-	0.986
0.670	0.776	0.240	0.124	0.266	1.500	0.010	0.937



Irving Independent School District
 Principal Property Tax Payers
 Current Year and Nine Years Ago (Unaudited)

Exhibit S-10

TAXPAYER	2021			2012		
	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF TOTAL TAXABLE ASSESSED	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF TOTAL TAXABLE ASSESSED
Agre Williams Square	\$ 250,075,300	1	1.6%			
PCPI UT Owners LP	151,694,570	2	1.0%			
Las Colinas Irving	130,900,000	3	0.8%			
PPF AMLI	129,565,000	4	0.8%			
Texas Utilities	127,568,910	5	0.8%	83,692,830	3	0.9%
San Mar Corporation	115,895,790	6	0.7%	47,156,080	8	0.5%
Frito Lay Inc.	102,499,630	7	0.6%	47,892,280	7	0.5%
Lake Carolyn Reit LLC	96,000,000	8	0.6%			
American Bottling Co The	85,323,730	9	0.5%			
TCl 600 Las Colinas Inc	83,285,940	10	0.5%			
Verizon				218,969,880	1	2.5%
TIAA				130,750,370	2	1.5%
SP Millennium Center LP				68,000,000	5	0.8%
4150 North MacArthur				61,192,950	6	0.7%
Dr. Pepper Bottling Co.				73,708,910	4	0.8%
LPC Northwest PH1 LP				44,000,000	9	0.5%
Exxon Mobil				43,222,170	10	0.5%
	<u>\$ 1,272,808,870</u>		<u>8.0%</u>	<u>\$ 818,585,470</u>		<u>9.2%</u>

Source: Dallas Central Appraisal District

Note:

¹ Total appraised taxable value for 2021 = \$15,884,050,361

² Total appraised taxable value for 2012 = \$8,914,841,212

Irving Independent School District
Property Tax Levies and Collections¹
Last Ten Fiscal Years (Unaudited)

Exhibit S-11

FISCAL YEAR ENDING	TAXES LEVIED FOR THE FISCAL YEAR ²	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS OTHER THAN CURRENT YEAR	TOTAL COLLECTION TO DATE ³	
		AMOUNT	PERCENTAGE OF LEVY	DELINQUENT TAXES	AMOUNT	PERCENTAGE OF TOTAL COLLECTIONS TO TAX LEVY
2012	126,932,410	125,164,250	98.61%	1,186,096	126,350,346	99.54%
2013	129,608,617	128,579,225	99.21%	1,001,456	129,580,681	99.98%
2014	133,509,350	132,829,508	99.49%	937,831	133,767,339	100.19%
2015	139,082,613	136,448,528	98.11%	(1,092,647)	135,355,881	97.32%
2016	147,746,423	146,065,624	98.86%	(19,273)	146,046,351	98.85%
2017	162,102,609	160,305,584	98.89%	685,256	160,990,840	99.31%
2018	169,627,666	167,602,097	98.81%	(309,075)	167,293,023	98.62%
2019	182,531,008	180,268,628	98.76%	613,277	180,881,906	99.10%
2020	185,126,866	182,282,195	98.46%	422,344	182,704,539	98.69%
2021	197,250,132	194,343,050	98.53%	1,062,331	195,405,381	99.06%

Source: Dallas Central Appraisal District and IISD Tax Office Year-to-Date records

Notes:

¹ The District performs its own tax collection activities.

² The tax levy reflects the original levy as submitted in the State Property Tax Board School District Report of Property Values, net of any additions or deletions occurring during the year.

³ Total cash collections is total cash, net of interest and penalties and other judgments, as a result collections as a percentage of initial levy may exceed 100%.

