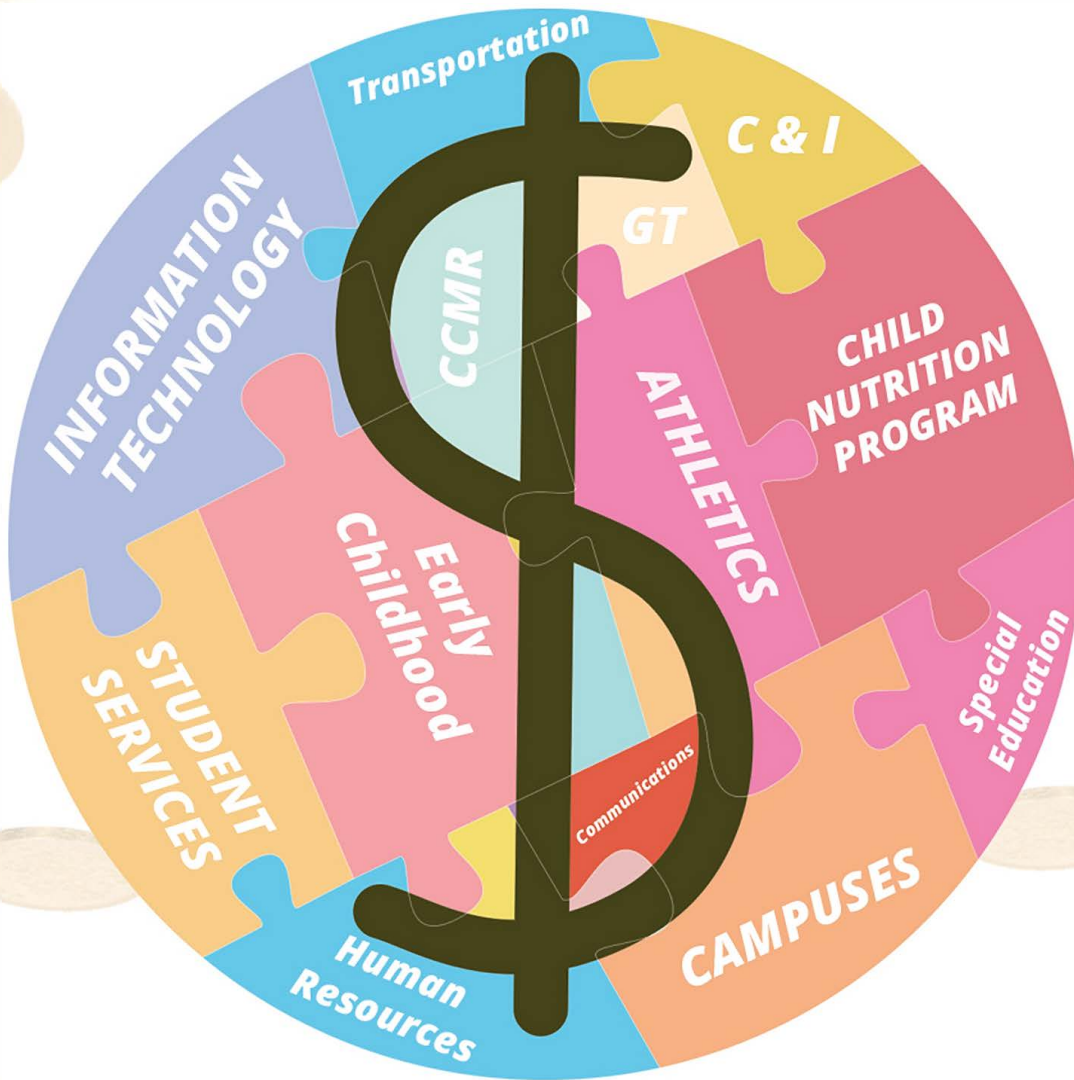


ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE YEAR ENDED
JUNE 30, 2023



Laredo Independent School District | Laredo, Texas
www.laredoisd.org

It is the policy of the Laredo Independent School District not to discriminate on the basis of race, color, national origin, gender, religion, limited English proficiency, or handicapping condition in its programs.



**Laredo Independent School District
Annual Comprehensive Financial Report
For Fiscal Year Ended
June 30, 2023**

Prepared by:

Financial Management Department

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LAREDO INDEPENDENT SCHOOL DISTRICT
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR FISCAL YEAR ENDED JUNE 30, 2023

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INTRODUCTORY SECTION



2400 San Bernardo • Laredo, Texas 78040 • Ph. 956-273-1070



Dr. Sylvia G. Rios
Superintendent of Schools

Board of Trustees
2022-2023



Monica Garcia
President, District 7



Ricardo Garza
Vice President, District 4



Dr. Gilberto "Gil"
Martinez Jr.
Secretary, District 6



Juan J. Ramirez Jr.
Trustee, District 1



Rodolfo Morales, III
Trustee, District 2



Veronica V. Orduño
Trustee, District 3



Goyo M. Lopez
Trustee, District 5

December 15, 2023

Board of Trustees and Taxpayers of
Laredo Independent School District
2400 San Bernardo
Laredo, Texas 78040

Dear Board Members and Taxpayers:

We are pleased to submit to you the Annual Financial Report for the Laredo Independent School District (the "District") for the fiscal year ended June 30, 2023. The report was prepared by the District's Division of Finance, Business Services and Accountability. The independent accounting firm of Garza/Gonzalez & Associates, whose report is included herein, has audited the basic financial statements. The financial data appearing in this report has been prepared in accordance with generally accepted accounting principles and reporting standards as promulgated by the Governmental Accounting Standards Board ("GASB").

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data, as presented, is accurate in all material respects and is presented in a manner which daily sets forth the financial position and results of operations of the District. Furthermore, we believe that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial activities have been included.

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

Reporting Entity

The District is an independent school district, founded in 1882, governed by a seven-member Board of Trustees (the "Board"). The Board has governance responsibility over all activities related to public school education within the District. The District is not included in any other governmental reporting entity as defined by Governmental Accounting Standards Board Statement No. 14. As required by GAAP, the financial statements of the reporting entity include those of the District (the primary government) and its component unit, if any, in conformity with GASB Statement No. 14, The Financial Reporting Entity. The District is not reporting component units.

The Board is required to adopt an initial budget for the fiscal year no later than June 30th preceding the beginning of the fiscal year on July 1st. This annual budget serves as the foundation for the District's financial planning and control. The budget is prepared and approved at least at the fund and function levels to comply with the state's legal level of control mandates.

Services Provided

The District provides a safe learning environment that ensures a quality education. Beginning with the 20 elementary schools, four middle schools, and extending through the four high schools (including an Early College High School), students study the essential elements of language arts, reading, science, mathematics, art, music, physical education and computer literacy. In addition, in the four middle schools a diversified group of elective subjects is added to the required studies, including, career studies, art, band, choir, orchestra, mariachi band and a foreign language. Similar individual educational needs continue at the four high schools.

Additionally, the District has a communication and fine arts magnet school that offers our students comprehensive courses of study in the areas of communication, dance, music, theatre arts, and visual arts with emphasis on creative development and artistic performance; a health and science early college school that offers our students a wide range of health and science courses to prepare them for related careers; a business,

industry, and public service early college academy which offers a rigorous and demanding curriculum for motivated students interested in law enforcement, cosmetology, barbering, education, business, and welding; and, a technology and engineering early college that offers our students courses of study towards industry certifications to prepare them for related careers.

The District also has an alternative education school and a non-traditional high school to serve the at-risk population.

Enrollment

Our enrollment for school year 2022-2023 was 20,932 students of which 6,074 students were enrolled at the high school level, 4,237 students were enrolled at the middle school level, and 10,621 students were enrolled at the elementary level.

Over 97.07% of our students were classified as economically disadvantaged, 56.86% as Emergent Bilingual, 10.3% as Special Education, and 14.9% participated in Gifted and Talented classes.

Mission Statement

The mission of the District is to ensure that all students achieve their potential and graduate as bilingual, bi-literate, and be responsible adults with the skills to succeed in higher education, the workforce, or the military.

District Goals

- Goal I:** Laredo ISD establishes and pursues expectations of excellence and equity to achieve college, career, and military readiness.
- Goal II:** Laredo ISD provides a safe, secure and healthy learning environment designed to nurture positive academic, social, and life skills development.
- Goal III:** Laredo ISD develops and maintains meaningful student-centered relationships with parents, businesses, and community leaders in support of campus and district initiatives.
- Goal IV:** Laredo ISD establishes and maintains efficient organizational support structures that promote positive performance outcomes and comply with financial accountability standards.

Achievements

The District received its twenty first Superior or “A” rating on the School FIRST (Financial Integrity Rating System of Texas) financial accountability system for the fiscal year ended June 30, 2023. The rating system was established during the 77th Legislative session. School districts received their first official rating by TEA in August 2003.

Economic Condition and Outlook

Laredo, Texas, best known for its geographic location as the number one port along the US and Mexico Border, with one international airport, one rail bridge and four vehicles bridges (two for commercial and three for private vehicles), continues to be in the center of a lively era. With the creation of the North American Free Trade Agreement, which has enhanced trade between the United States and Mexico, provides for a growing tax base and attracting new industries in the City. The Port of Laredo crosses over \$500 billion in imports and exports. With IH-35 bisecting the city, all the industrial parks and logistical centers are within five miles.

The City of Laredo created the Neighborhood Empowerment Zone Program to encourage private investment in housing, businesses, and services within the NEZ areas. The NEZ #1, #2 (some), #3 (most) are within the boundaries of Laredo ISD. The NEZ Program offers incentives like building permit fee waivers and municipal property tax abatements. The two types of tax abatement programs available are:

- A five-year program based on eligibility criteria
- A ten-year program based on eligibility criteria

In addition, the City of Laredo has three Tax Increment Reinvestment Zones (TIRZ) to attract new investment within those areas. These zones help finance costs of redevelopment and promote growth in those areas that would otherwise not attract development. One of the three zones is in the downtown area located in Laredo ISD.

Laredo Independent School District is located in the heart of the City of Laredo and encompasses approximately 13 square miles. Our District is an inner-city district which serves the community of Laredo and Webb County. The District serves a population slightly over 100,000 and a student enrollment of 20,932. Average daily attendance (ADA) drives school funding

and it has decreased on an annual basis due to decreases in enrollment. The attendance rate was 93.5%, slightly higher than the previous year's 92.9%.

Financial Policies and Long-Term Financial Planning

The Superintendent's office and the executive staff oversee and coordinate all the elements involved in the strategic and financial planning process of the District. The planning process begins with demographic projections of student counts and the needs for classroom space. The District's student population experiences no annual growth as the District boundaries are locked. The classroom environment is determined by the Division of Curriculum and Instruction in their strategic planning for meeting the educational needs of our students and community. The educational planning process identifies the financial needs of the District and determines the proper allocation of District resources.

In July 2014, the District issued \$67,940,000 for new projects and in July 2018, the District issued \$102,000,000 of the \$150,795,000 authorized by the voters during the May 2018 election. The estimated final completion date for these projects is August 2025. In July 2022, the district sold the remaining \$48,795,000 of authorized bonds.

The Board approved policy establishing a capital improvement plan as a tool to assess long-term capital project requirements. This plan will assist the district in the prioritizing and financing of upcoming improvement projects. In addition, the capital improvement policy will prove beneficial during the assessment of the District's financial management by the credit agencies. The District plans to earmark annually \$1,000,000 for facility improvements and \$500,000 for equipment upgrades/replacements. However, due to the economic conditions due to the pandemic, this plan will be on hold; however, we will fund capital projects with sources that can be readily available to spend.

The District's financial position has experienced surpluses over the past years and the District reserves most of the excess revenues for property acquisition, construction and other capital improvements. The total fund balance is still beyond our policy requirement and it is an indicator of sound financial management mainly attributed to the enforcement of efficiency measures reflected in the capital and instructional improvement plans, in the application of staffing formulas, and in the elimination of costs not aligned with academic achievement strategies and funding sources.

It is the responsibility of the Division of Finance, Business Services and Accountability to oversee all finance related issues, including the investment of construction funds and other funds for maximization of interest earnings, and to provide financial status reports to the Board with the purpose of assisting in the accountability and decision-making process.

Other Information

The Accounting System and Budgetary Control

The Division of Finance, Business Services and Accountability is responsible for providing all District financial services including financial accounting and reporting, payroll and accounts payable disbursement functions, cash and investment management, debt management budgeting, procurement, tax office collections, self-funded health plan management, federal programs administration, grant writing, student attendance, student discipline, and special financial and policy analyses to District management. The Assistant Superintendent of Finance, Business Services and Accountability, appointed by the Superintendent, has oversight responsibility for the division's operations.

On July 1, 2021, the District migrated to Frontline Education Solutions built for Texas K-12, which provides integration between Human Resources and the Finance system in one platform. We continue to work with the service provider to improve and facilitate a smooth implementation.

The District also operates a student accountability system supported by the District's Information Technology Department. This system services all campuses of the District. The applications being used are attendance, grades and report cards, student tracking, and all other information required by the State of Texas.

The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within this framework and are believed to adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Accounting records for governmental fund types are maintained on a modified accrual basis with revenues recorded when services or goods are received and the liabilities are incurred. Accounting records for trust funds are maintained on the accrual basis.

The annual operating budget or financial plan is proposed by the Superintendent and enacted by the Board after public discussion. The site-based decision making process, as mandated by the education code, is the cornerstone of all LISD

budgetary decisions. Each campus must have a Site-Based Decision Making (SBDM) committee made up of the campus principal, teachers, parents, and administrators. Their role is to build consensus and support all efforts consistent with reaching the campus goals and objectives. SBDM committee members, department directors and administrators are involved in the budgetary cycle.

Subsequent budget amendments must be approved by the Board for the General Fund budget and Debt Service Fund budget. For Special Revenue Funds, budget amendments are subject to the approval by the granting agency. A summary of all amendments is presented to the Board on a monthly basis. All departments are required to operate within their budgetary constraints. The operating budgets are amended prior to expenditure, and the accounting system provides a strong budgetary control over expenditures.

Independent Audit

The Texas Education Agency requires that an annual audit of the books of account, financial records, and transactions of all administrative departments of the school district be performed by an independent certified public accountant(s). The firm of Garza/Gonzalez & Associates was selected by the District and approved by the Board. In addition to meeting the requirements set forth in the state and local policies, the audit was also designed to meet the requirements of the 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 auditor's report on the basic financial statements and schedules are included in a separate report. The auditor's report related specifically to the single audit is included in the Single Audit section of the report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended August 31, 2022. This is the 25th consecutive year that the District has achieved this prestigious award. In order to be awarded this Certificate of Achievement, the government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff in the Division of Finance, Business Services and Accountability and the leadership of the Superintendent.

We would also like to acknowledge the thorough professional and timely manner in which the audit was conducted by our independent auditors, Garza/Gonzalez & Associates.

Furthermore, we would like to especially acknowledge the Board of Trustees who have consistently supported the school district's goals of excellence in all aspects of financial management.

Sincerely,

A handwritten signature in blue ink, appearing to read "Flor Ayala", with a stylized flourish at the end.

Flor Ayala, CPA
Assistant Superintendent for Finance, Business Services and Accountability

**LAREDO INDEPENDENT SCHOOL DISTRICT
DISTRICT OFFICIALS, STAFF & CONSULTANTS
JUNE 30, 2023**

ELECTED OFFICIALS

Board of Trustees	Length of Service	Occupation
Monica Garcia President	5 Years	Community Outreach Coordinator / Public Information Officer–El Metro Transit
Ricardo Garza Vice-President	12 Years	Business Owner – Twins Mechanical, Inc.
Dr. Gilberto Martinez, Jr. Secretary	1 Year	Instructor of Drama & Speech - Laredo College
Juan J. Ramirez, Jr. Trustee	1 Year	Juvenile Court Coordinator – Webb County
Rodolfo Morales, III Trustee	1 Year	Lawyer – Martinez, Franklin & Morales Attorneys at Law
Veronica V. Orduño Trustee	1 Year	Retired Educator and Founder & President of Families for Autism Support and Awareness
Goyo M. Lopez Trustee	1 Year	Public Announcer @ UISD, LISD, Border Olympics and UIL Regional Marching Band Contest and Producer & Director of Faith & Football on KHOY 88.1 FM Radio

APPOINTED OFFICIALS

Sylvia G. Rios, Ed.D	Superintendent of Schools
Flor Ayala, CPA	Assistant Superintendent for Finance & Business Services
Elva Margarita Martinez.....	Assistant Superintendent for Student Support Services
Gerardo Cruz, Ed.D	Assistant Superintendent for Curriculum, Instruction & Assessment
Angel Velazquez.....	Assistant Superintendent for Plant Facilities & Support Services
Oscar Perez.....	Executive Director for Health & Occupational Safety Support Services
Veronica Castillon	Executive Director for Communications & Community Relations
Gabriela M. Rogerio	Executive Director for Human Resources
Ambrose Gomez.....	Executive Director for Technology Services

CONSULTANTS & ADVISORS

Financial Advisor	Estrada-Hinojosa & Company, Inc. Dallas and San Antonio, Texas
Co-Bond Counsel	J. Cruz & Associates, LLC Laredo, Texas
Co-Bond Counsel	Winstead PC San Antonio, Texas
Certified Public Accountants.....	Garza/Gonzalez & Associates San Antonio, Texas
General Counsel	Kazen, Meurer & Perez, Attorneys-at-Law Laredo, Texas

LAREDO INDEPENDENT SCHOOL DISTRICT

Board of Trustees

June 30, 2023



**Monica Garcia
President
District 7**



**Ricardo Garza
Vice-President
District 4**



**Dr. Gilberto Martinez Jr.
Secretary
District 6**



**Juan J. Ramirez Jr.
Trustee
District 1**



**Rodolfo Morales. III
Trustee
District 2**



**Veronica V. Orduño
Trustee
District 3**



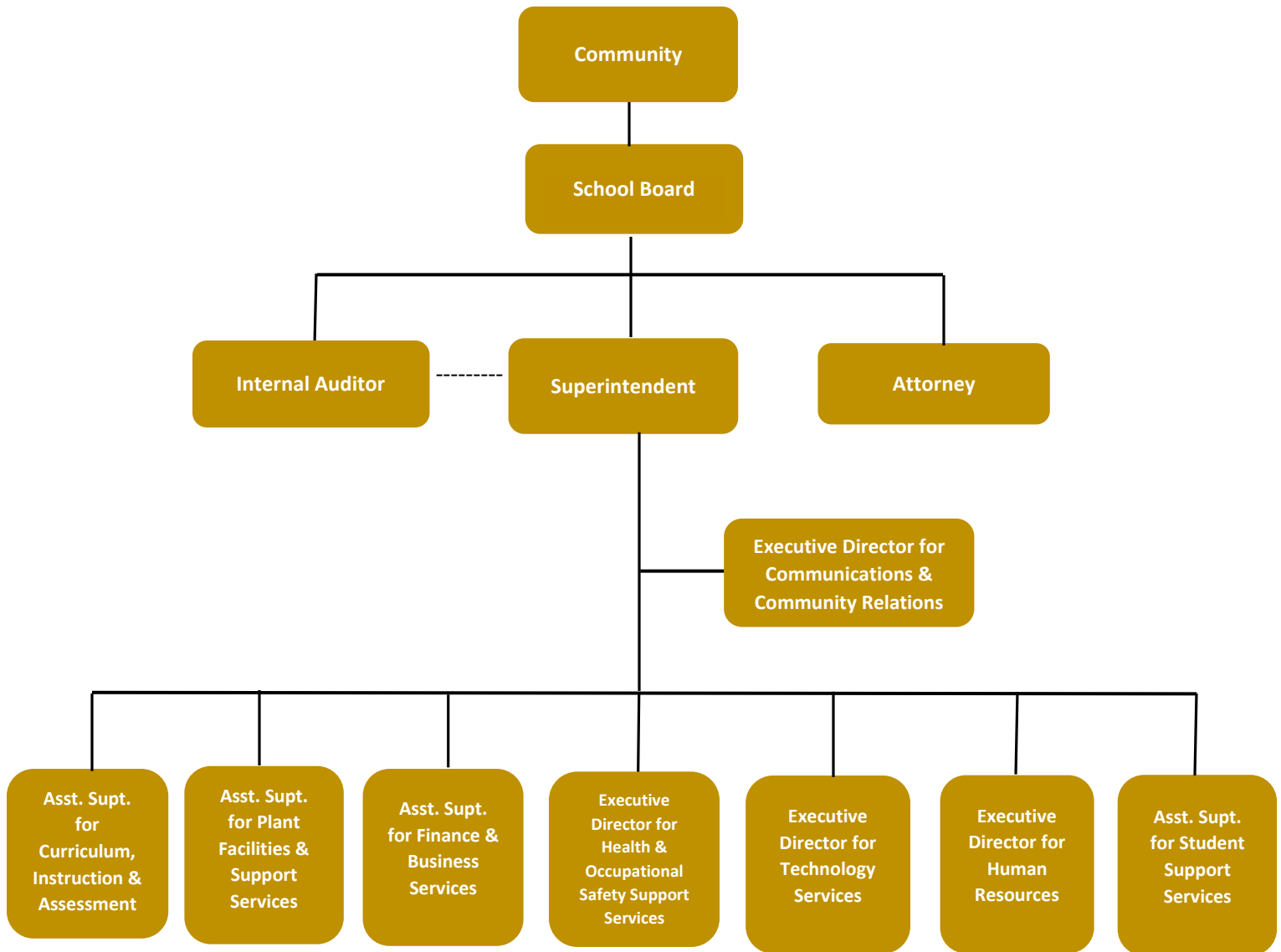
**Goyo M. Lopez
Trustee
District 3**

Superintendent of Schools



**Dr. Sylvia G. Rios
July 18, 2017 to Present**

LAREDO INDEPENDENT SCHOOL DISTRICT
Organizational Chart
June 30, 2023





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Laredo Independent School District
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO

CERTIFICATE OF BOARD

Laredo Independent School
District

Webb

240-901

Name of School District

County

*County District
Number*

We, the undersigned, certify that the attached annual financial reports of the above-named school district were reviewed and (check one) ☒ approved ☐ disapproved for the year ended June 30, 2023 at a meeting of the Board of Trustees of such school district on the 14 day of November, 2023.


Signature of Board Secretary


Signature of Board President

If the Board of Trustees disapproved of the auditor's report, the reason(s) for disapproving it is/are (attach list as necessary):

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The background of the slide features a light cream-colored field with numerous gold coins scattered across it. The coins are of various denominations, including 100, 50, and 20, and are shown in different orientations, some lying flat and others slightly tilted. The top and bottom edges of the slide are framed by solid dark olive-green horizontal bars.

