

2020  
**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

Fiscal Year Ending August 31, 2020



**IRVING**  
*Independent School District*

2621 W. Airport Freeway  
Irving, TX 75062



**Comprehensive  
Annual Financial  
Report**



**Irving, Texas**

**For the  
Fiscal Year Ended  
August 31, 2020**

Magda Hernandez  
*Superintendent of Schools*

Prepared by  
Irving ISD Business Office  
Gary Micinski, CPA  
*Chief Financial Officer*  
Steve Franks, CPA, CIA  
*Director of Business Operations*



**Irving Independent School District**  
 Comprehensive Annual Financial Report  
 For The Fiscal Year Ended August 31, 2020  
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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)   x   approved \_\_\_\_\_ disapproved for the year ended August 31, 2020, at a meeting of the board of school trustees of such school district on the 19<sup>th</sup> day of January, 2021.

---

\_\_\_\_\_  
Randy Randle  
Board President  
Randy Randle

\_\_\_\_\_  
Pamela Campbell  
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).



**GARY MICINSKI, CPA**  
Chief Financial Officer  
Business Services

**MAGDA HERNANDEZ**  
Superintendent of Schools

January 19, 2021

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 Comprehensive Annual Financial Report (CAFR) of Irving Independent School District (the District) for the fiscal year ended August 31, 2020, is submitted herewith. The District's Business Office has prepared this CAFR, 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 CAFR for the year ended August 31, 2020, 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, 2020. The independent auditor's report is located at the front of the Financial Section.

The 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 CAFR will be distributed to the Texas Education Agency, financial rating services, and other interested parties. An electronic copy of the CAFR is available on the District's website [www.irvingisd.net](http://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, "To ensure each student attains intellectual and personal excellence."

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 2018-2019 school year was 33,464 students. 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. It is projected for enrollment to stabilize and improve throughout the 2020-2021 school year.

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 71 years (Britain Elementary and Bowie Middle School) to 9 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 31<sup>st</sup> each year.

### ***Financial Policies***

The Comprehensive Annual Report for the year ended August 31, 2020, 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
- Non-Major Funds

#### Proprietary Funds:

- Internal Service Funds

#### Fiduciary Funds:

- Agency 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, 2020, 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, 2019. 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 2020 certificates.


The District received a Superior rating for the 2020 School's Financial Integrity Rating System of Texas (FIRST). For the previous eighteen 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

  
\_\_\_\_\_  
Gary Micinski, CPA  
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	8 years	2022	Business Owner
Nuzhat Hye, Vice President	3 years	2021	Educator
Pamela Campbell, Secretary	3 years	2021	Educator
Tony Grimes, Member	2 years	2022	Entrepreneur
A.D. Jenkins, Member	5 years	2022	Software Engineer
Michael Kelley, Member	1 year	2023	Realtor
Dr. Rosemary Robbins, Member	2 years	2023	Educator

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## ADMINISTRATIVE OFFICIALS

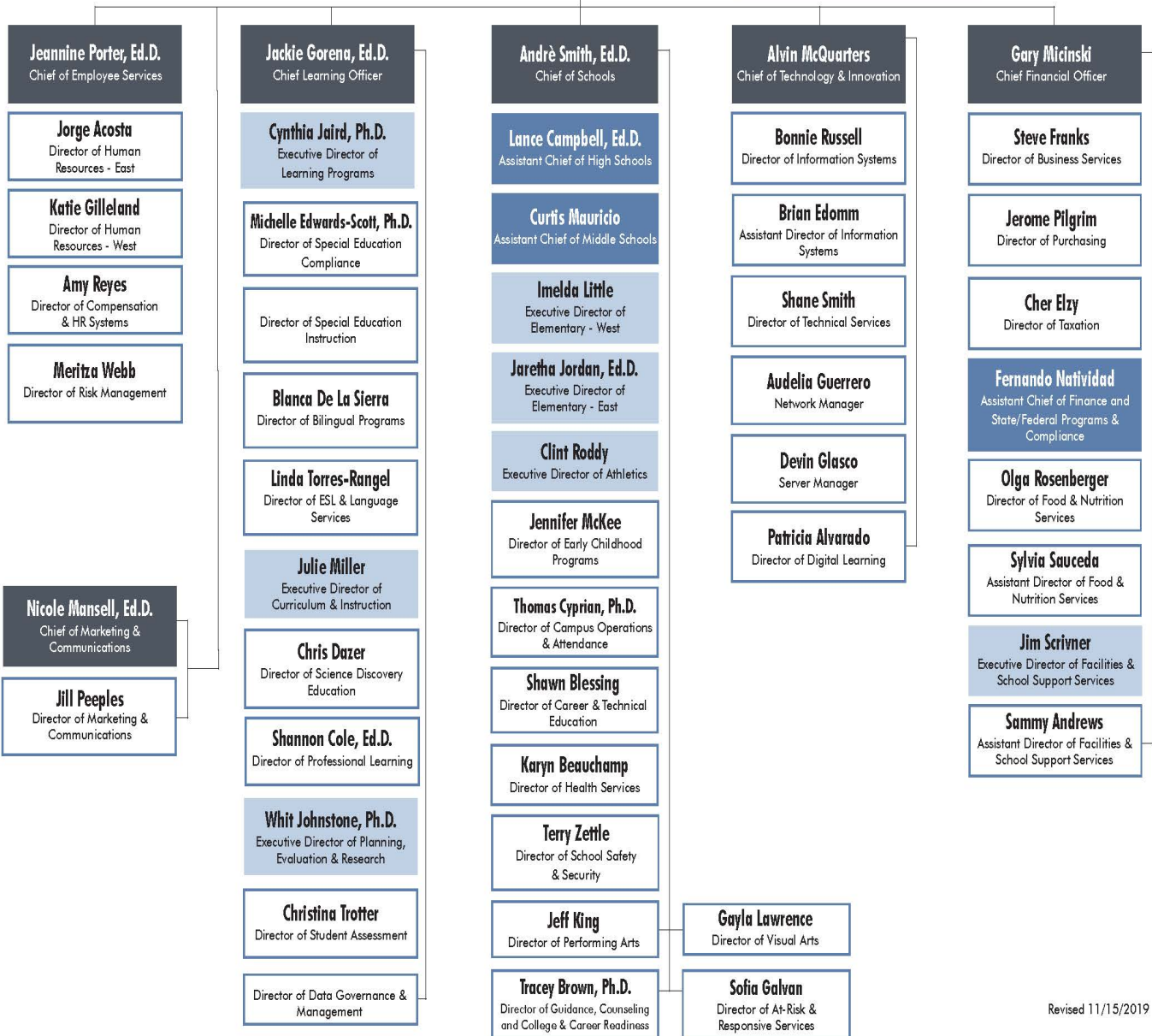
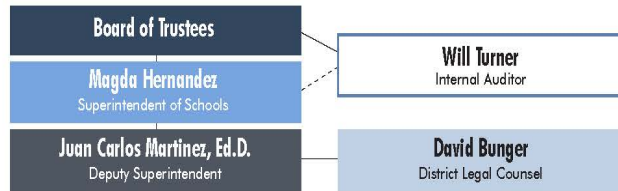
<u>Name</u>	<u>Position</u>	<u>Length of Service</u>
Magda Hernandez	Superintendent	2 years
Gary Micinski, CPA	Chief Financial Officer	6 years
Juan Carlos Martinez, Ed.D	Deputy Superintendent	4 years
David Bunger, J.D., Ed.D.	Chief Legal Counsel	1 year

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## 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 Office Organizational Chart



Revised 11/15/2019



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Irving Independent School District  
Texas**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

August 31, 2019

*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 (CAFR)  
for the Fiscal Year Ended August 31, 2019.**

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



A handwritten signature in black ink, reading 'Claire Hertz'.

Claire Hertz, SFO  
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, 2020, 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, 2020, 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

CPAs AND ADVISORS | [WEAVER.COM](http://WEAVER.COM)

## **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 15, 2021, 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 15, 2021



## 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, 2020. 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 \$365,998,687, or 83%, of all fiscal year 2020 revenues. Program-specific revenues in the form of charges for services and grants and contributions accounted for \$75,735,076, or 17%, of total fiscal year 2020 revenues.
- The District had \$427,871,519 in expenses related to governmental activities, of which \$75,735,076 was offset by program-specific charges for services or grants and contributions. General revenues of \$365,998,687 were adequate to provide for the remaining costs of these programs, resulting in a \$13,862,244 increase in net position.
- Among major funds, the General Fund had \$332,714,097 in revenues which primarily consisted of state aid and property taxes, and \$316,543,475 in expenditures. The General Fund's fund balance increased \$9,553,750 from \$105,124,114 as of August 31, 2019 to \$114,677,864 as of August 31, 2020.

### 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) and the functions of the District that operate like a business (business-type activities). The governmental activities of the District include instruction, support services, operation and maintenance of plant, student transportation, and operation of non-instructional services. The business-type activities, which included the District's vending machine operations, was closed at the end of fiscal year 2019 and operations transferred to the general fund.

**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, and capital projects 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 were below the liabilities and deferred inflows of resources by \$1,731,801 as of August 31, 2020.

A portion of the District's net position represents resources subject to external restrictions on how they may be used. As of August 31, 2020, the District's restricted net position for federal and state programs was \$2,867,679 and restricted net position for future debt service payments was \$14,646,882. 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, 2020, unrestricted net position showed a \$137,914,164 deficit at the end of the year.

Net investment in capital assets was \$118,667,802. 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, 2020 and 2019.

**Table I**  
**Statement of Net Position**

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Current and other assets	\$ 172,634,354	\$ 171,701,912	\$ -	\$ -	\$ 172,634,354	\$ 171,701,912
Capital assets (net)	504,402,410	509,098,850	-	-	504,402,410	509,098,850
<b>Total assets</b>	<b>677,036,764</b>	<b>680,800,762</b>	<b>-</b>	<b>-</b>	<b>677,036,764</b>	<b>680,800,762</b>
Deferred outflows	88,787,223	98,191,350	-	-	88,787,223	98,191,350
Current liabilities	59,157,608	58,097,085	-	-	59,157,608	58,097,085
Long-term liabilities	626,547,044	683,763,721	-	-	626,547,044	683,763,721
<b>Total liabilities</b>	<b>685,704,652</b>	<b>741,860,806</b>	<b>-</b>	<b>-</b>	<b>685,704,652</b>	<b>741,860,806</b>
Deferred inflows	81,851,136	52,725,351	-	-	81,851,136	52,725,351
Net investment in capital assets	118,667,802	89,114,218	-	-	118,667,802	89,114,218
Restricted	17,514,561	22,397,420	-	-	17,514,561	22,397,420
Unrestricted	(137,914,164)	(127,105,683)	-	-	(137,914,164)	(127,105,683)
<b>Total net position</b>	<b>\$ (1,731,801)</b>	<b>\$ (15,594,045)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (1,731,801)</b>	<b>\$ (15,594,045)</b>

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

- Current and other assets increased by \$930 thousand, or 0.5%, staying consistent with prior year.
- Capital assets decreased \$4.7 million, or 0.9%, which was due to depreciation exceeding cost of new assets acquired.
- Deferred outflows of resources decreased by \$9.4 million, or 9.6%, due to a decrease in deferred outflows for pensions of \$11.8 million and increase in deferred outflows for OPEB of \$3.6 million.
- Deferred inflows of resources increased \$29.1 million, or 55.2%, due to an increase in deferred inflows for pensions of \$13.5 million and deferred inflows for OPEB of \$15.6 million.
- Long-term liabilities decreased \$57.2 million. This was due to the decrease of the net pension liability of \$10.6 million and net OPEB liability of \$10.9 million, as well as a decrease of bonds payable of \$35.6 million.

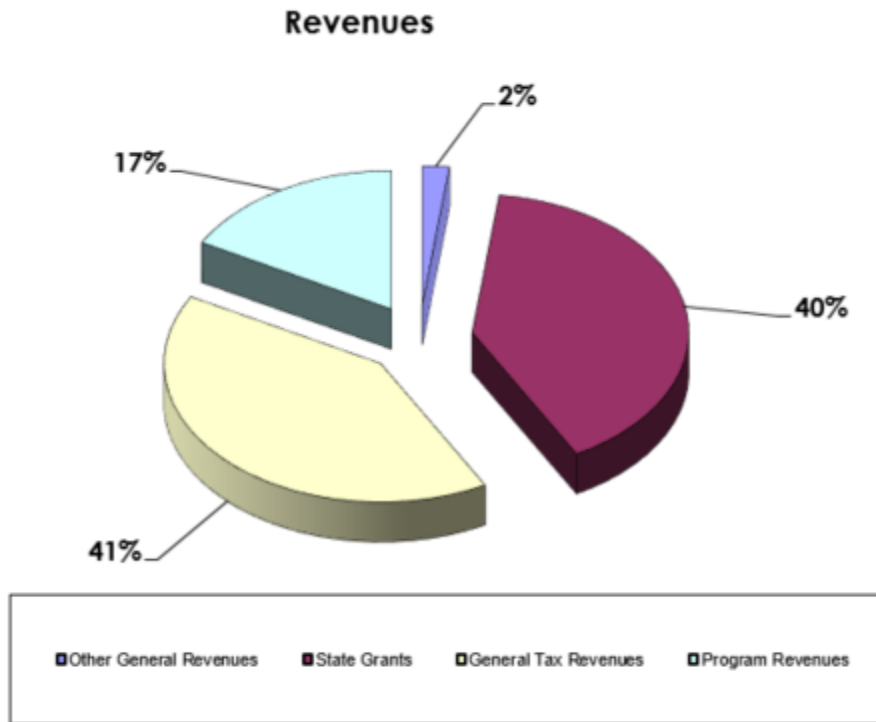
The District's total revenues for the fiscal year ended August 31, 2020 were \$441,733,763. The total cost of all programs and services was \$427,871,519. The following table presents a summary of the changes in net position for the fiscal years ended August 31, 2020 and 2019.

**Table II**  
**Change in Net Position**

	Governmental		Business-Type		Total	
	Activities		Activities			
	2020	2019	2020	2019	2020	2019
Revenues:						
Program revenues:						
Charges for services	\$ 2,719,624	\$ 4,976,989	\$ -	\$ 235,159	\$ 2,719,624	\$ 5,212,148
Operating grants and contributions	73,015,452	92,963,084	-	-	73,015,452	92,963,084
General revenues:						
Maintenance and operations taxes	144,594,888	141,267,808	-	-	144,594,888	141,267,808
Debt service taxes	38,586,051	27,771,138	-	-	38,586,051	27,771,138
State grants	177,306,711	174,875,485	-	-	177,306,711	174,875,485
Investment earnings	2,861,202	4,769,472	-	-	2,861,202	4,769,472
Miscellaneous	2,649,835	12,302,304	-	-	2,649,835	12,302,304
Total revenues	441,733,763	458,926,280	-	235,159	441,733,763	459,161,439
Expenses:						
Instruction, curriculum, and media services	263,447,716	253,937,875	-	-	263,447,716	253,937,875
Instructional and school leadership	32,238,387	29,444,834	-	-	32,238,387	29,444,834
Student support services, child nutrition and co-curricular activities	64,117,791	63,652,898	-	-	64,117,791	63,652,898
General administration	9,385,916	8,335,489	-	-	9,385,916	8,335,489
Plant maintenance, security, and data processing	41,854,973	40,538,813	-	-	41,854,973	40,538,813
Community services	2,602,644	2,057,946	-	-	2,602,644	2,057,946
Interest and fiscal charges	12,573,923	13,689,128	-	-	12,573,923	13,689,128
Other facility costs	774,581	589,580	-	-	774,581	589,580
Intergovernmental charges	627,379	635,779	-	-	627,379	635,779
Payments to TIF	248,209	15,380,261	-	-	248,209	15,380,261
Vending	-	-	-	261,306	-	261,306
Total expenses	427,871,519	428,262,603	-	261,306	427,871,519	428,523,909
Increase (decrease) in net position	13,862,244	30,663,677	-	(26,147)	13,862,244	30,637,530
Transfers	-	(208,532)	-	208,532	-	-
Change in net position	13,862,244	30,455,145	-	182,385	13,862,244	30,637,530
Net position - beginning	(15,594,045)	(46,049,190)	-	(182,385)	(15,594,045)	(46,231,575)
Net position - beginning	(15,594,045)	(46,049,190)	-	(182,385)	(15,594,045)	(46,231,575)
<b>Ending net position</b>	<b>\$ (1,731,801)</b>	<b>\$ (15,594,045)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (1,731,801)</b>	<b>\$ (15,594,045)</b>

The District closed the business-type activities (vending) in FY 2019, and transferred operations to the general fund.

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 \$441,733,763, down \$17,427,676 from the prior year. The decrease in revenues was due to the following events:

- Tax Increment Financing (TIF) Fund with the City of Irving ended in the 2018-2019 fiscal year; therefore, the decline in Tax Increment Financing (TIF) collections was \$10,490,557 compared to the prior year.
- The Student Health and Related Services (SHARS) final grant reconciliation payments declined by \$5,472,324 based on the agency's slower schedule of closing out grants.
- Investment earnings declined by \$1,689,092 based on the Federal Reserve Board dropping the overnight rate to a range of 0.00% to 0.25% in March 2020 to offset the negative impact of COVID-19 on the economy.

The cost of all governmental activities this year was \$427,871,519. However, as shown in the statement of activities, the amount that our taxpayers ultimately financed for these activities through district taxes was \$183,180,939 because some of the costs were paid by those who directly benefited from the programs (\$2,719,624), by other governments and organizations that subsidized certain programs with grants and contributions (\$73,015,452), or by state aid (\$177,306,711), investment income (\$2,861,202), and other miscellaneous income (\$2,649,835).

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	\$ 263,447,716	\$ 225,530,420
Instructional and school leadership	32,238,387	28,739,115
Student support services, child nutrition and co-curricular activities	64,117,791	37,301,756
General administration	9,385,916	8,519,226
Plant maintenance, security, and data processing	42,629,554	37,758,373
Community services	2,602,644	924,967
Interest and fiscal charges	12,573,923	12,573,923
Intergovernmental charges	627,379	565,095
Payments to TIF	248,209	223,568
<b>Total expenses</b>	<u>\$ 427,871,519</u>	<u>\$ 352,136,443</u>

**The District's Funds**

As the District completed the year, its governmental funds reported a combined fund balance of \$138,286,409 which is an increase of \$1,177,231 from the prior year.