Irving Independent School District

Outstanding Debt By Type¹

Last Ten Fiscal Years (Unaudited)

Exhibit S-12

FISCAL YEAR	GOVERNMENTAL ACTIVITIES			TOTAL PRIMARY GOVERNMENT	PERCENTAGE OF PERSONAL INCOME ²	PER CAPITA ²
	GENERAL OBLIGATION BONDS	CONTRACTUAL OBLIGATIONS				
2012	621,492,018	-		621,492,018	10.92%	2,840
2013	600,739,284	-		600,739,284	10.17%	2,721
2014	595,590,237	-		595,590,237	9.73%	2,623
2015	575,787,804	-		575,787,804	9.44%	2,519
2016	548,208,687	-		548,208,687	8.89%	2,373
2017	517,484,320	-		517,484,320	7.44%	2,205
2018	484,133,205	-		484,133,205	6.65%	2,039
2019	449,855,021	-		449,855,021	5.80%	1,817
2020	414,677,805	-		414,677,805	5.04%	1,658
2021	379,227,793	-		379,227,793	4.57%	1,531

Source: Dallas Central Appraisal District

Notes:

¹ Details of the District's outstanding debt can be found in the notes to the financial statements.

² See Schedule S-16 for personal income and population data.



Irving Independent School District
 Direct and Overlapping Governmental Activities Debt
 Last Ten Fiscal Years (Unaudited)

Exhibit S-13

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE ¹	ESTIMATED SHARE OF DIRECT AND OVERLAPPING DEBT
City of Irving	\$ 489,155,000	47.46%	\$ 232,152,963
Irving Flood Control District # 1	3,840,000	93.68%	3,597,312
City of Grand Prairie	377,990,000	0.57%	2,154,543
City of Dallas	1,936,980,416	0.20%	3,873,961
Dallas County	116,665,000	4.85%	5,658,253
Dallas County Community College	115,750,000	4.85%	5,613,875
Dallas County Hospital	575,530,000	4.85%	27,913,205
Dallas County Flood Control	20,675,000	35.21%	7,279,668
Dallas County Schools	16,679,652	4.85%	808,963
Dallas County Utility and Reclamation	153,755,000	51.27%	78,830,189
Subtotal, overlapping bonded debt			367,882,932
Irving Independent School District direct debt	\$ 379,227,793	100.00%	\$ 379,227,793
TOTAL DIRECT AND OVERLAPPING DEBT			\$ 747,110,725
RATIO OF (NET) GENERAL BONDED DEBT TO THE ESTIMATED ACTUAL PROPERTY VALUE			2.39%

Source: Taxable value data used to estimate applicable percentages provided by the Dallas Central Appraisal District. Debt outstanding data provided by each governmental unit.

Notes:

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

¹ The percentage of overlapping debt applicable is estimated using taxable property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the district's boundaries and dividing it by each unit's total taxable value.

Irving Independent School District

Exhibit S-14

Ratio of Net Bonded Debt to Assessed Value and Per Capita Last Ten Fiscal Years (Unaudited)

FISCAL YEAR	POPULATION ¹	ASSESSED VALUE ²	TOTAL BONDED DEBT OUTSTANDING ³	LESS DEBT SERVICE FUNDS	NET BONDED DEBT OUTSTANDING	RATIO OF NET BONDED DEBT ASSESSED VALUE	NET BONDED DEBT PER CAPITA
2012	218,850	\$ 8,914,841,212	\$ 621,492,017	\$ 14,450,968	\$ 607,041,049	6.81%	2,774
2013	220,750	9,060,059,409	600,739,282	12,567,151	588,172,131	6.49%	2,664
2014	227,030	9,307,845,260	595,590,237	15,495,011	580,095,226	6.23%	2,555
2015	228,610	9,875,806,062	575,827,393	14,519,439	561,307,954	5.68%	2,455
2016	231,040	10,428,027,790	542,765,501	6,766,016	535,999,485	5.14%	2,320
2017	234,710	11,457,829,623	517,484,320	6,909,698	510,574,622	4.46%	2,175
2018	237,490	12,120,027,696	484,133,205	5,751,972	478,381,233	3.95%	2,014
2019	247,615	13,358,205,278	449,855,021	16,572,259	433,282,762	3.24%	1,750
2020	250,063	14,537,517,847	414,677,805	14,415,440	400,262,365	2.75%	1,601
2021	247,669	15,884,792,736	379,227,793	10,914,557	368,313,236	2.32%	1,487

Source:

¹ See Exhibit S-16 for population data.