FINANCIAL SECTION

Garza/Gonzalez & Associates

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Laredo Independent School District
Laredo Texas

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Laredo Independent School District (the District) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the 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 June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The Combining and Other Statements, TEA Required Schedules and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining and Other Statements, TEA Required Schedules, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 3, 2023, 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 the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in black ink, appearing to read "George Gonzalez", with a stylized flourish underneath.

November 3, 2023

Management's Discussion and Analysis

As management of the Laredo Independent School District, we offer readers of the Laredo Independent School District's financial statements this narrative overview and analysis of the financial activities of the Laredo Independent School District for the fiscal year ended June 30, 2023. Please read it in conjunction with the independent auditor's report on page 1, and the District's Basic Financial Statements that begin on page 20.

Financial Highlights

- The assets and deferred outflows of resources of the Laredo Independent School District exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$165,197,267 (net position). The unrestricted net position, which represents the amounts available to meet the Laredo Independent School District's ongoing obligations to citizens and creditors, was a deficit of \$80,503,406. The Laredo Independent School District is committed to provide pension and postemployment benefits to its employees. As a result, the Laredo Independent School District has recognized substantial liabilities in the financial statements for these benefits. As of June 30, 2023, the Laredo Independent School District had liabilities of \$190,918,148 for pension and postemployment benefits, which caused the deficit balance in the unrestricted net position.
- The Laredo Independent School District's total net position increased by \$28,092,214 primarily caused by changes in actuarial assumptions and the proportion and the difference between the employer's contributions and the proportionate share of contributions related to pensions and postemployment benefits.
- At the close of the current fiscal year, the Laredo Independent School District's governmental funds reported combined fund balances of \$212,706,214, a decrease of \$15,662,256 in comparison with the prior year. Of this amount, \$64,860,385, or 30%, is available for spending at the government's discretion.
- At the end of the current fiscal year, unrestricted fund balance (the total of the *committed*, *assigned*, and *unassigned* components of *fund balance*) for the general fund was \$96,249,562, or approximately 43% of total general fund expenditures.

Overview of the Financial Statements

The discussion and analysis provided here are intended to serve as an introduction to the Laredo Independent School District's basic financial statements. The Laredo Independent School District's basic financial statements consist of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) the notes to financial statements. This report also includes supplementary information intended to furnish additional detail to support 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 Laredo Independent School District's finances, in a manner similar to a private-sector business.

The *statement of net position* presents financial information on all of the Laredo Independent School District's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Laredo Independent School District is improving or deteriorating. To assess the overall health of the District, one needs to consider additional non-financial factors such as changes in the District's tax base and student enrollment.

The *statement of activities* presents information showing how the Laredo Independent School 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 for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements of the Laredo Independent School District are principally supported by state aid and local taxes. The government-wide financial statements can be found on pages 20-21 of this report.

Fund Financial Statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Laredo Independent School District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Laredo Independent School District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in assessing a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund

statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The Laredo Independent School District maintains thirty-seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the debt service fund, capital project fund (2022 Series) and ESSER III (federal funds), which are considered to be major funds. Data from the other twenty-one governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The Laredo Independent School District adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 22-28 of this report.

Proprietary Funds. The Laredo Independent School District maintains one proprietary fund. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the Laredo Independent School District's various functions. The Laredo Independent School District uses internal service funds to account for the management of its health benefit plan. Because both of these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

The basic proprietary fund financial statements can be found on pages 29-31 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are *not* reported in the government-wide financial statements because the resources of those funds *are* not available to support the Laredo Independent School District's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The Laredo Independent School District maintains one type of fiduciary funds. The *Custodial funds* report resources that are held by the Laredo Independent School for the benefit of individuals and the school District while not having substantial administrative or financial involvement with raising the funds or control over the expenditure of those funds.

The fiduciary fund financial statements can be found on pages 32-33 of this report.

Notes to the Financial Statements. The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 34-74 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents *required supplementary information* concerning the Laredo Independent School District's progress in funding its obligations to provide pension and other post-employment benefits (OPEB) to its employees. Required supplementary information can be found immediately after the notes to the financial statements on pages 76-86.

The combining statements referred to earlier in connection with nonmajor governmental funds, internal service funds and pension (and other employee benefit) trust funds are presented immediately following the required supplementary information on pensions and OPEB. Combining and individual fund statements and schedules can be found on pages 89-107 of this report.

Government-wide Overall Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of a government's financial position. In the case of the Laredo Independent School District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$165,197,267 at the close of the most recent fiscal year.

Laredo Independent School District's Net Position

	Governmental Activities	
	2023	2022
Assets		
Current assets and other assets	\$ 287,740,549	\$ 311,475,804
Capital assets	441,717,970	419,303,756
Total assets	<u>729,458,519</u>	<u>730,779,560</u>
Total deferred outflows of resources	<u>121,517,906</u>	<u>41,713,854</u>
Liabilities		
Long-term liabilities outstanding	495,890,628	446,284,030
Other liabilities	75,566,389	84,476,972
Total liabilities	<u>571,457,017</u>	<u>530,761,002</u>
Total deferred inflows of resources	<u>114,322,141</u>	<u>104,627,359</u>
Net position		
Net investment in capital assets and right to use lease assets	208,080,748	183,299,958
Restricted	37,619,925	36,290,555
Unrestricted	(80,503,406)	(82,485,460)
Total net position	<u>\$ 165,197,267</u>	<u>\$ 137,105,053</u>

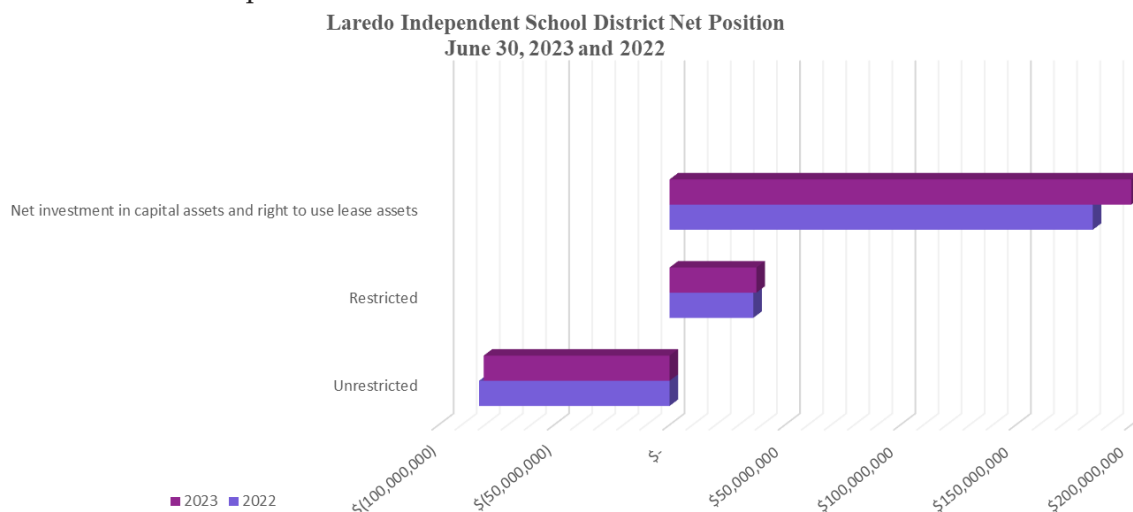
Current and other assets decreased in governmental activities by \$23,735,255, while capital assets increased by \$22,414,214 from the prior year which changes were caused by ongoing bond funded construction projects.

Current liabilities in governmental activities decreased by \$8,910,583 from the previous year mainly due to the decrease of outstanding amounts owed to vendors and decrease of reimbursements from state aid overpayments.

The current ratio is a liquidity ratio that measures the District's ability to pay obligations due within a year. For every \$1.00 of current debt, the District had \$3.00 available. The net working capital available to meet the District's day to day operations was \$179,527,535.

Long-term liabilities, which consist of bonds, notes, SBITAs, compensated absences and postemployment benefit obligations, increased by \$49,606,598 from the previous year for governmental activities. The Laredo Independent School District's net pension liability increased by \$88,322,801 due to the increase in the share of the state's other postemployment benefits related to the pension plan. The OPEB liability decreased by \$14,090,269 due to a combination of favorable claims experience, changes in participation assumptions, and a large increase in the discount rate from 1.95 to 3.91 percent.

By far, the largest portion of the Laredo Independent School District's net position, \$208,080,748, reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, right to use assets), net of accumulated depreciation and amortization and less any related outstanding debt that was used to acquire those assets. The Laredo Independent School District uses these capital assets to provide educational services to its students. Accordingly, these assets are not available for future spending. Although the Laredo Independent School District's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

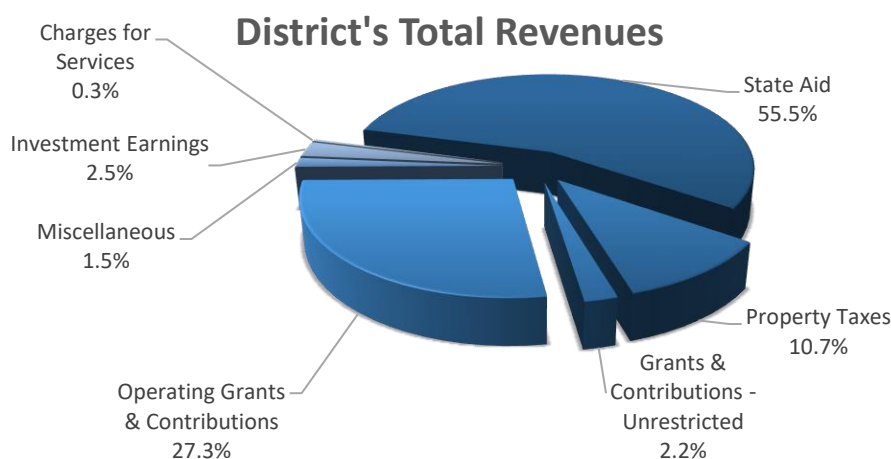


An additional portion of the Laredo Independent School District's net position, \$37,619,925 represents resources that are subject to external restrictions on how they may be used. As of the end of the current year, the Laredo Independent School District's unrestricted net position was a deficit balance of \$80,503,406. The deficit is caused primarily by the district's share of the overall pension and postemployment liabilities.

The Laredo Independent School District's overall net position increased by \$28,092,214 from the prior fiscal year. The reasons for this overall increase are discussed in the following section for governmental activities.

Governmental Activities. During the current fiscal year, net position for governmental activities increased \$28,092,214 from the prior fiscal year with an ending balance of \$165,197,267. The main reason for the increase was based on the performance of the Texas Retirement System. While the current pandemic certainly had an impact on the Laredo Independent School District, management was able to take full advantage of the Elementary and Secondary School Emergency Relief (ESSER) Funds that neutralized its effect on governmental activities.

Revenues increased by \$18,542,449 from the prior year due to the increase in investment earnings by \$8,285,894 and increase in state aid by \$7,807,394 mainly because of increases in student average daily attendance from 18,018 to 18,665. State Aid is the primary source of funding for the District. Property taxes remained stable while assessed property valuations continue to increase. Nonetheless, the rate charged to property owners decreased slightly from \$1.3892 in the previous year to \$1.3845 in the current year.



Expenses grew during the current year, increasing from \$310,346,241 in the prior year to \$315,012,290 in the current year. Under GASB 68, significant increases in gross payroll costs (attributed to ESSER) and the erosion of equity assets in the pension plan as a result of significant decreases investment returns compared to the previous year increased overall costs to the district. The decrease in plant maintenance and operations cost was due to the urgent purchase of Covid

related items such as purifiers for classrooms, disinfecting equipment and supplies, and HVAC supplies incurred in the previous year compared to the current year.

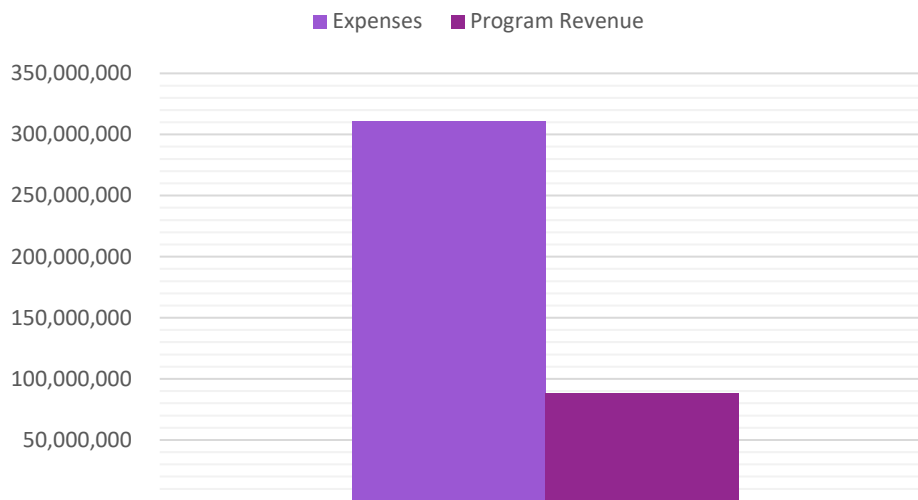
The \$6,240,611 special item was the loss resulting from the demolition of two structures necessary for the reconstruction of two facilities.

Laredo Independent School District's Changes in Net Position

	Governmental Activities	
	2023	2022
Revenues:		
Program revenues:		
Charges for services	\$ 1,131,994	\$ 1,080,625
Operating grants and contributions	95,240,822	87,464,799
General revenues:		
Property taxes	37,499,030	34,761,251
State aid	193,826,747	186,019,353
Grants and contributions - unrestricted	7,633,116	17,554,932
Investment earnings	8,695,485	409,591
Miscellaneous	5,317,921	3,512,115
Total Revenues	349,345,115	330,802,666
Expenses		
Instruction	170,643,728	164,072,817
Instructional resources and media services	4,745,854	4,837,673
Curriculum and staff development	4,396,910	4,315,054
Instructional leadership	5,975,475	5,202,506
School leadership	16,043,845	15,038,635
Guidance, counseling, and evaluation services	9,824,337	9,089,888
Social work services	2,702,710	2,711,839
Health services	4,332,340	3,886,171
Student transportation	5,813,651	4,413,664
Food services	21,073,301	20,908,827
Extracurricular activities	7,236,749	6,281,702
General administration	9,028,201	8,305,668
Plant maintenance and operations	26,672,922	36,228,511
Security and monitoring services	6,395,936	7,771,593
Data processing services	7,795,224	5,792,566
Community service	1,604,801	1,522,257
Interest on long-term debt	10,674,450	9,955,735
Bond Issuance Cost and Fees	5,250	-
Payments related to shared services arrangements	6,000	6,000
Payments to Juvenile Justice Alt. Education Program	40,606	5,135
Total Expenses	315,012,290	310,346,241
Excess (deficiency) before special item	34,332,825	20,456,425
Special Item	6,240,611	-
Increase in net position	28,092,214	20,456,425
Net position at beginning of year	137,105,053	116,648,628
Net position at end of year	\$ 165,197,267	\$ 137,105,053

As shown in the chart below, revenues generated by the Laredo Independent School District's programs are not sufficient to cover the costs. The Laredo Independent School District relies on property taxes, sales taxes, investment income and other general revenues to cover the costs associated with the various programs.

Expenses and Program Revenues - Governmental Activities



Financial Analysis of Governmental Funds

As noted earlier, the Laredo Independent School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

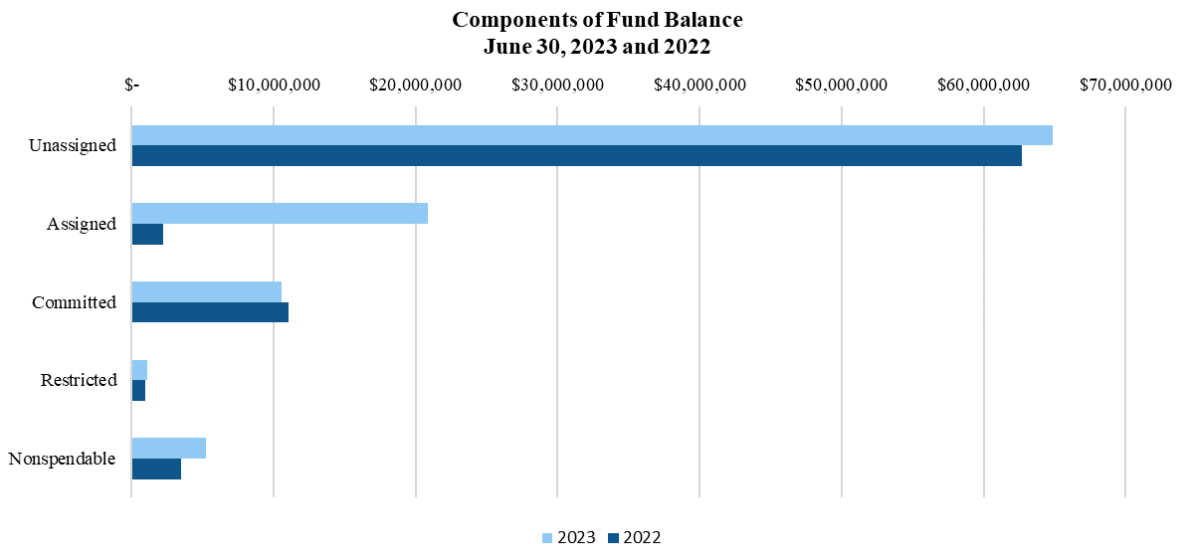
Governmental Funds. The focus of the Laredo Independent School District's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Laredo Independent School District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party or by the Laredo Independent School District itself.

At June 30, 2023, the Laredo Independent School District's governmental funds reported combined fund balances of \$212,706,214, a decrease of \$15,662,256 compared to the prior year due to the use of bond funds for ongoing construction and improvements to facilities. Of this amount, \$64,860,385, or 30%, constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of the fund balance is either *nonspendable*, *restricted*, *committed*, or *assigned* to indicate that it is (1) not in spendable form, \$5,234,781; (2) restricted for particular purposes, \$101,957,455; (3) committed for particular purposes, \$19,786,280; or (4) assigned for particular purposes, \$20,867,313.

Analysis of Individual Funds

The general fund is the chief operating fund of the Laredo Independent School District. At the end of the current fiscal year, unassigned fund balance of the general fund was \$64,860,385, while total general fund balance increased to \$102,540,419. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures. Unassigned fund balance represented 29% of total general fund expenditures, while total fund balance represented 46% of total general fund expenditures.

The unassigned fund balance provided the District a balance that was equivalent to 106 days of operating expenditures. This fund balance continues to be adequate to minimize the likelihood of the District entering the short-term market to pay for current operating expenditures. In addition, this balance supports supplemental programs without interruption while the District waits for state and federal reimbursements.



The fund balance of the Laredo Independent School District's general fund increased by \$22,142,917 during the current fiscal year. The increase is primarily due to the assignment of \$14,250,000 to address budget shortfalls, \$1,500,000 for capital improvements, \$2,113,722 of carryforward URI projects, \$2,878,061 of carryforward purchase orders not received on time due to the supply chain shortages.

The EDA 2022 Series capital projects fund, a major fund, had \$3,480,613 decrease in fund balance caused by the spending of resources in the current period which were obtained through the issuance of long-term debt for approved construction projects. That is, the fund balance that resulted from the previous long-term debt issuance was spent down during the current period as the related capital projects progressed.

The debt service fund, a major fund, had an increase in fund balance during the current year of \$536,550 to bring the year end fund balance to \$31,045,580 that is necessary to meet the next bond payment due in August in the amount of \$29,451,600.

The ESSER III ARP fund, the remaining major governmental fund, did not create an impact to fund balance.

Proprietary Funds. The District uses the Internal Service Fund to report activities related to the self-insured health plan. The unrestricted net position of the Health Plan at the end of the fiscal year was \$5,067,252, which includes \$750,000 for startup costs dedicated to the new employee health clinic. The total growth in net position was \$1,107,832. The plan follows a calendar year.

General Fund Budgetary Highlights

Original budget compared to final budget. In general, the variances between the original and final budget are attributable to the timing and length of the budget preparation process. The original budget was prepared approximately nine months prior to the final budget approved in June 2022. The final budget reflects all budget revisions made throughout the fiscal year to adjust for known facts. Consequently, when the original budget is compared to the final budget, it would be expected that significant variances can occur.

The most significant fund for the District is the General Fund, funded primarily through state aid and property tax revenue. Over the course of the year, the District revised its budget several times and the original appropriations had a change of \$49,599,778, as of the final amended budget. The activities are described below.

Local revenue appropriations had an increase of \$3,821,330 due to higher interest rates on investments. State revenues appropriations had an increase of \$11,420,877. This increase was due to the adoption of three disaster pennies to the M&O tax rate to respond to Winter Storm URI and higher student average daily attendance for school year 2022-2023 than anticipated. Federal program revenue appropriations also increased. The increase was due to the appropriation of the Supply Chain Assistance (SCA) Grant Funding in the amount of \$691,381 and for Seamless Summer Option (SSO) operations in the amount \$375,000. In addition, an increase in appropriations for the federal indirect costs in ESSER Grants in the amount of \$1,200,204. Appropriations for the SHARS and MAC reimbursement program also increased by \$689,434. Overall, revenue appropriations had a net increase of \$18,198,226.

Expenditure appropriations had a net increase of \$26,363,766. The budget in the General Fund increased due to the appropriation of projects from committed and other committed fund balance to fund the capital improvement projects for repairs to existing parking asphalt driveway at Zachry Elementary in the amount of \$115,000, replacement of tile at Nixon High School band hall

in the amount of \$82,000, saw-cut of concrete and installation of conduit at Nixon High School in the amount of \$8,000, one box truck for band programs in the amount of \$105,000, one F-250 pick-up truck with gooseneck for Maintenance Department, two cargo vans for Maintenance Department, one box truck for shipping and receiving for Maintenance Department in the amount of \$211,500, one F-250 pick-up truck for Fixed Assets Department in the amount of \$51,500, replacement of building B roof at Technology Department in the amount of \$120,000, replacement of basketball backboards and goals at Cigarroa High School in the amount of \$17,000, installation of wrought iron fence district wide in the amount of \$64,500, construction of canopies at guard shacks districtwide in the amount of \$16,000, purchase of secondary school's band instruments in the amount of \$7,713, and secondary school's mariachi orchestra uniforms and supplies in the amount of \$21,183.