The schedule below indicates the fund balance by fund type as of August 31, 2020 and August 31, 2019.

	<u>Fund Balance August 31, 2020</u>	<u>Fund Balance August 31, 2019</u>	<u>Change in Fund Balance</u>
General fund	\$ 114,677,864	\$ 105,124,114	\$ 9,553,750
Food service	2,808,299	5,469,225	(2,660,926)
Debt service	14,415,440	16,572,259	(2,156,819)
Capital projects	6,329,038	9,661,547	(3,332,509)
Nonmajor funds	55,768	282,033	(226,265)
<b>Total</b>	<u>\$ 138,286,409</u>	<u>\$ 137,109,178</u>	<u>\$ 1,177,231</u>

General Fund

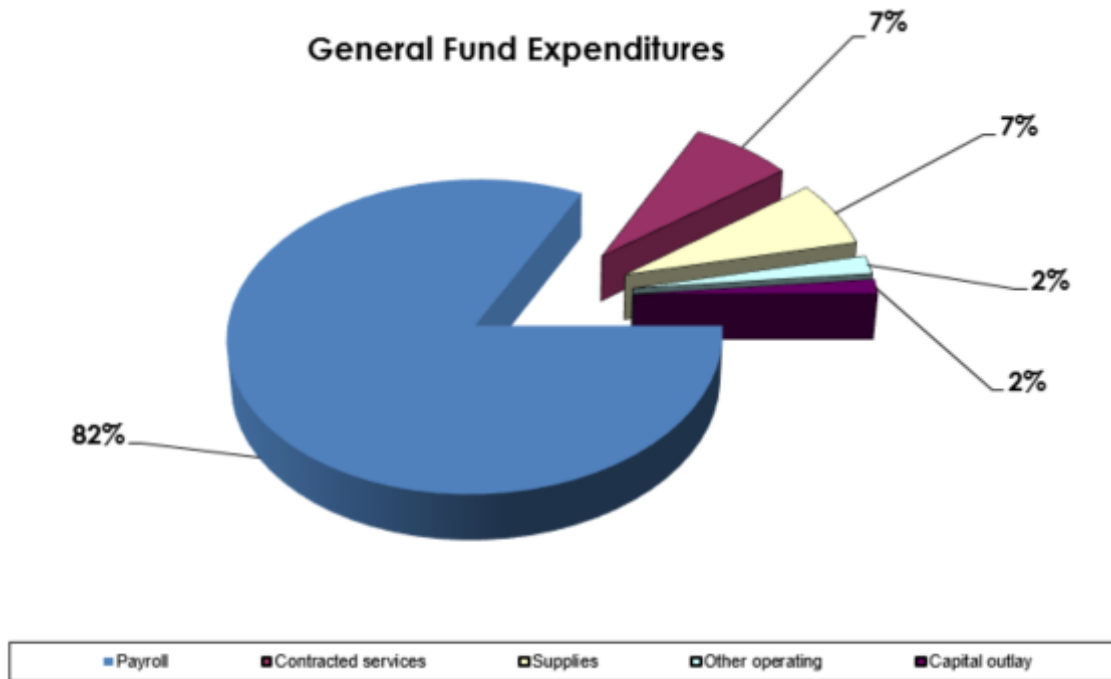
The fund balance of the General Fund increased \$9,553,750 from the prior year. The District’s original budget plan was to increase fund balance \$1,292,336. The following factors contributed to the \$8,261,414 difference:

- Actual general fund expenditures were \$316,543,475 which was \$21,756,556 less than the original budget total of \$338,300,031. Total actual expenditures were significantly less than originally budgeted because of outstanding encumbrances at year end, which were rolled into the fiscal year 2020-2021 budget.
- There was a \$4,230,957 increase in actual local general fund revenue including property tax collections greater than the amount that was originally budgeted.



- There was a \$9,828,134 decrease in actual state funding revenue lesser than the amount that was originally budgeted. The District's ADA calculations did not end the school year as high as originally projected.
- There was a \$1,821,093 decrease in actual federal revenue lesser than the amount that was originally budgeted.

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 decreased \$2,660,926 from the prior year. Compared to the prior fiscal year, the District's meals served estimates did not end as high as originally projected based on the impact of COVID-19.

Debt Service Fund

The Debt Service fund balance decreased \$2,156,819. The General Fund completed an operating transfer to the Debt Service Fund for \$5.0 million that represented existing surplus funds. This operating transfer helped cover obligations of the fund during the fiscal year.

Capital Projects Fund

The Capital Projects fund balance decreased \$3,332,509 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.

## 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 \$9,451,635. Revenues had budget amendment increases of \$3,622,937. Other Financing Sources had budget amendment decreases of \$6,650,000. 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:

- \$4,518,701 budget amendments to increase Function 11 Instruction and Instructional -Related Services, \$1,395,865 budget amendments to increase Function 13 Curriculum Development and Instructional Staff Development, and \$2,084,254 in budget amendments to increase Function 51 Plant Maintenance and Operations 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 \$2,881,980 increase to the final amended budget compared to the original budget for general fund state revenues that was approved to accommodate greater revenues than were anticipated in the original budget.

The following factor contributed to the increase in the other financing sources budget:

- There was a \$6,650,000 increase in operating transfers out greater than the amount that was originally budgeted. This increase was based on transfers out to the Debt Service Fund for debt reduction and transfers out to the Capital Projects Fund for construction projects approved by the Board of Trustees during the fiscal year that were not included in the original budget.

## Capital Assets and Debt Administration

### Capital Assets

As of August 31, 2020, the District had invested \$504,402,410 in capital assets, net of accumulated depreciation of \$459,667,576, including land and improvements, facilities, and equipment for instruction, transportation, athletics, administration, and maintenance. This amount represents a net decrease in capitalized cost of \$4,696,440 from last year. The decrease is due to construction projects started in the prior year and completed during the fiscal year, which totaled \$5.3 million. The total depreciation expense for the year was \$17,493,285. The following schedule presents capital asset balances net of depreciation for the fiscal year ended August 31, 2020:

Land and improvements	\$	26,737,491
Furniture and equipment		18,949,914
Buildings and improvements		432,294,265
Construction in progress		26,420,740
		<hr/>
<b>Total</b>	<b>\$</b>	<b>504,402,410</b>

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

## Debt

As of August 31, 2020, the District had \$414,677,805 in general obligation bonds payable, including accreted interest, with \$30,140,000 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 2020-2021 budget and setting the 2020 tax rates. For the ninth year, property values increased. The certified tax roll reflected values of \$14,741,790,660 which is a 2.0% increase in value compared to the prior fiscal year.

The Board approved a decreased total tax rate of \$1.2751 for the 2020 tax year. The Maintenance and Operations tax rate decreased by .0162 from \$1.0310 to \$1.0148; however, the interest and sinking rate increased by .0138 from \$.2741 to \$.2603. 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 \$2.3 million for maintenance and operations. Due to the increase in contribution by the state per House Bill 3, state funding is anticipated to increase approximately \$18.4 million.

As of August 31, 2020, the fund balance for the general fund increased by \$9,553,750 to \$114,677,864. The non-spendable fund balance increased by \$97,157 to \$803,181. The unassigned fund balance decreased by \$22,876,567 to \$78,516,748. The assigned fund balance increased by \$32,333,160 to \$35,357,935. The increase in the assigned fund balance was based on the remaining TIF program fund balance to be spent and the anticipated construction and technology projects that continue to be evaluated based on the needs of the District.

## **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, 2020

Exhibit A-1

DATA CONTROL CODES		1 GOVERNMENTAL ACTIVITIES
<b>ASSETS</b>		
1110	Cash and cash equivalents	\$ 147,026,439
1120	Investments	15,000,000
1220	Delinquent taxes receivable - net of estimated uncollectible taxes	4,584,528
1240	Due from other governments	3,438,010
1250	Accrued interest	165,595
1290	Other receivables	1,171,805
1300	Inventories	1,179,562
1490	Other assets	68,415
1510	Land	20,073,841
1515	Land improvements	23,801,393
1520	Buildings and improvements	739,925,638
1530	Furniture and equipment	153,848,374
1580	Construction in progress	26,420,740
1570	Accumulated depreciation	<u>(459,667,576)</u>
1000	Total assets	677,036,764
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
1701	Deferred charges on refunding	22,304,562
1705	Deferred outflows of resources - pension	50,715,383
1706	Deferred outflows of resources - OPEB	<u>15,767,278</u>
1700	Total deferred outflows of resources	88,787,223
<b>LIABILITIES</b>		
2110	Accounts payable and claims liabilities	5,551,435
2150	Payroll deductions and withholdings	2,455,517
2160	Accrued wages payable	15,592,251
2140	Interest payable	699,298
2180	Due to other governments	4,212,762
2300	Unearned revenue	176,839
Noncurrent liabilities:		
Due within one year		
2121	Bonds payable	30,140,000
2123	Claims payable	329,506
Due in more than one year		
2800	Claims payable	588,124
2510	Bonds payable	384,537,805
2540	Net pension liability	115,166,596
2545	Net OPEB liability	<u>126,254,519</u>
2000	Total liabilities	685,704,652
<b>DEFERRED INFLOWS OF RESOURCES</b>		
2605	Deferred inflows of resources - pension	22,877,097
2606	Deferred inflows of resources - OPEB	<u>58,974,039</u>
2600	Total deferred inflows of resources	81,851,136
<b>NET POSITION</b>		
3200	Net investment in capital assets	118,667,802
3820	Restricted for federal and state programs	2,867,679
3850	Restricted for debt service	14,646,882
3900	Unrestricted	<u>(137,914,164)</u>
3000	<b>TOTAL NET POSITION</b>	<u>\$ (1,731,801)</u>

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, 2020

Exhibit B-1

DATA CONTROL CODES	FUNCTIONS/PROGRAMS	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION	
		1	2	3	6
		EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES
	<b>GOVERNMENTAL ACTIVITIES</b>				
11	Instruction	\$ 246,100,617	\$ 406,586	\$ 32,151,784	\$ (213,542,247)
12	Instructional resources and media services	6,491,369	-	539,757	(5,951,612)
13	Curriculum development and instructional staff development	10,855,730	-	4,819,169	(6,036,561)
21	Instructional leadership	7,699,350	-	1,405,417	(6,293,933)
23	School leadership	24,539,037	-	2,093,855	(22,445,182)
31	Guidance, counseling, and evaluation services	20,161,822	-	2,936,369	(17,225,453)
32	Social work services	1,607,543	-	222,676	(1,384,867)
33	Health services	4,058,513	-	530,875	(3,527,638)
34	Student (pupil) transportation	7,584,884	-	806,362	(6,778,522)
35	Food services	23,473,075	1,175,220	19,485,322	(2,812,533)
36	Co-curricular/extracurricular activities	7,231,954	1,065,052	594,159	(5,572,743)
41	General administration	9,385,916	-	866,690	(8,519,226)
51	Plant maintenance and operations	27,820,383	72,766	2,639,609	(25,108,008)
52	Security and monitoring services	4,753,222	-	634,112	(4,119,110)
53	Data processing services	9,281,368	-	1,053,173	(8,228,195)
61	Community services	2,602,644	-	1,677,677	(924,967)
71	Debt service - Interest and fiscal charges	12,573,923	-	-	(12,573,923)
81	Other facility costs	774,581	-	471,521	(303,060)
95	Payments to juvenile justice alternative education program	19,986	-	1,985	(18,001)
97	Payments to TIF	248,209	-	24,641	(223,568)
99	Other intergovernmental charges	607,393	-	60,299	(547,094)
	<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 427,871,519</b>	<b>\$ 2,719,624</b>	<b>\$ 73,015,452</b>	<b>\$ (352,136,443)</b>

DATA CONTROL CODES		
	General revenues	
	Taxes	
MT	M & O property taxes	144,594,888
DT	Debt service property taxes	38,586,051
SF	State aid - Not restricted to specific programs	177,306,711
IE	Investment income	2,861,202
MI	Miscellaneous	2,649,835
TR	Total general revenues and transfers	365,998,687
CN	Change in net position	13,862,244
NB	Net position - beginning	(15,594,045)
NE	<b>NET POSITION - ENDING</b>	<b>\$ (1,731,801)</b>

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, 2020

DATA CONTROL CODES		MAJOR	
		GENERAL	FOOD SERVICE
	<b>ASSETS</b>		
	Current assets		
1110	Cash and cash equivalents	\$ 119,613,716	\$ 3,026,699
1120	Investments	15,000,000	-
	Receivables		
1220	Property taxes - delinquent	6,202,712	-
1230	Allowance for uncollectible taxes	(2,548,924)	-
1240	Due from other governments	106,027	658,256
1250	Accrued interest	165,595	-
1260	Due from other funds	2,511,105	-
1290	Other receivables	1,046,805	-
1300	Inventories, at cost	734,766	251,466
1410	Prepaid items	68,415	-
1000	<b>TOTAL ASSETS</b>	<b>\$ 142,900,217</b>	<b>\$ 3,936,421</b>
	<b>LIABILITIES</b>		
	Current liabilities		
2110	Accounts payable	\$ 2,388,238	\$ 1,128,122
2150	Payroll deductions and withholdings	2,455,517	-
2160	Accrued wages payable	15,592,251	-
2170	Due to other funds	-	-
2180	Due to other governments	4,124,911	-
2300	Unearned revenue	-	-
2000	Total liabilities	24,560,917	1,128,122
	<b>DEFERRED INFLOWS OF RESOURCES</b>		
2600	Unavailable revenue	3,661,436	-
2600	Total deferred inflows of resources	3,661,436	-
	<b>FUND BALANCES</b>		
	Nonspendable		
3410	Inventory	734,766	-
3430	Prepaid items	68,415	-
	Restricted		
3450	Food service	-	2,808,299
3450	Grant funds	-	-
3480	Retirement of long-term debt	-	-
	Assigned		
3590	Campus activity funds	2,192,935	-
3590	Unspent TIF program proceeds	9,965,000	-
3590	Construction projects	5,000,000	-
3590	Technology	8,700,000	-
3590	Future debt reduction	7,500,000	-
3590	Other	2,000,000	-
3600	Unassigned	78,516,748	-
3000	Total fund balance	114,677,864	2,808,299
4000	<b>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE</b>	<b>\$ 142,900,217</b>	<b>\$ 3,936,421</b>

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
\$ 14,815,122	\$ 7,828,777	\$ 168,837	\$ 145,453,151
-	-	-	15,000,000
1,773,918	-	-	7,976,630
(843,178)	-	-	(3,392,102)
-	-	2,673,727	3,438,010
-	-	-	165,595
-	-	-	2,511,105
-	-	-	1,046,805
-	-	-	986,232
-	-	-	68,415
<u>\$ 15,745,862</u>	<u>\$ 7,828,777</u>	<u>\$ 2,842,564</u>	<u>\$ 173,253,841</u>
\$ -	\$ 1,499,739	\$ 493,799	\$ 5,509,898
-	-	-	2,455,517
-	-	-	15,592,251
318,427	-	2,109,562	2,427,989
81,255	-	6,596	4,212,762
-	-	176,839	176,839
<u>399,682</u>	<u>1,499,739</u>	<u>2,786,796</u>	<u>30,375,256</u>
<u>930,740</u>	<u>-</u>	<u>-</u>	<u>4,592,176</u>
930,740	-	-	4,592,176
-	-	-	734,766
-	-	-	68,415
-	-	-	2,808,299
-	-	59,380	59,380
14,415,440	-	-	14,415,440
-	-	-	2,192,935
-	-	-	9,965,000
-	6,329,038	-	11,329,038
-	-	-	8,700,000
-	-	-	7,500,000
-	-	-	2,000,000
-	-	(3,612)	78,513,136
<u>14,415,440</u>	<u>6,329,038</u>	<u>55,768</u>	<u>138,286,409</u>
<u>\$ 15,745,862</u>	<u>\$ 7,828,777</u>	<u>\$ 2,842,564</u>	<u>\$ 173,253,841</u>



**Irving Independent School District****Exhibit C-1R**

Reconciliation of the Governmental Funds Balance Sheet  
to the Statement of Net Position  
August 31, 2020

Total Fund Balances - Governmental Funds	\$ 138,286,409
Amounts reported for governmental activities in the statement of net position are different because:	
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 \$964,069,986 and the accumulated depreciation is \$459,667,576.	504,402,410
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.	4,592,176
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.	849,335
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.	22,304,562
Included in the items related to debt is the recognition of the District's proportionate share of the TRS net pension liability (\$115,166,596) and a deferred inflow of resources (\$22,877,097), and a deferred outflow of resources (\$50,715,383). The result is a decrease in net position.	(87,328,310)
Included in the items related to debt is the recognition of the District's proportionate share of the TRS-Care net OPEB liability (\$126,254,519) and a deferred inflow of resources (\$58,974,039), and a deferred outflow of resources (\$15,767,278). The result is a decrease in net position.	(169,461,280)
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:	
Bonds Payable	\$ (382,838,635)
Premium/Discount on Bonds Payable	(31,839,170)
Interest Payable	(699,298)
	<u>(415,377,103)</u>
<b>Net Position - Governmental Activities</b>	<b>\$ <u>(1,731,801)</u></b>