² See Exhibit S-8 for assessed value.

³ Details of the District's outstanding debt can be found in the notes to the financial statements.

Irving Independent School District
Demographic and Economic Statistics
Last Ten Calendar Years (Unaudited)

Exhibit S-15

PERIOD ENDING	POPULATION ¹	PERSONAL INCOME ² (THOUSANDS OF DOLLARS)	PER CAPITA PERSONAL INCOME ² (DOLLARS)	UNEMPLOYMENT RATE ³
2012	218,850	\$ 5,693,602	\$ 26,016	7.86%
2013	220,750	5,905,946	26,754	6.58%
2014	227,030	6,122,999	26,970	5.79%
2015	228,610	6,096,800	26,669	4.90%
2016	231,040	6,166,771	26,691	3.60%
2017	234,710	6,953,988	29,628	3.52%
2018	237,490	7,281,918	30,662	3.20%
2019	247,615	7,750,597	31,301	3.11%
2020	250,063	8,221,321	32,877	6.79%
2021	247,669	8,295,921	33,496	5.72%

Sources:

¹ North Central Texas Council of Governments.

² City of Irving ACFR, 'Demographic and Economic Statistics.'

³ Texas Labor Market Information



Irving Independent School District
Principal Employers
Current Year and Nine Years Ago (Unaudited)

Exhibit S-16

EMPLOYER	2021 ¹			2012 ²		
	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT
Citigroup, Inc.	6,500	1	2.98%	7,500	1	3.61%
Verizon Communications	3,260	2	1.50%	3,260	3	1.57%
Accenture	2,235	3	1.03%			
Irving Mall	2,100	4	0.96%	2,100	4	1.01%
Allstate Insurance Company	2,000	5	0.92%	1,650	6	0.79%
YRC Freight	1,941	6	0.89%			
DFW International Airport	1,700	7	0.78%			
Quest Diagnostics	1,500	8	0.69%			
Micheals Stores	1,388	9	0.64%			
Microsoft Corp - Las Colinas	1,350	10	0.62%	1,351	8	0.65%
NEC Corp of America			0.00%	1,515	7	0.73%
Nokia				1,700	5	0.82%
Irving ISD				4,220	2	2.03%
Neiman Marcus Direct				1,339	9	0.64%
HMS				1,299	10	0.62%
TOTAL	23,974		11.00%	25,934		12.47%

Source(s):

¹ Irving - Las Colinas Chamber of Commerce

² Irving ISD 2012 ACFR

Irving Independent School District
 Full-Time Equivalent District Employees By Type
 Last Ten Fiscal Years (Unaudited)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
TEACHERS	2,280.8	2,304.0	2,351.3	2,351.7
PROFESSIONAL SUPPORT				
Associate School Psychologist	8.8	9.0	10.6	9.2
Counselor	79.5	79.5	85.0	87.4
Educational Diagnostician	29.5	32.5	31.4	36.4
Librarian	27.0	27.0	32.0	32.9
Occupational Therapist	6.0	5.5	5.6	5.6
Physical Therapist	2.0	2.0	2.0	3.0
School Nurse	35.0	36.0	35.9	38.0
Speech Therapist/Speech- Language Pathologist	26.6	30.3	34.9	35.1
Teacher Facilitator	5.0	37.9	40.7	78.4
Campus Professional Personnel	37.0	51.0	83.8	75.1
Non-Campus Professional Personnel	76.0	80.0	78.9	92.0
Total Professional Support	<u>332.4</u>	<u>390.7</u>	<u>440.8</u>	<u>493.1</u>
CAMPUS ADMINISTRATION				
Assistant Principal	69.0	69.0	65.0	71.9
Instructional Officer	0.0	0.0	0.0	0.0
Principal	38.0	38.0	36.9	37.0
Teacher Supervisor	32.0	30.0	33.0	36.9
Athletic Director	1.0	1.0	1.0	1.0
Total Campus Administration	<u>140.0</u>	<u>138.0</u>	<u>135.9</u>	<u>146.8</u>
CENTRAL ADMINISTRATION				
Assistant/Assoc/Deputy Superintendent	6.0	7.0	5.7	4.0
Superintendent	1.0	1.0	0.6	1.0
Instructional Program Director or Exec Director	13.0	13.0	12.0	12.9
Business Manager	1.0	1.0	1.0	1.0
Tax Assessor &/or Collector	1.0	1.0	1.0	3.0
Director of Personnel/HR	1.0	2.0	1.7	2.0
Total Central Administration	<u>23.0</u>	<u>25.0</u>	<u>22.0</u>	<u>23.9</u>
EDUCATIONAL AIDES				
Educational Aides	381.0	387.5	403.5	426.1
Interpreter	0.0	4.0	8.3	9.5
Total Educational Aides	<u>381.0</u>	<u>391.5</u>	<u>411.8</u>	<u>435.6</u>
AUXILIARY STAFF	<u>707.0</u>	<u>707.0</u>	<u>721.3</u>	<u>732.0</u>
TOTAL ALL FULL-TIME EQUIVALENT EMPLOYEES	<u><u>3,864.2</u></u>	<u><u>3,956.2</u></u>	<u><u>4,083.1</u></u>	<u><u>4,183.1</u></u>