The budget in the General Fund also increased to appropriate projects from assigned and other assigned fund balance for district wide FY 2021-2022 such as outstanding purchase orders in the amount of \$1,482,356, attendance incentives in the amount of \$83,982, school logo wraps in the amount of \$80,000, cheerleader floor mats for Martin High School and Nixon High School in the amount of \$17,200, vehicle certifications for activity buses in the amount of \$5,208, lifeguard certifications for ROTC instructors in the amount of \$240, surveys and replat services in the amount of \$62,220, and canopy repairs in the amount of \$9,807.

Additionally, budget appropriations in the General Fund were increased to fund approved Winter Storm URI projects as per Texas Tax Code 26.042(e) in the amount of \$6,731,565.

Moreover, the budget in the General Fund was increased to fund dual enrollment tuition and fees in the amount of \$180,000, Maintenance Department operating expenditures in the amount of \$150,000, Transportation Department fleet operating accounts for \$229,822, fuel in the amount of \$173,046, teacher incentive allotment payroll in the amount of \$527,412, increased payroll expenditures in the amount of \$7,900,000 and for student travel, helmet reconditioning, and game personnel cost in the amount of \$240,000.

Furthermore, budgets in the General Fund were decreased to reduce expenditures to fund a transfer out to Dennis Nixon Performing Arts Center in the amount of \$36,000.

The budget Food Service Fund was increased to appropriate revenues and expenditures for the Supply Chain Assistance (SCA) Funding in the amount of \$691,381, to fund Seamless Summer Option (SSO) Operations in the amount of \$375,000.

Lastly, the budget was increased by \$6,641,131 to account for Subscription-Based Information Technology Arrangements (SBITA) expenditures due to new GASB 96 reporting requirements.

Other Sources and Uses appropriations had a net change of \$5,037,786. Appropriations to Transfers In and Out increased by \$1,843,345 in the General Fund to fund Dennis Nixon

Performing Arts Center Fund for the loss of rental revenue in the amount of \$86,000 and the Capital Projects Fund for construction projects and acquisition of real property in the amount of \$567,345 and \$950,000 for the Cigarroa Middle Project. Other Resources appropriations increased to account for Subscription-Based Information Technology Arrangements (SBITA) expenditures due to new GASB 96 reporting requirements in the amount of \$6,641,131.

Final budget compared to final results. The significant budgetary variances between the final amended budget and the actual results are listed below.

A favorable variance in revenue was primarily due to higher local property tax collections of \$280,695, higher interest income of \$206,549, lower miscellaneous income of \$178,092, higher foundation school program payments of \$4,642,230, lower food service state match of \$33,410, higher state indirect cost of \$1,889, lower TRS on behalf payments of \$1,634,431, higher federal and grant indirect cost earnings of \$598,531, lower food service revenues for breakfast, lunch, USDA commodities, fresh fruits and vegetables of \$1,065,735, and higher school health and related services payments of \$2,918.

A favorable variance in expenditures was primarily due to having payroll, payroll taxes and benefits savings of \$11,137,130, spending \$1,728,618 less for the purchase of professional and contracted services than budgeted, spending \$3,032,551 less for supplies and materials than budgeted, spending \$1,179,842 less for miscellaneous operating expenditures than budgeted, spending \$987,545 less for debt service expenditures (due to GASB 96 implementation) than budgeted, and spending \$9,613,939 less for capital outlay for building and equipment than budgeted.

Lower transfer in / out in other sources and uses was due to the district requiring \$5,209,755 less proceeds of SBITAs (due to GASB 96 implementation) and \$114,218 less funds transferred to Dennis E. Nixon Performing Arts Center.

Capital Assets and Debt Administration

Capital assets. The Laredo Independent School District's investment in capital assets for its governmental activities as of June 30, 2023, amounts to \$441,717,970 (net of accumulated depreciation). This investment in capital assets includes land, building and improvements, furniture and equipment, SBITA right to use assets, and construction in progress. The total increase in capital assets for the current fiscal year was 5.1%.

Laredo Independent School District's Capital Assets
(net of depreciation)

	Governmental Activities	
	2023	2022
Land	\$ 23,809,657	\$ 23,809,657
Buildings and improvements	344,522,338	324,565,875
Furniture and equipment	10,915,830	10,819,627
SBITA assets	1,090,208	-
Construction in progress	61,379,937	60,108,597
Total	<u>\$441,717,970</u>	<u>\$419,303,756</u>

Major capital asset events during the current fiscal year included the following:

- Completion of the administration building at a cost of \$20,928,042.
- Completion of the Anita T. Dovalina Elementary School at a cost of \$15,824,447.
- Completion of the Joseph W. Nixon High School ROTC Building at a cost of \$2,724,072 and the Instructional Technology Training Center at a cost of \$2,004,955.
- The purchase of furniture and equipment at a total cost of \$2,855,498.
- Construction in progress includes costs for Heights Elementary School, Dr. Joaquin G. Cigarroa Middle School, Dr. Leonides G. Cigarroa High School, Jesus A. Kawas Elementary School and HVAC controls and equipment replacement Phase I.

Additional information on the Laredo Independent School District's capital assets can be found in Note G.

Long-term Debt. At the end of the current fiscal year, the Laredo Independent School District had total bonded debt outstanding of \$300,889,354. The bonds issued by the District are fully guaranteed by the Permanent School Fund (PSF) Bond Guarantee Program for the timely payment of the principal and interest in the event the school District is unable to meet debt service requirements. The remainder of the Laredo Independent School District's long-term obligations is comprised of liability for subscription-based IT arrangements (SBITAs - GASB 96 Implementation) and compensated absences.

Laredo Independent School District's Long-Term Debt

	Governmental Activities	
	2023	2022
Bonds payable	\$300,889,354	\$325,405,970
SBITA liabilities	1,091,620	-
Compensated absences	2,991,506	4,192,444
Total Long Term Debt Payable	<u>\$304,972,480</u>	<u>\$329,598,414</u>

The District continues to maintain its credit ratings that helps to achieve lower interest costs. The Laredo Independent School District maintained “AA-” ratings from Standard & Poor’s and Fitch Ratings.

In Texas, voters typically approve an “Unlimited Tax” to repay bonds authorized in a bond election. Prior to a new bond sale, the 50-Cent Debt Test requires a public school district to demonstrate to the Attorney General its new and existing bonds be repaid from a maximum interest and sinking (I&S) tax rate of 50.0 cents or less. The 50-Cent Debt Test equates to a debt limit. The district had an I&S tax rate of \$0.4999 per \$100 of property value.

Additional information on the Laredo Independent School District’s long-term debt can be found in Note J of this report.

Economic Factors and Next Year’s Budgets and Rates

The District’s board members considered many factors when setting the fiscal year 2023-2024 budget and tax rates. Some of these factors were the District needs, the campus needs, appraised values, declines to student enrollment counts due to the pandemic, and Laredo’s economy. The following factors listed below are highlights of the budget.

- The District experienced property value growth by 9.99% from \$2,892,595,488 to \$3,181,600,214. The increase in valuation triggered local tax compression from \$0.8046 to \$0.6425. The total maintenance and operations (M&O) tax rate was reduced from \$0.8846 to \$0.6925.
- The interest and sinking tax rate increased from \$0.4999 to \$0.5193 per \$100 of property value, while the total tax rate decreased from \$1.3845 to \$1.2118 per \$100 of property value.
- The District’s refined average daily attendance (ADA) is estimated at 18,500, compared to last year’s actual of 18,629. The District will conduct a student demographic study to assist in student enrollment projections.
- The basic allotment, which is the amount every school district is guaranteed to receive in state and local funds for each student in average daily attendance (ADA), remains the same at \$6,160 and is pending legislative action on increases.

The Board of Trustees approved a balanced budget for the fiscal year ending June 30, 2023. The District will use the Elementary and Secondary School Emergency Relief (ESSER) III Funds to relieve the fiscal burdens incurred by the District in preventing, preparing for, and responding to the coronavirus. The District is able to supplant the operating fund with ESSER III funds with

eligible expenditures; thus, about \$15.6 million in ESSER Funds were used to support continuing operations.

The health benefit plan coverage remained the same and the employer monthly contribution remained the same at \$525.00. In an effort to maintain stability in the District, the Board of Trustees approved \$1,200 performance pay-out to all employees disbursed in September. The 88th Texas Legislature, third special session, related to school finance is set to end November 7th; however, a fourth special session is anticipated to be called shortly thereafter.

Requests for Information

This financial report is designed to provide a general overview of the Laredo Independent School District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the LISD Division of Finance, 2400 San Bernardo 3rd Floor, Laredo, Texas 78040. You can also call (956) 273-1043.

BASIC FINANCIAL STATEMENTS

LAREDO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2023

EXHIBIT A-1

Data Control Codes	Primary Government Governmental Activities
ASSETS	
1110 Cash and Cash Equivalents	\$ 240,190,815
1220 Property Taxes - Delinquent	3,976,486
1230 Allowance for Uncollectible Taxes	(2,360,836)
1240 Due from Other Governments	40,517,639
1290 Other Receivables, Net	181,664
1300 Inventories	2,811,117
1410 Prepayments	2,423,664
Capital Assets:	
1510 Land	23,809,657
1520 Buildings, Net	344,522,338
1530 Furniture and Equipment, Net	10,915,830
1553 SBITA Assets, Net	1,090,208
1580 Construction in Progress	61,379,937
1000 Total Assets	<u>729,458,519</u>
DEFERRED OUTFLOWS OF RESOURCES	
1701 Deferred Charge for Refunding	3,119,229
1705 Deferred Outflow Related to TRS Pension	67,858,315
1706 Deferred Outflow Related to TRS OPEB	50,540,362
1700 Total Deferred Outflows of Resources	<u>121,517,906</u>
LIABILITIES	
2110 Accounts Payable	10,047,893
2140 Interest Payable	6,833,448
2150 Payroll Deductions and Withholdings	1,638
2160 Accrued Wages Payable	27,262,463
2180 Due to Other Governments	26,404,758
2200 Accrued Expenses	847,780
2300 Unearned Revenue	4,168,409
Noncurrent Liabilities:	
2501 Due Within One Year: Loans, Note, Leases, etc.	25,796,194
Due in More than One Year:	
2502 Bonds, Notes, Loans, Leases, etc.	279,176,286
2540 Net Pension Liability (District's Share)	126,789,447
2545 Net OPEB Liability (District's Share)	64,128,701
2000 Total Liabilities	<u>571,457,017</u>
DEFERRED INFLOWS OF RESOURCES	
2602 Deferred Gain on Refunding	303,717
2605 Deferred Inflow Related to TRS Pension	10,835,553
2606 Deferred Inflow Related to TRS OPEB	103,182,871
2600 Total Deferred Inflows of Resources	<u>114,322,141</u>
NET POSITION	
3200 Net Investment in Capital Assets and Right-to-Use Lease Assets	208,080,748
Restricted:	
3820 Restricted for Federal and State Programs	3,463,922
3850 Restricted for Debt Service	31,045,580
3860 Restricted for Capital Projects	3,110,423
3900 Unrestricted	(80,503,406)
3000 Total Net Position	<u><u>\$ 165,197,267</u></u>

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

LAREDO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

Data Control Codes	1	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		3	4	
		Charges for	Operating	Primary Gov.
	Expenses	Services	Grants and Contributions	Governmental Activities
Primary Government:				
GOVERNMENTAL ACTIVITIES:				
11 Instruction	\$ 170,643,728	\$ 607,479	\$ 56,230,847	\$ (113,805,402)
12 Instructional Resources and Media Services	4,745,854	-	329,311	(4,416,543)
13 Curriculum and Instructional Staff Development	4,396,910	-	3,200,302	(1,196,608)
21 Instructional Leadership	5,975,475	-	1,736,610	(4,238,865)
23 School Leadership	16,043,845	-	646,331	(15,397,514)
31 Guidance, Counseling, and Evaluation Services	9,824,337	-	2,452,081	(7,372,256)
32 Social Work Services	2,702,710	-	1,055,876	(1,646,834)
33 Health Services	4,332,340	-	1,907,479	(2,424,861)
34 Student (Pupil) Transportation	5,813,651	80,997	156,896	(5,575,758)
35 Food Services	21,073,301	44,525	22,008,416	979,640
36 Extracurricular Activities	7,236,749	145,695	249,761	(6,841,293)
41 General Administration	9,028,201	-	171,150	(8,857,051)
51 Facilities Maintenance and Operations	26,672,922	10,307	1,790,970	(24,871,645)
52 Security and Monitoring Services	6,395,936	-	766,392	(5,629,544)
53 Data Processing Services	7,795,224	-	1,383,363	(6,411,861)
61 Community Services	1,604,801	242,991	1,149,037	(212,773)
72 Debt Service - Interest on Long-Term Debt	10,674,450	-	-	(10,674,450)
73 Debt Service - Bond Issuance Cost and Fees	5,250	-	-	(5,250)
93 Payments Related to Shared Services Arrangements	6,000	-	6,000	-
95 Payments to Juvenile Justice Alternative Ed. Prg.	40,606	-	-	(40,606)
[TP] TOTAL PRIMARY GOVERNMENT:	<u>\$ 315,012,290</u>	<u>\$ 1,131,994</u>	<u>\$ 95,240,822</u>	<u>(218,639,474)</u>
Data				
Control				
Codes				
	General Revenues:			
	Taxes:			
MT	Property Taxes, Levied for General Purposes			23,956,256
DT	Property Taxes, Levied for Debt Service			13,542,774
SF	State Aid - Formula Grants			193,826,747
GC	Grants and Contributions not Restricted			7,633,116
IE	Investment Earnings			8,695,485
MI	Miscellaneous Local and Intermediate Revenue			5,317,921
S2	Special Item - (Use)			(6,240,611)
TR	Total General Revenues & Special Items			<u>246,731,688</u>
CN	Change in Net Position			28,092,214
NB	Net Position - Beginning			<u>137,105,053</u>
NE	Net Position - Ending			<u>\$ 165,197,267</u>

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

LAREDO INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023

Data Control Codes	10 General Fund	Debt Service Fund	EDA 2022 Series
ASSETS			
1110 Cash and Cash Equivalents	\$ 120,726,850	\$ 32,367,714	\$ 46,593,959
1220 Property Taxes - Delinquent	2,782,955	1,193,531	-
1230 Allowance for Uncollectible Taxes	(1,652,238)	(708,598)	-
1240 Due from Other Governments	18,828,796	-	-
1260 Due from Other Funds	21,678,487	2,365,167	-
1290 Other Receivables	163,706	-	-
1300 Inventories	2,811,117	-	-
1410 Prepayments	2,401,535	-	-
1000 Total Assets	<u>\$ 167,741,208</u>	<u>\$ 35,217,814</u>	<u>\$ 46,593,959</u>
LIABILITIES			
2110 Accounts Payable	\$ 2,486,276	\$ -	\$ 1,226,381
2150 Payroll Deductions and Withholdings Payable	1,638	-	-
2160 Accrued Wages Payable	19,828,616	-	-
2170 Due to Other Funds	17,795,748	2,240	28,941
2180 Due to Other Governments	22,584,984	3,819,774	-
2300 Unearned Revenue	1,619,605	-	-
2000 Total Liabilities	<u>64,316,867</u>	<u>3,822,014</u>	<u>1,255,322</u>
DEFERRED INFLOWS OF RESOURCES			
2601 Unavailable Revenue - Property Taxes	883,922	350,220	-
2600 Total Deferred Inflows of Resources	<u>883,922</u>	<u>350,220</u>	<u>-</u>
FUND BALANCES			
Nonspendable Fund Balance:			
3410 Inventories	2,811,117	-	-
3430 Prepaid Items	2,401,535	-	-
Restricted Fund Balance:			
3450 Federal or State Funds Grant Restriction	1,078,205	-	-
3470 Capital Acquisition and Contractual Obligation	-	-	45,338,637
3480 Retirement of Long-Term Debt	-	31,045,580	-
3490 Other Restricted Fund Balance	-	-	-
Committed Fund Balance:			
3510 Construction	-	-	-
3545 Other Committed Fund Balance	10,550,179	-	-
Assigned Fund Balance:			
3590 Other Assigned Fund Balance	20,838,998	-	-
3600 Unassigned Fund Balance	64,860,385	-	-
3000 Total Fund Balances	<u>102,540,419</u>	<u>31,045,580</u>	<u>45,338,637</u>
4000 Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ 167,741,208</u>	<u>\$ 35,217,814</u>	<u>\$ 46,593,959</u>

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

ESSER III ARP Act	Other Funds	Total Governmental Funds
\$ -	\$ 37,976,645	\$ 237,665,168
-	-	3,976,486
-	-	(2,360,836)
13,598,369	8,090,474	40,517,639
-	2,827,931	26,871,585
-	17,958	181,664
-	-	2,811,117
-	22,129	2,423,664
<u>\$ 13,598,369</u>	<u>\$ 48,935,137</u>	<u>\$ 312,086,487</u>
\$ 216,106	\$ 5,405,886	\$ 9,334,649
-	-	1,638
4,804,208	2,629,639	27,262,463
8,578,055	6,556,112	32,961,096
-	-	26,404,758
-	561,922	2,181,527
<u>13,598,369</u>	<u>15,153,559</u>	<u>98,146,131</u>
-	-	1,234,142
-	-	1,234,142
-	-	2,811,117
-	22,129	2,423,664
-	759,425	1,837,630
-	23,360,856	68,699,493
-	-	31,045,580
-	374,752	374,752
-	8,874,883	8,874,883
-	361,218	10,911,397
-	28,315	20,867,313
-	-	64,860,385
<u>-</u>	<u>33,781,578</u>	<u>212,706,214</u>
<u>\$ 13,598,369</u>	<u>\$ 48,935,137</u>	<u>\$ 312,086,487</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
JUNE 30, 2023

EXHIBIT C-2

Total Fund Balances - Governmental Funds	\$ 212,706,214
1 The District uses internal service funds to charge the costs of certain activities, such as self-insurance, to appropriate functions in other funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. The net effect of this consolidation is to increase net position.	5,067,252
2 Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. At the beginning of the year, the cost of these assets was \$699,786,490 and the accumulated depreciation was (\$280,482,734). In addition, long-term liabilities, including bonds payable was (\$329,598,414), are not due and payable in the current period, as well as the net deferred gain and loss on refunding of \$3,302,580 and the accrued interest payable of (\$6,365,499) and, therefore are not reported as liabilities in the funds. The net effect of including the beginning balances for capital assets (net of depreciation) and long-term debt in the governmental activities is to increase net position.	86,642,423
3 Current year capital outlays and long-term liabilities including debt principal payments are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. The net effect of reclassifying the 2023 capital outlays in the amount of \$43,125,022 and long term liabilities including debt principal payments in the amount of \$25,249,605 and the net deferred charge and gain on refunding in the amount of (\$487,068) is to increase net position.	67,887,559
4 The district implemented GASB 96, Subscription-Based Information Technology Arrangements. The details of these agreements are in the Notes to the Financial Statements. This resulted in an increase in the SBITA Assets in the amount of \$1,656,251 and an increase in the SBITA liabilities in the amount of \$1,656,251. The principal paid on the new SBITA asset during the year was \$564,631. This amount must be reclassified from an expenditure to a decrease in the SBITA liability causing an increase in Net Position by that amount.	564,631
5 Included in the items related to debt is the recognition of the District's proportionate share of the net pension liability required by GASB 68. The net position related to TRS included a deferred resource outflow in the amount of \$67,858,315 deferred resource inflow in the amount of \$10,835,553, and a net pension liability in the amount of \$126,789,447. This resulted in a decrease in net position.	(69,766,685)
6 Included in the items related to debt is the recognition of the District's proportionate share of the net OPEB liability required by GASB 75. The net position related to TRS included a deferred resource outflow in the amount of \$50,540,362, a deferred resource inflow in the amount of \$103,182,871, and a net OPEB liability in the amount of \$64,128,701. This resulted in a decrease in net position.	(116,771,210)
7 The 2023 depreciation expense increases accumulated depreciation in the amount of \$21,801,016. Additionally, amortization of the SBITA assets was \$566,043. The net effect of the current year's depreciation and amortization expenses is to decrease net position.	(22,367,059)
8 Property taxes receivable, which will be collected subsequent to year-end, but are not available soon enough to pay expenditures and, therefore, are deferred in the funds. This resulted in an increase in net position.	1,234,142

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

LAREDO INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
JUNE 30, 2023

EXHIBIT C-2

19 Net Position of Governmental Activities

\$	165,197,267
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The notes to the financial statements are an integral part of this statement.