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, 2020**

DATA CONTROL CODES		MAJOR	
		GENERAL	FOOD SERVICE
<b>REVENUES</b>			
5700	Local and intermediate sources	\$ 152,204,827	\$ 1,533,389
5800	State program revenues	176,655,755	101,455
5900	Federal program revenues	3,853,515	19,329,531
5020	Total revenues	332,714,097	20,964,375
<b>EXPENDITURES</b>			
Current:			
0011	Instruction	193,306,458	-
0012	Instructional resources and media services	5,437,001	-
0013	Curriculum development and instructional staff development	5,438,861	-
0021	Instructional leadership	5,892,130	-
0023	School leadership	20,548,295	-
0031	Guidance, counseling, and evaluation services	15,744,995	-
0032	Social work services	1,301,532	-
0033	Health services	3,204,566	-
0034	Student (pupil) transportation	8,122,489	-
0035	Food services	547,320	20,244,374
0036	Co-curricular/extracurricular activities	5,984,958	1,421
0041	General administration	8,199,971	-
0051	Plant maintenance and operations	24,738,447	488,849
0052	Security and monitoring services	4,263,334	-
0053	Data processing services	9,944,476	-
0061	Community services	743,625	-
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	2,249,429	2,890,657
0095	Payments to juvenile justice alternative education program	19,986	-
0097	Payments to TIF	248,209	-
0099	Intergovernmental charges	607,393	-
6030	Total expenditures	316,543,475	23,625,301
1100	Excess (deficiency) of revenues over (under) expenditures	16,170,622	(2,660,926)
<b>OTHER FINANCING SOURCES (USES)</b>			
7901	Issuance of Refunding Bonds	-	-
7912	Proceeds from sale of capital assets	33,128	-
7915	Transfers in	-	-
7916	Premium on Issuance of Debt	-	-
8911	Transfers out	(6,650,000)	-
8940	Payment to Refunded Bond Escrow Agent	-	-
7080	Total other financing sources (uses)	(6,616,872)	-
1200	Net change in fund balances	9,553,750	(2,660,926)
0100	<b>Fund balance, September 1 (beginning)</b>	105,124,114	5,469,225
3000	<b>FUND BALANCE - AUGUST 31 (ENDING)</b>	\$ 114,677,864	\$ 2,808,299

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
\$ 38,792,525	\$ -	\$ 594,536	\$ 193,125,277
650,956	-	1,719,399	179,127,565
-	-	19,623,378	42,806,424
39,443,481	-	21,937,313	415,059,266
-	65,629	13,172,539	206,544,626
-	-	-	5,437,001
-	-	4,264,151	9,703,012
-	-	787,760	6,679,890
-	-	42,315	20,590,610
-	-	1,392,381	17,137,376
-	-	93,466	1,394,998
-	-	212,741	3,417,307
-	-	-	8,122,489
-	-	20,772	20,812,466
-	-	-	5,986,379
-	-	52,635	8,252,606
-	-	144,162	25,371,458
-	-	210,869	4,474,203
-	516,566	165,933	10,626,975
-	-	1,603,854	2,347,479
30,990,000	-	-	30,990,000
15,596,599	-	-	15,596,599
412,082	-	-	412,082
-	4,400,314	-	9,540,400
-	-	-	19,986
-	-	-	248,209
-	-	-	607,393
46,998,681	4,982,509	22,163,578	414,313,544
(7,555,200)	(4,982,509)	(226,265)	745,722
42,020,000	-	-	42,020,000
-	-	-	33,128
5,000,000	1,650,000	-	6,650,000
2,152,914	-	-	2,152,914
-	-	-	(6,650,000)
(43,774,533)	-	-	(43,774,533)
5,398,381	1,650,000	-	431,509
(2,156,819)	(3,332,509)	(226,265)	1,177,231
16,572,259	9,661,547	282,033	137,109,178
\$ 14,415,440	\$ 6,329,038	\$ 55,768	\$ 138,286,409

**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, 2020**

**Exhibit C-3**

Total Net Change in Fund Balances - Governmental Funds \$ 1,177,231

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 (\$17,493,285) exceeded capital outlay (\$12,796,845) in the current period. (4,696,440)

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. (740,506)

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. (164,828)

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. 30,990,000

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:

Refunded Bonds Issued	\$ (42,020,000)	
Payment to Escrow Agent	43,774,533	
Premium on Current Interest Bonds	(2,152,914)	
Premium on Capital Appreciation Bonds		
Amortization of Refunding Loss	(2,121,458)	
Amortization of Bond Premiums	5,779,863	3,260,024

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 (\$11,790,321); increase in deferred inflows (\$13,546,963); and decrease in net pension liability \$10,602,443. (14,734,841)

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 increase in deferred outflows \$3,599,272; increase in deferred inflows (\$15,578,822); and a decrease in net OPEB liability \$10,974,801. (1,004,749)

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	\$ 62,239	
Interest Accretion	(285,886)	(223,647)

**Change in Net Position - Governmental Activities \$ 13,862,244**

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, 2020

**Exhibit D-1**

<u>DATA CONTROL CODES</u>		<u>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</u>
	<b>ASSETS</b>	
	Current assets	
1110	Cash and temporary investments	\$ 1,573,288
1290	Other Receivables	125,000
1310	Inventories, at cost	<u>193,330</u>
1000	Total Assets	1,891,618
	<b>LIABILITIES</b>	
	Current liabilities	
2110	Accounts payable	41,537
2170	Due to other funds	83,116
2800	Claims due within one year	<u>329,506</u>
	Total current liabilities	454,159
	Noncurrent liabilities	
	Claims due in more than one year	<u>588,124</u>
	Total long-term liabilities	<u>588,124</u>
2000	Total liabilities	<u>1,042,283</u>
	<b>NET POSITION</b>	
3900	Unrestricted net position	<u>849,335</u>
3000	<b>TOTAL NET POSITION</b>	<u><u>\$ 849,335</u></u>

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

**Irving Independent School District**

**Exhibit D-2**

Statement of Revenues, Expenses, and Changes in Fund Net Position

Proprietary Funds

For the Year Ended August 31, 2020

<u>DATA CONTROL CODES</u>		<u>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</u>
	<b>OPERATING REVENUES</b>	
5700	Charges for services	\$ 1,628,583
5020	Total operating revenues	1,628,583
	<b>OPERATING EXPENSES</b>	
6100	Payroll costs	368,993
6200	Professional/contracted services	150,472
6300	Supplies and materials	308,098
6400	Claims, administration, and other expenses	994,259
6030	Total operating expenses	1,821,822
	Operating loss	(193,239)
	<b>NONOPERATING REVENUES</b>	
7955	Interest income	28,411
	<b>CHANGE IN NET POSITION</b>	(164,828)
0100	Total net position - September 1 (beginning)	1,014,163
3000	<b>TOTAL NET POSITION - AUGUST 31 (ENDING)</b>	<b>\$ 849,335</b>

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, 2020

Exhibit D-3

	<b>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received for premiums and services	\$ 1,628,583
Cash paid to employees	(368,993)
Cash paid for claims and administration, and other costs	(1,422,110)
Net cash used in operating activities	(162,520)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest received	28,411
Net cash provided by investing activities	28,411
Net decrease in cash and cash equivalents	(134,109)
Cash and cash equivalents at beginning of the year	1,707,397
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>\$ 1,573,288</b>
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH USED IN OPERATING ACTIVITIES</b>	
Operating loss	\$ (193,239)
Adjustments to reconcile operating loss to net cash used in operating activities	
Change in current assets and liabilities	
Increase in Other Receivables	(125,000)
Increase in inventories	(45,156)
Increase in accounts payable and claims liability	5,364
Increase in due to other funds	80,580
Increase in long-term claims reserve	114,931
	30,719
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	<b>\$ (162,520)</b>

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

**Irving Independent School District**  
Statement of Fiduciary Assets and Liabilities  
August 31, 2020

**Exhibit E-1**

	<u>AGENCY FUNDS</u>
<b>ASSETS</b>	
Cash and temporary investments	\$ 848,633
<b>TOTAL ASSETS</b>	<u>\$ 848,633</u>
<b>LIABILITIES</b>	
Accounts payable	\$ 230,448
Due to student groups	618,185
<b>TOTAL LIABILITIES</b>	<u>\$ 848,633</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.

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.

**Agency Funds** – These custodial funds are used to account for activities of student groups and other organizational activities requiring clearing accounts and are accounted for on the accrual basis. Financial resources for the Agency funds are recorded as assets and liabilities; therefore, these funds do not include revenues and expenditures and have no fund equity. If any unused resources are declared surplus by the student groups, they are transferred to the General Fund with a recommendation to the Board for an appropriate utilization through a budgeted program.



## 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, 2020 that were subsequently provided for in the 2020-2021 budget totaled \$1,630,055 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 \$68,415 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.

#### 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.

# Irving Independent School District

## Notes to the Financial Statements

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.

### 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.

## Irving Independent School District

### Notes to the Financial Statements

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, 2020, 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, and 4) 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.

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.

# Irving Independent School District

## Notes to the 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 \$918,365 include incurred but not reported claims in the amount of \$917,630 (of which \$329,506 is expected to be paid within one year) and accounts payable of \$735. The claims liability reported in the fund at August 31, 2020, 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 \$917,630 as of August 31, 2020, for the ultimate loss reserve of the fund. The fund had net position at August 31, 2020, of \$727,309.

Changes in the workers' compensation claims liability amounts in fiscal year 2020 and 2019 are presented below:

	Beginning of Fiscal-Year Liability	Current-Year Claims & Changes in Estimates	Claim Payments	Balance at Fiscal Year-End
2019 Workers' compensation	\$ 794,069	\$ 1,514,910	\$ 1,506,280	\$ 802,699
2020 Workers' compensation	802,699	2,233,198	2,118,267	917,630

### 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, 2020, was \$52,614.

### 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 2020, there were no significant reductions in insurance coverage for any category of risk.

# Irving Independent School District

## Notes to the Financial Statements

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 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.

## Irving Independent School District

### Notes to the Financial Statements

#### 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.

#### 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, 2020, the carrying amount of the District's cash, not including fiduciary funds, was \$7,945. The bank balance was \$5,481,269. During 2019-2020, 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.

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 \$18,087,930.
3. Largest combined collected cash account balance required to be collateralized amounted to \$18,246,427 and occurred on June 24, 2020.
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.

# Irving Independent School District

## Notes to the Financial Statements

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.

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, 2020	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	\$ 7,945	\$ -	\$ -	\$ -	0.00%		
Money market funds	20,711,139	-	-	-	12.72%		
Investments measured at amortized Cost:							
Certificates of deposit	15,000,000	-	15,000,000	-	9.21%	285	
Investment pools:							
TexPool	1,022,859	-	-	-	0.63%	32	AAAm
Investments measured at net asset Value (NAV):							
Investment pools:							
Lone Star	6,299,717	-	-	-	3.87%	37	AAAm
TexSTAR	8,932,426	-	-	-	5.48%	43	AAAm
Texas CLASS	56,842,120	-	-	-	34.90%	54	AAAm
LOGIC	54,058,866	-	-	-	33.19%	53	AAAm
Investment pools total	127,155,988	-	-	-			
<b>Total Value</b>	<b>\$ 162,875,072</b>	<b>\$ -</b>	<b>\$ 15,000,000</b>	<b>\$ -</b>			

Portfolio weighted average maturity

65



## Irving Independent School District

### Notes to the Financial Statements

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.

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.

## Irving Independent School District

### Notes to the Financial Statements

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.

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.

## Irving Independent School District

### Notes to the Financial Statements

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, 2020, 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.

### 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, 2019, upon which the levy for the 2019-2020 fiscal year was based, was \$14,512,366,935. The roll was subsequently decreased to a year-end assessed value of \$14,537,517,847. 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, 2020, to finance General Fund operations and the payment of principal and interest on general obligation long-term debt were \$1.0310 and \$0.2741 per \$100 valuation, respectively, for a total of \$1.3051 per \$100 valuation.

Current tax collections for the year ended August 31, 2020, 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, 2020, property taxes receivable, net of estimated uncollectible taxes, totaled \$3,653,788 and \$930,740 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.

A total of \$248,209 in tax levy was collected for the zone in the current fiscal year because the assessed valuation of real property in the reinvestment zone was greater than the tax increment base value as provided for in the participation agreement.

## Irving Independent School District

### Notes to the Financial Statements

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.

#### 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, 2020 consisted of the following Due from Other Governments:

Fund	State Entitlements	Federal Grants
General operating fund	\$ 106,027	\$ -
Food service fund	-	658,256
Nonmajor special revenue funds	-	2,673,727
<b>Total</b>	<b>\$ 106,027</b>	<b>\$ 3,331,983</b>

#### Note 5. Capital Assets

Capital asset activity, as reported in governmental activities, for the year ended August 31, 2020, was as follows:

	Beginning Balance	Additions	Deletions / Transfers	Ending Balance
Capital assets not depreciated:				
Land	\$ 20,073,841	\$ -	\$ -	\$ 20,073,841
Construction in progress	23,767,674	7,907,731	(5,254,665)	26,420,740
Total capital assets not depreciated	43,841,515	7,907,731	(5,254,665)	46,494,581
Capital assets depreciated:				
Land improvements	23,555,577	245,816	-	23,801,393
Buildings and improvements	733,494,774	1,176,199	5,254,665	739,925,638
Furniture and equipment	150,381,275	3,467,099	-	153,848,374
Total capital assets depreciated	907,431,626	4,889,114	5,254,665	917,575,405
Total capital assets	951,273,141	12,796,845	-	964,069,986
Less accumulated depreciation for:				
Land improvements	15,982,392	1,155,351	-	17,137,743
Buildings and improvements	293,698,002	13,933,371	-	307,631,373
Furniture and equipment	132,493,897	2,404,563	-	134,898,460
Total accumulated depreciation	442,174,291	17,493,285	-	459,667,576
<b>Governmental activities capital assets, net</b>	<b>\$ 509,098,850</b>	<b>\$ (4,696,440)</b>	<b>\$ -</b>	<b>\$ 504,402,410</b>

# 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	\$ 11,122,365
Instructional resources & media services	362,318
Curriculum development & instructional staff development	15,475
Instructional leadership	105,779
School leadership	953,949
Guidance, counseling & evaluation services	656,202
Health services	138,752
Student transportation	513,420
Food services	1,411,911
Co-curricular/extracurricular activities	662,080
General administration	127,863
Plant maintenance & operations	519,789
Security & monitoring services	18,157
Data processing services	379,949
Facilities	505,276
<b>Total depreciation expense, governmental activities</b>	<b>\$ 17,493,285</b>

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, 2020 is \$2,020,714 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 (CAFR) 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](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

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

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.

Employee contribution rates are set in state statute, Texas Government Code 825.402. Senate Bill 1458 of the 83rd Texas Legislature amended Texas Government Code 825.402 for member contributions and established employee contribution rates for fiscal years 2014 thru 2017. The 85th Texas Legislature, General Appropriations Act (GAA) affirmed that the employer contribution rates for fiscal years 2019 and 2020 would remain the same:

	Contribution Rates	
	2020	2019
Member	7.7%	7.7%
Non-employer contributing entity (State)	7.5%	6.8%
Employers (District)	7.5%	6.8%
Employers (District - Non-OASDI)*	1.5%	1.5%

\*SB12 requires an increase in employer contributions by public school districts, charter schools and regional education service centers. Prior to SB12, only those employers not participating in social security were required to pay a 1.5% contributions (Non-OASDI surcharge). Beginning September 1, 2019 all employers are required to pay the Public Education Employer contribution irrespective of participation in social security.

The contribution amounts for the District's fiscal year 2020 are as follows:

2020 Employer Contributions	\$ 7,518,417
2020 Member Contributions	18,047,473
2020 NECE On-behalf Contributions	12,950,923

## Irving Independent School District

### Notes to the Financial Statements

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

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

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

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

- 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.
- When a school district or charter school does not contribute to the Federal Old-Age, Survivors and Disability Insurance (OASDI) Program for certain employees, they must contribute 1.5% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.

# 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, 2018. Updated procedures were used to roll forward the total pension liability to August 31, 2019 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 2019	2.63%. 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)	2116
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 arithmetic real rates of return for each major asset class included in TRS's target asset allocation as of August 31, 2019 are summarized below:

Asset Class	Target Allocation*	Long-term Expected Arithmetic Real Rate of Return
Global equity:		
U.S.	18.00%	5.70%
Non-U.S. developed	13.00%	6.90%
Emerging markets	9.00%	8.95%
Directional hedge funds	4.00%	3.53%
Private equity	13.00%	10.18%
Stable value:		
U.S. treasuries	11.00%	1.11%
Stable value hedge funds	4.00%	3.09%
Real return:		
Global inflation linked bonds	3.00%	0.70%
Real estate	14.00%	5.21%
Energy, natural resources and infrastructure	5.00%	7.48%
Risk parity:		
Risk parity	5.00%	3.70%
Asset allocation leverage cash	1.00%	-0.30%
<b>Totals</b>	<u>100.00%</u>	

\*FY 2019 target allocation based on the strategic asset allocation dated 10/1/2018

# 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:	\$177,027,788	\$115,166,596	\$65,047,090

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

At August 31, 2020, the District reported a liability of \$115,166,596 for its proportionate share of the TRS’s net pension liability. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District’s proportionate share of the collective net pension liability	\$ 115,166,596
State’s proportionate share that is associated with the District	<u>145,983,130</u>
<b>Total</b>	<u><u>\$ 261,149,726</u></u>

The net pension liability was measured as of August 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as August 31, 2018 rolled forward to August 31, 2019. 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, 2018 through August 31, 2019. The net pension liability is typically liquidated by the General fund.

At August 31, 2019, the District’s proportion of the collective net pension liability was 0.2215461%, which was a decrease of .0069486% from its proportion measured as of August 31, 2018.

### I. Changes Since the Prior Actuarial Valuation

The following were changes to the actuarial assumptions or other inputs that affected measurement of the total pension liability since the prior measurement period.

- The single discount rate as of August 31, 2018 was a blended rate of 6.907% and that has changed to the long-term rate of return of 7.25% as of August 31, 2019.
- With the enactment of SB3 by the 2019 Texas Legislature, an assumption has been made about how this would impact future salaries. It is assumed that eligible active members will each receive a \$2,700 increase in fiscal year 2020. This is in addition to the salary increase expected based on the actuarial assumptions.

## Irving Independent School District

### Notes to the Financial Statements

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

For the year ended August 31, 2020, the District recognized pension expense of \$45,185,151 and revenue of \$22,931,893 for support provided by the State.