Source: District records from the Fall PEIMS submission

Notes:

¹ Detailed information was not available for fiscal year 2002.

2016	2017	2018	2019	2020	2021
2,284.0	2,283.4	2,261.9	2,220.8	2,146.3	2,191.9
9.6	10.5	10.9	10.0	8.9	9.7
88.3	87.8	89.3	88.6	96.7	95.5
39.9	39.7	38.4	37.9	40.8	41.1
29.0	29.0	28.8	26.9	29.4	31.2
5.5	7.0	7.0	7.0	6.0	6.0
3.0	3.0	2.9	3.0	3.0	4.0
38.0	39.0	37.9	37.5	39.0	37.3
38.4	36.9	36.9	38.7	37.4	41.8
76.8	85.7	87.0	84.4	88.7	68.7
75.0	77.2	59.4	58.8	55.2	66.6
93.4	95.7	75.8	74.2	80.8	89.3
496.9	511.5	474.3	467.0	485.9	491.2
70.2	72.9	73.0	74.0	74.9	77.1
0.0	0.0	0.0	0.0	0.0	0.0
37.0	37.0	37.0	37.0	37.0	37.0
37.7	37.0	37.0	33.0	35.1	38.8
1.0	1.0	1.0	2.0	1.0	1.0
145.9	147.9	148.0	146.0	148.0	153.9
4.0	4.0	4.9	6.0	9.0	7.9
1.0	1.0	1.0	1.0	1.0	1.0
13.0	12.0	52.8	36.0	38.3	37.2
1.0	1.0	1.0	1.0	1.0	1.0
3.0	3.0	3.0	3.0	1.0	1.0
2.0	2.0	3.0	3.0	3.0	4.0
24.0	23.0	65.7	50.0	53.3	52.1
437.4	446.1	460.0	459.7	464.9	534.5
8.5	8.0	7.9	6.0	7.9	7.0
445.9	454.1	467.9	465.7	472.8	541.5
709.9	717.1	676.7	680.4	701.6	826.5
4,106.6	4,137.0	4,094.5	4,029.9	4,007.9	4,257.1



Irving Independent School District
 Operating Statistics
 Last Ten Fiscal Years (Unaudited)

Exhibit S-18

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF	PUPIL-TEACHING RATIO	PERCENTAGE OF STUDENTS RECEIVING FREE OR REDUCED-PRICE MEALS
2012	34,851	243,870,930	6,998	4.35 %	2,280.8	15.3	81.5%
2013	35,114	257,769,548	7,341	4.92 %	2,304.0	15.2	81.3%
2014	35,403	276,784,658	7,818	6.49 %	2,351.3	15.1	80.5%
2015	35,191	288,104,156	8,187	4.72 %	2,351.7	15.0	76.9%
2016	34,929	307,995,593	8,818	7.71 %	2,284.0	15.3	77.2%
2017	34,792	305,606,427	8,784	(0.39)%	2,283.4	15.2	77.2%
2018	33,971	308,520,704	9,082	3.39 %	2,261.9	15.0	73.5%
2019	33,464	320,576,970	9,580	5.48 %	2,220.8	15.1	72.5%
2020	33,544	316,543,475	9,437	(1.49)%	2,146.3	15.6	75.9%
2021	33,544	331,508,150	9,883	4.73 %	2,191.9	14.9	75.0%