LAREDO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

Data Control Codes	10 General Fund	Debt Service Fund	EDA 2022 Series
REVENUES:			
5700 Total Local and Intermediate Sources	\$ 31,670,940	\$ 14,643,513	\$ 1,838,821
5800 State Program Revenues	184,915,299	20,131,236	-
5900 Federal Program Revenues	29,301,733	-	-
5020 Total Revenues	245,887,972	34,774,749	1,838,821
EXPENDITURES:			
Current:			
0011 Instruction	105,795,641	-	-
0012 Instructional Resources and Media Services	4,432,483	-	-
0013 Curriculum and Instructional Staff Development	1,296,249	-	-
0021 Instructional Leadership	4,227,032	-	-
0023 School Leadership	15,525,191	-	-
0031 Guidance, Counseling, and Evaluation Services	7,465,095	-	-
0032 Social Work Services	1,713,106	-	-
0033 Health Services	2,469,414	-	-
0034 Student (Pupil) Transportation	5,335,287	-	-
0035 Food Services	21,043,974	-	-
0036 Extracurricular Activities	6,581,564	-	-
0041 General Administration	8,982,731	-	-
0051 Facilities Maintenance and Operations	24,216,841	-	-
0052 Security and Monitoring Services	4,938,621	-	-
0053 Data Processing Services	5,965,970	-	-
0061 Community Services	240,401	-	-
Debt Service:			
0071 Principal on Long-Term Liabilities	451,059	20,485,000	-
0072 Interest on Long-Term Liabilities	3,100	13,747,949	-
0073 Bond Issuance Cost and Fees	-	5,250	-
Capital Outlay:			
0081 Facilities Acquisition and Construction	2,348,750	-	5,319,434
Intergovernmental:			
0093 Payments to Fiscal Agent/Member Districts of SSA	-	-	-
0095 Payments to Juvenile Justice Alternative Ed. Prg.	40,606	-	-
6030 Total Expenditures	223,073,115	34,238,199	5,319,434
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	22,814,857	536,550	(3,480,613)
OTHER FINANCING SOURCES (USES):			
7915 Transfers In	2,185,619	-	-
7949 Proceeds of SBITAs and Other Resources	1,431,376	-	-
8911 Transfers Out (Use)	(4,288,935)	-	-
7080 Total Other Financing Sources (Uses)	(671,940)	-	-
1200 Net Change in Fund Balances	22,142,917	536,550	(3,480,613)
0100 Fund Balance - July 1 (Beginning)	80,397,502	30,509,030	48,819,250
3000 Fund Balance - June 30 (Ending)	\$ 102,540,419	\$ 31,045,580	\$ 45,338,637

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

ESSER III ARP Act	Other Funds	Total Governmental Funds
\$ -	\$ 5,160,504	\$ 53,313,778
-	1,168,329	206,214,864
40,156,202	31,468,772	100,926,707
40,156,202	37,797,605	360,455,349
33,768,465	21,724,372	161,288,478
62,374	310,597	4,805,454
748,898	2,451,929	4,497,076
539,317	1,197,293	5,963,642
181,608	487,539	16,194,338
215,165	2,236,916	9,917,176
804,497	251,379	2,768,982
462,740	1,445,230	4,377,384
50,131	106,765	5,492,183
9,537	418,409	21,471,920
57,885	512,264	7,151,713
71,561	177,311	9,231,603
976,648	1,250,438	26,443,927
153,390	667,541	5,759,552
1,288,779	94,584	7,349,333
1,907	1,429,908	1,672,216
113,572	-	21,049,631
-	-	13,751,049
-	-	5,250
874,603	39,993,556	48,536,343
-	6,000	6,000
-	-	40,606
40,381,077	74,762,031	377,773,856
(224,875)	(36,964,426)	(17,318,507)
-	2,103,316	4,288,935
224,875	-	1,656,251
-	-	(4,288,935)
224,875	2,103,316	1,656,251
-	(34,861,110)	(15,662,256)
-	68,642,688	228,368,470
\$ -	\$ 33,781,578	\$ 212,706,214

LAREDO 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 JUNE 30, 2023

EXHIBIT C-4

Total Net Change in Fund Balances - Governmental Funds	\$ (15,662,256)
The District uses internal service funds to charge the costs of certain activities, such as self-insurance, to appropriate functions in other funds. The net income (loss) of internal service funds are reported with governmental activities. The net effect of this consolidation is to increase net position.	1,107,832
Current year capital outlays and long-term debt, including principal payments are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. The net effect of removing the capital outlays and debt principal payments and the net deferred charge and gain on refunding is to increase net position. Recording the increase in the change in net position due to a new SBITA asset and related liability and the principal payments related to the SBITA liabilities also cause an increase in the change in net position. The total effect of these changes this reporting period is an increase in the change in Net Position in the amount of \$68,452,190.	68,452,190
Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The net effect of the current year's depreciation is to decrease net position.	(22,367,059)
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 in the governmental funds. Deferred tax revenues increased by this amount this year.	197,701
GASB 68 required that certain plan expenditures be de-expended and recorded as deferred resource outflows. These contributions made after the measurement date of the plan caused the change in ending net position to increase by \$7,120,704. Contributions made before the measurement date and during the previous fiscal year were also expended and recorded as a reduction in net pension liability. This caused a decrease in the change in net position totaling \$8,588,847. Finally, the proportionate share of the TRS pension expense on the plan as a whole had to be recorded. The net pension expense decreased the change in net position by 8,849,191. The net result is a decrease in the change in net position.	(10,317,334)
GASB 75 required that certain plan expenditures be de-expended and recorded as deferred resource outflows. These contributions made after the measurement date of the plan caused the change in ending net position to increase by \$1,566,800. Contributions made before the measurement date and during the previous fiscal year were also expended and recorded as a reduction in net OPEB liability. This caused a decrease in the change in net position totaling \$1,851,228. Finally, the proportionate share of the TRS OPEB expense on the plan as a whole had to be recorded. The net OPEB expense increased the change in net position by (\$6,965,568). The net result is an increase in the change in net position.	6,681,140
Change in Net Position of Governmental Activities	\$ 28,092,214

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

LAREDO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2023

	Governmental Activities -
	Internal Service Fund
<hr/>	
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 2,525,647
Due from Other Funds	6,090,599
	<hr/>
Total Assets	8,616,246
	<hr/>
LIABILITIES	
Current Liabilities:	
Accounts Payable	713,244
Due to Other Funds	1,088
Accrued Expenses	847,780
Unearned Revenues	1,986,882
	<hr/>
Total Liabilities	3,548,994
	<hr/>
NET POSITION	
Unrestricted Net Position	5,067,252
	<hr/>
Total Net Position	\$ 5,067,252
	<hr/> <hr/>

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

LAREDO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	Governmental Activities -
	Internal Service Fund
OPERATING REVENUES:	
Local and Intermediate Sources	\$ 24,161,542
Total Operating Revenues	24,161,542
OPERATING EXPENSES:	
Other Operating Costs	23,053,710
Total Operating Expenses	23,053,710
Operating Income	1,107,832
Total Net Position - July 1 (Beginning)	3,959,420
Total Net Position - June 30 (Ending)	\$ 5,067,252

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

LAREDO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

EXHIBIT D-3

	Governmental Activities -
	Internal Service Fund
<u>Cash Flows from Operating Activities:</u>	
Cash Received from User Charges	\$ 22,357,190
Cash Payments for Insurance Claims	(21,306,418)
Cash Payments for Suppliers	(2,799,927)
Net Cash Used for Operating Activities	(1,749,155)
<u>Cash Flows from Non-Capital Financing Activities:</u>	
Transfer In from GF	750,000
Net Decrease in Cash and Cash Equivalents	(999,155)
Cash and Cash Equivalents at Beginning of Year	3,524,802
Cash and Cash Equivalents at End of Year	\$ 2,525,647
<u>Reconciliation of Operating Income to Net Cash</u>	
<u>Used for Operating Activities:</u>	
Operating Income:	\$ 1,107,832
Effect of Increases and Decreases in Current Assets and Liabilities:	
Increase in Due from Other Funds	(1,527,116)
Decrease in Receivables	4,838
Increase (decrease) in Accounts Payable	154,383
Increase in Due to Other Funds	100
Decrease in Unearned Revenues	(112,577)
Decrease in Accrued Expenses	(1,376,615)
Net Cash Used for Operating Activities	\$ (1,749,155)

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

LAREDO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2023

	Total Custodial Funds
<hr/>	
ASSETS	
Cash and Cash Equivalents	\$ 890,117
Total Assets	<u>890,117</u>
LIABILITIES	
Accounts Payable	<u>1,600</u>
Total Liabilities	<u>1,600</u>
NET POSITION	
Restricted for Scholarships	217,944
Restricted for Individuals and Organizations	<u>670,573</u>
Total Net Position	<u><u>\$ 888,517</u></u>

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

LAREDO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	Total Custodial Funds
ADDITIONS:	
Contributions to Student Groups	\$ 168,377
Miscellaneous Revenue - Student	1,734,261
Earnings from Temporary Deposits	15,880
Contributions, Gifts and Donations	203,455
Total Additions	<u>2,121,973</u>
DEDUCTIONS:	
Professional and Contracted Services	523,470
Supplies and Materials	293,631
Other Deductions	1,244,995
Equipment and Software	1,699
Total Deductions	<u>2,063,795</u>
Change in Fiduciary Net Position	58,178
Total Net Position - July 1 (Beginning)	<u>830,339</u>
Total Net Position - June 30 (Ending)	<u><u>\$ 888,517</u></u>

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

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

A. Summary of Significant Accounting Policies

Laredo Independent School District (the "District") is a public educational agency operating under the applicable laws and regulations of the State of Texas. It is governed by a seven-member Board of Trustees (the "Board") elected by registered voters of the District. The District prepares its basic financial statements in conformity with generally accepted accounting principles (GAAP) promulgated by the Governmental Accounting Standards Board (GASB) and other authoritative sources identified in GASB Statement No. 76, and it complies with the requirements of the appropriate version of Texas Education Agency's Financial Accountability System Resource Guide (the "Resource Guide") and the requirements of contracts and grants of agencies from which it receives funds.

1. Reporting Entity

The Board of School Trustees ("Board"), a seven-member group, elected by the public, has governance responsibilities over all activities related to public elementary and secondary education within the jurisdiction of the District. The Board is appointed and has the exclusive power and duty to govern and oversee the management of the public schools of the District. It has the authority to make decisions, appoint administrators and managers, and significantly influence operations. It also has the primary accountability for fiscal matters. All powers and duties not specifically delegated by statute to the Texas Education Agency ("TEA") or to the State Board of Education are reserved to the Board, and the TEA may not substitute its judgment for the lawful exercise of those powers and duties by the Board. The District receives funding from local, state, and federal government sources and must comply with the requirements of those funding entities. However, the District is not included in any other governmental "reporting entity" as defined by the GASB in its Statement No.14, *The Financial Reporting Entity*, and GASB Statement No.61, *The Financial Reporting Entity: Omnibus*. There are no component units included within the reporting entity.

2. Basis of Presentation, Basis of Accounting

a. Government-Wide and Fund Financial Statements

The Statement of Net Position and the Statement of Activities are government-wide financial statements. They report information on all of the Laredo Independent School District nonfiduciary activities with most of the interfund activities removed. Governmental activities include programs supported primarily by taxes, State foundation funds, grants and other intergovernmental revenues. Business-type activities include operations that rely to a significant extent on fees and charges for support.

The Statement of Activities demonstrates how other people or entities that participate in programs the District operates have shared in the payment of the direct costs. The "charges for services" column includes payments made by parties that purchase, use, or directly benefit from goods or services provided by a given function or segment of the District. Examples include tuition paid by students not residing in the district, school lunch charges, etc. The "grants and contributions" column includes amounts paid by organizations outside the District to help meet the operational or capital requirements of a given function. Examples include grants under the Elementary and Secondary Education Act. If a revenue is not a program revenue, it is a general revenue used to support all of the District's functions. Taxes are always general revenues.

Interfund activities between governmental funds and between governmental funds and proprietary funds appear as due to/due froms on the Governmental Fund Balance Sheet and Proprietary Fund Statement of Net Position and as other resources and other uses on the governmental fund Statement

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

A. Summary of Significant Accounting Policies (Continued)

of Revenues, Expenditures and Changes in Fund Balance, and on the Proprietary Fund Statement of Revenues, Expense and Changes in Fund Net Position. All interfund transactions between governmental funds and between governmental funds and proprietary funds are eliminated on the government-wide statements. Interfund activities between governmental funds and fiduciary funds remain as due to/due froms on the government-wide Statement of Activities.

The fund financial statements provide reports on the financial condition and results of operations for three fund categories - governmental, proprietary, and fiduciary. Since the resources in the fiduciary funds cannot be used for District operations, they are not included in the government-wide statements. The District considers some governmental funds major and reports their financial condition and results of operations in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues result from providing goods and services in connection with a proprietary fund's principal ongoing operations; they usually come from exchange or exchange-like transactions. All other revenues are nonoperating. Operating expenses can be tied specifically to the productions of the goods and services, such as materials and labor and direct overhead. Other expenses are nonoperating.

b. Fund Accounting

The District reports the following major governmental funds:

- 1. The General Fund** – The general fund is the District's primary operating fund. This classification must be used to account for funds in which the local governing board designates. It accounts for all financial resources except those required to be accounted for in another fund.
- 2. ESSER III ARP Act** – This fund classification is to be used to account for funds granted to safely reopen schools, sustain safe school operations, and address student's academic needs, social, emotional, and mental health resulting from the COVID-19 pandemic.
- 3. Debt Service Fund** – Governmental fund that must be used to account for general long-term debt principal and interest for debt issues and other long-term debts for which a tax has been dedicated.
- 4. EDA 2022 Bond Series Fund** – The District accounts for proceeds from long-term debt financing (including the sale of bonds) and revenues and expenditures related to authorized construction and other capital asset acquisitions in this fund. The Board approves project budgets, not annual appropriated budgets.

Additionally, the District reports the following fund type(s):

Governmental Funds:

- 1. Special Revenue Funds** – The District accounts for resources restricted to, or designated for, specific purposes by the District or a grantor in a special revenue fund. Most Federal and some State financial assistance is accounted for in a Special Revenue Fund, and sometimes unused balances must be returned to the grantor at the close of specified project periods.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

A. Summary of Significant Accounting Policies (Continued)

2. Capital Projects Funds – The proceeds from long-term debt financing and revenues and expenditures related to authorized construction and other capital asset acquisitions are accounted for in a capital projects fund.

Proprietary Funds:

3. Internal Service Funds – Revenues and expenses related to services provided to organizations inside the District on a cost reimbursement basis are accounted for in an internal service fund. The Internal Service Fund accounts for the operations of the self-funded health insurance program.

Fiduciary Funds:

4. Custodial Funds – The District accounts for resources held for others in a custodial capacity in custodial funds. These funds are used to account for assets held by the District as an agent for student and other organizations. The District's custodial funds consist of District Student Activity Fund, Back to School Donations Program, Donations, and Scholarships.

1) Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements use the economic resources measurement focus and the accrual basis of accounting, as do the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the 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 use the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets, current liabilities and fund balances are included on the balance sheet. Operating statements of these funds present net increases and decreases in current assets (i.e., revenues and other financing sources and expenditures and other financing uses).

The modified accrual basis of accounting recognizes revenues in the accounting period in which they become both measurable and available, and it recognizes expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest and principal on long-term debt, which is recognized when due. The expenditures related to certain compensated absences and claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources. The District considers all revenues available if they are collectible within 30 days after year end.

Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State are recognized under the "susceptible to accrual" concept, that is, when they are both measurable and available. The District considers them "available" if they will be collected within 30 days of the end of the fiscal year. 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.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

A. Summary of Significant Accounting Policies (Continued)

Unavailable revenue from property taxes arises only under modified accrual basis of accounting. The governmental funds report this unavailable revenue as a deferred inflow of resources, which is recognized as revenue in the period the amounts become available.

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

Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

The Proprietary Fund Types and Fiduciary Funds are accounted for on a flow of economic resources measurement focus and utilize the accrual basis of accounting. This basis of accounting recognizes revenues in the accounting period in which they are earned and become measurable and expenses in the accounting period in which they are incurred and become measurable. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the fund Statement of Net Position. The fund equity is segregated into invested in capital assets net of related debt, restricted net assets, and unrestricted net assets.

When the District incurs an expenditure or expense for which both restricted and unrestricted resources may be used, it is the District's policy to use restricted resources first, then unrestricted resources. Furthermore, committed fund balances are reduced first, followed by assigned amounts and then unassigned amounts where expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications can be used.

2) Recently issued accounting standards

GASB Statement No. 96, Subscription-Based Information Technology Arrangements, was issued in May 2020. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset— an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No.96, Subscription-Based Information Technology Arrangements as amended. This standard became effective for the District in fiscal year 2023. The District has implemented this pronouncement in fiscal year 2023.

GASB Statement No. 99, Omnibus 2022, was issued in April 2022. This statement addresses the classification and reporting of derivative instruments with the scope of GASB Statement No. 53, Accounting and Financial Reporting for derivative Instruments. This requirement is effective for fiscal years beginning after June 15, 2023. GASB Statement No. 99 also provides clarification of provisions in GASB Statement No. 87, Leases, GASB Statement No. 94, Public- Private and Public-

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

A. Summary of Significant Accounting Policies (Continued)

Public Partnerships and Availability Payment Arrangements and GASB Statement No. 96, Subscription-Based Information Technology Arrangements. These requirements are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. Lastly, GASB Statement No. 99 provides an extension of the period during which the London Interbank Offered Rate is considered an appropriate benchmark interest rate for the qualitative evaluation of the effectiveness of an interest rate swap that hedges the interest rate risk of taxable debt, accounting for the distribution of benefits as part of the supplemental nutrition assistance program, disclosures related to nonmonetary transactions, pledges of future revenue when resources are not received by the pledging government, clarification of provisions in GASB Statement No. 34, terminology updates related to certain provisions of GASB Statement No. 63, and terminology used in Statement 53 to refer to resource flows statements. These requirements are effective June 15, 2023, and all reporting periods thereafter. The District has implemented this pronouncement in fiscal year 2023.

GASB Statement No. 100, Accounting Changes and Error Corrections, was issued in June 2022. The statement's objective is to enhance accounting and financial reporting requirements for accounting changes and error corrections. Changes in accounting principles and in accounting estimates that result from a change in measurement methodology, a new principal or methodology should be justified on the basis that it is preferable to the principal or methodology used before the change. This statement also requires disclosure in notes to financial statements of descriptive information about accounting changes and error corrections, such as their nature. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter. The District has implemented this pronouncement in fiscal year 2023.

GASB Statement No. 10, Compensated Absences, was issued in June 2022. The statement requires that liabilities for compensated absences be recognized for leave that has not been used and for leave that has been used but not yet paid in cash or settled through noncash means. This Statement also requires that a liability for certain types of compensated absences, including parental leave, military leave, and jury duty leave, not be recognized until the leave commences. This Statement amends the existing requirements to disclose the gross increases and decreases in a liability for compensated absences to allow governments to disclose only the net change in the liability as long as it's identified as a net change. This requirement is effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. The District has not yet determined the impact of this statement.

3. Other Accounting Policies

a. Deposits

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

The funds of the District must be deposited and invested under the terms of a depository contract, contents of which are set out in the Depository Contract Law. The depository bank may either place approved pledged securities for safekeeping or trust with the District's agent bank or letters of credit from FHLB 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 the Federal Deposit Insurance Corporation coverage.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

A. Summary of Significant Accounting Policies (Continued)

b. Inventories and Prepaid Items

Inventories of supplies on the balance sheet are carried at cost, which is determined principally by the average cost method, while investments of food commodities are recorded at market values supplied by the United States Department of Agriculture (USDA). Inventories are considered expenditures or expenses as they are consumed. Supplies are used for almost all functions of activity, while food commodities are used only in the food service program.

Although commodities are received at no cost, their fair market value is supplied by the USDA and recorded as inventory and unearned revenues when received. When requisitioned, inventory and unearned revenues are relieved, expenditures are charged, and revenue is recognized for an equal amount.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the government-wide and proprietary fund financial statements. and reported as an expenditures/expenses when consumed rather than when purchased. In the governmental funds, prepaid expenditures are recorded as an expenditure using the consumption method.

c. Property Taxes

Property taxes are levied by October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located in the District in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. On January 31 of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest ultimately imposed. Property tax revenues are considered available (1) when they become due or past due and receivable within the current period and (2) when they are expected to be collected during a 30-day period after the close of the fiscal year.

Delinquent taxes are prorated between maintenance and debt service based on rates adopted for the year of the levy. Allowances for uncollectible tax receivables within the General and Debt Service Funds are based on historical experience in collecting property 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. Allowances for uncollectible tax receivables within the General Fund are \$1,652,238 and \$708,598 for the Debt Service Fund.

d. Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at acquisition value at the date of donation.

Land and Construction in Progress are not depreciated.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives is not capitalized. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

A. Summary of Significant Accounting Policies (Continued)

Capital assets are being depreciated using the straight-line method over the following estimated useful lives:

Asset Class	Estimated Useful Lives (Years)
Buildings	15 – 30
Furniture and Equipment	3 – 15
Vehicles	7 – 10

The District elects to apply a right-to-use subscription asset capitalization threshold of \$30,000. The District elects to apply the GASB 96 Standard only to the most recent period without restating prior periods. The term of the subscription must be the non-cancelable period during which the District has the right to use the underlying IT assets. The subscription term also includes periods covered by an option to extend (if it is reasonably certain that the government or SBITA vendor will exercise that option) or to terminate (if it is reasonably certain that the government or SBITA vendor will not exercise that option). If the SBITA is in a governmental fund, the full amount of the subscription asset will be reported as an expenditure in the fund level statements the year the agreement is made.

e. Receivable and Payable Balances

The District believes sufficient detail of receivable and payable balances is provided in the financial statements to avoid the obscuring of significant components by aggregation. Therefore, no disclosure is provided which disaggregates those balances. There are no significant receivables which are not scheduled for collection within one year of year-end.

f. Interfund Activity

Interfund activity results from loans, services provided, reimbursements or transfers between funds. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation.

Services provided, deemed to be at fair or near fair value rates, are treated as revenues and expenditures or expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement.

All other inter-fund transactions are treated as transfers. Transfers In and Transfers Out are presented gross on the governmental fund financial statements. The effect of interfund activity has been eliminated on the government-wide financial statements.

g. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the District's management to make estimates and assumptions that affect the reported amounts of assets, liabilities, and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reported period. Actual results could differ from those estimates. Significant assumptions are required in the calculation of the revenue from the Foundation School Program. It is possible this estimate could be revised in the near term and that the revision could be material.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

A. Summary of Significant Accounting Policies (Continued)

h. Data Control Codes

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

i. Encumbrances

Encumbrances for goods or purchased services are documented by purchase orders or contracts. Under Texas law, appropriations lapse at June 30. However, encumbrances outstanding at year end, not otherwise restricted or committed, are reported as assignments of fund balances and do not constitute expenditures or liabilities because the commitments will be re-appropriated and honored during the subsequent year.

j. Arbitrage Payable

The Federal Tax Reform Act of 1986 requires issuers of tax-exempt debt to make payments to the United States Treasury for investment income received at yields that exceed the issuer's tax exempt borrowing rates. The Treasury requires payment for each issue every five years. The estimated liability is updated annually for all tax-exempt issuances or changes in yields until such time payment of the calculated liability is due. There is no District liability as of June 30, 2023.

k. Unearned Revenues

Unearned revenues arise principally from amounts received from the state that relate to the subsequent fiscal year.

l. Long-term Obligations

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.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

m. Pensions

The fiduciary net position of the Teacher Retirement System of Texas (TRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities and additions to/deductions from TRS's fiduciary net position. Benefit payments (including

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

A. Summary of Significant Accounting Policies (Continued)

refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

n. 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.

o. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has three items that qualify for reporting in this category.

The deferred charge on refunding reported in the government-wide statement of net position results from the difference in the reacquisition price over the carrying value of the refunded debt. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

Deferred outflows of resources for pension and OPEB are reported in the government-wide financial statement of net position. Deferred outflows result from pension plan contributions made after the measurement date of the net pension liability. Deferred outflows also include the District's proportionate share of the deferred outflows of resources of the TRS plan and TRS Care Plan. These deferred outflows include the differences between expected and actual economic experience and changes in actuarial assumptions. The deferred outflows of resources related to the District's contributions which are subsequent to the measurement date will be recognized as a reduction of the net pension liability in the next fiscal year. The other pension and OPEB related deferred outflows will be amortized over the expected remaining service lives of all employees.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represent an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time.