At August 31, 2020, 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
	<u>                    </u>	<u>                    </u>
Differences between expected and actual economic experience	\$ 483,803	\$ 3,998,767
Changes in actuarial assumptions	35,730,334	14,765,464
Difference between projected and actual investment earnings	1,156,405	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	5,826,424	4,112,866
Contributions paid to TRS subsequent to the measurement date	<u>7,518,417</u>	<u>-</u>
<b>Total</b>	<u>\$ 50,715,383</u>	<u>\$ 22,877,097</u>

\$7,518,417 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, 2021. 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)
<u>                    </u>	<u>                    </u>
2021	\$ 5,231,229
2022	3,921,779
2023	5,547,164
2024	5,483,847
2025	1,346,379
Thereafter	<u>(1,210,529)</u>
<b>Total</b>	<u>\$ 20,319,869</u>

# 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](http://www.trs.texas.gov/Pages/about_archive_cafr.aspx); by writing to TRS at 1000 Red River Street, Austin, Texas, 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 the optional health insurance are based on years of service of the member. The schedule below shows the monthly rates for a retiree with and without Medicare coverage.

TRS-Care Plan Premium Rates  
Effective January 1, 2019 thru December 31, 2019

	<u>Medicare</u>	<u>Non-Medicare</u>
Retiree*	\$ 135	\$ 200
Retiree and spouse	529	689
Retiree* and children	468	408
Retiree and family	1,020	999

\* or surviving spouse

# 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 percent of the employee's salary. Section 1575.203 establishes the active employee's rate which is .75 percent of pay. Section 1575.204 establishes an employer contribution rate of not less than 0.25 percent or not more than 0.75 percent of the salary of each active employee of the public. The actual employer contribution rate is prescribed by the Legislature in the General Appropriations Act. The following table shows contributions to the TRS-Care plan by type of contributor.

	Contribution Rates	
	2020	2019
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 2020 are as follows:

2020 District contributions	\$	1,955,632
2020 Member contributions		1,523,488
2020 NECE on-behalf contributions (state)		3,115,250

In addition, the State of Texas contributed \$1,121,853 and \$875,399, in 2020 and 2019, 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 \$73.6 million in fiscal year 2019.

# 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, 2018. Update procedures were used to roll forward the total OPEB liability to August 31, 2019.

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, 2019 TRS annual pension actuarial valuation:

Demographic Assumptions	Economic Assumptions
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 10.25% for Medicare retirees and 7.50% for non-Medicare retirees. There was an initial prescription drug trend rate of 10.25% for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.50 % 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	2.63%
Aging factors	Based on plan specific experience
Election rates	Normal retirement: 65% participation prior to age 65 and 50% 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

The impact of the Cadillac Tax that is returning in fiscal year 2023 has been calculated as a portion of the trend assumption. Assumptions and methods used to determine the impact of the Cadillac Tax include:

- 2018 thresholds of \$850/\$2,292 were indexed annually by 2.30%.
- Premium data submitted was not adjusted for permissible exclusions to the Cadillac Tax.
- There were no special adjustments to the dollar limit other than those permissible for non-Medicare retirees over 55.

Results indicate that the value of the excise tax would be reasonably represented by a 25 basis point addition to the long-term trend rate assumption.

# Irving Independent School District

## Notes to the Financial Statements

### F. Discount Rate

A single discount rate of 2.63% was used to measure the total OPEB liability at August 31, 2019. This was a decrease of 1.06% in the discount rate since the August 31, 2018 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; 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”.

### 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 (2.63%) in measuring the net OPEB liability.

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

	1% Decrease (1.63%)	Current Discount Rate (2.63%)	1% Increase (3.63%)
District's Proportionate share of the Net OPEB Liability	\$ 152,429,712	\$ 126,254,519	\$ 105,777,636

#### 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	\$ 102,994,005	\$ 126,254,519	\$ 157,412,919

# Irving Independent School District

## Notes to the Financial Statements

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

At August 31, 2020, the District reported a liability of \$48,344,019 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	\$ 126,254,519
State's proportionate share of the net OPEB liability associated with the District	<u>167,764,011</u>
<b>Total</b>	<b><u>\$ 294,018,530</u></b>

The net OPEB liability was measured as of August 31, 2019 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as August 31, 2018 rolled forward to August 31, 2019. 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, 2018 through August 31, 2019. The Net OPEB liability is typically liquidated by the General fund.

At August 31, 2019 the employer's proportion of the collective Net OPEB Liability was 0.2669724% which was a decrease of 0.0078660% from its proportion measured as of August 31, 2018.

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

- The discount rate changed from 3.69% as of August 31, 2018 to 2.63% as of August 31, 2019. This change increased the total OPEB liability.
- The participation rate for pre-65 retirees was lowered from 70% to 65%. The participation rate for post-65 retirees was lowered from 75% to 50%. 25% of pre-65 retirees are assumed to discontinue their coverage at age 65. There was no lapse assumption in the prior valuation. These changes decreased the total OPEB liability.
- The trend rates were reset to better reflect the plan's anticipated experience. This change increased the total OPEB liability.
- The percentage of retirees who are assumed to have two-person coverage was lowered from 20% to 15%. In addition, the participation assumption for the surviving spouses of employees that die while actively employed was lowered from 20% to 10%. These changes decreased the total OPEB liability.

For the fiscal year ended August 31, 2020, the District recognized OPEB expense of \$7,381,952 and revenue of \$4,421,571 for support provided by the State.



## Irving Independent School District

### Notes to the Financial Statements

At August 31, 2020, 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	\$ 6,193,857	\$ 20,660,213
Changes of assumptions	7,012,454	33,959,366
Net difference between projected and actual earnings on plan investments	13,621	-
Changes in proportion and differences between District contributions and proportionate share of contributions (cost-sharing plan)	591,714	4,354,460
District contributions after measurement date	1,955,632	-
<b>Totals</b>	<b>\$ 15,767,278</b>	<b>\$ 58,974,039</b>

\$1,955,632 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, 2021. 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,	
2021	\$ (7,424,100)
2022	(7,424,100)
2023	(7,428,509)
2024	(7,431,031)
2025	(7,430,340)
Thereafter	(8,024,313)
<b>Total</b>	<b>\$ (45,162,393)</b>

### 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 09/01/19	Increases	Decreases	Balance 08/31/20	Current Portion
Claims payable	\$ 802,699	\$ 2,233,198	\$ 2,118,267	\$ 917,630	\$ 329,506

# 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 09/01/2019	Additions	Reductions/Refunded		Outstanding at 08/31/2020	Due Within One Year
2009 School building	2033	3.00% - 5.25%	64,995,000	\$ 3,870,000	\$ -	\$ (3,870,000)	\$ -	\$ -	\$ -
2010A School building	2030	3.625% - 5.00%	18,485,000	2,695,000	-	(2,695,000)	-	-	-
2010B Build America bonds	2040	5.561% - 5.661%	40,000,000	40,000,000	-	(40,000,000)	-	-	-
2011 Qualified school construction bond	2026	None	34,770,000	12,640,000	-	(1,800,000)	-	10,840,000	1,800,000
2012 School building	2025	2.00% - 5.00%	13,985,000	7,095,000	-	(1,065,000)	-	6,030,000	1,110,000
2013 Refunding	2023	2.00% - 4.00%	66,145,000	42,195,000	-	(11,465,000)	-	30,730,000	9,865,000
2014 Refunding	2027	4.00%	4,685,000	4,685,000	-	-	-	4,685,000	290,000
2015 Refunding	2033	4.00%	60,010,000	52,345,000	-	(690,000)	-	51,655,000	420,000
2015A Refunding	2031	4.00% - 5.00%	139,295,000	137,855,000	-	(7,955,000)	-	129,900,000	10,330,000
2016 Refunding	2038	2.00% - 5.00%	79,345,000	76,545,000	-	(2,570,000)	-	73,975,000	2,060,000
2016A Refunding	2033	3.00% - 5.00%	20,185,000	19,305,000	-	(245,000)	-	19,060,000	255,000
2017 Refunding	2029	3.00% - 5.00%	8,885,000	8,705,000	-	(40,000)	-	8,665,000	1,250,000
2019 Refunding	2040	3.00% - 5.00%	42,020,000	-	42,020,000	(1,360,000)	-	40,660,000	2,760,000
Total bonded indebtedness				407,935,000	42,020,000	(73,755,000)	-	376,200,000	30,140,000
Accreted interest and CAB premium				6,352,749	285,886	-	-	6,638,635	-
Premium/discounts on bonds				35,567,272	2,152,914	(5,881,016)	-	31,839,170	-
<b>Total bonds payable</b>				<b>\$ 449,855,021</b>	<b>\$ 44,458,800</b>	<b>\$ (79,636,016)</b>	<b>\$ -</b>	<b>\$ 414,677,805</b>	<b>\$ 30,140,000</b>
Net pension liability				\$ 125,769,039	\$ 16,074,375	\$ (26,676,818)	\$ -	\$ 115,166,596	\$ -
Net OPEB liability				137,229,320	13,195,545	(24,170,346)	-	126,254,519	-
<b>Total long-term liabilities</b>				<b>\$ 712,853,380</b>	<b>\$ 73,728,720</b>	<b>\$ (130,483,180)</b>	<b>\$ -</b>	<b>\$ 656,098,920</b>	<b>\$ 30,140,000</b>

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
2021	\$ 30,140,000	\$ 15,139,600	\$ 45,279,600
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
2025-2029	129,970,000	39,481,225	169,451,225
2030-2034	83,905,000	12,136,833	96,041,833
2035-2039	31,220,000	3,092,850	34,312,850
2040	4,330,000	64,950	4,394,950
<b>Totals</b>	<b>\$ 376,200,000</b>	<b>\$ 108,962,258</b>	<b>\$ 485,162,258</b>

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, 2020.

### Note 9. Debt Issuances and Defeased Debt

On November 20, 2019, the District issued "Irving Independent School District Unlimited Tax Refunding Bonds, Series 2019," totaling \$42,020,000 to refund a portion of the outstanding bonds. These bonds incur costs over the life of the bonds at rates between 3.00% - 5.00% and mature annually with semi-annual interest payments. The proceeds were used to purchase U.S. Government securities and these securities were placed in an irrevocable escrow account until the refunded bonds are redeemed.

# Irving Independent School District

## Notes to the Financial Statements

This Series 2019 refunding resulted in a decrease in the District's debt service payments of \$18,823,272, which resulted in an economic gain (difference between the present value of the debt service payments of the old debt and new debt as well as factoring in the loss of Federal subsidy payments) of \$4,831,799. As a result of these transactions, \$42,765,000 of Unlimited Tax School Building Bonds, Series 2009, 2010A, and 2010B were refunded and are considered legally defeased, and are no longer included in the District's basic financial statements

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, 2020.

### 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, 2020, consisted of the following individual fund receivables and payables:

Fund	Receivable	Payable	Reason
General fund:			
Debt service fund	\$ 318,427	\$ -	To reclassify deficit pooled cash
Other nonmajor funds	2,109,562	-	To reclassify deficit pooled cash
Internal service	83,116	-	To reclassify deficit pooled cash
Debt service fund:			
General fund	-	318,427	To reclassify deficit pooled cash
Other nonmajor funds:			
General fund	-	2,109,562	To reclassify deficit pooled cash
Internal service:			
General fund	-	83,116	To reclassify deficit pooled cash
	<u>\$ 2,511,105</u>	<u>\$ 2,511,105</u>	

The detail transfer schedule for the year ended August 31, 2020, includes the following:

Transfer In	Transfer Out	Amount	Purpose
Debt service fund	General fund	\$ 5,000,000	To transfer surplus of general funds to debt service
Capital projects fund	General fund	1,650,000	To offset costs of capital projects
		<u>\$ 6,650,000</u>	

# Irving Independent School District

## Notes to the Financial Statements

### 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, 2020, 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.

### 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	\$ 144,093,886	\$ -	\$ 38,354,777	\$ -	\$ 182,448,663
Food sales	-	1,175,220	-	-	1,175,220
TIF proceeds	186,157	-	-	-	186,157
Investment income	2,325,443	300,874	206,474	-	2,832,791
Rental of facilities	68,346	-	-	-	68,346
Tuition	285,586	-	-	-	285,586
Gifts and bequests	217,965	-	-	-	217,965
Penalties, interest & other tax-related Income	1,241,508	-	231,274	-	1,472,782
Co-curricular Student activities	846,548	-	-	-	846,548
Athletics	218,504	-	-	-	218,504
Other	2,720,884	57,295	-	594,536	3,372,715
<b>Total</b>	<b>\$ 152,204,827</b>	<b>\$ 1,533,389</b>	<b>\$ 38,792,525</b>	<b>\$ 594,536</b>	<b>\$ 193,125,277</b>

# Irving Independent School District

## Notes to the Financial Statements

### 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	\$ 3,661,436	\$ 930,740	\$ -	\$ 4,592,176
Total deferred inflows of resources	<u>\$ 3,661,436</u>	<u>\$ 930,740</u>	<u>\$ -</u>	<u>\$ 4,592,176</u>
Unearned revenue:				
Other unearned revenues	-	-	\$ 176,839	176,839
<b>Total unearned revenue</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 176,839</u>	<u>\$ 176,839</u>

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

### 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, 2020, are summarized below:

	2020
Duncanville ISD	\$ 145,922
Grand Prairie ISD	302,660
	<u>\$ 448,582</u>

## **Irving Independent School District**

### Notes to the Financial Statements

#### **Note 15. New Accounting Pronouncements**

The GASB issued Statement No. 95, Postponement of the Effective Dates of Certain Authoritative Guidance. The effect of this statement delayed the effective dates of the statements below.

The GASB issued Statement No. 84, Fiduciary Activities. This standard becomes effective for the District in fiscal year 2021.

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

The GASB issued Statement No. 89, Accounting for Interest Cost Incurred before the End of a Construction Period. This standard becomes effective for the District in fiscal year 2022.

The GASB issued Statement No. 90, Majority Equity Interests – an Amendment of GASB Statements No. 14 and No. 61. This standard becomes effective for the District in fiscal year 2021.

The GASB issued Statement No. 91, Conduit Debt Obligations. This standard becomes effective for the District in fiscal year 2021.

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

#### **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 \$831,147 were purchased with the IMA and were recorded in a state special revenue fund as both revenue and expenditure.

#### **Note 17. Subsequent Events**

In March 2020, the World Health Organization declared the novel coronavirus ("COVID-19") a global pandemic and recommended containment and mitigation measures worldwide. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected public education, workforces, economies, and financial markets globally. Potentially leading to an economic downturn, it has also disrupted the normal operations of many businesses and organizations. It is not possible for management to predict the duration or magnitude of the adverse results of the outbreak and its disruptive effects on the District's operations and financial results at this time.

The District's management has reviewed its financial statements and evaluated subsequent events for the period of time from its year ended August 31, 2020 through January 15, 2021, the date the financial statements were issued. Management is not aware of any subsequent events, other than those described above, that would require recognition or disclosure in the accompanying financial statements.

## 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, 2020**

**Exhibit G-1**

<b>DATA CONTROL CODES</b>		<b>ORIGINAL BUDGET</b>	<b>FINAL AMENDED BUDGET</b>	<b>FISCAL YEAR ACTUAL</b>	<b>VARIANCE POSITIVE OR (NEGATIVE)</b>
<b>REVENUES</b>					
5700	Local and intermediate sources	\$ 147,973,870	\$ 148,714,827	\$ 152,204,827	\$ 3,490,000
5800	State program revenues	186,483,889	189,365,869	176,655,755	(12,710,114)
5900	Federal program revenues	5,134,608	5,134,608	3,853,515	(1,281,093)
5020	Total revenues	339,592,367	343,215,304	332,714,097	(10,501,207)
<b>EXPENDITURES</b>					
Current					
0010	Instruction and instructional-related services				
0011	Instruction	200,858,083	205,376,784	193,306,458	12,070,326
0012	Instructional resources and media services	5,629,056	6,141,362	5,437,001	704,361
0013	Curriculum development and instructional staff development	5,263,355	6,659,220	5,438,861	1,220,359
	Total instruction and instructional-related services	211,750,494	218,177,366	204,182,320	13,995,046
0020	Instructional and school leadership				
0021	Instructional leadership	5,524,034	6,233,856	5,892,130	341,726
0023	School leadership	21,275,254	21,900,138	20,548,295	1,351,843
	Total instructional and school leadership	26,799,288	28,133,994	26,440,425	1,693,569
0030	Support services - student (pupil)				
0031	Guidance, counseling, and evaluation services	15,333,559	16,474,172	15,744,995	729,177
0032	Social work services	1,589,940	1,619,190	1,301,532	317,658
0033	Health services	3,399,392	3,669,665	3,204,566	465,099
0034	Student (pupil) transportation	16,452,190	12,363,936	8,122,489	4,241,447
0035	Food services	673,353	909,789	547,320	362,469
0036	Co-curricular/extracurricular activities	6,665,751	7,165,039	5,984,958	1,180,081
	Total support services - student (pupil)	44,114,185	42,201,791	34,905,860	7,295,931
0040	Administrative support services				
0041	General administration	8,998,458	9,694,079	8,199,971	1,494,108
	Total administrative support services	8,998,458	9,694,079	8,199,971	1,494,108
0050	Support services - nonstudent based				
0051	Plant maintenance and operations	26,068,157	28,152,411	24,738,447	3,413,964
0052	Security and monitoring services	4,221,207	4,764,480	4,263,334	501,146
0053	Data processing services	10,358,386	10,854,120	9,944,476	909,644
	Total support services - nonstudent based	40,647,750	43,771,011	38,946,257	4,824,754
0060	Ancillary services				
0061	Community services	558,465	1,073,190	743,625	329,565
	Total ancillary services	558,465	1,073,190	743,625	329,565
0080	Capital outlay				
0081	Facilities acquisition and construction	4,615,934	3,384,778	2,249,429	1,135,349
	Total capital outlay	4,615,934	3,384,778	2,249,429	1,135,349
0090	Intergovernmental charges				
0095	Payments to JJAEP	190,000	190,000	19,986	170,014
0097	Payments to TIF	-	500,000	248,209	251,791
0099	Intergovernmental charges	625,457	625,457	607,393	18,064
	Total intergovernmental charges	815,457	1,315,457	875,588	439,869
6030	Total expenditures	338,300,031	347,751,666	316,543,475	31,208,191
1100	Excess (deficiency) of revenues Over (under) expenditures	1,292,336	(4,536,362)	16,170,622	20,706,984
<b>OTHER FINANCING SOURCES (USES)</b>					
7912	Proceeds from sale of fixed assets	-	-	33,128	33,128
8911	Transfers out	-	(6,650,000)	(6,650,000)	-
	Total other financing sources (uses)	-	(6,650,000)	(6,616,872)	33,128
1200	Net change in fund balances	1,292,336	(11,186,362)	9,553,750	20,740,112
0100	Fund balance - September 1 (beginning)	105,124,114	105,124,114	105,124,114	-
3000	<b>FUND BALANCE - AUGUST 31 (ENDING)</b>	<b>\$ 106,416,450</b>	<b>\$ 93,937,752</b>	<b>\$ 114,677,864</b>	<b>\$ 20,740,112</b>