Source: District records

Irving Independent School District

Capital Asset Information

Last Ten Fiscal Years (Unaudited)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
SCHOOL				
Elementary				
Buildings	24	24	24	24
Square feet	2,024,334	2,025,940	2,025,940	2,027,517
Maximum capacity	20,000	20,000	20,000	20,000
Enrollment	18,120	18,178	18,406	17,912
Middle				
Buildings	8	8	8	8
Square feet	1,326,868	1,328,012	1,328,012	1,328,012
Maximum capacity	8,000	8,000	8,000	8,000
Enrollment	7,310	7,397	7,355	7,454
High				
Buildings	7	7	7	7
Square feet	1,546,281	1,546,281	1,546,281	1,546,281
Maximum capacity	9,800	9,800	9,800	9,800
Enrollment	9,359	9,490	9,632	9,778
Administrative				
Buildings	9	9	9	9
Square feet	247,992	247,992	247,992	247,992
Transportation				
Buses (quantity) ¹	0	0	0	0
Athletics				
Football fields (quantity)	15	15	15	15
Soccer fields (quantity)	11	11	11	11
Running tracks (quantity)	11	11	11	11
Baseball/softball (quantity)	6	6	6	6
Playgrounds (quantity)	24	24	24	24
Natatorium (quantity)	-	-	-	-

Source: District records

Note:

¹ Buses were titled under Dallas County Schools. Buses were sold to Dallas County Schools in 2012.

² Dallas County Schools dissolved in July 2018. As part of the dissolution, Irving ISD took ownership of buses due to the district.

³ Irving ISD does not own a natatorium, the District paid to upgrade the natatorium owned by North Lake College.

2016	2017	2018	2019	2020	2021
24	24	24	24	24	24
2,027,517	2,027,517	2,027,517	2,027,517	2,027,517	2,027,517
20,000	20,000	20,000	20,000	20,000	20,000
17,912	17,912	16,585	15,945	15,841	15,203
8	8	8	8	8	8
1,328,012	1,328,012	1,328,012	1,328,012	1,328,012	1,328,012
8,000	8,000	8,000	8,000	8,000	8,000
7,454	7,454	7,451	7,514	7,696	7,533
7	7	7	7	7	7
1,546,281	1,546,281	1,546,281	1,587,400	1,587,400	1,587,400
9,800	9,800	9,800	9,800	9,800	9,800
9,778	9,778	9,935	10,005	10,007	9,946
9	9	9	9	9	13
255,064	255,064	255,064	255,064	255,064	269,286
0	0	175 ²	175 ²	181 ²	181 ²
15	15	15	15	15	15
11	11	11	11	11	11
11	11	11	11	11	11
6	6	6	6	6	6
24	24	24	24	39	39
-	-	1 ³	1 ³	1 ³	1 ³



Single Audit Reports





**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***

Board of Trustees
Irving Independent School District

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Irving Independent School District (the District), as of and for the year ended August 31, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated January 12, 2022.

Internal Control over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Board of Trustees
Irving Independent School District

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of 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.

Weaver and Tidwell, L.L.P.
WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
January 12, 2022



Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance in Accordance with the Uniform Guidance

Board of Trustees
Irving Independent School District

Report on Compliance for Each Major Federal Program

We have audited Irving Independent School District's (the District) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended August 31, 2021. 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.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and terms and conditions of federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2021.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2021-001 and 2021-002.

Weaver and Tidwell, L.L.P.
2300 North Field Street, Suite 1000 / Dallas, Texas 75201
Main: 972.490.1970

The District's response to the noncompliance findings identified in our audit are described in the accompanying Corrective Action Plan. The District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's 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 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identify certain deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2021-001 and 2021-002 that we consider to be significant deficiencies.