Accordingly, the District reports a deferred gain on refunding and deferred inflow related to TRS pension and TRS OPEB in the government-wide statement of net position, and unavailable revenue-property taxes in the governmental balance sheet.

A deferred gain on refunding results from the difference in the carrying value of refunded debt over its reacquisition price. The amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

A. Summary of Significant Accounting Policies (Continued)

Deferred inflows of resources for pension and OPEB are reported in the government-wide financial statement of net position. These deferred inflows result primarily from differences between projected and actual earnings on pension plan investments and changes in actuarial assumptions. These amounts will be amortized over a closed five-year period.

Unavailable revenue-property taxes are deferred and recognized as an inflow of resources in the period that the amounts become available. These are reported as deferred inflows of resources at the fund level and are recognized as revenues at the government-wide level.

p. Investment Policy

The District's general policy is to report money market investments, short-term participating interest-earning investment contracts, and investments in certain qualifying external investment pools at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value.

The term "short-term" refers to investments which have a remaining term of one year or less at time of purchase.

The term "nonparticipating" means that the investment's value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

Public funds investment pools in Texas ("Pools") are established under the authority of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and are subject to the provisions of the Public Funds Investment Act (the "Act"), Chapter 2256 of the Texas Government Code. In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires Pools to: (1) have an advisory board composed of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool; (2) maintain a continuous rating of no lower than AAA or AAAm or an equivalent rating by at least one nationally recognized rating service; and (3) maintain the market value of its underlying investment portfolio within one half of one percent of the value of its shares. As of June 30, 2023, the District invested part of its money with Texas DAILY which holds an AAmmf rating from Fitch Ratings ("Fitch") and TexPool, which holds an AAAm rating from Standard and Poor's (S&P). Reveca needs to review.

q. Fund Balance and Net Position

Governmental Fund Financial Statements

The District classifies governmental fund balances as follows:

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.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

A. Summary of Significant Accounting Policies (Continued)

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 constitutional provisions or enabling legislation. This classification includes Federal, State and local grants, contractual obligations for personal property, bond proceeds, and retirement of long-term debt.

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. This classification includes construction projects not funded by bonded debt, retirements of loans or notes committed by the Board, equipment not funded by bonded debt and local Special Revenue funds.

Assigned - includes fund balance amounts that are self-imposed by the District to be used for a particular purpose. As per the District's policy, fund balance can only be assigned by the District Board of Trustees. This classification includes construction and encumbrances.

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. In this category funds are available for appropriation at Board's discretion as per fund balance policy.

Government-Wide Financial Statements

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 net of premiums and discounts, excluding unspent proceeds that are 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 for all state and federal programs.

Restricted for Debt Service - the component of net position that reports the difference between assets and liabilities with constraints placed on their use by law.

Restricted for Capital Projects - the component of net position that accounts for the difference between assets and liabilities for all district construction projects.

Unrestricted - the difference between the assets and liabilities that is not reported in any of the classifications above.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

B. Reconciliation of Government –Wide and Fund Financial

Explanation of certain differences between the governmental fund balance sheet and the Government-Wide Statement of Net Position:

Exhibit C-2 provides the reconciliation between the fund balance for total governmental funds on the governmental fund balance sheet and the net position for governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that capital assets are not financial resources and are therefore not reported in governmental funds. In addition, long-term liabilities, including bonds payable, are not due and payable in the current period and are not reported as liabilities in the funds.

The details of the \$68,452,190 difference is as follows:

<u>Assets:</u>		
Increase in Buildings and Improvements	\$ 36,023,062	
Increase in Furniture and Equipment	1,453,173	
Depreciation on Disposed Building & Improvements	2,982,655	
Depreciation on Disposed Equipment	1,394,792	
Increase in Construction in Progress	1,271,340	
Increase in SBITA	1,656,251	
	Subtotal	\$ 44,781,273
<u>Deferred outflows of Resources:</u>		
Decrease in Deferred Charge for refunding		(536,328)
<u>Long - Term Liabilities:</u>		
Decrease in termination benefits & compensated absences	1,200,938	
Increase in interest payable	(467,949)	
Accreted interest on bonds payable	(1,466,540)	
Amortization of premium on bonds	3,588,156	
Principal payments on bonds payable	22,395,000	
SBITA Liability	(1,091,620)	
	Subtotal	24,157,985
<u>Deferred inflows of Resources:</u>		
Decrease in Deferred Gain for refunding		49,260
Net Adjustment to decrease fund balance - total governmental funds to arrive at net position - governmental activities		<u>\$ 68,452,190</u>

C. Compliance and Accountability

1. Budgetary Data

The Board of Trustees adopts an "appropriated budget" for the General Fund, Debt Service Fund and the Food Service Fund (which is included in the General Fund). The District is required to present the adopted and final amended budgeted revenues and expenditures for each of these funds. The District compares the final amended budget to actual revenues and expenditures. The General Fund Budget report appears in Exhibit G-1 in RSI and the other two reports are in Exhibits J2 and J3.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

C. Compliance and Accountability (Continued)

The following procedures are followed in establishing the budgetary data reflected in the general-purpose financial statements:

- 1) Prior to June 20 of the preceding fiscal year, the District prepares a budget for the next succeeding fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them.
- 2) A meeting of the Board is then called for the purpose of adopting the proposed budget. At least ten days' public notice of the meeting must be given.
- 3) Prior to July 1, the budget is legally enacted through passage of a resolution by the Board. Once a budget is approved, it can only be amended at the function and fund level by approval of a majority of the members of the Board. Amendments are presented to the Board at its regular meetings. Each amendment must have Board approval. As required by law, such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year-end. During the year, several amendments were necessary.
- 4) Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for the General Fund, General Fund – Food Service, and Debt Service Fund. The Food Service Fund is accounted in the general fund. A more detailed budget versus actual presentation for the Food Service Fund is reported as supplementary information to demonstrate legal compliance at the legal level of budgetary control.
- 5) Each annual budget is presented on the modified accrual basis of accounting which is consistent with accounting principles generally accepted in the United States of America. The budget was properly amended throughout the year by the Board. Expenditures may not legally exceed budgeted appropriations at the function level.
- 6) Each budget is controlled by the budget coordinator at the revenue and expenditure function/object level. Budgeted amounts are as amended by the Board. All budget appropriations lapse at year-end.
- 7) The Non-Major Special Revenue Funds, the EDA 2022 Series, and the Non-Major Capital Projects Funds adopt project-length budgets, which do not correspond to the District's fiscal year. These funds are not legally required to adopt a budget, therefore budgetary comparison information is not presented.

Budget information is summarized next:

	Original Budget	Increase / (Decrease)	Amended Budget
General Fund	\$ 202,674,708	\$ 25,018,487	\$ 227,693,195
General Fund – Food Service	21,714,266	1,345,279	23,059,545
Total General Fund	<u>\$ 224,388,974</u>	<u>\$ 26,363,766</u>	<u>\$ 250,752,740</u>
Debt Service Fund	<u>\$ 34,252,949</u>	<u>\$ -</u>	<u>\$ 34,252,949</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

C. Compliance and Accountability (Continued)

It is noted that during this fiscal year, the budget appropriations in General Fund were increased to appropriate expenditures from committed and other committed fund balance to appropriate the capital improvement projects for repairs to existing parking asphalt driveway at Zachry Elementary School in the amount of \$115,000, replacement of tile at Nixon High School band hall in the amount of \$82,000, saw-cut of concrete and installation of conduit at Nixon High School in the amount of \$8,000, one box truck for band programs in the amount of \$105,000, one F-250 pick-up truck with gooseneck for Maintenance Department, two cargo vans for Maintenance Department, one box truck for shipping and receiving for Maintenance Department in the amount of \$211,500, one F-250 pick-up truck for Fixed Assets Department in the amount of \$51,500, replacement of building B roof at Technology Department in the amount of \$120,000, replacement of basketball backboards and goals at Cigarroa High School in the amount of \$17,000, installation of wrought iron fence district wide in the amount of \$64,500, construction of canopies at guard shacks districtwide in the amount of \$16,000, purchase of secondary school's band instruments in the amount of \$7,713, and secondary school's mariachi orchestra uniforms and supplies in the amount of \$21,183.

Budget appropriations in the General Fund were also increased to appropriate expenditures from assigned and other assigned fund balance for district wide FY 2021-2022 outstanding purchase orders in the amount of \$1,350,549, attendance incentives in the amount of \$83,982, school logo wraps in the amount of \$80,000, cheerleader floor mats for Martin High School and Nixon High School in the amount of \$17,200, vehicle certifications for activity buses in the amount of \$5,208, lifeguard certifications for ROTC instructors in the amount of \$240, surveys and replat services in the amount of \$62,220, and canopy repairs in the amount of \$9,807.

Additionally, budget appropriations in the General Fund were increased to appropriate expenditures to fund approved Winter Storm URI projects as per Texas Tax Code 26.042(e) in the amount of \$6,731,565.

Moreover, budget appropriations in the General Fund were increased to appropriate expenditures to fund dual enrollment tuition and fees in the amount of \$180,000, Maintenance Department operating expenditures in the amount of \$150,000, Transportation Department fleet operating accounts for \$229,822, Fuel in the amount of \$173,046, teacher incentive allotment payroll in the amount of \$527,412, increased payroll expenditures in the amount of \$7,900,000, for student travel, helmet reconditioning, and game personnel cost in the amount of \$240,000, and SBITA expenditures in the amount of \$6,186,518.

Furthermore, budget appropriations in the General Fund were decreased to reduce expenditures to fund a transfer out to Dennis Nixon Performing Arts Center in the amount of \$36,000.

Lastly, budget appropriations in the General Fund (E-Rate) increased to appropriate expenditures from committed fund balance for district wide FY 2021-2022 outstanding purchase orders in the amount of \$123,689.

Budget appropriations in Food Service were increased to appropriate revenues and expenditures for the Supply Chain Assistance (SCA) Funding in the amount of \$691,381, to fund Seamless Summer Option (SSO) Operations in the amount of \$375,000, and SBITA expenditures in the amount of \$278,898.

2. Excess Actual Over Budget

For the year ended June 30, 2023, appropriations exceeded expenditures in all legally budgeted funds.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

D. Cash, Cash Equivalent and Investments

Cash Deposits: The District's cash and cash equivalents are considered cash on hand and demand 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 or letters of credit, which comply with state requirements. These securities are held for safekeeping and trust with the District's and the depository banks' agent bank. The pledged securities and letters of credit are in compliance with the Texas Government Code, Chapter 2257 "Collateral for Public Funds", and are sufficient to meet the terms agreed to in the current depository contract as approved by TEA. The pledge of approved securities and letter of credits is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") coverage.

Investments: Investments, except for the investment pools, for the District are reported at fair value. The investment pools operate in accordance with appropriate state laws and regulations and are reported at amortized cost. The District's investment policy is in accordance with the Public Funds Investment Act, the Public Funds Collateral Act, and federal and state laws. The District further limits its investments to U.S. Agencies, certificates of deposit, money market accounts and investment pools.

The carrying amount of the District's deposits and investments are as follows:

Cash in Bank or On Hand - Primary Government	\$ 13,003,548
Cash Equivalents	
Investment Pools Accounts:	
TexasDAILY	\$ 217,582,703
TexPool	9,604,564
Total Cash Equivalents	<u>227,187,267</u>
Total Deposits - Primary Government	<u><u>\$ 240,190,815</u></u>

Deposits:

At June 30, 2023, the District's bank deposits (cash and interest bearing accounts) were \$242,185,167. The District's cash deposits at June 30, 2023 were entirely covered by FDIC coverage and by pledged collateral held by the District's agent bank in the District's name.

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

- a. Depository: PNC Bank. The total collateral amount at the highest combined balance on deposits was \$63,390,734.
- b. The highest combined balances of cash, savings, and time deposit accounts amounted to \$54,714,895 and occurred during the month of December 2022.
- c. Total amount of FDIC coverage at the time of the largest combined balance was \$500,000.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

D. Cash, Cash Equivalent and Investments (Continued)

Investments:

Investments, except for the investment pools, for the District are reported at fair value. The investment pools operate in accordance with appropriate state laws and regulations and are reported at amortized cost. The District's investment policy is in accordance with the Public Funds Investment Act, the Public Funds Collateral Act, and federal and state laws.

The District is required by Government Code Chapter 2256, The Public Funds Investment Act, to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit.

The Public Funds Investment Act ("Act") requires an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the general purpose financial statements disclosed that District's investment practices, quarterly investment reports and investment policies, adhered to the requirements of the Act. Additionally, investment practices of the District were in accordance with local policies.

The Act determines the types of investments, which are allowable for the District. These include, with certain restrictions, (1) obligations of the U.S. Treasury, certain U.S. agencies, the state of Texas, (2) certificates of deposit and Share Certificates, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, and (10) common trust funds.

External Investment Pool-Primary Government:

Texas DAILY is a portfolio established by Texas Range Local Government Investment Program. The TexasTERM Local Government Investment Pool, now doing business as the Texas Range Investment Program ("Texas Range" or the "Program") was established by the Common Investment Contract, in conformity with Chapters 791 (Interlocal Cooperation Act) and 2256 (Public Funds Investment Act) of Texas Government Code. Texas Range is directed by an Advisory Board, which is made up of experienced local government finance directors and treasurers.

TexPool is the largest and oldest local government investment pool in the State of Texas, TexPool currently provides investment services to over 2,750 communities throughout Texas. The State Comptroller of Public Accounts oversees TexPool. Federated Hermes is the full service provider to the pools managing the assets, providing Participant Services, and arranging for all custody and other functions in support of the pools operations under a contract with the Comptroller. Texpool Seeks to preserve principal, liquidity, and yield of capital investment consistent with the Texas Public Funds Investment Act (TPFIA). Invests conservatively in U.S. government securities, repurchase agreements, and AAA-rated money market mutual funds to provide a safe, efficient, and liquid investment option.

As noted in the District's Significant Accounting Policies, the District reports its local government investment pools at amortized cost as permitted by GASB Statement No. 79 *Certain External Investment Pools and Pool Participants*.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

D. Cash, Cash Equivalent and Investments (Continued)

Credit Risk. In accordance with state law and the District's investment policy, investments in investment pools must be rated at least AAA or have an equivalent rating, commercial paper must be rated at least A-1, P-1, or have an equivalent rating, and obligations of states, agencies, counties, and cities must be rated at least A or its equivalent. As of June 30, 2023, Texas Daily was rated AAmmf by Fitch and Texpool was rated AAAM by Standard and Poor's (S&P). The District did not have any investments in commercial paper as of June 30, 2023.

Concentration of Credit Risk. The District places no limit on the amount the District may invest in any one issuer, rather investments are governed by the objectives of preservation and safety of principal, liquidity, and yield. In addition, the investment portfolio is 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. The District's deposits and investments are allocated as follows: Texas DAILY (90.59%), TexPool (4.00%), and PNC Bank (5.41%).

Interest Rate Risk. In accordance with state law and the District's investment policy, the District does not purchase any investments with maturities greater than two and a half (2.5) years for its Operating Funds.

The investment maturities in the following table reflect the maturity date of the investments in each category due 12 months from the balance sheet date. The District uses its investments in the investment pools, certificates of deposits and a discount note to further mitigate interest rate risk.

The District's investments at June 30, 2023 are shown below:

Investment Maturities in Years			
Investment	Book Value	Less than 1 Year	1 to 2 Years
Investment Pools			
Texpool	\$ 9,604,564	\$ 9,604,564	\$ -
Texas DAILY	217,582,703	217,582,703	-
Total Book Value	<u>\$ 227,187,267</u>	<u>\$ 227,187,267</u>	<u>\$ -</u>

TexPool and Texas DAILY are external investment pools measured at amortized cost. 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 Texas DAILY 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.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

D. Cash, Cash Equivalent and Investments (Continued)

Fair Value of Investments:

The District's investments, whether recorded at fair value, cost, or amortized cost, at June 30, 2023 are shown below:

Investment Type	Cost or Amortized Cost	Fair Value Measurements			Total
		Level 1	Level 2	Level 3	
		Quoted Prices in Active Markets for Identical Assets	Significant Other Observable Inputs	Significant Unobservable Inputs	
Investment Pools:					
Texpool	\$ 9,604,564	\$ -	\$ -	\$ -	\$ 9,604,564
Texas DAILY	217,582,703	-	-	-	217,582,703
Total Investments	<u>\$ 227,187,267</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 227,187,267</u>

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 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. Local government investment pools are not required to be classified within the fair value hierarchy.

E. Due to and from Other Governments and Agencies

The district participates in a variety of federal, state, and local programs from which it receives grants to finance certain activities partially or fully. During fiscal year 2023, the district participated in the following programs that are in response to the COVID-19 pandemic by state and federal programs.

- CRRSA ESSER II
- ARP ESSER III
- ARP Homeless I
- ARP Homeless II
- ARP IDEA, Part B-Formula
- ARP IDEA, Part B-Preschool

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

E. Due to and from Other Governments and Agencies (Continued)

Amounts due to and from federal, state, and local governments as of June 30, 2023 are summarized below and are reported on the government-wide statement of net position.

	Other Governments	Other Governments
<u>Major Governmental Funds:</u>		
General Fund	\$ 22,584,984	\$ 18,828,796
ARP ESSER III	-	13,598,369
Debt Service Fund	3,819,774	-
Total Major Governmental Funds	26,404,758	32,427,165
<u>Nonmajor Governmental Funds:</u>		
ESEA, Title X, Part C - Homeless Education	-	26,829
ESEA, Title I, Part A - Improving Basic Programs	-	3,399,088
ESEA, Title I, Part C - Education of Migratory Children	-	32,050
IDEA, Part B - Formula	-	1,076,321
IDEA, Part B - Preschool	-	1,354
IDEA, Part B - Discretionary Deaf	-	9,479
Perkins V Strengthening CTE 21st Century	-	106,844
ESEA, Title II, Part A - Supporting Effective Instruction	-	360,670
ESEA, Title III, Part A - English Language Acquisition	-	327,652
College Now Career Connected!	-	161,744
ARP Homeless I	-	20,776
ARP Homeless II	-	17,161
CRRSA ESSER II	-	973,903
IDEA, Part B – Formula-ARP	-	169,820
IDEA, Part B – Preschool-ARP	-	14,404
Federally Funded Special Revenue Funds	-	281,560
State Funded Special Revenue Funds	-	565,054
Regional Day School for the Deaf	-	95,806
OCDETF Grant	-	14,305
AEP Foundation Grant	-	435,654
Total Nonmajor Governmental Funds	-	8,090,474
Total Governmental Funds	\$ 26,404,758	\$ 40,517,639

F. Interfund Balances and Activities

1. Interfund Receivables and Interfund Payable

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

F. Interfund Balances and Activities (Continued)

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. All amounts due are scheduled to be repaid within one year. Interfund balances between governmental funds and proprietary funds are eliminated in the statement of net position and reported as internal balances.

The composition of interfund balances as of June 30, 2023 is as follows:

	<u>Receivable</u>	<u>Payable</u>
General Fund:		
General Fund	\$ 6,679,144	\$ 6,679,144
ARP ESSER III Fund	8,578,055	-
Debt Service Fund	2,240	2,365,167
EDA 2022 Series Fund	28,941	-
Other Funds	6,389,019	2,660,838
Internal Service Fund	1,088	6,090,599
Total General Fund	<u>21,678,487</u>	<u>17,795,748</u>
 ARP ESSER III:		
General Fund	-	8,578,055
 Debt Service Fund:		
General Fund	2,365,167	2,240
 EDA 2022 Series Fund:		
General Fund	-	28,941
 Other Funds:		
General Fund	2,660,837	6,389,018
Other Funds	167,094	167,094
Total Other Funds	<u>2,827,931</u>	<u>6,556,112</u>
 Total Governmental Funds	<u>26,871,585</u>	<u>32,961,096</u>
 Internal Service Fund:		
General Fund	<u>6,090,599</u>	<u>1,088</u>
 Total Interfund Receivables and Payables	<u><u>\$ 32,962,184</u></u>	<u><u>\$ 32,962,184</u></u>

General Fund receivables are mainly composed from amounts pending to be reimbursed from grantors for grant expenditures. Debt Service Fund receivable is from property tax collection to be reimbursed by General Fund. The amount due to Other Funds are for Fund 281 ESSER II to be reimbursed by Payroll Clearing Fund due to a TRS Adjustment and for Capital Project Funds for the Cigarroa Middle School, Tax Office and Health Clinic construction projects. The amount due to Internal Service Fund is due from health insurance contributions to be reimbursed by Payroll Clearing Fund.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

F. Interfund Balances and Activities (Continued)

2. Transfers To/From Other Funds

Transfers between the Special Revenue Funds, Capital Projects Funds, and the General Fund are to account for the district's local share of grant funds. Transfers to the Debt Service Fund are related to amounts to cover interest and principal on debt.

Interfund transfers for the year ended June 30, 2023 were as follows:

Transfer From	Transfer To	Amount	Purpose
General Fund	Capital Projects Fund	\$ 1,517,345	Transfer to cover for capital improvement projects.
General Fund	Ahtletics Fund	1,730,619	Transfer to cover athletic costs for the District.
General Fund	Dennis Nixon PAC Fund	585,971	Transfer to cover civic center costs for the District.
General Fund	E-Rate Fund	455,000	Transfer to cover local 10% share of grant and items ineligible for E-Rate.
		<u>\$ 4,288,935</u>	

G. Capital Assets

Capital asset activity for the year ended June 30, 2023 was as follows:

	Beginning Balances	Additions	Dispositions	Ending Balances
<u>Governmental activities:</u>				
Capital assets not being depreciated:				
Land	\$ 23,809,657	\$ -	\$ -	\$ 23,809,657
Construction in Progress	60,108,597	46,517,668	45,246,328	61,379,937
Total capital assets not being depreciated	83,918,254	46,517,668	45,246,328	85,189,594
Capital assets being depreciated:				
Buildings and Improvements	569,738,359	45,246,328	9,223,266	605,761,421
Furniture and Equipment	46,129,877	2,855,498	1,402,325	47,583,050
Total capital assets being depreciated	615,868,236	48,101,826	10,625,591	653,344,471
Less accumulated depreciation:				
Building and Improvements	245,172,484	19,049,254	2,982,655	261,239,083
Furniture and Equipment	35,310,250	2,751,762	1,394,792	36,667,220
Total accumulated depreciation	280,482,734	21,801,016	4,377,447	297,906,303
Total capital assets being depreciated, net	335,385,502	26,300,810	6,248,144	355,438,168
Governmental activities capital assets, net	<u>\$ 419,303,756</u>	<u>\$ 72,818,478</u>	<u>\$ 51,494,472</u>	<u>\$ 440,627,762</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

G. Capital Assets (Continued)

Depreciation was charged to the following functions as follows:

Instruction	\$ 14,517,791
Instruction Resources and Media Services	108,789
Curriculum & Instructional Staff Development	82,345
Instructional Leadership	313,879
School Leadership	520,772
Guidance, Counseling & Evaluation Services	326,849
Social Work Services	25,983
Health Services	140,169
Student (Pupil) Transportation	1,142,562
Food Services	359,985
Extracurricular Activities	352,109
General Administration	227,517
Plant Maintenance and Operations	1,096,004
Security and Monitoring Services	979,429
Data Processing Services	1,599,293
Community Services	7,540
Total Depreciation	<u>\$ 21,801,016</u>

H. Unearned Revenues

Unearned revenues at June 30, 2023 consisted of the following:

Major Governmental Funds:

General Fund	\$ 1,619,605
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Nonmajor Governmental Funds:

ESEA, Title III, Part A – English Lang. Acquisition	13,752
LEP Summer School	207,413
Instructional Materials Allotment	37,708
LEOSE	3,274
Equitable Sharing Program	206,312
Texas Mutual Grant	1,335
Strength Breakfast Grant	92,128

Total Nonmajor Governmental funds	<u>561,922</u>
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Total Governmental Funds	<u>2,181,527</u>
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Proprietary Fund:

Health Plan Internal Service Fund	<u>1,986,882</u>
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Total - All Funds	<u>\$ 4,168,409</u>
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LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

I. Long-Term Obligations

The District issues general obligation bonds for the governmental activities to provide funds for the acquisition and construction of major capital facilities. The bonds are supported by a pledge of the District's full faith and credit and require a levy and collection of taxes without limitation as to rate or amount on all property subject to taxation by the District sufficient in amount to pay the principal and interest on such bonds as they become due. The indentures also require that a Debt Service Fund be created and administered by the District solely for paying principal and interest when due.