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, 2020

<u>DATA CONTROL CODES</u>		<u>ORIGINAL BUDGET</u>	<u>FINAL AMENDED BUDGET</u>	<u>FISCAL YEAR ACTUAL</u>	<u>VARIANCE POSTIVE OR (NEGATIVE)</u>
<b>REVENUES</b>					
5700	Local and intermediate sources	\$ 3,100,000	\$ 3,100,000	\$ 1,533,389	\$ (1,566,611)
5800	State program revenues	120,000	120,000	101,455	(18,545)
5900	Federal program revenues	21,410,193	21,410,193	19,329,531	(2,080,662)
5020	Total revenues	24,630,193	24,630,193	20,964,375	(3,665,818)
<b>EXPENDITURES</b>					
Current					
0030	Support services - student (pupil)				
0035	Food services	23,980,193	23,977,804	20,244,374	3,733,430
0036	Co-curricular/extracurricular activities	-	11,600	1,421	10,179
	Total support services - student (pupil)	23,980,193	23,989,404	20,245,795	3,743,609
0050	Support services - nonstudent based				
0051	Plant maintenance and operations	650,000	650,000	488,849	161,151
	Total support services - nonstudent based	650,000	650,000	488,849	161,151
0080	Capital outlay				
0081	Facilities acquisition and construction	2,000,000	3,753,613	2,890,657	862,956
	Total capital outlay	2,000,000	3,753,613	2,890,657	862,956
6030	Total expenditures	26,630,193	28,393,017	23,625,301	4,767,716
1100	Excess (deficiency) of revenues over (under) expenditures	(2,000,000)	(3,762,824)	(2,660,926)	1,101,898
1200	Net change in fund balances	(2,000,000)	(3,762,824)	(2,660,926)	1,101,898
0100	Fund balance - September 1 (beginning)	5,469,225	5,469,225	5,469,225	-
3000	<b>FUND BALANCE - AUGUST 31 (ENDING)</b>	<u>\$ 3,469,225</u>	<u>\$ 1,706,401</u>	<u>\$ 2,808,299</u>	<u>\$ 1,101,898</u>

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 Six Fiscal Years

	<u>2020</u>	<u>2019</u>
District's proportion of the net pension liability	0.2215461%	0.2284947%
District's proportionate share of net pension liability	\$ 115,166,596	\$ 125,769,039
State's proportionate share of the net pension liability associated with the district	<u>145,983,130</u>	<u>163,101,251</u>
<b>TOTALS</b>	<u>\$ 261,149,726</u>	<u>\$ 288,870,290</u>
District's covered payroll	226,131,194	226,139,762
District's proportionate share of the net pension liability as a percentage of its covered payroll	50.93%	55.62%
Plan fiduciary net position as a percentage of the total pension liability	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, 2019 - the period from September 1, 2018 - August 31, 2019.

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 Six Fiscal Years

	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ 4,813,250	\$ 5,500,632
Contribution in relation to the contractually required contribution	<u>(4,813,250)</u>	<u>(5,500,632)</u>
<b>CONTRIBUTIONS DEFICIENCY (EXCESS)</b>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	234,382,771	226,131,194
Contributions as a percentage of covered payroll	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, 2018 - August 31, 2019.

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****Exhibit G-5**

## Schedule of the District's Proportionate Share of the Net OPEB Liability of a Cost-Sharing Multiple-Employer OPEB Plan - TRS Last Three Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's proportion of the net OPEB liability	0.2669724%	0.2748384%	0.2735990%
District's proportionate share of net OPEB liability	\$ 126,254,519	\$ 137,229,320	\$ 118,977,920
State's proportionate share of the net OPEB liability associated with the District	<u>167,764,011</u>	<u>191,416,641</u>	<u>174,501,471</u>
<b>TOTALS</b>	<u>\$ 294,018,530</u>	<u>\$ 328,645,961</u>	<u>\$ 293,479,391</u>
District's covered payroll	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	55.83%	60.68%	52.69%
Plan fiduciary net position as a percentage of the total pension liability	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, 2019. Ten years of data is not available.



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

**Exhibit G-6**

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required contribution	\$ 1,955,632	\$ 1,895,974	\$ 1,901,915
Contribution in relation to the contractually required contribution	<u>(1,955,632)</u>	<u>(1,895,974)</u>	<u>(1,901,915)</u>
<b>CONTRIBUTIONS DEFICIENCY (EXCESS)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	234,382,771	226,131,194	226,139,762
Contributions as a percentage of covered payroll	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, 2020. 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 20, 2019 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 24, 2020.



## **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, 2020

Exhibit H-1

DATA CONTROL CODES		FEDERAL SPECIAL REVENUE	STATE SPECIAL REVENUE	LOCAL SPECIAL REVENUE	TOTALS NONMAJOR GOVERNMENTAL FUNDS
	<b>ASSETS</b>				
1110	Cash and temporary investment Receivables	\$ -	\$ 102,226	\$ 66,611	\$ 168,837
1240	Due from other governments	2,673,727	-	-	2,673,727
1000	<b>TOTAL ASSETS</b>	<u>\$ 2,673,727</u>	<u>\$ 102,226</u>	<u>\$ 66,611</u>	<u>\$ 2,842,564</u>
	<b>LIABILITIES</b>				
2110	Accounts payable	\$ 493,799	\$ -	\$ -	\$ 493,799
2170	Due to other funds	2,099,650	9,912	-	2,109,562
2180	Due to Other Governments	6,596	-	-	6,596
2300	Unearned revenue	76,696	32,934	67,209	176,839
2000	Totals liabilities	2,676,741	42,846	67,209	2,786,796
	<b>FUND BALANCE</b>				
	Restricted	-	59,380	-	59,380
	Unassigned	(3,014)	-	(598)	(3,612)
3000	Total fund balance	<u>(3,014)</u>	<u>59,380</u>	<u>(598)</u>	<u>55,768</u>
4000	<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 2,673,727</u>	<u>\$ 102,226</u>	<u>\$ 66,611</u>	<u>\$ 2,842,564</u>

**Irving Independent School District**  
Combining Statement of Revenues, Expenditures, and  
Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended August 31, 2020

**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>
<b>REVENUES</b>					
5700	Local and intermediate sources	\$ -	\$ 568,536	\$ 26,000	\$ 594,536
5800	State program revenues	-	1,719,399	-	1,719,399
5900	Federal program revenues	19,623,378	-	-	19,623,378
5020	Total revenues	19,623,378	2,287,935	26,000	21,937,313
<b>EXPENDITURES</b>					
Current					
0010	Instruction and instructional-related services				
0011	Instruction	10,811,064	2,342,724	18,751	13,172,539
0013	Curriculum development and instructional staff development	4,250,656	13,495	-	4,264,151
	Total instruction and instructional-related services	15,061,720	2,356,219	18,751	17,436,690
0020	Instructional and school leadership				
0021	Instructional leadership	662,402	125,358	-	787,760
0023	School Leadership	42,315	-	-	42,315
	Total instructional and school leadership	704,717	125,358	-	830,075
0030	Support services - student (pupil)				
0031	Guidance, counseling, and evaluation services	1,373,281	-	19,100	1,392,381
0032	Social work services	93,466	-	-	93,466
0033	Health services	212,741	-	-	212,741
0035	Food services	-	-	20,772	20,772
	Total support services - student (pupil)	1,679,488	-	39,872	1,719,360
0040	Administrative support services				
0041	General administration	52,635	-	-	52,635
	Total administrative support services	52,635	-	-	52,635
0050	Support services - nonstudent based				
0051	Plant Maintenance and Operation	144,162	-	-	144,162
0052	Security and Monitoring Services	210,869	-	-	210,869
0053	Data processing services	165,933	-	-	165,933
	Total support services - nonstudent based	520,964	-	-	520,964
0060	Ancillary services				
0061	Community services	1,603,854	-	-	1,603,854
	Total ancillary services	1,603,854	-	-	1,603,854
6030	Total expenditures	19,623,378	2,481,577	58,623	22,163,578
1100	Deficiency of revenues under expenditures	-	(193,642)	(32,623)	(226,265)
1200	Net change in fund balances	-	(193,642)	(32,623)	(226,265)
0100	Fund balance - September 1 (beginning)	(3,014)	253,022	32,025	282,033
	<b>FUND BALANCE - AUGUST 31 (ENDING)</b>	<b>\$ (3,014)</b>	<b>\$ 59,380</b>	<b>\$ (598)</b>	<b>\$ 55,768</b>

# Internal Service Funds

**Irving Independent School District**  
Combining Statement of Net Position  
Internal Service Funds  
August 31, 2020

<u>DATA CONTROL CODES</u>		<u>WORKERS' COMPENSATION</u>	<u>UNEMPLOYMENT</u>
	<b>ASSETS</b>		
	Current assets		
1110	Cash and temporary investments	\$ 1,520,674	\$ 52,614
1290	Other Receivables	125,000	-
1310	Inventories, at cost	-	-
	Total current assets	<u>1,645,674</u>	<u>52,614</u>
1000	Total assets	1,645,674	52,614
	<b>LIABILITIES</b>		
	Current liabilities		
2110	Accounts payable	735	-
2170	Due to other funds	-	-
2800	Claims due within one year	<u>329,506</u>	<u>-</u>
	Total current liabilities	330,241	-
	Noncurrent liabilities		
	Claims due in more than one year	<u>588,124</u>	<u>-</u>
	Total long-term liabilities	<u>588,124</u>	<u>-</u>
2000	Total liabilities	918,365	-
	<b>NET POSITION</b>		
3900	Unrestricted net position	<u>727,309</u>	<u>52,614</u>
3000	<b>TOTAL NET POSITION</b>	<u>\$ 727,309</u>	<u>\$ 52,614</u>

SCIENCE KIT REFURBISHMENT	PRINT SHOP	TOTALS INTERNAL SERVICE FUNDS
\$ -	\$ -	\$ 1,573,288
-	-	125,000
122,204	71,126	193,330
<hr/>	<hr/>	<hr/>
122,204	71,126	1,891,618
<hr/>	<hr/>	<hr/>
122,204	71,126	1,891,618
40,802	-	41,537
11,746	71,370	83,116
-	-	329,506
<hr/>	<hr/>	<hr/>
52,548	71,370	454,159
-	-	588,124
<hr/>	<hr/>	<hr/>
-	-	588,124
<hr/>	<hr/>	<hr/>
52,548	71,370	1,042,283
69,656	(244)	849,335
<hr/>	<hr/>	<hr/>
\$ 69,656	\$ (244)	\$ 849,335
<hr/>	<hr/>	<hr/>

**Irving Independent School District**  
Combining Statement of Revenues, Expenses, and  
Changes in Net Position  
Internal Service Funds  
For the Year Ended August 31, 2020

<u>DATA CONTROL CODES</u>		<u>WORKERS' COMPENSATION</u>	<u>UNEMPLOYMENT</u>
<b>OPERATING REVENUES</b>			
5700	Charges for services	\$ 1,235,744	\$ 11,226
5020	Total operating revenues	1,235,744	11,226
<b>OPERATING EXPENSES</b>			
6100	Payroll costs	125,439	41,366
6200	Professional/contracted services	31,928	7,000
6300	Supplies and materials	33,368	-
6400	Claims, administration, and other expenses	956,182	37,262
6030	Total operating expenses	1,146,917	85,628
	Operating income (loss)	88,827	(74,402)
<b>NONOPERATING REVENUES</b>			
7955	Interest income	28,411	-
	Change in net position	117,238	(74,402)
0100	Total net position - September 1 (beginning)	610,071	127,016
3000	<b>TOTAL NET POSITION - AUGUST 31 (ENDING)</b>	<u>\$ 727,309</u>	<u>\$ 52,614</u>



SCIENCE KIT REFURBISHMENT	PRINT SHOP	TOTALS INTERNAL SERVICE FUNDS
\$ 293,519	\$ 88,094	\$ 1,628,583
293,519	88,094	1,628,583
202,188	-	368,993
-	111,544	150,472
264,198	10,532	308,098
815	-	994,259
467,201	122,076	1,821,822
(173,682)	(33,982)	(193,239)
-	-	28,411
(173,682)	(33,982)	(164,828)
243,338	33,738	1,014,163
\$ 69,656	\$ (244)	\$ 849,335

**Irving Independent School District**  
Combining Statement of Cash Flows  
Internal Service Funds  
For the Year Ended August 31, 2020

	<u>WORKERS'</u> <u>COMPENSATION</u>	<u>UNEMPLOYMENT</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash received for premiums and services	\$ 1,235,744	\$ 11,226
Cash paid to employees	(125,439)	(41,366)
Cash Paid for claims, administration, and other costs	<u>(1,032,279)</u>	<u>(44,262)</u>
Net cash provided by (used in) operating activities	78,026	(74,402)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	<u>28,411</u>	<u>-</u>
Net cash provided by investing activities	<u>28,411</u>	<u>-</u>
Net increase (decrease) in cash & cash equivalents	106,437	(74,402)
Cash and cash equivalents at beginning of the year	<u>1,414,237</u>	<u>127,016</u>
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<u><u>\$ 1,520,674</u></u>	<u><u>\$ 52,614</u></u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>		
Operating income (loss)	<u>\$ 88,827</u>	<u>\$ (74,402)</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities		
Increase in other receivables	(125,000)	-
Increase in inventories	-	-
Increase (decrease) in accounts payable	(732)	-
Increase in due to other funds	-	-
Increase in long-term claims reserve	<u>114,931</u>	<u>-</u>
Total adjustments	<u>(10,801)</u>	<u>-</u>
<b>NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>	<u><u>\$ 78,026</u></u>	<u><u>\$ (74,402)</u></u>

<u>SCIENCE KIT REFURBISHMENT</u>	<u>PRINT SHOP</u>	<u>TOTALS INTERNAL SERVICE FUNDS</u>
\$ 293,519	\$ 88,094	\$ 1,628,583
(202,188)	-	(368,993)
<u>(257,475)</u>	<u>(88,094)</u>	<u>(1,422,110)</u>
(166,144)	-	(162,520)
-	-	28,411
<u>-</u>	<u>-</u>	<u>28,411</u>
(166,144)	-	(134,109)
166,144	-	1,707,397
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,573,288</u>
<u>\$ (173,682)</u>	<u>\$ (33,982)</u>	<u>\$ (193,239)</u>
-	-	(125,000)
(10,304)	(34,852)	(45,156)
6,096	-	5,364
11,746	68,834	80,580
-	-	114,931
<u>7,538</u>	<u>33,982</u>	<u>30,719</u>
<u>\$ (166,144)</u>	<u>\$ -</u>	<u>\$ (162,520)</u>



# Fiduciary Funds



**Irving Independent School District**  
 Combining Statement of Fiduciary Assets and Liabilities  
 Agency Funds  
 August 31, 2020

**Exhibit H-6**

	<u>STUDENT ACTIVITY FUNDS</u>	<u>FLEXIBLE BENEFITS</u>	<u>TOTALS AGENCY FUNDS</u>
<b>ASSETS</b>			
Cash and temporary investments	\$ 628,705	\$ 219,928	\$ 848,633
<b>TOTAL ASSETS</b>	<u>\$ 628,705</u>	<u>\$ 219,928</u>	<u>\$ 848,633</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 10,520	\$ 219,928	\$ 230,448
Due to student groups	618,185	-	618,185
<b>TOTAL LIABILITIES</b>	<u>\$ 628,705</u>	<u>\$ 219,928</u>	<u>\$ 848,633</u>

**Irving Independent School District**  
Combining Statement of Changes in Assets and Liabilities  
Agency Funds  
For the Year Ended August 31, 2020

**Exhibit H-7**

	<u>BALANCE</u> <u>9/1/2019</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>8/31/2020</u>
<b>STUDENT ACTIVITIES</b>				
<b>ASSETS</b>				
Cash and temporary investments	\$ 621,836	\$ 937,721	\$ 930,852	\$ 628,705
<b>TOTAL ASSETS</b>	<u>\$ 621,836</u>	<u>\$ 937,721</u>	<u>\$ 930,852</u>	<u>\$ 628,705</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 52,916	\$ 1,115,398	\$ 1,157,794	\$ 10,520
Due to student groups	568,920	1,009,321	960,056	618,185
<b>TOTAL LIABILITIES</b>	<u>\$ 621,836</u>	<u>\$ 2,124,719</u>	<u>\$ 2,117,850</u>	<u>\$ 628,705</u>
<b>FLEXIBLE BENEFITS</b>				
<b>ASSETS</b>				
Cash and temporary investments	\$ 74,840	\$ 1,013,699	\$ 868,611	\$ 219,928
<b>TOTAL ASSETS</b>	<u>\$ 74,840</u>	<u>\$ 1,013,699</u>	<u>\$ 868,611</u>	<u>\$ 219,928</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 74,840	\$ 1,880,500	\$ 1,735,412	\$ 219,928
<b>TOTAL LIABILITIES</b>	<u>\$ 74,840</u>	<u>\$ 1,880,500</u>	<u>\$ 1,735,412</u>	<u>\$ 219,928</u>
<b>TOTAL AGENCY FUNDS</b>				
<b>ASSETS</b>				
Cash and temporary investments	\$ 696,676	\$ 1,951,420	\$ 1,799,463	\$ 848,633
<b>TOTAL ASSETS</b>	<u>\$ 696,676</u>	<u>\$ 1,951,420</u>	<u>\$ 1,799,463</u>	<u>\$ 848,633</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 127,756	\$ 2,995,898	\$ 2,893,206	\$ 230,448
Due to student groups	568,920	1,009,321	960,056	618,185
<b>TOTAL LIABILITIES</b>	<u>\$ 696,676</u>	<u>\$ 4,005,219</u>	<u>\$ 3,853,262</u>	<u>\$ 848,633</u>



# Required T.E.A. Schedules

**Irving Independent School District**  
 Schedule of Delinquent Taxes Receivable  
 For the Year Ended August 31, 2020

LAST TEN YEARS TAX ROLL FISCAL YEAR ENDING 31-Aug	OPERATIONS	INTEREST & SINKING	3 ASSESSED/ APPRAISED VALUE FOR SCHOOL TAX
2011 & Prior Years	Various	Various	Various
2012	1.0400	0.4250	8,971,398,639
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	1.0400	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 *

**1000 TOTALS**

9000 Portion of Row 1000 for taxes collected for payment into the Tax Increment Finance (TIF) Zone.

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 \$4,657,715.