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.

Weaver and Tidwell, L.L.P.
WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
January 12, 2022

Irving Independent School District
Schedule of Expenditures of Federal Awards
For the Year Ended August 31, 2021

Exhibit K-1

Federal Grantor/Pass-Through Grantor/ Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF EDUCATION			
Passed Through State Department of Education:			
Texas Education For Homeless Children & Youth	84.196A	214600057110039	\$ 116,030
Title I Part A Improving Basic Programs	84.010A	21610101057912	10,328,769
Adult Ed English Literacy & Civics Awareness	84.002A	IISD-AEL1-2020-1	574,627
IDEA-B Formula	84.027A	216600010579126000	6,143,144
IDEA-B Preschool	84.173A	216610010579126000	80,572
IDEA-B Discretionary Deaf	84.027A	216610010579126000	<u>104,195</u>
Total Special Education Cluster (IDEA)			6,327,911
Carl D Perkins Basic Grant for Career & Technology	84.048A	21420006057912	341,921
Title II Part A- Supporting Effective Instruction	84.367A	21694501057912	1,236,268
Title IV, Part A, Subpart 1	84.424A	21680101057912	780,358
Title III Part A Limited English Proficiency	84.365A	21671001057912	1,380,799
COVID-19 Elementary & Secondary Emergency Relief I	84.425D	20521001057912	4,365,445
COVID-19 Elementary & Secondary Emergency Relief II	84.425D	21521001057912	4,709,105
COVID-19 Elementary & Secondary Emergency Relief III	84.425D	21528001057912	1,454,570
COVID-19 Prior Purchase Reimbursement Program	84.425D	52102035	<u>772,887</u>
Total Assistance Listing 84.425D			<u>11,302,007</u>
TOTAL U.S. DEPARTMENT OF EDUCATION			<u>32,388,690</u>
U.S. TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Passed through Texas Health and Human Services Commission:			
Medicaid Administrative Claiming (MAC)	93.778	529-07-0157-00133	<u>203,649</u>
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			<u>203,649</u>
U.S. DEPARTMENT OF AGRICULTURE			
Child Nutrition Cluster:			
Passed through State Department of Agriculture			
USDA Donated Commodities - Noncash assistance	10.555	806780706	1,610,751
Passed through State Department of Education:			
National School Lunch	10.555	71400701	153,327
School Breakfast Program	10.553	71300701	96,579
Passed through State Department of Agriculture:			
COVID-19 Summer Food Service Program - SSO	10.559	00057912	<u>19,303,688</u>
Total Child Nutrition Cluster			21,164,345
Passed through State Department of Agriculture:			
Child & Adult Care Program	10.558	00057912	<u>189,831</u>
TOTAL U.S. DEPARTMENT OF AGRICULTURE			<u>21,354,176</u>
U.S. DEPARTMENT OF DEFENSE			
Reserve Officer Training Corps	12.000	N/A	<u>220,591</u>
TOTAL U.S. DEPARTMENT OF DEFENSE			<u>220,591</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 54,167,106</u>

The Notes to Schedule of Expenditures of Federal Awards are an integral part of this schedule.



Irving Independent School District

Notes to Schedule of Expenditures of Federal Awards

For the Year Ended August 31, 2021

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the District under programs of the federal government for the year ended August 31, 2021. The information in this schedule is presented in accordance with Title 2 U.S. Code of Federal Regulations (CFR) 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.

The District has elected not to use the 10% de minimis indirect cost rate as allowed under Uniform Guidance.

Note 2. Summary of Significant Accounting Policies

The District accounts for all awards under federal programs in the General Fund 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. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current assets.

The modified accrual basis of accounting is used for these 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. Expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited to reimbursement. Pass-through entity identifying numbers are presented where available.

Federal grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant, and, accordingly, when such funds are received, they are recorded as unearned revenues until earned. Generally, unused balances are returned to the grantor at the close of specified project periods. National School Lunch Program non-cash commodities are recorded at their estimated market value at the time of donation.