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

Bonded indebtedness of the District reflected in the General Long Term Debt and current requirements for principal and interest expenditures are accounted for in the Debt Service Fund. Total principal amount of Tax Bond indebtedness cannot exceed 10 percent of the taxable assessed valuation of property in the School District.

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended June 30, 2023 are as follows:

Description	Rate Payable	Original Issue	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
<i>Unlimited Tax School Building Bonds, Series 2013:</i>							
Current Interest	4.00-5.00%	\$ 43,425,000	\$ 25,520,000	\$ -	\$ 2,675,000	\$ 22,845,000	\$ 2,810,000
<i>Unlimited Tax School Building Bonds, Series 2014:</i>							
Current Interest	4.00-5.00%	67,160,000	52,150,000	-	2,945,000	49,205,000	3,090,000
<i>Unlimited Tax School Refunding Bonds, Series 2014:</i>							
Current Interest	4.00%	11,310,000	11,310,000	-	-	11,310,000	-
Capital Appreciation	9.63-9.68%	22,690,000	16,587,232	1,466,540	3,625,000	14,428,772	1,555,000
<i>Unlimited Tax School Refunding Bonds, Series 2015:</i>							
Current Interest	2.00-5.00%	65,560,000	35,635,000	-	6,725,000	28,910,000	7,080,000
<i>Unlimited Tax School Building Bonds, Series 2018:</i>							
Current Interest	3.125-5.00%	90,375,000	86,140,000	-	2,280,000	83,860,000	2,390,000
<i>Unlimited Tax School Refunding Bonds, Series 2020:</i>							
Current Interest	4.00-5.00%	14,370,000	11,200,000	-	3,010,000	8,190,000	2,345,000
<i>Unlimited Tax School Refunding Bonds, Series 2021:</i>							
Current Interest	2.00-4.00%	4,515,000	4,450,000	-	1,135,000	3,315,000	1,025,000
<i>Unlimited Tax School Building Bonds, Series 2022:</i>							
Current Interest	4.00-5.00%	46,060,000	46,060,000	-	-	46,060,000	980,000
TOTALS		<u>\$ 365,465,000</u>	<u>\$ 289,052,232</u>	<u>\$ 1,466,540</u>	<u>\$ 22,395,000</u>	<u>\$ 268,123,772</u>	<u>\$ 21,275,000</u>

Interest paid on bonded indebtedness during the current year was \$13,747,949.

The following is a schedule of the required payments for these general obligation bonds:

**LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

I. Long-Term Obligations (Continued)

Year Ending June 30,	Principal	Capital Appreciation		Total
		Bond	Interest	
2024	\$ 21,275,000	\$ 1,898,009	\$ 13,795,825	\$ 36,968,834
2025	22,080,000	1,730,558	12,941,475	36,752,033
2026	18,750,000	1,570,053	12,119,800	32,439,853
2027	14,640,000	1,430,210	11,472,850	27,543,060
2028	15,220,000	1,299,942	10,882,350	27,402,292
2029-2033	70,295,000	-	30,418,081	100,713,081
2034-2038	40,055,000	-	17,925,625	57,980,625
2039-2043	37,930,000	-	9,030,475	46,960,475
2044-2048	19,950,000	-	1,574,875	21,524,875
	<u>\$ 260,195,000</u>	<u>\$ 7,928,772</u>	<u>\$ 120,161,356</u>	<u>\$ 388,285,128</u>

Capital Appreciation Bonds

The total accretion of discount on capital appreciation bonds that is included in the June 30, 2023 ending balance of \$268,123,772 is \$7,928,772

Defeased Bonds

In prior years, the District defeased certain general obligation bonds by placing the proceeds of the bonds in an irrevocable trust for all future debt service payments on the refunded bonds. Accordingly, liabilities for the defeased bonds are not included in the District's financial statements in the amount of \$123,006,785.

J. Changes in Long-Term Liabilities

Long-term liability activity for the governmental activities as of June 30, 2023, was as follows:

Description	Balance Outstanding 6/30/2022	Issued/Increase Current Year	Retired/Decrease Current Year	Balance Outstanding 6/30/2023	Amounts Due Within One Year
General Obligation Bonds	\$ 289,052,232	\$ 1,466,540	\$ 22,395,000	\$ 268,123,772	\$ 21,275,000
Bonds Premium Amortization - Net	36,353,738	-	3,588,156	32,765,582	3,588,156
Total Bonds Payable	<u>325,405,970</u>	<u>1,466,540</u>	<u>25,983,156</u>	<u>300,889,354</u>	<u>24,863,156</u>
Other Liabilities:					
SBITAs	-	1,656,251	564,631	1,091,620	557,375
Compensated Absences	4,192,444	-	1,200,938	2,991,506	375,663
Total Other Liabilities	<u>4,192,444</u>	<u>1,656,251</u>	<u>1,765,569</u>	<u>4,083,126</u>	<u>933,038</u>
Total Governmental Activities Long-term Liabilities	<u>\$ 329,598,414</u>	<u>\$ 3,122,791</u>	<u>\$ 27,748,725</u>	<u>\$ 304,972,480</u>	<u>\$ 25,796,194</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

J. Changes in Long-Term Liabilities (Continued)

General Operating Fund is used to liquidate the liability for compensated absences. Mainly the General Operating Fund will liquidate the net pension liability and net OPEB liability in future years. Note O and Note S disclose details on these liabilities.

K. Subscription Based Information Technology Agreements

The district has several existing arrangements and some new arrangements subject to the requirements of GASB 96. These agreements are categorized in the following groups - those related to the provision of assisting students and those used for administrative purposes. The district makes monthly or annual payments and the agreements are for varying terms. The SBITA liability is the present value of these payments using the district's incremental borrowing rate. The liability is amortized providing the principal and interest components of the payments over the SBITA term. The SBITA asset is measured as the SBITA Liability plus any capitalized expenditures/expenses incurred in the initial implementation stage. The SBITA asset is depreciated (amortized) using a straight-line depreciation method over the term of the SBITA arrangement. The district set a materiality threshold on SBITA arrangements at \$30,000.

Total Amount of the Subscription Assets and Accumulated Amortization:

	Terms in Months	Beginning Assets	Accumulated Amortization	Ending Balance
Governmental Funds:				
Educational Assistance for Students	24	\$ 224,875	\$ 112,437	\$ 112,438
Administrative Software	36-68	<u>1,431,376</u>	<u>453,606</u>	<u>977,770</u>
Total Governmental Activities		<u>\$ 1,656,251</u>	<u>\$ 566,043</u>	<u>\$ 1,090,208</u>

The SBITA Liabilities and Associated Principal and Interest Requirements:

	Interest Rates	Terms in Months	Beginning Liability	Subtractions	Ending Balance	Amounts Due Within One Year
Governmental Funds:						
Educational Assistance for Students	2.02%	24	\$ 224,875	\$ 113,572	\$ 111,303	\$ 111,303
Administrative Software	2.18%-2.52%	36-68	<u>1,431,376</u>	<u>451,059</u>	<u>980,317</u>	<u>446,072</u>
Total Governmental Activities			<u>\$ 1,656,251</u>	<u>\$ 564,631</u>	<u>\$ 1,091,620</u>	<u>\$ 557,375</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

K. Subscription Based Information Technology Agreements (Continued)

The future principal and interest SBITA arrangement payments as of fiscal year-end are as follows:

Governmental Funds:	Principal	Interest	Total Payments
<u>Year Ended June 30</u>			
2024	\$ 557,375	\$ 23,904	\$ 581,279
2025	473,454	11,713	485,167
2026	30,013	1,187	31,200
2027	30,778	422	31,200
Total Governmental Funds	<u>\$ 1,091,620</u>	<u>\$ 37,226</u>	<u>\$ 1,128,846</u>

Commitments and Impairments:

There were no additional commitments made before the commencement of the SBITA term(s). There were also no impairments nor modifications to be reported during this fiscal year.

L. Accumulated State Personal and Sick Leave Benefits

Buy back of accrued sick leave at retirement – The District buys back accrued unused sick leave from employees when they retire from the District with full benefits under the Teacher Retirement System. Buy back of accrued leave is at the rates established in the District's Local Policy. This one-time-only benefit is available to employees who have served at least ten consecutive years in the District; however, the plan applies also to employees who die while employed in the District, regardless of the length of their employment, with payment made to the designated beneficiary.

Rate for professional employees – A professional employee who retires meeting the eligibility criteria specified above shall be paid for accumulated leave up to a maximum of 40 days of state/personal leave, of which 5 days are at 100% daily base rate, 10 days at 75% daily base rate, and 25 days at 50% of the daily base rate of pay; in addition, 40 days of local sick leave are at \$100 per day.

Rate for para-professional and auxiliary employees – A paraprofessional or auxiliary employee who retires meeting the eligibility criteria specified above shall be paid for accumulated leave up to a maximum of 80 days of leave combination of state/personal plus local leave, of which the first 10 days are at 100% daily base rate, the next 15 days are at 75% daily base rate, and the next 55 days are at 50% of the daily base rate of pay.

As of June 30, 2023, the balance for the State Personal and Sick Leave is \$2,991,506. The estimated amount due within a year is \$375,663. The General Fund and Special Revenue Funds, if allowed, are expected to pay for these.

**LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

M. Major Sources of Revenue from Local and Intermediate Sources

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

	General Fund	Debt Service Fund	EDA 2022 Series	Governmental Funds	Total
Property Taxes	\$ 24,357,156	\$ 13,680,828	\$ -	\$ -	\$ 38,037,984
Penalties & Interest	489,478	220,434	-	-	709,912
Investment Income	4,101,643	742,251	1,838,821	2,014,759	8,697,474
Rental of Facilities & Insurance	10,508	-	-	46,753	57,261
Co-curricular	189,813	-	-	-	189,813
Webb County Permanent Fund	-	-	-	1,551,693	1,551,693
Miscellaneous	2,522,342	-	-	1,547,299	4,069,641
	<u>\$ 31,670,940</u>	<u>\$ 14,643,513</u>	<u>\$ 1,838,821</u>	<u>\$ 5,160,504</u>	<u>\$ 53,313,778</u>

N. Risk Financing Activities

The District is exposed to various risks of loss related to torts, theft, damage, or destruction of assets, errors and omissions, injuries to employees, and natural disasters. During fiscal year 2023, the District purchased commercial insurance to cover these risks. There were no significant reductions in coverage in the past fiscal year, and there were no settlements exceeding insurance coverage for each of the past three fiscal years.

Workers' Compensation

The District was self-insured for workers' compensation claims in fiscal years 2002, 2003, and 2004. The following liabilities reported are based on the reserves that were earmarked through June 30, 2023. These reserves are estimates based on client's current medical condition and medical plan but may change as client's condition changes in either a positive or negative manner. Laredo ISD has partnered with Broadspire to manage the historical claims for clients. Broadspire will continue to perform the daily management of the client's medical treatment plan. Laredo ISD shall oversee the medical expenses periodically through client review on at least a quarterly basis to ensure efficient and effective expenditures. The medical expenditures of the client are based on client's current health but can change dependent on client's health. The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. The District accounts for claim payments in the General Fund.

A summary of the workers' compensation claims aggregate for prior and current year is presented below:

Year	Beginning of Fiscal Year Liability	Current Year Claims &/or changes in Estimate	Claims Payments	Balance at Fiscal Year-End
2021-2022	\$51,384	-	\$3,626	\$47,758
2022-2023	\$47,758	-	\$2,692	\$45,066

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

N. Risk Financing Activities (Continued)

Health Care Coverage

The District is self-funded with Blue Cross Blue Shield of Texas (BCBSTX) acting as the health plan administrator. The District maintains both aggregate and individual stop-loss coverage for catastrophic losses. The stop loss contracts renew on a calendar year basis. From 1/1/23 through 12/31/23 the individual stop loss deductible was \$250,000 per individual.

The District contributed \$575.00 for all Teacher Retirement System (TRS) qualified employees towards the cost of participation in the Preferred Provider Organization (PPO) medical plan program from 1/1/2023 through 12/31/2023.

The District offered three (3) benefit plan options: Silver, Gold PPO, Gold HMO, (1/1/2023-12/31/2023) as well as four (4) tier coverage levels (Employee Only, Employee & Spouse, Employee & Children, Employee & Family) within each option. The District complies with all federal law and state laws, mandates or requirements in the administration and offering of its health plan.

The District's self-funded approach to financing its health plan has been very efficient and successful in that the District has been able to provide employees different choices of plans and levels of benefits, which comply with the TRS Comparability Program. Employee participation in the District's medical plan is at 2,596 employees as of June 30, 2023. Upon review by TRS, via the mandatory comparability reporting requirements, it was determined that the District satisfied all of the reporting requirements of the Education code for the ongoing required comparability study. It was determined that our District makes available to all employees group health coverage that is comparable to the basic health coverage provided to state employees under the Texas Employees Uniform Group Insurance Benefits Act. The Health Plan Internal Service Fund reports a liability of \$847,780 as of June 30, 2023.

Medicare Part D. The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, which was effective January 1, 2006, established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare Part D allows for the Texas Public School Retired Employee Group Insurance Program (TRS-Care) to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. In accordance with GASB Statement No. 24, the District has recognized as revenues and expenditures, contributions made by the State to TRS on-behalf of the district's employees. For the year ended June 30, 2023, the state made contributions of \$748,627 related to on-behalf Medicare Part D payments. These revenues equal expenditures and are reflected in the fund financial statements for the General Fund.

The claims for the health insurance liability of \$847,780 reported in the Health Plan Internal Service Fund at June 30, 2023 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 at the date of the financial statements and the amount of the loss can be reasonably estimated.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

N. Risk Financing Activities (Continued)

Changes in the Fund's claims liability amounts are as follows:

	2022	2023
Beginning of the year liability	\$ 1,720,639	\$ 2,224,395
Current year claims	21,386,121	28,081,347
Changes in estimates	943,592	(9,216,756)
Claims payments	<u>(21,825,957)</u>	<u>(20,241,206)</u>
End of year liability	<u>\$ 2,224,395</u>	<u>\$ 847,780</u> ¹

¹Claim liabilities are due within one year of the date of net position.

O. Defined Benefit Pension Plan

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). It is a defined benefit pension plan established and administered in accordance with the Texas Constitution, Article XVI, Section 67 and Texas Government Code, Title 8, Subtitle C. The pension trust fund is a qualified pension trust under Section 401(a) of the Internal Revenue Code. The Texas Legislature establishes benefits and contribution rates within the guidelines of the Texas Constitution. The pension's Board of Trustees does not have the authority to establish or amend benefit terms.

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

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

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

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

O. Defined Benefit Pension Plan (Continued)

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

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

Employee contribution rates are set in state statute, Texas Government Code 825.402. The TRS Pension Reform Bill (Senate Bill 12) of the 86th Texas Legislature amended Texas Government Code 825.402 for member contributions and increased employee and employer contribution rates for fiscal years 2020 through 2025. Contribution Rates can be found in the TRS 2022 ACFR, Note 11, on page 85.

Contribution Rates		
	<u>2022</u>	<u>2023</u>
Member	8.00%	8.00%
Non-Employer Contributing Entity (State)	7.75%	8.00%
Employers	7.75%	8.00%
Current Fiscal Year Employer Contributions		\$9,180,616
Current Fiscal Year Member Contributions		\$14,312,482
2022 NECE On-Behalf Contributions		\$7,336,179

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, 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

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

O. Defined Benefit Pension Plan (Continued)

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.

- The District shall contribute 1.7% of the member's salary beginning in fiscal year 2022, gradually increasing to 2% in fiscal year 2025.
- When employing a retiree of the Teacher Retirement System, the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.

Actuarial Assumptions. The total pension liability in the August 31, 2021 actuarial valuation was determined using the following actuarial assumptions: *Actuarial Assumptions can be found in the 2022 TRS ACFR, Note 11 page 87.*

Valuation Date	August 31, 2021 rolled forward to August 31, 2022
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Fair Value
Single Discount Rate	7.00%
Long-term expected Investment Rate of Return	7.00%
Inflation	2.30%
Municipal Bond Rate as of August 2022 ¹	3.91%
Salary Increases Including Inflation	2.95% to 8.95%
Last yr. ending Aug 31 in Projection Period (100 yrs.)	2121
Ad hoc Post Employment Benefit Changes	None

¹Source 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."

The actuarial methods and assumptions are used in determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2021. For a full description of these assumptions please see the actuarial valuation report dated November 12, 2021.

The active mortality rates were based on 90% of the RP-2014 Employee Mortality Tables for males and females. The post-retirement mortality rates for healthy lives were based on the 2018 TRS of Texas Healthy Pensioner Mortality Tables. The rates were projected on a fully generational basis using the ultimate improvement rates from mortality projection scale MP-2018.

Discount Rate. A single discount rate of 7.00% was used to measure the total pension liability. The single discount rate was based on the expected rate of return on plan investments of 7.00%. The projection of cash flows used to determine this single discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the legislature during the 2019 session. It is assumed that future employer and state contributions will be 8.50% of payroll in fiscal year 2020 gradually increasing to 9.55% of payroll over the next several years. This includes all employer and state contributions for active and rehired retirees.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

O. Defined Benefit Pension Plan (Continued)

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

The long-term rate of return on pension plan investments is 7.00%. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in the Systems target asset allocation as of August 31, 2022 (see page 54 of the TRS ACFR) are summarized below:

Asset Class	FY 2022 Target Allocation ¹	Long-Term Expected Arithmetic Real Rate of Return ²	Expected Contribution to Long-Term Portfolio Returns
Global Equity			
U.S.	18.0%	4.60%	1.12%
Non-U.S. Developed	13.0%	4.90%	0.90%
Emerging Markets	9.0%	5.40%	0.75%
Private Equity	14.0%	7.70%	1.55%
Stable Value			
Government Bonds	16.0%	1.00%	0.22%
Absolute Returns	0.0%	3.70%	0.00%
Stable Value Hedge Funds	5.0%	3.40%	0.18%
Real Return			
Real Estate	15.0%	4.10%	0.94%
Energy, Natural Resources & Infrastructure	6.0%	5.10%	0.37%
Commodities	0.0%	3.60%	0.00%
Risk Parity			
Risk Parity	8.0%	4.60%	0.43%
Leverage			
Cash	2.0%	3.00%	0.01%
Asset Allocation Leverage	-6.0%	3.60%	-0.05%
Inflation Expectation			2.70%
Volatility Drag ³			-0.91%
Total	100%		8.19%

¹Target allocations are based on the FY2022 policy model.

²Capital Market Assumptions come from Aon Hewitt (as of 08/31/2022)

³The volatility drag results from the conversion between arithmetic and geometric mean returns.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

O. Defined Benefit Pension Plan (Continued)

Discount Rate Sensitivity Analysis. The following table presents the Net Pension Liability of the plan using the discount rate of 7.00%, and what the net pension liability would be if it were calculated using a discount rate that is 1% point lower (6.00%) or one percentage point higher (8.00%) than the current rate. *The discount rate can be found in the 2022 TRS ACFR, Note 11, page 87.*

	1% Decrease in Discount Rate (6.00%)	Discount Rate (7.00%)	1% Increase in Discount Rate (8.00%)
District's proportionate share of the Net Pension Liability:	\$197,236,306	\$126,789,447	\$ 69,688,961

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2023, the District reported a liability of \$126,789,447 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	\$ 126,789,447
State's proportionate share that is associated with District	93,335,296
Total	<u>\$ 220,124,743</u>

The District utilizes funds based on employee assignments to liquidate the Pension liability through employer contributions in the payroll process. The majority of the liability is paid from General Fund and the remaining is from various federal/state grants.

The net pension liability was measured as of August 31, 2022 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer's proportion of the net pension liability was based on the employer's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2021 thru August 31, 2022.

At August 31, 2022 the employer's proportion of the collective net pension liability was 0.2135673556% which was a increase of 0.0625190959% from its proportion measured as of August 31, 2021.

Changes since the Prior Actuarial Valuation. There were no changes in assumptions since the prior measurement date.

For the year ended June 30, 2023, the District recognized pension expense of \$26,359,834 and revenue of \$8,921,796 for support provided by the State.