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

10 BEGINNING BALANCE 9/1/2019	20 CURRENT YEAR'S TOTAL LEVY	30 MAINTENANCE TOTAL COLLECTIONS	30a DEBT SERVICE TOTAL COLLECTIONS	40 FISCAL YEAR'S ADJUSTMENT	50 ENDING BALANCE 8/31/2020
\$ 1,197,008	\$ -	\$ 78,479	\$ 22,638	\$ (29,929)	\$ 1,065,962
199,240	-	12,079	4,936	(1,299)	180,926
230,223	-	15,816	6,463	(1,766)	206,178
457,197	-	18,613	7,606	(168,665)	262,313
575,172	-	28,444	10,804	(162,645)	373,279
766,740	-	(53,633)	(20,886)	(309,488)	531,771
865,225	-	(17,571)	(4,130)	(287,369)	599,557
1,329,379	-	52,746	11,785	(461,465)	803,383
2,262,379	-	207,224	40,931	(905,637)	1,108,587
-	184,743,193	143,998,882	38,283,313	383,676	2,844,674
<u>\$ 7,882,563</u>	<u>\$ 184,743,193</u>	<u>\$ 144,341,079</u>	<u>\$ 38,363,460</u>	<u>\$ (1,944,587)</u>	<u>\$ 7,976,630</u>
	\$ 248,209				

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 8/31/20:

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

**Irving Independent School District**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget and Actual - Debt Service Fund  
 For the Year Ended August 31, 2020

**Exhibit J-2**

<b>DATA CONTROL CODES</b>		<b>ORIGINAL BUDGET</b>	<b>FINAL AMENDED BUDGET</b>	<b>FISCAL YEAR ACTUAL</b>	<b>VARIANCE POSITIVE OR (NEGATIVE)</b>
<b>REVENUES</b>					
5700	Local and intermediate sources	\$ 36,927,250	\$ 36,927,250	\$ 38,792,525	\$ 1,865,275
5800	State program revenues	-	-	650,956	650,956
5020	Total revenues	36,927,250	36,927,250	39,443,481	2,516,231
<b>EXPENDITURES</b>					
0070	Debt service				
0071	Principal	29,630,000	34,630,000	30,990,000	3,640,000
0072	Interest and charges on long-term debt	16,964,682	16,964,682	15,596,599	1,368,083
0073	Bond issue costs and fees	300,000	410,000	412,082	(2,082)
	Total debt services	46,894,682	52,004,682	46,998,681	5,006,001
6030	Total expenditures	46,894,682	52,004,682	46,998,681	5,006,001
1100	Excess (deficiency) of revenues over (under) expenditures	(9,967,432)	(15,077,432)	(7,555,200)	7,522,232
<b>OTHER FINANCING SOURCES (USES)</b>					
7901	Issuance of Refunding Debt	-	42,020,000	42,020,000	-
7916	Premium on Issuance of Debt	-	2,152,914	2,152,914	-
7915	Transfers in	-	5,000,000	5,000,000	-
8940	Payment to Refunded Bond Escrow Agent	-	(43,774,533)	(43,774,533)	-
	Total other financing sources and (uses)	-	5,398,381	5,398,381	-
1200	Net change in fund balances	(9,967,432)	(9,679,051)	(2,156,819)	7,522,232
0100	Fund balance - September 1 (beginning)	16,572,259	16,572,259	16,572,259	-
3000	<b>FUND BALANCE - AUGUST 31 (ENDING)</b>	<b>\$ 6,604,827</b>	<b>\$ 6,893,208</b>	<b>\$ 14,415,440</b>	<b>\$ 7,522,232</b>

# 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.

<b>Contents</b>	<b>Exhibits</b>
<b>Financial Trends Information</b> These schedules contain trend information intended to help the reader understand how the district's financial position has changed over time.	S1 – S7
<b>Revenue Capacity Information</b> These schedules contain information intended to help the reader assess the district's most significant revenue source, state tax collections.	S8 – S12
<b>Debt Capacity information</b> 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 – S15
<b>Demographic and Economic information</b> 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.	S16 – S18
<b>Operating Information</b> 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.	S19 – S20

## Irving Independent School District

### Net Position By Component Last Ten Fiscal Years (Unaudited)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Governmental activities				
Net investment in capital assets	\$ 4,933,936	\$ 30,022,606	\$ 33,082,682	\$ 34,787,416
Restricted				
Food service	6,710,687	9,102,534	8,548,803	5,840,117
Debt service	4,549,566	12,602,461	9,270,928	11,811,520
Unrestricted	<u>35,907,568</u>	<u>15,693,677</u>	<u>27,784,480</u>	<u>25,431,713</u>
<b>TOTAL GOVERNMENTAL NET POSITION</b>	<u>\$ 52,101,757</u>	<u>\$ 67,421,278</u>	<u>\$ 78,686,893</u>	<u>\$ 77,870,766</u>
Business-type activities				
Unrestricted	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>TOTAL BUSINESS-TYPE NET POSITION</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total primary government				
Net investment in capital assets	\$ 4,933,936	\$ 30,022,606	\$ 33,082,682	\$ 34,787,416
Restricted				
Food service	6,710,687	9,102,534	8,548,803	5,840,117
Debt service	4,549,566	12,602,461	9,270,928	11,811,520
Unrestricted	<u>35,907,568</u>	<u>15,693,677</u>	<u>27,784,480</u>	<u>25,431,713</u>
<b>TOTAL PRIMARY GOVERNMENT</b>	<u>\$ 52,101,757</u>	<u>\$ 67,421,278</u>	<u>\$ 78,686,893</u>	<u>\$ 77,870,766</u>

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

**Note:**

<sup>1</sup> Amounts were not available prior to the GASB 34 requirements in 2002.

Exhibit S-1

2015	2016	2017	2018	2019	2020
\$ 32,289,637	\$ 32,387,346	\$ 49,947,282	\$ 76,698,608	\$ 89,114,218	\$ 118,667,802
5,434,057	6,190,761	6,926,005	6,687,877	5,722,247	2,867,679
10,505,814	4,202,628	4,239,051	4,792,224	16,675,173	14,646,882
(482,474)	19,157,439	32,925,745	(134,227,899)	(127,105,683)	(137,914,164)
<u>\$ 47,747,034</u>	<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>
\$ -	\$ -	\$ (48,721)	\$ (182,385)	\$ -	\$ -
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (48,721)</u>	<u>\$ (182,385)</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 32,289,637	\$ 32,387,346	\$ 49,947,282	\$ 76,698,608	\$ 89,114,218	\$ 118,667,802
5,434,057	6,190,761	6,926,005	6,687,877	5,722,247	2,867,679
10,505,814	4,202,628	4,239,051	4,792,224	16,675,173	14,646,882
(482,474)	19,157,439	32,877,024	(134,410,284)	(127,105,683)	(137,914,164)
<u>\$ 47,747,034</u>	<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>

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

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>EXPENSES</b>				
Governmental activities				
Instruction	\$ 202,027,719	\$ 190,308,817	\$ 188,974,526	\$ 209,800,052
Instructional resources and media services	5,395,741	5,448,807	5,595,410	5,915,181
Curriculum and staff development services	5,230,001	4,751,709	6,703,099	8,471,201
Instructional leadership	5,302,420	5,624,822	5,311,012	5,112,718
School leadership	19,274,337	17,229,739	17,688,291	19,926,467
Guidance, counseling, & evaluation services	14,456,133	13,715,505	14,731,022	15,040,908
Social work services	452,483	422,845	452,558	584,649
Health services	2,677,435	2,652,074	2,728,362	2,814,171
Student transportation	4,462,792	4,086,234	4,600,440	6,354,947
Food service	17,047,841	17,531,841	19,032,015	19,309,738
Extracurricular activities	6,243,463	6,270,809	6,338,475	6,559,814
General administration	7,248,095	7,199,150	7,559,425	8,104,538
Plant maintenance and operations	21,587,242	22,012,072	21,523,347	21,912,291
Security and monitoring services	2,849,399	2,905,808	2,998,649	3,182,215
Data processing services	3,549,859	3,893,178	3,888,670	4,261,484
Community services	1,246,312	1,195,296	1,839,893	1,818,555
Interest on long-term debt	28,495,578	28,718,685	27,340,450	26,343,364
Facilities acquisition/construction	-	3,974	2,559	10,703
Intergovernmental charges	64,752	86,526	56,430	116,850
Payments to TIF	1,010,907	1,742,264	3,100,836	2,182,197
Other intergovernmental charges	531,534	519,552	520,707	534,086
Total governmental activities expenses	<u>349,154,043</u>	<u>336,319,707</u>	<u>340,986,176</u>	<u>368,356,129</u>
Business-type activities				
Vending	-	-	-	-
Total business-type activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL PRIMARY EXPENSES</b>	<b><u>\$ 349,154,043</u></b>	<b><u>\$ 336,319,707</u></b>	<b><u>\$ 340,986,176</u></b>	<b><u>\$ 368,356,129</u></b>
<b>PROGRAM REVENUES</b>				
Governmental activities				
Charges for services				
Instruction	\$ 543,735	\$ 516,091	\$ 440,510	\$ 425,016
Food service	2,508,940	2,971,813	3,131,771	3,284,981
Extracurricular activities	1,413,786	1,427,241	1,381,483	1,421,847
Plant maintenance and operations	177,518	731,666	2,045,158	231,145
Operating grants and contributions	74,113,382	57,192,756	48,772,209	51,231,188
Capital grants and contributions	-	-	-	-
Total governmental activities revenues	<u>78,757,361</u>	<u>62,839,567</u>	<u>55,771,131</u>	<u>56,594,177</u>
Business-type activities				
Charges for services				
Vending	-	-	-	-
Total business-type activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL PRIMARY GOVERNMENT REVENUES</b>	<b><u>\$ 78,757,361</u></b>	<b><u>\$ 62,839,567</u></b>	<b><u>\$ 55,771,131</u></b>	<b><u>\$ 56,594,177</u></b>

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

**Notes:**

<sup>1</sup> Amounts were not available prior to the GASB 34 requirements in 2002.



2015	2016	2017	2018	2019	2020
\$ 211,808,998	\$ 217,338,877	\$ 224,360,321	\$ 155,169,170	\$ 237,621,653	\$ 246,100,617
5,488,376	6,368,683	6,581,856	7,625,079	6,293,049	6,491,369
9,135,362	8,217,047	9,400,847	7,027,424	10,023,173	10,855,730
4,577,973	5,027,383	5,654,331	3,800,568	6,218,861	7,699,350
20,401,286	21,467,618	22,393,869	14,444,144	23,225,973	24,539,037
15,721,776	17,071,237	17,081,638	11,411,772	17,879,474	20,161,822
1,576,516	1,556,815	1,728,065	1,022,686	1,719,611	1,607,543
3,001,895	3,294,065	3,403,554	2,317,808	3,711,880	4,058,513
5,267,894	6,032,429	7,009,837	6,857,230	10,376,215	7,584,884
19,738,827	21,381,006	22,262,789	18,844,875	22,592,999	23,473,075
6,538,184	6,986,735	7,151,176	5,866,123	7,372,719	7,231,954
7,122,438	7,791,108	7,939,216	5,431,463	8,335,489	9,385,916
22,191,155	23,796,087	25,112,397	23,008,223	28,772,770	27,820,383
3,130,271	3,467,941	3,551,287	3,030,946	4,237,373	4,753,222
4,031,182	4,254,484	4,868,754	4,606,508	7,528,670	9,281,368
1,724,124	2,323,519	2,144,097	1,411,289	2,057,946	2,602,644
20,023,429	20,103,591	16,096,943	13,029,722	13,689,128	12,573,923
71,682	92,834	122,425	475,180	589,580	774,581
173,772	15,882	42,900	21,162	11,322	19,986
6,465,553	8,945,883	11,010,364	13,382,139	15,380,261	248,209
538,945	568,476	583,498	599,317	624,457	607,393
<u>368,729,638</u>	<u>386,101,700</u>	<u>398,500,164</u>	<u>299,382,828</u>	<u>428,262,603</u>	<u>427,871,519</u>
-	-	476,486	453,958	261,306	-
-	-	476,486	453,958	261,306	-
<u>\$ 368,729,638</u>	<u>\$ 386,101,700</u>	<u>\$ 398,976,650</u>	<u>\$ 299,836,786</u>	<u>\$ 428,523,909</u>	<u>\$ 427,871,519</u>
\$ 360,438	\$ 242,247	\$ 572,448	\$ 651,901	\$ 651,901	\$ 406,586
3,110,102	3,136,952	2,782,044	2,565,563	2,565,563	1,175,220
1,814,044	1,861,280	1,885,027	1,855,358	1,855,358	1,065,052
388,564	466,364	331,195	383,429	383,429	72,766
57,542,541	62,385,043	75,499,383	7,052,625	7,052,625	73,015,452
-	-	-	-	-	-
<u>63,215,689</u>	<u>68,091,886</u>	<u>81,070,097</u>	<u>12,508,876</u>	<u>12,508,876</u>	<u>75,735,076</u>
-	-	321,361	320,294	320,294	-
-	-	321,361	320,294	320,294	-
<u>\$ 63,215,689</u>	<u>\$ 68,091,886</u>	<u>\$ 81,391,458</u>	<u>\$ 12,829,170</u>	<u>\$ 12,829,170</u>	<u>\$ 75,735,076</u>

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

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>NET (EXPENSE)/REVENUE</b>				
Governmental activities	\$ (270,396,682)	\$ (273,480,140)	\$ (285,215,045)	\$ (311,761,952)
Business-type activities	-	-	-	-
	<u>(270,396,682)</u>	<u>(273,480,140)</u>	<u>(285,215,045)</u>	<u>(311,761,952)</u>
<b>GENERAL REVENUES</b>				
Governmental activities				
Taxes				
Property taxes levied for general purposes	90,847,221	89,463,642	89,907,666	91,269,145
Property taxes levied for debt service	37,126,703	36,363,206	36,708,071	37,578,332
State aid formula grants	139,197,880	157,790,019	165,468,694	184,171,041
Investment earnings	871,377	692,064	410,848	254,184
Miscellaneous	2,849,167	4,490,730	3,985,381	2,693,365
Special item	-	-	-	-
Transfers	-	-	-	-
	<u>270,892,348</u>	<u>288,799,661</u>	<u>296,480,660</u>	<u>315,966,067</u>
Business-type activities				
Transfers	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>270,892,348</u>	<u>288,799,661</u>	<u>296,480,660</u>	<u>315,966,067</u>
<b>CHANGE IN NET POSITION</b>				
Governmental activities	495,666	15,319,521	11,265,615	4,204,115
Business-type activities	-	-	-	-
	<u>495,666</u>	<u>15,319,521</u>	<u>11,265,615</u>	<u>4,204,115</u>
<b>TOTAL PRIMARY GOVERNMENT</b>	<u>\$ 495,666</u>	<u>\$ 15,319,521</u>	<u>\$ 11,265,615</u>	<u>\$ 4,204,115</u>

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

**Note:**

<sup>1</sup> Amounts were not available prior to the GASB 34 requirements in 2002.