Note 3. Reconciliation to Basic Financial Statements

The following is a reconciliation of expenditures of federal awards programs per Exhibit K-1 and Federal revenues reported on Exhibit C-2:

Total expenditures of federal awards per Exhibit K-1	\$ 54,167,106
E-Rate	2,706,475
SHARS	<u>4,375,780</u>
Total federal revenues per Exhibit C-2	<u>\$ 61,249,361</u>

Irving Independent School District
 Schedule of Findings and Questioned Costs
 For the Year Ended August 31, 2021

Section 1. Summary of Auditor's Results

Financial Statements

- a. An unmodified opinion was issued on the financial statements.
- b. Internal control over financial reporting:
 - Material weakness(es) identified? Yes No
 - Significant deficiency(ies) identified? Yes None Reported
- c. Is any noncompliance material to the financial statements noted? Yes No

Major Programs

- d. Internal control over major programs:
 - Material weakness(es) identified? Yes No
 - Significant deficiency(ies) identified? Yes None Reported
- e. An unmodified opinion was issued on compliance for major programs.
- f. Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? Yes No
- g. Identification of major programs:

84.010A 84.365A 84.425D 10.553, 10.555, 10.559	Title I Part A Improving Basic Programs Title III Part A Limited English Proficiency COVID-19 ESSER I, II, and III and COVID-19 Prior Purchase Reimbursement Program Child Nutrition Cluster
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- h. The dollar threshold used to distinguish between Type A and Type B programs: \$1,625,013
- i. Auditee qualified as a low-risk auditee? Yes No

Irving Independent School District

Schedule of Findings and Questioned Costs - Continued
For the Year Ended August 31, 2021

Section 2. Financial Statement Findings

None

Section 3. Federal Award Findings and Questioned Costs

Finding Number: 2021-001 – Activities Allowed or Unallowed, Allowable Cost Principles

Identification of Federal Program: 84.010A – Title I Part A Improving Basic Programs

Pass through entity: State Department of Education, No. 21610101057912

Type of Finding – Compliance Finding and Significant Deficiency in Internal Control over Compliance

Criteria

For federally funded employees, twice a year employees and supervisors sign a “Time Distribution Log” to certify their split funded time.

Condition

There was one instance where the amount paid out of the Title I funding source and Local funding source did not match the time recorded on the Time Distribution Log signed by the employee in April 2021.

Cause

The employee was being paid 75%/25% Title I and Local funds, respectively, but the employee and supervisor signed the log noting 50%/50%. Sometime after this employee’s position was set up with payroll, the position shifted from 75%/25% to 50%/50% and payroll was not notified.

Effect

In this instance, the Title I fund was overcharged based on the employee’s duties.

Recommendation

We recommend that management implement controls to ensure that proper funding is allocated appropriately based on the actual time employees worked in each job function. Furthermore, the Federal Programs Monitoring & Compliance Specialist should review Time Distribution Logs on a consistent basis for completeness and accuracy as well as notifying management of any inconsistencies identified.

Views of Responsible Officials and Planned Corrective Actions

Management agrees with the finding and has completed a corrective action plan.

Irving Independent School District

Schedule of Findings and Questioned Costs - Continued

For the Year Ended August 31, 2021

Finding Number: 2021-002 – Activities Allowed or Unallowed, Allowable Cost Principles

Identification of Federal Program: 84.425D – COVID-19 Elementary & Secondary Emergency Relief I

Pass through entity: State Department of Education, No. 20521001057912

Type of Finding – Compliance Finding and Significant Deficiency in Internal Control over Compliance

Criteria

All hourly employees complete timesheets which are signed by the employee and approved by their supervisor and retained.

Condition

The 2 COVID-19 testers' approved timesheets were not available for review, as they were not retained by management.

Cause

The contracted employees had completed timesheets which were subsequently approved by their supervisor, but once approved, they were not retained by management.

Effect

The approved timesheets were not available for review/testing by the District's Internal Audit department or by Weaver.

Recommendation

We recommend Payroll confer with managers of hourly employees to determine how to effectively document and retain timesheet reports, including any corrections needed.

Views of Responsible Officials and Planned Corrective Actions

Management agrees with the finding and has completed a corrective action plan.