At June 30, 2023, 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:

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

O. Defined Benefit Pension Plan (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 1,838,437	\$ 2,764,250
Changes in actuarial assumptions	23,625,000	5,888,010
Difference between projected and actual investment earnings	12,526,391	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	22,747,783	2,183,293
Total as of August 31, 2022 measurement date	\$ 60,737,611	\$10,835,553
Contributions paid to TRS subsequent to the measurement date	7,120,704	-
Total	\$ 67,858,315	\$ 10,835,553

The net amounts of the employer's other balances of deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	Pension Expense Amount
2024	\$ 12,073,686
2025	8,256,053
2026	5,287,793
2027	19,006,754
2028	5,277,772
Thereafter	-

P. Construction Commitments

As of June 30, 2023, the District was obligated under the terms of various agreements for the construction of the following projects:

	Contract Amount	Paid to Date	Commitment Balance Remaining	Retainage Payable Amount
New Construction/Improvements	\$ 90,381,433	\$ 41,420,409	\$ 48,961,024	\$ 3,112,175
Environmental Services	913,643	258,636	655,007	-
Architect Services	2,310,052	806,547	1,503,505	-
Total	<u>\$ 93,605,128</u>	<u>\$ 42,485,592</u>	<u>\$ 51,119,536</u>	<u>\$ 3,112,175</u>

Q. Commitments and Contingencies

1. Contingencies

The District participates in 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, refunds of any money received may be required and the collection of any related receivable may be impaired. In the opinion of the District, there are no significant contingent

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

Q. Commitments and Contingencies (Continued)

liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying basic financial statements for such contingencies.

2. Litigation

The District is a defendant in legal proceedings relating to its operations as a school district. In the best judgment of the District's management, the outcome of any present legal proceedings will not have any material adverse effect on the financial condition of the district. Accordingly, no provision for losses has been recorded in the accompanying financial statements for such contingencies.

R. Fund Balance

Minimum fund balance policy. The Board of Trustees has adopted a financial policy to maintain a minimum level of unassigned fund balance in the general fund. The target level is set at two months of general fund operations costs. This amount would be determined by first adding budgeted operations and maintenance costs plus debt service requirements. This total would be divided by 12 and then multiplied by two months operating costs requirements. This amount is intended to provide fiscal stability when economic downturns and other unexpected events occur. To achieve or maintain this goal, the Superintendent and Assistant Superintendent for Finance and Business Services are instructed to follow a financial plan. The policy provides for actions to implement this financial plan.

As of June 30, 2023, the District has classified its Committed and Assigned Fund Balances as follows:

	General Funds	Nonmajor Funds	Total Governmental Funds
<u>Committed Fund Balance</u>			
<i>Other Committed Fund Balance</i>			
E-Rate projects	\$ 1,626,292	\$ -	\$ 1,626,292
Secondary band instruments	7,713	-	7,713
Secondary Marachi / Orchestra supplies	21,183	-	21,183
Disaster Pennies projects	8,894,991	-	8,894,991
Campus activity funds	-	361,218	361,218
<i>Total Other Committed Fund Balance</i>	<u>\$10,550,179</u>	<u>\$ 361,218</u>	<u>\$ 10,911,397</u>
<u>Assigned Fund Balance</u>			
<i>Other Assigned Fund Balance</i>			
Incentive hoodies	\$ 80,000	\$ -	\$ 80,000
Cheerleader floor mats for Secondary schools	17,200	-	17,200
URI Disaster Pennies projects	2,113,772	-	2,113,772
Land and Building Acquisitions	2,149,641	-	2,149,641
Budget Reserve	14,250,000	-	14,250,000
Capital Improvement Plan	1,500,000	-	1,500,000
District-Wide Projects	2,878,026	23,863	2,901,889
<i>Total Other Assigned Fund Balance</i>	<u>\$22,988,639</u>	<u>\$ 23,863</u>	<u>\$ 23,012,502</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

S. Defined Other Post-Employment Benefit Plans

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

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

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

Benefits Provided. TRS-Care health insurance coverage to retirees from public schools, charter schools, regional education service centers and other educational districts who are members of the TRS pension plan. Optional dependent coverage is available for an additional fee.

Eligible non-Medicare retirees and their dependents may enroll in TRS-Care Standard, a high-deductible health plan. Eligible Medicare retirees and their dependents may enroll in the TRS-Care Medicare Advantage medical plan and the TRS-Care Medicare Rx prescription drug plan. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system. There are no automatic post-employment benefit changes; including automatic COLAs.

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

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

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

Texas Insurance Code, section 1575.202 establishes the state's contribution rate which is 1.25% of the employee's salary. Section 1575.203 establishes the active employee's rate which is .65% of pay. Section 1575.204 establishes an employer contribution rate of not less than 0.25% or not more than 0.75% of the

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

S. Defined Other Post-Employment Benefit Plans (Continued)

salary of each active employee of the district. 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.

<u>Contribution Rates</u>	
	<u>2023</u>
Active Employee	0.65%
Non-Employer Contributing Entity (State)	1.25%
Employers	0.75%
Federal/private Funding remitted by Employers	1.25%
Current Fiscal Year Employer Contributions	\$ 2,030,577
Current Fiscal Year Member Contributions	\$ 1,162,890
2022 NECE On-behalf Contributions	\$ 2,683,385

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

TRS-Care received supplemental appropriations from the State of Texas as the Non-Employer Contributing Entity in the amount of \$83 million in fiscal year 2022 from the Federal Rescue Plan Act (ARPA) to help defray Covid-19 related health care costs during fiscal year 2022.

Actuarial Assumptions

The actuarial valuation was performed as of August 31, 2021. Update procedures were used to roll forward the Total OPEB Liability to August 31, 2022. The actuarial valuation was determined using the following actuarial assumptions: Actuarial Assumptions can be found in the 2022 TRS ACFR, Note 9, page 77.

The actuarial valuation of the OPEB plan offered through TRS-Care is similar to the actuarial valuation performed for the pension plan, except that the OPEB valuation is more complex. The demographic assumptions were developed in experience study performed for TRS for the period ending August 31, 2017. The following assumptions and other inputs used for members of TRS-Care are based on an established pattern of practice and are identical to the assumptions used in the August 31, 2021, TRS pension actuarial valuation that was rolled forward to August 31, 2022:

- Rates of Mortality
- Rates of Retirement
- Rates of Termination
- Rates of Disability
- General Inflation
- Wage Inflation

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

S. Defined Other Post-Employment Benefit Plans (Continued)

The active mortality rates were based on 90 percent of the RP-2014 Employee Mortality Tables for males and females. 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 mortality projection scale MP-2018.

Additional Actuarial Methods and Assumptions:

Valuation Date	August 31, 2021, rolled forward to August 31, 2022
Actuarial Cost Method	Individual Early Age Normal
Inflation	2.30%
Single Discount Rate ¹	3.91% as of August 31, 2022
Aging Factors	Based on plan specific experience
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claims costs.
Projected Salary Increases ²	3.05% to 9.05%
Healthcare Trend Rates ³	7.25% to 8.25%
Election Rates	Normal Retirement: 62% participation prior to age 65 and 25% participation after age 65.
Ad hoc post-employment benefit changes	None

¹There was an increase of 1.96% from the previous year. Because the plan is pay-as-you-go plan, the single discount rate is equal to the prevailing municipal bond rate.

²Includes Inflation increases

³Initial trend rates were 8.25% for Medicare retirees and 7.25% for non-Medicare retirees. Initial prescription drug trend rate of 8.25% for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.25% over a period of 13 years.

Discount Rate. A single discount rate of 3.91% was used to measure the total OPEB liability. There was an increase of 1.96% in the discount rate since the previous year. *The Discount Rate can be found in the 2022 TRS ACFR on page 77.* Because the plan is essentially a “pay-as-you-go” plan, the single discount rate is equal to the prevailing municipal bond rate. The projection of cash flows used to determine the discount rate assumed that contributions from active members and those of the contributing employers and the non-employer contributing entity are made at the statutorily required rates. Based on those assumptions, the OPEB plan’s fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, the municipal bond rate was used for the long-term rate of return and was applied to all periods of projected benefit payments to determine the total OPEB liability.

The source of the municipal bond rate is the Fidelity “20-Year Municipal GO AA Index” as of August 31, 2022 using the Fixed-Income Market Data/Yield Curve/ Data Municipal bonds with 20 years to maturity that included only federally tax-exempt municipal bonds.

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

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

S. Defined Other Post-Employment Benefit Plans (Continued)

	1% Decrease in Discount Rate (2.91%)	Current Single Discount Rate (3.91%)	1% Increase in Discount Rate (4.91%)
District's proportionate share of the Net OPEB Liability:	\$75,612,824	\$64,128,701	\$54,825,087

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs. At June 30, 2023, the District reported a liability of \$64,128,701 for its proportionate share of the TRS's Net OPEB Liability. This liability reflects a reduction for State OPEB support provided to the District. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the collective net OPEB liability	\$64,128,701
State's proportionate share that is associated with District	78,226,940
Total	<u>\$142,355,641</u>

Healthcare Cost Trend Rates Sensitivity Analysis. The net OPEB liability was measured as of August 31, 2020 and rolled forward to August 31, 2022 and the Total OPEB Liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The employer's proportion of the Net OPEB Liability was based on the employer's contributions to the OPEB relative to the contributions of all employers to the plan for the period September 1, 2021 thru August 31, 2022.

At August 31, 2022, the employer's proportion of the collective net OPEB liability was 0.2678277921%, which was an increase of 0.0650538520% from its proportion measured as of August 31, 2021.

The following presents the impact of the Net OPEB Liability if a healthcare trend rate that is 1% less than and 1% greater than the health trend rates assumed.

	1% Decrease in Healthcare Trend Rate	Current Single Healthcare Trend Rate	1% Increase in Healthcare Trend Rate
District's proportionate share of the Net OPEB Liability:	\$52,842,338	\$64,128,701	\$78,760,017

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

S. Defined Other Post-Employment Benefit Plans (Continued)

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

These can be found in the 2022 TRS ACFR on page 77.

- The discount rate changed from 1.95% as of August 31, 2021 to 3.91% as of August 31, 2022. This change increased the TOL.

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

For the year ended June 30, 2023, the District recognized OPEB expense of (\$16,215,374) and revenue of (\$11,101,034) for support provided by the State.

At June 30, 2023, 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	\$ 3,565,329	\$ 53,424,964
Changes in actuarial assumptions	9,768,071	44,552,806
Difference between projected and actual investment earnings	191,022	-
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	35,449,140	5,205,101
Contributions paid to TRS subsequent to the measurement date	1,566,800	
Total	\$ 50,540,362	\$ 103,182,871

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 ended June 30:	OPEB Expense Amount
2024	(\$12,071,368)
2025	(\$12,070,676)
2026	(\$9,351,189)
2027	(\$5,669,489)
2028	(\$7,046,609)
Thereafter	(\$7,999,978)

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

T. Shared Service Arrangements

The Laredo Independent School District (LISD) participates in the Regional Day School Program for the Deaf (RDSPD), a shared service arrangement with school districts: United Independent School District (UISD), Jim Hogg County Independent School District (JHCISD), and Webb Consolidated Independent School District (WCISD). The District is acting as the fiscal agent for the parties involved. The purpose of the Laredo Independent School District RDSPD is to serve students who are auditory impaired and between the ages of 0 and 21. Funding for the LISD RDSPD is provided by TEA and by the member Districts. Revenue from the respective member Districts is presented below:

LISD	\$ 187,270
UISD	732,000
JHCISD	24,000
WCISD	<u>16,000</u>
	<u>\$ 959,270</u>

As a fiscal agent, LISD RDSPD is responsible for reporting all financial activities of the shared service arrangement. The District accounts for the activity in Special Revenue Fund 435.

U. Special Item

The Laredo ISD Board of Trustees approved the guaranteed maximum price of the administrative building and the Raymond and Tirza Martin High Multipurpose Building during fiscal year 2019 and 2020 respectively.

The old structures were demolished and costs were incurred. The remaining values of the property, net of accumulated depreciation, in the amount of \$ 6,240,611 were written off. This involved removing the asset and the accumulated depreciation from the general ledger and recognized the loss in demolition as a special item.

V. Subsequent Event

In July 2023, the District issued \$19,130,000 Unlimited Tax Refunding Bonds, Series 2023. Proceeds from the sale of the Bonds were utilized to refund Unlimited Tax School Building Bonds, Series 2013. This refunding resulted in a savings amount of \$908,906.

**REQUIRED SUPPLEMENTARY
INFORMATION**

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023

Data Control Codes		Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
		Original	Final		
REVENUES:					
5700	Total Local and Intermediate Sources	\$ 27,540,457	\$ 31,361,787	\$ 31,670,940	\$ 309,153
5800	State Program Revenues	170,518,144	181,939,021	184,915,299	2,976,278
5900	Federal Program Revenues	26,810,000	29,766,019	29,301,733	(464,286)
5020	Total Revenues	224,868,601	243,066,827	245,887,972	2,821,145
EXPENDITURES:					
Current:					
0011	Instruction	105,676,926	113,193,200	105,795,641	7,397,559
0012	Instructional Resources and Media Services	4,388,876	4,812,399	4,432,483	379,916
0013	Curriculum and Instructional Staff Development	1,648,309	1,849,736	1,296,249	553,487
0021	Instructional Leadership	4,148,663	4,387,822	4,227,032	160,790
0023	School Leadership	15,727,855	15,966,188	15,525,191	440,997
0031	Guidance, Counseling, and Evaluation Services	7,571,038	7,880,738	7,465,095	415,643
0032	Social Work Services	1,815,636	1,956,834	1,713,106	243,728
0033	Health Services	2,680,779	2,840,574	2,469,414	371,160
0034	Student (Pupil) Transportation	4,254,226	5,793,368	5,335,287	458,081
0035	Food Services	21,358,017	22,618,728	21,043,974	1,574,754
0036	Extracurricular Activities	8,463,612	10,427,950	6,581,564	3,846,386
0041	General Administration	9,463,815	9,947,940	8,982,731	965,209
0051	Facilities Maintenance and Operations	25,447,552	27,356,570	24,216,841	3,139,729
0052	Security and Monitoring Services	5,437,216	6,762,621	4,938,621	1,824,000
0053	Data Processing Services	5,195,104	8,904,267	5,965,970	2,938,297
0061	Community Services	436,788	442,968	240,401	202,567
Debt Service:					
0071	Principal on Long-Term Liabilities	-	1,438,603	451,059	987,544
0072	Interest on Long-Term Liabilities	-	3,100	3,100	-
Capital Outlay:					
0081	Facilities Acquisition and Construction	624,562	4,119,134	2,348,750	1,770,384
Intergovernmental:					
0095	Payments to Juvenile Justice Alternative Ed. Prg.	50,000	50,000	40,606	9,394
6030	Total Expenditures	224,388,974	250,752,740	223,073,115	27,679,625
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	479,627	(7,685,913)	22,814,857	30,500,770
OTHER FINANCING SOURCES (USES):					
7915	Transfers In	2,290,330	2,530,330	2,185,619	(344,711)
7949	Proceeds of SBIT As and Other Resources	-	6,641,131	1,431,376	(5,209,755)
8911	Transfers Out (Use)	(2,904,519)	(4,747,864)	(4,288,935)	458,929
7080	Total Other Financing Sources (Uses)	(614,189)	4,423,597	(671,940)	(5,095,537)
1200	Net Change in Fund Balances	(134,562)	(3,262,316)	22,142,917	25,405,233
0100	Fund Balance - July 1 (Beginning)	80,397,507	80,397,502	80,397,502	-
3000	Fund Balance - June 30 (Ending)	\$ 80,262,945	\$ 77,135,186	\$ 102,540,419	\$ 25,405,233

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2023

A. Budgetary Information

The Board of Trustees adopts an "appropriated budget" for the General Fund, Debt Service Fund and the Food Service Fund (which is included in the General Fund). The District is required to present the adopted and final amended budgeted revenues and expenditures for each of these funds. The District compares the final amended budget to actual revenues and expenditures. The General Fund Budget report appears in Exhibit G-1 in RSI and the other two reports are in Exhibit J2 and J3.

The following procedures are followed in establishing the budgetary data reflected in the general-purpose financial statements:

- 1) Prior to June 20 of the preceding fiscal year, the District prepares a budget for the next succeeding fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them.
- 2) A meeting of the Board is then called for the purpose of adopting the proposed budget. At least ten days' public notice of the meeting must be given.
- 3) Prior to July 1, the budget is legally enacted through passage of a resolution by the Board. Once a budget is approved, it can only be amended at the function and fund level by approval of a majority of the members of the Board. Amendments are presented to the Board at its regular meetings. Each amendment must have Board approval. As required by law, such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year-end. During the year, several amendments were necessary.
- 4) Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for the General Fund, General Fund – Food Service, and Debt Service Fund. The Food Service Fund is accounted in the general fund. A more detailed budget versus actual presentation for the Food Service Fund is reported as supplementary information to demonstrate legal compliance at the legal level of budgetary control.
- 5) Each annual budget is presented on the modified accrual basis of accounting which is consistent with accounting principles generally accepted in the United States of America. The budget was properly amended throughout the year by the Board. Expenditures may not legally exceed budgeted appropriations at the function level.
- 6) Each budget is controlled by the budget coordinator at the revenue and expenditure function/object level. Budgeted amounts are as amended by the Board. All budget appropriations lapse at year-end.
- 7) The Non-Major Special Revenue Funds, the ESSER III ARP Act, the EDA 2022 Series, and the Non-Major Capital Projects Funds adopt project-length budgets which do not correspond to the District's fiscal year. These funds are not legally required to adopt a budget, therefore budgetary comparison information is not presented.

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED JUNE 30, 2023

	FY 2023 Plan Year 2022	FY 2022 Plan Year 2021	FY 2021 Plan Year 2020
District's Proportion of the Net Pension Liability (Asset)	0.213567356%	0.15104826%	0.151587169%
District's Proportionate Share of Net Pension Liability (Asset)	\$ 126,789,447	\$ 38,466,646	\$ 81,186,995
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	93,335,296	51,009,846	121,402,966
Total	<u>\$ 220,124,743</u>	<u>\$ 89,476,492</u>	<u>\$ 202,589,961</u>
District's Covered Payroll	\$ 196,703,357	\$ 179,738,609	\$ 179,632,946
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	64.46%	21.40%	45.20%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.62%	88.79%	75.54%

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

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

FY 2020 Plan Year 2019	FY 2019 Plan Year 2018	FY 2018 Plan Year 2017	FY 2017 Plan Year 2016	FY 2016 Plan Year 2015	FY 2015 Plan Year 2014
0.158300035%	0.161228106%	0.157603622%	0.159388778%	0.1644294%	0.1020927%
\$ 82,289,307	\$ 88,743,863	\$ 50,393,148	\$ 60,230,649	\$ 58,123,604	\$ 27,270,373
115,594,823	127,332,071	77,759,695	94,490,295	91,324,939	78,764,172
<u>\$ 197,884,130</u>	<u>\$ 216,075,934</u>	<u>\$ 128,152,843</u>	<u>\$ 154,720,944</u>	<u>\$ 149,448,543</u>	<u>\$ 106,034,545</u>
\$ 169,037,866	\$ 166,820,641	\$ 163,525,595	\$ 160,736,603	\$ 156,283,905	\$ 146,636,889
48.68%	53.20%	30.82%	37.47%	37.19%	18.60%
75.24%	73.74%	82.17%	78.00%	78.43%	83.25%

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S CONTRIBUTIONS FOR PENSIONS
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR FISCAL YEAR 2023

	2023	2022	2021
Contractually Required Contribution	\$ 8,310,078	\$ 9,649,931	\$ 6,402,716
Contribution in Relation to the Contractually Required Contribution	(9,180,616)	(9,649,931)	(6,402,716)
Contribution Deficiency (Excess)	\$ (870,538)	\$ -	\$ -
District's Covered Payroll	\$ 178,910,491	\$ 196,327,648	\$ 179,838,424
Contributions as a Percentage of Covered Payroll	4.64%	4.92%	3.56%

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

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

2020	2019	2018	2017	2016	2015
\$ 6,189,516	\$ 4,591,757	\$ 5,431,403	\$ 5,165,135	\$ 5,064,178	\$ 4,868,826
(6,189,516)	(4,591,757)	(5,431,403)	(5,165,135)	(5,064,178)	(4,868,826)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 178,778,811	\$ 139,962,727	\$ 166,820,641	\$ 163,525,595	\$ 160,736,603	\$ 156,283,905
3.46%	3.28%	3.26%	3.16%	3.15%	3.12%

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED JUNE 30, 2023

	FY 2023 Plan Year 2022	FY 2022 Plan Year 2021	FY 2021 Plan Year 2020
District's Proportion of the Net Liability (Asset) for Other Postemployment Benefits	0.267827792%	0.20277394%	0.208204938%
District's Proportionate Share of Net OPEB Liability (Asset)	\$ 64,128,701	\$ 78,218,970	\$ 79,148,099
State's Proportionate Share of the Net OPEB Liability (Asset) Associated with the District	78,226,940	104,795,988	106,356,073
Total	<u>\$ 142,355,641</u>	<u>\$ 183,014,958</u>	<u>\$ 185,504,172</u>
District's Covered Payroll	\$ 196,680,135	\$ 179,712,273	\$ 179,632,946
District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	32.61%	43.52%	44.06%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	11.52%	6.18%	4.99%

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

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

<u>FY 2020</u> <u>Plan Year 2019</u>	<u>FY 2019</u> <u>Plan Year 2018</u>	<u>FY 2018</u> <u>Plan Year 2017</u>
0.212403655%	0.214778694%	0.211202855%
\$ 100,448,289	\$ 107,240,968	\$ 91,844,198
133,473,310	135,014,322	120,356,713
<u>\$ 233,921,599</u>	<u>\$ 242,255,290</u>	<u>\$ 212,200,911</u>
\$ 169,037,866	\$ 166,820,641	\$ 163,525,595
59.42%	64.29%	56.17%
2.66%	1.57%	0.91%

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S CONTRIBUTIONS FOR OTHER POSTEMPLOYMENT BENEFITS (OPEB)
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR FISCAL YEAR 2023

	2023	2022	2021
Contractually Required Contribution	\$ 1,889,836	\$ 2,118,430	\$ 1,584,476
Contribution in Relation to the Contractually Required Contribution	(2,030,577)	(2,118,430)	(1,584,476)
Contribution Deficiency (Excess)	\$ (140,741)	\$ -	\$ -
District's Covered Payroll	\$ 178,910,491	\$ 196,278,089	\$ 179,838,424
Contributions as a Percentage of Covered Payroll	1.06%	1.08%	0.88%

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

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

2020			2019		
2018					
\$	1,579,934	\$	1,246,004	\$	1,481,666
	(1,579,934)		(1,246,004)		(1,481,666)
\$	-	\$	-	\$	-
\$	178,778,811	\$	139,962,727	\$	166,820,988
	0.88%		0.89%		0.89%

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2023

A. TRS Pension

1. Changes of Benefit Terms

There were no changes of benefit terms that affected measurement of the Total Pension Liability during the measurement period.

2. Changes in Assumptions

There were no changes in assumptions since the prior measurement date.

B. TRS OPEB Plan

1. Changes of Benefit Terms

Change of Benefit Terms Since the Prior Measurement Date – There were no changes of benefit terms since the prior measurement period.