Exhibit S-3

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
\$ (305,513,949)	\$ (318,009,814)	\$ (317,430,067)	\$ (286,873,952)	\$ (330,322,530)	\$ (352,136,443)
-	-	(155,125)	(133,664)	(26,147)	-
(305,513,949)	(318,009,814)	(317,585,192)	(287,007,616)	(330,348,677)	(352,136,443)
96,135,459	100,440,711	122,229,287	127,929,303	141,267,808	144,594,888
36,447,373	38,749,543	28,770,790	28,367,128	27,771,138	38,586,051
187,211,926	184,411,595	187,453,054	175,530,606	174,875,485	177,306,711
285,316	832,337	1,612,463	3,016,736	4,769,472	2,861,202
9,254,222	7,766,768	9,570,786	13,846,942	12,302,304	2,649,835
-	-	-	6,268,735	-	-
-	-	(106,404)	-	(208,532)	-
329,334,296	332,200,954	349,529,976	354,959,450	360,777,675	365,998,687
-	-	106,404	-	208,532	-
-	-	106,404	-	208,532	-
329,334,296	332,200,954	349,636,380	354,959,450	360,986,207	365,998,687
23,820,347	14,191,140	32,099,909	68,085,498	30,455,145	13,862,244
-	-	(48,721)	(133,664)	182,385	-
<u>\$ 23,820,347</u>	<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>

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

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
General fund				
Nonspendable	\$ 1,058,731	\$ 772,985	\$ 1,286,199	\$ 1,351,036
Assigned	7,744,340	3,374,022	6,310,707	5,919,083
Unassigned	<u>70,614,294</u>	<u>81,320,437</u>	<u>89,241,873</u>	<u>91,248,384</u>
<b>TOTAL GENERAL FUND</b>	<u>\$ 79,417,365</u>	<u>\$ 85,467,444</u>	<u>\$ 96,838,779</u>	<u>\$ 98,518,503</u>
All other governmental funds				
Nonspendable	\$ 193,802	\$ 262,320	\$ 113,409	\$ 183,405
Restricted	86,014,879	82,214,192	49,865,661	38,826,806
Assigned	-	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL ALL OTHER GOVERNMENTAL FUNDS</b>	<u>\$ 86,208,681</u>	<u>\$ 82,476,512</u>	<u>\$ 49,979,070</u>	<u>\$ 39,010,211</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

2015	2016	2017	2018	2019	2020
\$ 976,874	\$ 1,207,087	\$ 1,249,468	\$ 738,981	\$ 706,024	\$ 803,181
17,091,518	9,696,748	3,402,196	2,959,931	3,024,775	35,357,935
89,501,266	92,208,290	109,226,931	101,102,211	101,393,315	78,516,748
<u>\$ 107,569,658</u>	<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>
\$ 268,747	\$ 283,454	\$ 79,029	\$ 301,724	\$ 203,880	\$ -
33,001,787	20,287,005	18,846,703	12,171,275	22,122,651	17,283,119
-	-	-	21,148,829	9,661,547	6,329,038
-	-	-	(3,014)	(3,014)	(3,612)
<u>\$ 33,270,534</u>	<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>

## Irving Independent School District

### Governmental Funds Revenues<sup>1</sup>

Last Ten Fiscal Years (Unaudited)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>REVENUES</b>				
Federal sources				
Federal grants	\$ 49,796,037	\$ 29,463,107	\$ 23,543,714	\$ 22,794,674
Food service	15,802,248	18,062,634	18,417,218	18,888,553
Capital projects	753,747	786,518	752,305	729,889
Total federal sources	66,352,032	48,312,259	42,713,237	42,413,116
State sources				
State grants and other	137,449,208	153,759,838	157,474,464	178,517,736
Public education capital outlay				
Food service	110,412	113,286	116,578	119,653
Debt service	7,755,173	10,610,150	10,197,164	12,008,997
Total state sources	145,314,793	164,483,274	167,788,206	190,646,386
Local sources				
Local & intermediate sources	97,155,289	96,477,576	99,972,999	100,004,325
Food service	2,515,749	2,977,172	3,136,942	3,286,672
Debt service	37,324,470	36,405,272	36,744,653	37,613,336
Capital projects	1,093,328	648,793	121,990	36,458
Total local sources	138,088,836	136,508,813	139,976,584	140,940,791
<b>TOTAL REVENUES</b>	<u>\$ 349,755,661</u>	<u>\$ 349,304,346</u>	<u>\$ 350,478,027</u>	<u>\$ 374,000,293</u>

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

**Note:**

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

Exhibit S-5

2015	2016	2017	2018	2019	2020
\$ 24,456,450	\$ 27,010,564	\$ 27,194,891	\$ 22,754,974	\$ 28,404,157	\$ 23,476,893
19,241,145	19,662,942	19,972,952	19,519,459	19,317,791	19,329,531
729,102	-	-	-	-	-
44,426,697	46,673,506	47,167,843	42,274,433	47,721,948	42,806,424
182,775,755	177,764,921	184,875,873	174,183,511	179,619,223	178,375,154
119,678	140,759	119,779	120,605	108,021	101,455
10,203,552	8,106,227	5,898,837	2,557,992	2,361,280	650,956
193,098,985	186,011,907	190,894,489	176,862,108	182,088,524	179,127,565
112,277,764	120,590,560	148,042,048	160,412,398	174,329,176	152,799,363
3,112,454	3,150,051	2,813,945	2,667,739	3,055,992	1,533,389
36,478,013	38,831,336	28,920,869	28,450,971	28,079,531	38,792,525
20,001	58,264	126,741	223,268	-	-
151,888,232	162,630,211	179,903,603	191,754,376	205,464,699	193,125,277
<u>\$ 389,413,914</u>	<u>\$ 395,315,624</u>	<u>\$ 417,965,935</u>	<u>\$ 410,890,917</u>	<u>\$ 435,275,171</u>	<u>\$ 415,059,266</u>

# Irving Independent School District

## Governmental Funds Expenditures and Debt Service Ratio<sup>1</sup>

Last Ten Fiscal Years (Unaudited)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>EXPENDITURES</b>				
Governmental funds				
11 Instruction	\$ 191,968,597	\$ 177,857,532	\$ 182,329,142	\$ 195,714,227
12 Instructional resources & media services	5,436,238	5,245,765	5,307,001	5,300,771
13 Curriculum & staff development services	5,217,049	4,739,378	6,689,081	8,456,104
Total function 10	202,621,884	187,842,675	194,325,224	209,471,102
21 Instructional leadership	5,206,067	5,539,881	5,232,228	5,026,844
23 School leadership	18,701,894	16,381,301	16,804,379	19,002,786
Total function 20	23,907,961	21,921,182	22,036,607	24,029,630
31 Guidance, counseling, & evaluation services	13,956,223	13,123,326	14,117,350	14,402,200
32 Social work services	454,168	423,082	452,578	584,539
33 Health services	2,575,673	2,530,773	2,599,288	2,679,805
34 Student transportation	4,486,050	4,059,063	4,573,269	6,327,776
35 Food service	16,983,540	16,798,404	18,185,254	18,468,763
36 Extracurricular activities	5,912,532	5,807,666	5,862,983	5,959,930
Total function 30	44,368,186	42,742,314	45,790,722	48,423,013
41 General administration	7,175,333	7,167,319	7,468,154	7,996,682
Total function 40	7,175,333	7,167,319	7,468,154	7,996,682
51 Plant maintenance and operations	21,522,498	21,955,636	21,510,075	21,707,212
52 Security and monitoring services	2,852,070	3,131,576	3,010,376	3,647,381
53 Data processing services	4,186,950	3,751,686	4,312,260	4,533,127
Total function 50	28,561,518	28,838,898	28,832,711	29,887,720
61 Community services	1,249,055	1,195,778	1,839,947	1,810,100
Total function 60	1,249,055	1,195,778	1,839,947	1,810,100
71 Debt service <sup>2</sup>				
Principal on long-term debt	14,720,670	17,123,540	19,379,223	17,901,432
Interest on long-term debt <sup>2</sup>	31,130,392	29,033,988	28,839,306	28,633,014
Bond issuance costs and fees	233,964	180,785	535,898	150,754
Total function 70	46,085,026	46,338,313	48,754,427	46,685,200
81 Facilities acquisition/construction	61,558,174	33,014,692	29,255,048	14,841,570
Total function 80	61,558,174	33,014,692	29,255,048	14,841,570
95 Payments to JJAEP	64,752	86,526	56,430	116,850
97 Payments to TIF	1,010,907	1,742,264	3,100,836	2,182,197
99 Intergovernmental charges	531,534	519,552	520,707	534,086
Total function 90	1,607,193	2,348,342	3,677,973	2,833,133
<b>TOTAL EXPENDITURES</b>	<b>\$ 417,134,330</b>	<b>\$ 371,409,513</b>	<b>\$ 381,980,813</b>	<b>\$ 385,978,150</b>
Debt service as a percentage of noncapital expenditures	13.3%	13.6%	13.9%	12.7%

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

**Notes:**

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

<sup>2</sup> Bond issuance costs and fees were not split until 2006.



Exhibit S-6

2015	2016	2017	2018	2019	2020
\$ 198,653,525	\$ 197,401,989	\$ 200,221,263	\$ 199,797,948	\$ 200,765,138	\$ 206,544,626
4,988,675	5,526,231	5,504,998	5,330,043	5,410,461	5,437,001
9,182,998	7,969,790	9,020,339	9,281,871	9,066,158	9,703,012
212,825,198	210,898,010	214,746,600	214,409,862	215,241,757	221,684,639
4,583,961	5,016,246	5,183,399	5,227,105	5,527,490	6,679,890
19,658,156	19,783,704	20,127,642	19,832,979	19,927,818	20,590,610
24,242,117	24,799,950	25,311,041	25,060,084	25,455,308	27,270,500
15,195,030	15,879,307	15,488,239	15,296,284	15,493,457	17,137,376
1,591,463	1,499,289	1,547,947	1,535,770	1,528,468	1,394,998
2,891,635	3,116,593	3,076,661	3,200,964	3,190,606	3,417,307
5,240,723	6,005,258	6,982,666	8,337,203	12,836,911	8,122,489
21,441,982	21,770,990	21,909,340	19,983,800	20,340,593	20,812,466
6,324,888	6,261,632	6,320,974	6,657,455	6,220,574	5,986,379
52,685,721	54,533,069	55,325,827	55,011,476	59,610,609	56,871,015
7,038,599	7,380,628	7,399,101	7,352,690	7,420,674	8,252,606
7,038,599	7,380,628	7,399,101	7,352,690	7,420,674	8,252,606
22,166,761	23,605,883	23,849,262	24,908,521	24,960,391	25,371,458
3,192,050	3,434,715	3,406,129	3,663,243	4,040,839	4,474,203
4,065,945	4,855,841	5,893,963	5,308,629	7,008,988	10,626,975
29,424,756	31,896,439	33,149,354	33,880,393	36,010,218	40,472,636
1,775,912	2,271,083	1,964,314	1,884,851	1,878,956	2,347,479
1,775,912	2,271,083	1,964,314	1,884,851	1,878,956	2,347,479
22,133,623	28,884,818	27,860,000	28,230,000	28,720,000	30,990,000
24,989,938	25,751,096	18,811,331	18,335,258	17,854,470	15,596,599
1,147,082	1,895,655	226,110	147,775	14,550	412,082
48,270,643	56,531,569	46,897,441	46,713,033	46,589,020	46,998,681
6,679,429	16,547,033	12,528,765	7,122,345	28,277,832	9,540,400
6,679,429	16,547,033	12,528,765	7,122,345	28,277,832	9,540,400
173,772	15,882	42,900	21,162	11,322	19,986
6,465,553	8,945,883	11,010,364	13,382,139	15,380,261	248,209
538,945	568,476	583,498	599,317	624,457	607,393
7,178,270	9,530,241	11,636,762	14,002,618	16,016,040	875,588
\$ 390,120,645	\$ 414,388,022	\$ 408,959,205	\$ 405,437,352	\$ 436,500,414	\$ 414,313,544
12.5%	14.0%	12.0%	11.9%	11.5%	11.6%

## Irving Independent School District

### Other Financing Sources and Uses and Net Change in Fund Balances

Last Ten Fiscal Years (Unaudited)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	\$ (67,378,669)	\$ (22,105,167)	\$ (31,502,786)	\$ (11,977,857)
Other financing sources (uses)				
Proceeds from sale of bonds	21,640,000	13,985,000	-	-
Premium or (discount) on bonds issued	-	1,509,190	6,487,601	5,165,908
Proceeds from sale of refunding bonds	-	-	66,145,000	4,685,000
Sale of real or personal property	174,537	1,660,871	304,732	148,857
Extraordinary other uses	-	-	-	-
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
Payments to escrow agents	-	-	(72,703,808)	(9,860,181)
Total other financing sources (uses)	<u>21,814,537</u>	<u>24,423,077</u>	<u>10,376,679</u>	<u>2,688,722</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (45,564,132)</u>	<u>\$ 2,317,910</u>	<u>\$ (21,126,107)</u>	<u>\$ (9,289,135)</u>

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

Exhibit S-7

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
\$ (706,731)	\$ (19,072,398)	\$ 9,006,730	\$ 5,453,565	\$ (1,225,243)	\$ 745,722
-	-	-	-	-	-
8,319,033	54,633,023	2,334,052	1,114,581	-	2,152,914
60,010,000	218,640,000	20,105,000	8,885,000	-	42,020,000
668,453	25,711	-	40,907	123,016	33,128
2,764,638	-	-	-	-	-
-	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)
20,108	-	-	-	-	-
(67,764,023)	(271,383,944)	(22,217,635)	(9,878,443)	-	(43,774,533)
<u>4,018,209</u>	<u>1,914,790</u>	<u>115,013</u>	<u>162,045</u>	<u>(85,516)</u>	<u>431,509</u>
<u>\$ 3,311,478</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>

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

**Exhibit S-8**

YEAR	APPRAISED VALUE <sup>1</sup>			LESS: EXEMPTIONS	TOTAL ESTIMATED TAXABLE VALUE	TOTAL DIRECT RATE <sup>2</sup>
	RESIDENTIAL OR REAL PROPERTY	PERSONAL PROPERTY				
2011	\$ 7,809,445,097	\$ 1,694,159,892	\$	457,911,177	\$ 9,045,693,812	1.425
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

**Source:** Dallas Central Appraisal District

**Notes:**

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

<sup>2</sup> Per \$100 of assessed value.



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

<u>FISCAL YEAR</u>	<u>IRVING INDEPENDENT SCHOOL DISTRICT</u>			<u>OVERLAPPING RATES <sup>1</sup></u>	
	<u>MAINTENANCE AND OPERATIONS</u>	<u>DEBT SERVICE</u>	<u>TOTAL</u>	<u>CITY OF IRVING</u>	<u>IRVING FLOOD CONTROL DISTRICT SECTION 1</u>
2011	1.040	0.425	1.465	0.599	0.430
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

**Source:** Appropriate government entities' tax departments

**Note:**

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

<sup>2</sup> Information not available.

OVERLAPPING RATES <sup>1</sup>							
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	0.100	0.271	2.900	0.010	2.122
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





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

**Exhibit S-10**

TAXPAYER	2020			2011		
	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF TOTAL TAXABLE ASSESSED	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF TOTAL TAXABLE ASSESSED
Agre Williams Square	\$ 237,644,470	1	1.6%			
PCPI UT Owners LP	152,247,140	2	1.0%			
Las Colinas Irving	121,500,000	3	0.8%			
PPF AMLI	117,400,000	4	0.8%			
Texas Utilities	108,280,270	5	0.7%	81,391,050	3	0.9%
Bre Las Colinas LLC	105,440,980	6	0.7%			
San Mar Corporation	104,593,640	7	0.7%			
Lake Carolyn Reit LLC	87,000,000	8	0.6%			
AVR Hidden Ridge I LLC	80,343,790	9	0.6%			
Water Street OConnor LP	78,800,000	10	0.5%			
Verizon				197,790,770	1	2.2%
TIAA				134,783,470	2	1.5%
SP Millennium Center LP				73,559,000	4	0.8%
4150 North MacArthur				71,512,950	5	0.8%
Dr. Pepper Bottling Co.				70,739,950	6	0.8%
LPC Northwest PH1 LP				51,930,000	7	0.6%
Frito Lay Inc.				47,982,120	8	0.5%
Owens Corning				42,152,450	9	0.5%
Simon Property Group				42,077,680	10	0.5%
	<u>\$ 1,193,250,290</u>		<u>8.2%</u>	<u>\$ 813,919,440</u>		<u>9.0%</u>

Source: Dallas Central Appraisal District

**Note:**

<sup>1</sup> Total appraised taxable value for 2020 = \$14,537,517,847

<sup>2</sup> Total appraised taxable value for 2011 = \$9,045,693,812

**Irving Independent School District**  
Property Tax Levies and Collections<sup>1</sup>  
Last Ten Fiscal Years (Unaudited)

**Exhibit S-11**

FISCAL YEAR ENDING	TAXES LEVIED FOR THE FISCAL YEAR <sup>2</sup>	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS OTHER THAN CURRENT YEAR	TOTAL COLLECTION TO DATE <sup>3</sup>	
		AMOUNT	PERCENTAGE OF LEVY	DELINQUENT TAXES	AMOUNT	PERCENTAGE OF TOTAL COLLECTIONS TO TAX LEVY
2011	\$ 128,508,240	\$ 124,473,002	96.86%	\$ 1,928,590	\$ 126,401,592	98.36%
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%

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

**Notes:**

<sup>1</sup> The District performs its own tax collection activities.

<sup>2</sup> 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.

<sup>3</sup> 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 Type<sup>1</sup>  
 Last Ten Fiscal Years (Unaudited)

**Exhibit S-12**

FISCAL YEAR	GOVERNMENTAL ACTIVITIES			PERCENTAGE OF PERSONAL INCOME <sup>2</sup>	PER CAPITA <sup>2</sup>
	GENERAL OBLIGATION BONDS	CONTRACTUAL OBLIGATIONS	TOTAL PRIMARY GOVERNMENT		
2011	\$ 624,900,837	\$ -	\$ 624,900,837	11.37%	2,880
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

**Source:** Dallas Central Appraisal District

**Notes:**

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

<sup>2</sup> See Schedule S-16 for personal income and population data.



**Irving Independent School District**  
 Direct and Overlapping Governmental Activities Debt  
 August 31, 2020 (Unaudited)

**Exhibit S-13**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE <sup>1</sup>	SHARE OF DIRECT AND OVERLAPPING DEBT
City of Irving	\$ 431,355,000	47.39%	\$ 204,419,135
Irving Flood Control District # 1	4,400,000	93.60%	4,118,400
City of Grand Prairie	301,605,000	0.61%	1,839,791
City of Dallas	1,943,620,416	0.20%	3,887,241
Dallas County	130,445,000	4.84%	6,313,538
Dallas County Community College	135,375,000	4.84%	6,552,150
Dallas County Hospital	622,000,000	4.84%	30,104,800
Dallas County Flood Control	22,050,000	39.31%	8,667,855
Dallas County Schools	27,204,352	4.84%	1,316,691
Dallas County Utility and Reclamation	169,355,000	49.42%	83,695,241
Subtotal, overlapping bonded debt			350,914,842
Irving Independent School District direct debt	\$ 414,677,805	100.00%	\$ 414,677,805
<b>TOTAL DIRECT AND OVERLAPPING DEBT</b>			<b>\$ 765,592,647</b>
<b>RATIO OF (NET) GENERAL BONDED DEBT TO THE ESTIMATED ACTUAL PROPERTY VALUE</b>			<b>2.85%</b>

**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.

<sup>1</sup> 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

### Legal Debt Margin Information Last Ten Fiscal Years (Unaudited)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Debt limit	\$ 904,569,381	\$ 891,484,121	\$ 906,005,941	\$ 930,784,526
Total net debt applicable to limit	<u>624,900,837</u>	<u>621,492,018</u>	<u>600,739,284</u>	<u>595,590,237</u>
<b>LEGAL DEBT MARGIN</b>	<u>\$ 279,668,544</u>	<u>\$ 269,992,103</u>	<u>\$ 305,266,657</u>	<u>\$ 335,194,289</u>
<b>TOTAL NET DEBT APPLICABLE TO THE LIMIT AS A PERCENTAGE OF DEBT LIMIT</b>	<u>69.08%</u>	<u>69.71%</u>	<u>66.31%</u>	<u>63.99%</u>

Source: Calculation from taxable assessed valuation, total bonded debt and debt service reservation data.