Irving Independent School District

Schedule of Findings and Questioned Costs - Continued

For the Year Ended August 31, 2021

Section 4. Schedule of Prior Audit Findings and Questioned Costs

Finding 2020-001 – Activities Allowed or Unallowed, Allowable Cost Principles

10.553, 10.555, 10.559 – Child Nutrition Cluster

Type of Finding – Compliance Finding and Significant Deficiency in Internal Control over Compliance

Person(s) Responsible

Olga Rosenberger, Director of Food Services

Sylvia Saucedo, Assistant Director of Food Services

Corrective Action

The Director of Food Services ensured that all federally funded employee timesheets were reviewed and approved by the Director of Food Service or designated personnel by developing a process as follows. The supervisor of employees funded by Food Nutrition Services (FNS), but not under the supervision of the Food Services Dept, will review and approve time in Kronos. The Director of Food and Nutrition Services or designee will print approved time sheets from Kronos and review and approve. Approved time sheets were filed along with other FNS employee timesheets.

Status – Corrected

Finding 2021-001 – Activities Allowed or Unallowed, Allowable Cost Principles

84.010A – Title I Part A Improving Basic Programs

Type of Finding – Compliance Finding and Significant Deficiency in Internal Control over Compliance

Corrective Action Plan

Personnel Action Form was submitted on 10/12/2021 to make change from 75%/25% to 50%/50%. Effective January 2022, we will add a step in the process to verify that Time Distribution logs “agree” to the initial split.

Person(s) Responsible

Martina Fernandez, Federal Programs Monitoring & Compliance Specialist
Mahdia Lalee, Director of Business Operations

Anticipated Completion Date

January 31, 2022

Finding 2021-002 – Activities Allowed or Unallowed, Allowable Cost Principles

84.425D – COVID-19 Elementary & Secondary Emergency Relief I

Type of Finding – Compliance Finding and Significant Deficiency in Internal Control over Compliance

Corrective Action Plan

Each Payroll Clerk receives an email notifying them of new hires, once they receive this notification each Payroll Clerk will review the employee in Kronos to confirm a reviewer/approver has been assigned to the new employee, if not, the payroll department will work with each department head/campus principal to setup the appropriate reviewer. Payroll Coordinator will also work with Kronos to setup an automated notification for any employee within Kronos that does not have a reviewer/approver assigned. In the event a correction is needed the Timekeeping Correction Form must be submitted and approved by the supervisor. The forms will be retained at the campus/department.

Person(s) Responsible

Mahdia Lalee, Director of Business Operations
Gretchen McConathy, Payroll Coordinator

Anticipated Completion Date

December 31, 2021

Irving Independent School District
 Schedule of Required Responses to Selected
 School FIRST Indicators (Unaudited)
 For the Fiscal Year Ended August 31, 2021

<u>Data Control Codes</u>		<u>Response</u>
SF1	Was there an unmodified opinion in the Annual Financial Report on the financial statements as a whole?	Yes
SF2	Were there any disclosures in the Annual Financial Report and/or other sources of information concerning nonpayment of any terms of any debt agreement at fiscal year-end?	No
SF3	Did the school district make timely payments to the Teacher Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other government agencies?	Yes
SF4	Was the school district issued a warrant hold? Even if the issue surrounding the initial warrant hold was resolved and cleared within 30 days, the school district is considered to have been issued a warrant hold.	No
SF5	Did the Annual Financial Report disclose any instances of material weaknesses in internal controls over financial reporting and compliance for local, state, or federal funds?	No
SF6	Was there any disclosure in the Annual Financial Report of material noncompliance for grants, contracts, and laws related to local, state, or federal funds?	No
SF7	Did the school district post the required financial information on its website in accordance with Government Code, Local Government Code, Texas Education Code, Texas Administrative Code and other statutes, laws and rules that were in effect at the school district's fiscal year end?	Yes
SF8	Did the school board members discuss the school district's property values at a board meeting within 120 days before the school district adopted its budget?	Yes
SF9	Total accumulated accretion on capital appreciation bonds included in	\$ 6,575,098