**LEGAL DEBT MARGIN CALCULATION FOR FISCAL YEAR 2020:**

Assessed value	<u>\$ 14,537,517,847</u>
Debt limit (10% of assessed value)	1,453,751,785
Debt applicable to limit	<u>(414,677,805)</u>
Legal debt margin	<u>\$ 1,039,073,980</u>

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
\$ 987,580,606	\$ 1,042,802,779	\$ 1,145,782,962	\$ 1,212,002,770	\$ 1,335,820,528	\$ 1,453,751,785
575,827,393	542,765,501	517,484,320	484,133,205	449,855,021	414,677,805
<u>\$ 411,753,213</u>	<u>\$ 500,037,278</u>	<u>\$ 628,298,642</u>	<u>\$ 727,869,565</u>	<u>\$ 885,965,507</u>	<u>\$ 1,039,073,980</u>
<u>58.31%</u>	<u>52.05%</u>	<u>45.16%</u>	<u>39.94%</u>	<u>33.68%</u>	<u>28.52%</u>

# Irving Independent School District

# Exhibit S-15

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

FISCAL YEAR	POPULATION <sup>1</sup>	ASSESSED VALUE <sup>2</sup>	TOTAL BONDED DEBT OUTSTANDING <sup>3</sup>	LESS DEBT SERVICE FUNDS	NET BONDED DEBT OUTSTANDING	RATIO OF NET BONDED DEBT ASSESSED VALUE	BONDED DEBT PER CAPITA
2010	213,700	\$ 9,485,866,005	\$ 619,719,179	\$ 14,620,052	\$ 605,099,127	6.38%	2,832
2011	216,970	9,045,693,812	624,900,837	13,614,669	611,286,168	6.76%	2,817
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

**Source:**

<sup>1</sup> See Exhibit S-16 for population data.

<sup>2</sup> See Exhibit S-8 for assessed value.

<sup>3</sup> 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-16**

<b>PERIOD ENDING</b>	<b>POPULATION <sup>1</sup></b>	<b>PERSONAL INCOME <sup>2</sup> (THOUSANDS OF DOLLARS)</b>	<b>PER CAPITA PERSONAL INCOME <sup>2</sup> (DOLLARS)</b>	<b>UNEMPLOYMENT RATE <sup>3</sup></b>
2011	213,700	\$ 5,548,507	\$ 25,964	7.98%
2012	216,970	5,494,548	25,324	7.86%
2013	218,850	5,693,602	26,016	6.58%
2014	220,750	5,905,946	26,754	5.79%
2015	227,030	6,122,999	26,970	4.90%
2016	228,610	6,096,800	26,669	3.60%
2017	231,040	6,166,771	26,691	3.52%
2018	234,710	6,953,988	29,628	3.20%
2019	237,490	7,281,918	30,662	3.11%
2020	250,063	8,221,321	32,877	6.79%

**Sources:**

<sup>1</sup> North Central Texas Council of Governments.

<sup>2</sup> City of Irving CAFR, 'Demographic and Economic Statistics.'

<sup>3</sup> Texas Labor Market Information



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

Exhibit S-17

EMPLOYER	2020 <sup>1</sup>			2011 <sup>2</sup>		
	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT
Citigroup, Inc.	6,500	1	2.98%	5,000	1	4.84%
Vistra Energy	5,400	2	2.48%			
Irving ISD	4,008	3	1.84%	4,299	2	4.16%
Allstate Insurance Company	3,068	4	1.41%	2,000	6	1.94%
Verizon Communications	3,000	5	1.38%	3,000	4	2.91%
City of Irving	2,400	6	1.10%			
Irving Mall	2,100	7	0.96%			
Microsoft Corp - Las Colinas	2,075	8	0.95%	1,200	9	1.16%
Christus Health	2,000	9	0.92%			
YRC Freight	1,941	10	0.89%	1,941	8	1.88%
Associates First Capital Corp			0.00%	4,000	3	3.87%
Citicorp Credit Services				2,684	5	2.60%
Central Freight Lines				2,000	7	1.94%
Baylor Medical Center - Irving				1,165	10	1.13%
<b>TOTAL</b>	<b>32,492</b>		<b>14.90%</b>	<b>27,289</b>		<b>26.43%</b>

Source(s):

<sup>1</sup> Irving - Las Colinas Chamber of Commerce

<sup>2</sup> Irving ISD 2011 CAFR

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

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>TEACHERS</b>	2,421.0	2,280.8	2,304.0	2,351.3
<b>PROFESSIONAL SUPPORT</b>				
Associate School Psychologist	8.8	8.8	9.0	10.6
Counselor	79.0	79.5	79.5	85.0
Educational Diagnostician	33.5	29.5	32.5	31.4
Librarian	29.0	27.0	27.0	32.0
Occupational Therapist	6.0	6.0	5.5	5.6
Physical Therapist	2.0	2.0	2.0	2.0
School Nurse	36.0	35.0	36.0	35.9
Speech Therapist/Speech- Language Pathologist	28.0	26.6	30.3	34.9
Teacher Facilitator	7.0	5.0	37.9	40.7
Campus Professional Personnel	56.8	37.0	51.0	83.8
Non-Campus Professional Personnel	81.0	76.0	80.0	78.9
<b>Total Professional Support</b>	<u>367.1</u>	<u>332.4</u>	<u>390.7</u>	<u>440.8</u>
<b>CAMPUS ADMINISTRATION</b>				
Assistant Principal	81.0	69.0	69.0	65.0
Instructional Officer	0.0	0.0	0.0	0.0
Principal	38.0	38.0	38.0	36.9
Teacher Supervisor	38.0	32.0	30.0	33.0
Athletic Director	1.0	1.0	1.0	1.0
<b>Total Campus Administration</b>	<u>158.0</u>	<u>140.0</u>	<u>138.0</u>	<u>135.9</u>
<b>CENTRAL ADMINISTRATION</b>				
Assistant/Assoc./Deputy Superintendent	4.0	6.0	7.0	5.7
Superintendent	1.0	1.0	1.0	0.6
Instructional Program Director or Exec Director	13.0	13.0	13.0	12.0
Business Manager	1.0	1.0	1.0	1.0
Tax Assessor &/or Collector	1.0	1.0	1.0	1.0
Director of Personnel/HR	1.0	1.0	2.0	1.7
<b>Total Central Administration</b>	<u>21.0</u>	<u>23.0</u>	<u>25.0</u>	<u>22.0</u>
<b>EDUCATIONAL AIDES</b>				
Educational Aides	431.8	381.0	387.5	403.5
Interpreter	4.0	0.0	4.0	8.3
<b>Total Educational Aides</b>	<u>435.8</u>	<u>381.0</u>	<u>391.5</u>	<u>411.8</u>
<b>AUXILIARY STAFF</b>	<u>999.3</u>	<u>707.0</u>	<u>707.0</u>	<u>721.3</u>
<b>TOTAL ALL FULL-TIME EQUIVALENT EMPLOYEES</b>	<u><u>4,402.2</u></u>	<u><u>3,864.2</u></u>	<u><u>3,956.2</u></u>	<u><u>4,083.1</u></u>

Source: District records from the Fall PEIMS submission

**Notes:**

<sup>1</sup> Detailed information was not available for fiscal year 2002.

2015	2016	2017	2018	2019	2020
2,351.7	2,284.0	2,283.4	2,261.9	2,220.8	2,146.3
9.2	9.6	10.5	10.9	10.0	8.9
87.4	88.3	87.8	89.3	88.6	96.7
36.4	39.9	39.7	38.4	37.9	40.8
32.9	29.0	29.0	28.8	26.9	29.4
5.6	5.5	7.0	7.0	7.0	6.0
3.0	3.0	3.0	2.9	3.0	3.0
38.0	38.0	39.0	37.9	37.5	39.0
35.1	38.4	36.9	36.9	38.7	37.4
78.4	76.8	85.7	87.0	84.4	88.7
75.1	75.0	77.2	59.4	58.8	55.2
92.0	93.4	95.7	75.8	74.2	80.8
493.1	496.9	511.5	474.3	467.0	485.9
71.9	70.2	72.9	73.0	74.0	74.9
0.0	0.0	0.0	0.0	0.0	0.0
37.0	37.0	37.0	37.0	37.0	37.0
36.9	37.7	37.0	37.0	33.0	35.1
1.0	1.0	1.0	1.0	2.0	1.0
146.8	145.9	147.9	148.0	146.0	148.0
4.0	4.0	4.0	4.9	6.0	9.0
1.0	1.0	1.0	1.0	1.0	1.0
12.9	13.0	12.0	52.8	36.0	38.3
1.0	1.0	1.0	1.0	1.0	1.0
3.0	3.0	3.0	3.0	3.0	1.0
2.0	2.0	2.0	3.0	3.0	3.0
23.9	24.0	23.0	65.7	50.0	53.3
426.1	437.4	446.1	460.0	459.7	464.9
9.5	8.5	8.0	7.9	6.0	7.9
435.6	445.9	454.1	467.9	465.7	472.8
732.0	709.9	717.1	676.7	680.4	701.6
4,183.1	4,106.6	4,137.0	4,094.5	4,029.9	4,007.9



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

Exhibit S-19

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF	PUPIL-TEACHING RATIO	PERCENTAGE OF STUDENTS RECEIVING FREE OR REDUCED-PRICE MEALS
2011	34,289	\$ 229,927,733	6,706	(1.18)%	2,013.0	17.0	80.5%
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)%	2,018.0	17.2	77.2%
2018	33,971	308,520,704	9,082	3.39 %	2,261.9	15.0	73.5%
2019	33,464	321,721,613	9,614	5.86 %	2,220.8	15.1	72.5%
2020	33,544	316,543,475	9,437	(1.84)%	2,146.3	15.6	75.9%

Source: District records

# Irving Independent School District

## Capital Asset Information

Last Ten Fiscal Years (Unaudited)

	2011	2012	2013	2014
<b>SCHOOL</b>				
Elementary				
Buildings	24	24	24	24
Square feet	2,024,334	2,024,334	2,025,940	2,025,940
Maximum capacity	20,000	20,000	20,000	20,000
Enrollment	17,751	18,120	18,178	18,406
Middle				
Buildings	8	8	8	8
Square feet	1,326,868	1,326,868	1,328,012	1,328,012
Maximum capacity	8,000	8,000	8,000	8,000
Enrollment	7,222	7,310	7,397	7,355
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	9,269	9,359	9,490	9,632
Administrative				
Buildings	9	9	9	9
Square feet	247,992	247,992	247,992	247,992
Transportation				
Buses (quantity)	63.5 <sup>1</sup>	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:**

<sup>1</sup> Buses were titled under Dallas County Schools. Buses were sold to Dallas County Schools in 2012.

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

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



2015	2016	2017	2018	2019	2020
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	17,912	16,585	15,945	15,841
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	7,454	7,451	7,514	7,696
7	7	7	7	7	7
1,546,281	1,546,281	1,546,281	1,546,281	1,587,400	1,587,400
9,800	9,800	9,800	9,800	9,800	9,800
9,778	9,778	9,778	9,935	10,005	10,007
9	9	9	9	9	9
247,992	255,064	255,064	255,064	255,064	255,064
0	0	0	175 <sup>2</sup>	175 <sup>2</sup>	181 <sup>2</sup>
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	24	39
-	-	-	1 <sup>3</sup>	1 <sup>3</sup>	1 <sup>3</sup>



# 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, 2020, 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 15, 2021.

### **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 15, 2021



## 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, 2020. 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, 2020.

### 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 2020-001.

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 item 2020-001 that we consider to be a significant deficiency.

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 15, 2021



Irving Independent School District  
 Schedule of Expenditures of Federal Awards  
 For the Year Ended August 31, 2020

Exhibit K-1

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
<b><u>U.S. DEPARTMENT OF EDUCATION</u></b>			
<b>Passed Through State Department of Education:</b>			
Texas Education For Homeless Children & Youth	84.196A	204600057110043	\$ 73,321
Title I Part A Improving Basic Programs	84.010A	20610101057912	9,565,016
Adult Ed English Literacy & Civics Awareness	84.002A	IISD-AEL1-2020-1	699,211
<b>Special Education Cluster (IDEA):</b>			
IDEA-B Formula	84.027A	206600010579126000	5,818,429
IDEA-B Preschool	84.173A	206610010579126000	81,709
IDEA-B Discretionary Deaf	84.027A	206600110579126000	111,919
<b>Total Special Education Cluster (IDEA)</b>			<u>6,012,057</u>
Carl D Perkins Basic Grant for Career & Technology	84.048A	20420006057912	162,746
Title II Part A- Supporting Effective Instruction	84.367A	20694501057912	1,064,852
Title IV, Part A, Subpart 1	84.424A	20680101057912	695,597
Title III Part A Limited English Proficiency	84.365A	20671001057912	1,283,018
COVID-19 ESSER State Fiscal Stabilization	84.425D	20521001057912	480,596
<b>TOTAL U.S. DEPARTMENT OF EDUCATION</b>			<u>20,036,414</u>
<b><u>U.S. TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES</u></b>			
<b>Passed through Texas Department of Health and Human Services:</b>			
Medicaid	93.778	529-07-0157-00133	212,741
<b>TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			<u>212,741</u>
<b><u>U.S. DEPARTMENT OF AGRICULTURE</u></b>			
<b>Child Nutrition Cluster:</b>			
<b>Passed through State Department of Agriculture - Noncash assistance:</b>			
USDA Donated Commodities	10.555	806780706	1,522,963
<b>Passed through State Department of Education:</b>			
National School Lunch	10.555	71400701	9,241,093
COVID-19 National School Lunch	10.555	71400701	686,315
School Breakfast Program	10.553	71300701	4,468,270
COVID-19 School Breakfast Program	10.553	71300701	756,318
<b>Passed through State Department of Agriculture:</b>			
Summer Feeding Program	10.559	00057912	2,098,274
<b>Total Child Nutrition Cluster</b>			<u>18,773,233</u>
<b>Passed through State Department of Agriculture:</b>			
Child & Adult Care Program	10.558	00057912	556,298
<b>TOTAL U.S. DEPARTMENT OF AGRICULTURE</b>			<u>19,329,531</u>
<b><u>U.S. DEPARTMENT OF DEFENSE</u></b>			
Reserve Officer Training Corps	12.000	N/A	297,702
<b>TOTAL U.S. DEPARTMENT OF DEFENSE</b>			<u>297,702</u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<u>\$ 39,876,388</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, 2020

## 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, 2020. 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	\$ 39,876,388
SHARS	2,736,784
Federal interest subsidy	<u>193,252</u>
<b>Total federal revenues per Exhibit C-2</b>	<b><u><u>\$ 42,806,424</u></u></b>

**Irving Independent School District**  
 Schedule of Findings and Questioned Costs  
 For the Year Ended August 31, 2020

**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:
 

84.027A, 84.173A	Special Education Cluster
10.553, 10.555, 10.559	Child Nutrition Cluster
- h. The dollar threshold used to distinguish between Type A and Type B programs: \$1,196,292
- 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, 2020

### Section 2. Financial Statement Findings

None

### Section 3. Federal Award Findings and Questioned Costs

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

Identification of Federal Program: 10.553, 10.555, 10.559 – Child Nutrition Cluster

Pass through entity: State Department of Agriculture, No. 71400701, 71300701

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

#### Criteria

Timesheets are approved by Food Service Center, Director of Food Services, or Assistant Chief of Federal Programs, as the control in place over “time and effort”.

#### Condition

There were 2 instances where the timesheet was not approved as noted.

#### Cause

Employees, who are federally funded, but are not under the supervision of the Food Services Department, their timesheets are required to be approved by the Food Service Center, Director of Food Services, or Assistant Chief of Federal Programs, as the control over the time and effort compliance.

#### Effect

These 2 employees, had no direct supervisor approval or approval as noted in the Criteria.

#### Recommendation

We recommend the Director of Food Services ensure that all federally funded employee timesheets are reviewed and approved by the Director of Food Service or designated personnel.

#### 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, 2020

### **Section 4. Schedule of Prior Audit Findings and Questioned Costs**

**Finding 2019-001 – Activities Allowed or Unallowed, Allowable Cost Principles**

**84.010A – Title I, Part A – Improving Basic Programs, Department of Education**

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

Person(s) Responsible

Gary Micinski, Chief Financial Officer

Steve Franks, Director of Business Operations

Corrective Action

The District established a control over the sick leave bank payout process to review the employee's position coding to determine the proper accounts to which the payout should be coded.

Status – Corrected

**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

Corrective Action Plan

The Director of Food Services will ensure that all federally funded employee timesheets are 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 will be filed along with other FNS employee timesheets.

Person(s) Responsible

Olga Rosenberger, Director of Food Services

Sylvia Saucedo, Assistant Director of Food Services

Anticipated Completion Date

August 31, 2021

**Irving Independent School District**  
 Schedule of Required Responses to Selected  
 School FIRST Indicators (Unaudited)  
 For the Fiscal Year Ended August 31, 2020

<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? (If the school district was issued a warrant hold and the warrant hold was not cleared within 30 days from the date the warrant hold was issued, the school district is considered to not have made timely payments.)	Yes
	Payments to the TRS and TWC are considered timely if a warrant hold that was issued in connection to the untimely payment was cleared within 30 days from the date the warrant hold was issued.	
	Payments to the IRS are considered timely if a penalty or delinquent payment notice was cleared within 30 days from the date the notice was issued.	
SF4	Was the school district issued a warrant hold? Even if the issue surrounding the initial warrant hold was resolved and cleared within 30 days, the school district is considered to have been issued a warrant hold.	No
SF5	Did the Annual Financial Report disclose any instances of material weaknesses in internal controls over financial reporting and compliance for local, state, or federal funds?	No
SF6	Was there any disclosure in the Annual Financial Report of material noncompliance for grants, contracts, and laws related to local, state, or federal funds?	No
SF7	Did the school district post the required financial information on its website in accordance with Government Code, Local Government Code, Texas Education Code, Texas Administrative Code and other statutes, laws and rules that were in effect at the school district's fiscal year end?	Yes
SF8	Did the school board members discuss the school district's property values at a board meeting within 120 days before the school district adopted its budget?	Yes
SF9	Total accumulated accretion on CABs included in government-wide financial statements at fiscal year-end	\$ 6,638,635