2. Changes in Assumptions

The following were changes to the actuarial assumptions or other inputs that affected measurement of Total OPEB Liability (TOL) since the prior measurement period:

1. The discount rate changed from 1.95 percent as of August 31, 2021, to 3.91 percent as of August 31, 2022. This change decreased the Total OPEB Liability.

COMBINING AND OTHER STATEMENTS

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds are used to account for resources restricted to specific purposes by a grantor or for purposes committed by the Board of Trustees. Federal financial assistance often is accounted for in a Special Revenue Fund. In most Special Revenue funds, unused balances are recorded as unearned revenue and carried forward to the succeeding fiscal year, provided the amount carried forward is within the limits established by the grantor. The District budgets for Special Revenue Funds as grants are awarded by the various grantors. The District uses project accounting for them in order to maintain integrity for the various sources of funds. These funds utilize the modified accrual basis of accounting and budgeting. Included in the District's Special Revenue Funds are:

206 ESEA, Title X, Part C - Homeless Education

Texas Education for Homeless Children and Youth (TEHCY), as reauthorized by Title IX, Part A, of the Every Student Succeeds Act (ESEA) facilitates the identification, enrollment, attendance and academic success of homeless children and youth by removing barriers and promote school stability for students experiencing homelessness.

211 ESEA, Title I, Part A – Improving Basic Programs

This fund classification is to provide supplemental resources to LEAs beyond local and state funds. The funds, based on specific formulas, flow at each level from the United States Department of Education (USDE) to each state education agency, (The Texas Education Agency (TEA) in Texas). The intent and purpose of Title I, Part A, is to provide-supplemental resources to LEA's to help schools with high concentrations of students from low-income families to provide high-quality education that will enable all children to meet the state student performance standards.

212 ESEA, Title I, Part C - Education of Migratory Children

This fund classification supports high quality education programs for migratory children and help ensure that migratory children who move among the states are not penalized in any manner by disparities among states in curriculum, graduation requirements, or state academic content and student academic achievement standards. The funds ensure that migratory children receive full and appropriate opportunities to meet the same challenging state academic achievement and support programs that help migrant students overcome the challenges of mobility, cultural and language barriers, social isolation, and other difficulties associated with a migratory lifestyle.

224 IDEA – B Formula

This fund classification is to be used to account, on a project basis, for funds granted to operate educational programs for children with disabilities.

225 IDEA – B Preschool

This fund classification is to be used to account, on a project basis, for funds granted for preschool children with disabilities.

226 IDEA – B Disc. (Deaf)

This fund classification is to be used to account for funds granted to provide special education and related services to children with disabilities ages 3-21 in a Regional Day School Program for the Deaf.

242 Summer Feeding Program, Texas Department of Agriculture (TDA)

This fund classification is to be used to account, on a project basis, for funds received from the Department of Human Services that are awarded for meals provided to the community based on the average number of daily participants. This fund should be used regardless of whether a school district's National School Breakfast and Lunch Program is accounted for in the General Fund (101), a Special Revenue Fund (240) or an Enterprise Fund (701).

NONMAJOR GOVERNMENTAL FUNDS

244 Perkins V Strengthening CTE 21st Century

This fund classification is to develop the academic, career, and technical skills of secondary students who enroll in CTE programs by assisting CTE students in meeting challenging academic and technical standards. Fund supports the preparation for high skill, high wage, or high demand occupations by promoting the integration of academic, career, and technical instruction that links secondary and postsecondary education for CTE students. Fund increases flexibility in providing services and activities designed to develop, implement, and improve CTE programs.

255 ESEA, Title II, Part A – Supporting Effective Instruction

This fund classification is to increase student achievement consistent with the challenging State academic standards and improve the quality and effectiveness of teachers, principals, and other school leaders. The funds increase the number of effective teachers, principals, and other school leaders who are effective in improving student academic achievement in schools and provide low-income and minority students' greater access to effective teachers, principals, and other school leaders. The intent of the funding is to support educators in their work to improve the overall quality of instruction and ensure equity of educational opportunity for all students.

263 Title III, Part A – ELA

This fund classification is to be used to account, on a project basis, for funds granted to improve the education of limited English proficient children, by assisting the children to learn English and meet challenging State academic content and student academic achievement standards.

274 College Now – Career Connected!

This fund classification is to be used to account for funds granted to increase the number of low-income students who are prepared to enter and succeed in postsecondary education. An entire cohort of students are served beginning no later than the seventh grade and followed through high school.

278 ARP Homeless I

This fund classification is to increase the school district capacity to identify, enroll, and provide wraparound services to address the unique needs of homeless children and youth due to the impact of COVID-19 pandemic.

280 ARP Homeless II

This fund classification is to increase the school district capacity to identify, enroll, and provide wraparound services to address the unique needs of homeless children and youth due to the impact of COVID-19 pandemic.

281 ESSER II CRRSA

The intent and purpose of the CRRSA Act of 2021, ESSER II funding is to prevent, prepare for, or respond to the COVID-19 pandemic, including its impact on the social, emotional, mental health, and academic needs of students.

282 ESSER III ARP Act

This fund classification is to be used to account for funds granted to safely reopen schools, sustain safe school operations, and address student's academic needs, social, emotional, and mental health resulting from the COVID-19 pandemic.

NONMAJOR GOVERNMENTAL FUNDS

284 IDEA – B Formula-ARP

This fund classification is to be used to account, on a project basis, for funds granted to operate educational programs for children with disabilities under the American Rescue Plan Act of 2021, to provide critical and unprecedented support to children, families and community in response to the COVID-19 pandemic.

285 IDEA – B Preschool-ARP

This fund classification is to be used to account, on a project basis, for funds granted for preschool children with disabilities under the American Rescue Plan Act of 2021, to provide critical and unprecedented support to children, families and community in response to the COVID-19 pandemic.

289 Other Federal Special Revenue Funds

These funds are to be used to account, on a project basis, for federally funded special revenue funds that have not been previously mentioned.

- 289-000 ESSA, Title IV, Part A – Student Support and Academic Enrichment
- 289-LSS Lone Star Stem Cycle 3 Year 1 Grant
- 289-LS3 Lone Star Stem Cycle 3 Year 3 Grant
- 289-FTS Farm to School Grant
- 289-NGC COVID-19 Public Health Workforce Supplemental Funding Grant

397 Advanced Placement Incentives

This fund classification is to be used to recognize and reward those students, teachers, and schools that successfully achieve the educational goals of the state. The subsidies and awards granted are for the purpose of promoting academic enhancement.

410 Instructional Materials Allotment

This fund classification is to be used to account, on a project basis, for funds awarded to school districts to purchase technological software, equipment, or textbooks that contribute to student learning, or to pay for training for educational personnel involved in the use of these materials.

429 Other State Special Revenue Funds

State funded special revenue funds not listed above are to be accounted for in this fund.

- 429-SEG Summer Career and Technical Education Grant
- 429-JET Jobs and Education for Texans Grant
- 429-RTR Read to Succeed Grant
- 429-CPT AP Computer Science Principles Grant
- 429-SPT 2022-2024 Silent Panic Alert
- 429-SST School Safety Standards Grant
- 429-DYS Dyslexia Funding Support Grant
- 429-3ES Expanding the 3E's Grant
- 429-000 LEOSE (Law Enforcement Officer Standards and Education)

NONMAJOR GOVERNMENTAL FUNDS

435 State Deaf

This fund classification is to be used by the fiscal agent of a shared services arrangement to account, on a project basis for funds allocated for staff and activities of the Regional Day School Program for the Deaf (RDSPD). These funds are not to be used to pay salaries of teachers with a teaching assignment other than deaf students in the RDSPD. State Deaf funds should not be used to pay the salary of teachers of American Sign Language as a foreign language at the junior high or high school level, as this is a course for regular education credit.

461 Campus Activity

This fund classification is to be used to account for transactions related to a principal's activity fund if the monies generated are not subject to recall by the school district's board of trustees into the General Fund.

482 Dr. Hochman Classroom Grant

This fund classification is to be used to account for awards granted to teachers on a need basis allowing purchases for educational materials and supplies.

483 Equitable Sharing Program

This fund classification is to be used to account, on a project basis, for funds awarded to the Laredo ISD Police Department for law enforcement investigations, training, equipment, travel, awareness, gang education and awareness programs.

484 OCDETF (Organized Crime Drug Enforcement Task Force) Grant

This fund classification is used to account, on a project basis, for funds granted to the Laredo ISD Police Department for overtime and/or other costs associated with law enforcement.

488 Advertising

This fund classification is to be used, on a project basis, to account for proceeds from advertising activities and to earmark the proceeds. Promote school projects and educational programs that directly benefit students.

490 Dennis Nixon Performing Arts Center

This fund classification is to be used to account for admission fees from the Aquatic Center, rental receipts from the auditorium and the disbursements for its operation and maintenance.

496 Marching Band Festival

This fund classification is to be used to account for band festival receipts and disbursements.

497 AEP Foundation Grant

This fund classification is to be used to account for funds awarded to Laredo ISD from the AEP Foundation Credits Count Grant. The AEP Foundation funds will support STEM exploration for students at three middle schools; readiness assessments for 9th and 10th graders; summer bridge program at Laredo College; dual credit college courses for 9th and 10th grade students; scholarships and books and professional development opportunities for faculty.

499 Locally Funded Special Revenue Funds

Locally funded special revenue funds not listed above are to be accounted in this fund.

- 499 Strength Breakfast Grant
- 499 Texas Mutual Grant

NONMAJOR GOVERNMENTAL FUNDS

616 Capital Projects Fund

This fund classification accounts for local revenues and expenditures related to construction and other capital asset acquisitions.

692 EDA Series 2018 Fund

This fund classification accounts for proceeds from sales of bonds and related interest earnings and expenditures related to construction, renovation, acquisition, and equipping facilities.

693 EDA Series 2022 Fund

This fund classification accounts for proceeds from sales of bonds and related interest earnings and expenditures related to construction, renovation, acquisition, and equipping facilities.

694 EDA Series 2014 Fund

This fund classification accounts for proceeds from sales of bonds and related interest earnings and expenditures related to construction, renovation, acquisition, and equipping facilities.

LAREDO INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

Data Control Codes		206 ESEA Title X, Pt.C Homeless	211 ESEA I, A Improving Basic Program	212 ESEA Title I Part C Migrant	224 IDEA - Part B Formula
ASSETS					
1110	Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
1240	Due from Other Governments	26,829	3,399,088	32,050	1,076,321
1260	Due from Other Funds	-	11	-	-
1290	Other Receivables	-	2,558	-	-
1410	Prepayments	-	-	-	-
1000	Total Assets	<u>\$ 26,829</u>	<u>\$ 3,401,657</u>	<u>\$ 32,050</u>	<u>\$ 1,076,321</u>
LIABILITIES					
2110	Accounts Payable	\$ -	\$ 13,688	\$ -	\$ -
2160	Accrued Wages Payable	-	1,483,821	14,811	432,591
2170	Due to Other Funds	26,829	1,904,148	17,239	643,730
2300	Unearned Revenue	-	-	-	-
2000	Total Liabilities	<u>26,829</u>	<u>3,401,657</u>	<u>32,050</u>	<u>1,076,321</u>
FUND BALANCES					
Nonspendable Fund Balance:					
3430	Prepaid Items	-	-	-	-
Restricted Fund Balance:					
3450	Federal or State Funds Grant Restriction	-	-	-	-
3470	Capital Acquisition and Contractual Obligation	-	-	-	-
3490	Other Restricted Fund Balance	-	-	-	-
Committed Fund Balance:					
3510	Construction	-	-	-	-
3545	Other Committed Fund Balance	-	-	-	-
Assigned Fund Balance:					
3590	Other Assigned Fund Balance	-	-	-	-
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
4000	Total Liabilities and Fund Balances	<u>\$ 26,829</u>	<u>\$ 3,401,657</u>	<u>\$ 32,050</u>	<u>\$ 1,076,321</u>

225 IDEA - Part B Preschool	226 IDEA - Part B Discretionary (Deaf)	242 Summer Feeding Program	244 Perkins V Strengthening CTE 21st Cent	255 ESEA II,A Supporting Effective Ins	263 Title III, A English Lang. Acquisition	274 College Now Career Connected	278 ESSER ARP Homeless I
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1,354	9,479	-	106,844	360,670	327,652	161,744	20,776
-	-	-	-	-	-	84	-
-	-	-	1,776	800	900	10,195	-
-	-	-	-	-	-	-	-
<u>\$ 1,354</u>	<u>\$ 9,479</u>	<u>\$ -</u>	<u>\$ 108,620</u>	<u>\$ 361,470</u>	<u>\$ 328,552</u>	<u>\$ 172,023</u>	<u>\$ 20,776</u>
\$ -	\$ -	\$ -	\$ 29,098	\$ 39,610	\$ -	\$ 1,903	\$ -
-	-	-	28,660	176,305	103,962	44,362	-
1,354	9,479	-	50,862	145,555	210,838	125,758	20,776
-	-	-	-	-	13,752	-	-
<u>1,354</u>	<u>9,479</u>	<u>-</u>	<u>108,620</u>	<u>361,470</u>	<u>328,552</u>	<u>172,023</u>	<u>20,776</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 1,354</u>	<u>\$ 9,479</u>	<u>\$ -</u>	<u>\$ 108,620</u>	<u>\$ 361,470</u>	<u>\$ 328,552</u>	<u>\$ 172,023</u>	<u>\$ 20,776</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

Data Control Codes		280	281	284	285
		ESSER	ESSER II	IDEA B	IDEA B
		ARP	CRRSA Act	Formula	Preschool
		Homeless II	Supplemental	ARP Act	ARP Act
ASSETS					
1110	Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
1240	Due from Other Governments	17,161	973,903	169,820	14,404
1260	Due from Other Funds	-	964,993	-	-
1290	Other Receivables	-	-	-	-
1410	Prepayments	-	-	-	-
1000	Total Assets	<u>\$ 17,161</u>	<u>\$ 1,938,896</u>	<u>\$ 169,820</u>	<u>\$ 14,404</u>
LIABILITIES					
2110	Accounts Payable	\$ -	\$ -	\$ 2,217	\$ -
2160	Accrued Wages Payable	-	-	91	-
2170	Due to Other Funds	17,161	1,938,896	167,512	14,404
2300	Unearned Revenue	-	-	-	-
2000	Total Liabilities	<u>17,161</u>	<u>1,938,896</u>	<u>169,820</u>	<u>14,404</u>
FUND BALANCES					
Nonspendable Fund Balance:					
3430	Prepaid Items	-	-	-	-
Restricted Fund Balance:					
3450	Federal or State Funds Grant Restriction	-	-	-	-
3470	Capital Acquisition and Contractual Obligation	-	-	-	-
3490	Other Restricted Fund Balance	-	-	-	-
Committed Fund Balance:					
3510	Construction	-	-	-	-
3545	Other Committed Fund Balance	-	-	-	-
Assigned Fund Balance:					
3590	Other Assigned Fund Balance	-	-	-	-
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
4000	Total Liabilities and Fund Balances	<u>\$ 17,161</u>	<u>\$ 1,938,896</u>	<u>\$ 169,820</u>	<u>\$ 14,404</u>

289 Other Federal Special Revenue Funds	397 Advanced Placement Incentives	410 Instructional Materials Allotment	429 Other State Special Revenue Funds	435 SSA Regional Day School - Deaf	461 Campus Activity Funds	482 Dr. Hochman Classroom Grant	483 Equitable Sharing Program
\$ 87,097	\$ -	\$ 58,141	\$ -	\$ 790,675	\$ 436,434	\$ 3,565	\$ 267,259
281,560	-	-	565,054	95,806	-	-	-
-	-	544	-	22	-	-	-
13	-	-	207	-	1,509	-	-
-	-	-	-	-	-	-	-
<u>\$ 368,670</u>	<u>\$ -</u>	<u>\$ 58,685</u>	<u>\$ 565,261</u>	<u>\$ 886,503</u>	<u>\$ 437,943</u>	<u>\$ 3,565</u>	<u>\$ 267,259</u>
\$ 2,000	\$ -	\$ -	\$ 6,773	\$ -	\$ 762	\$ -	\$ 27,596
153,508	-	-	23,164	148,055	1,032	-	159
5,749	-	-	532,050	-	74,931	-	33,192
207,413	-	37,708	3,274	-	-	-	206,312
<u>368,670</u>	<u>-</u>	<u>37,708</u>	<u>565,261</u>	<u>148,055</u>	<u>76,725</u>	<u>-</u>	<u>267,259</u>
-	-	-	-	-	-	-	-
-	-	20,977	-	738,448	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	361,218	-	-
-	-	-	-	-	-	3,565	-
<u>-</u>	<u>-</u>	<u>20,977</u>	<u>-</u>	<u>738,448</u>	<u>361,218</u>	<u>3,565</u>	<u>-</u>
<u>\$ 368,670</u>	<u>\$ -</u>	<u>\$ 58,685</u>	<u>\$ 565,261</u>	<u>\$ 886,503</u>	<u>\$ 437,943</u>	<u>\$ 3,565</u>	<u>\$ 267,259</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

Data Control Codes		484	488	490	496
		OCDEF	Advertising	Dennis Nixon Performing Arts Center	Marching Band Festival
ASSETS					
1110	Cash and Cash Equivalents	\$ -	\$ 23,863	\$ 19,224	\$ 887
1240	Due from Other Governments	14,305	-	-	-
1260	Due from Other Funds	-	-	-	-
1290	Other Receivables	-	-	-	-
1410	Prepayments	-	-	-	-
1000	Total Assets	<u>\$ 14,305</u>	<u>\$ 23,863</u>	<u>\$ 19,224</u>	<u>\$ 887</u>
LIABILITIES					
2110	Accounts Payable	\$ -	\$ -	\$ 993	\$ -
2160	Accrued Wages Payable	887	-	18,231	-
2170	Due to Other Funds	13,418	-	-	-
2300	Unearned Revenue	-	-	-	-
2000	Total Liabilities	<u>14,305</u>	<u>-</u>	<u>19,224</u>	<u>-</u>
FUND BALANCES					
Nonspendable Fund Balance:					
3430	Prepaid Items	-	-	-	-
Restricted Fund Balance:					
3450	Federal or State Funds Grant Restriction	-	-	-	-
3470	Capital Acquisition and Contractual Obligation	-	-	-	-
3490	Other Restricted Fund Balance	-	-	-	-
Committed Fund Balance:					
3510	Construction	-	-	-	-
3545	Other Committed Fund Balance	-	-	-	-
Assigned Fund Balance:					
3590	Other Assigned Fund Balance	-	23,863	-	887
3000	Total Fund Balances	<u>-</u>	<u>23,863</u>	<u>-</u>	<u>887</u>
4000	Total Liabilities and Fund Balances	<u>\$ 14,305</u>	<u>\$ 23,863</u>	<u>\$ 19,224</u>	<u>\$ 887</u>

497 AEP Foundation Grant	499 Other Local Special Revenue Funds	Total Nonmajor Special Revenue Funds	616 Capital Projects Fund	692 EDA 2018 Series	694 EDA 2014 Series	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
\$ -	\$ 93,463	\$ 1,780,608	\$ 10,754,131	\$ 25,259,475	\$ 182,431	\$ 36,196,037	\$ 37,976,645
435,654	-	8,090,474	-	-	-	-	8,090,474
27	-	965,681	1,527,745	334,505	-	1,862,250	2,827,931
-	-	17,958	-	-	-	-	17,958
-	-	-	7,900	14,229	-	22,129	22,129
<u>\$ 435,681</u>	<u>\$ 93,463</u>	<u>\$ 10,854,721</u>	<u>\$ 12,289,776</u>	<u>\$ 25,608,209</u>	<u>\$ 182,431</u>	<u>\$ 38,080,416</u>	<u>\$ 48,935,137</u>
\$ -	\$ -	\$ 124,640	\$ 296,570	\$ 4,968,795	\$ 15,881	\$ 5,281,246	\$ 5,405,886
-	-	2,629,639	-	-	-	-	2,629,639
435,681	-	6,389,562	-	-	166,550	166,550	6,556,112
-	93,463	561,922	-	-	-	-	561,922
<u>435,681</u>	<u>93,463</u>	<u>9,705,763</u>	<u>296,570</u>	<u>4,968,795</u>	<u>182,431</u>	<u>5,447,796</u>	<u>15,153,559</u>
-	-	-	7,900	14,229	-	22,129	22,129
-	-	759,425	-	-	-	-	759,425
-	-	-	2,735,671	20,625,185	-	23,360,856	23,360,856
-	-	-	374,752	-	-	374,752	374,752
-	-	-	8,874,883	-	-	8,874,883	8,874,883
-	-	361,218	-	-	-	-	361,218
-	-	28,315	-	-	-	-	28,315
<u>-</u>	<u>-</u>	<u>1,148,958</u>	<u>11,993,206</u>	<u>20,639,414</u>	<u>-</u>	<u>32,632,620</u>	<u>33,781,578</u>
<u>\$ 435,681</u>	<u>\$ 93,463</u>	<u>\$ 10,854,721</u>	<u>\$ 12,289,776</u>	<u>\$ 25,608,209</u>	<u>\$ 182,431</u>	<u>\$ 38,080,416</u>	<u>\$ 48,935,137</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

Data Control Codes	206 ESEA Title X, Pt.C Homeless	211 ESEA I, A Improving Basic Program	212 ESEA Title I Part C Migrant	224 IDEA - Part B Formula
REVENUES:				
5700 Total Local and Intermediate Sources	\$ -	\$ 92	\$ -	\$ -
5800 State Program Revenues	-	-	-	-
5900 Federal Program Revenues	63,703	13,750,751	91,948	3,800,876
5020 Total Revenues	63,703	13,750,843	91,948	3,800,876
EXPENDITURES:				
Current:				
0011 Instruction	34,065	8,174,740	17,067	1,974,876
0012 Instructional Resources and Media Services	-	197,797	-	-
0013 Curriculum and Instructional Staff Development	1,166	1,682,404	579	-
0021 Instructional Leadership	28,237	416,492	68,982	347,527
0023 School Leadership	-	102,571	-	-
0031 Guidance, Counseling, and Evaluation Services	-	762,574	-	1,286,429
0032 Social Work Services	-	203,574	-	-
0033 Health Services	-	1,065,706	-	164,367
0034 Student (Pupil) Transportation	-	-	2,384	-
0035 Food Services	-	-	-	-
0036 Extracurricular Activities	-	-	-	27,451
0041 General Administration	-	-	-	-
0051 Facilities Maintenance and Operations	-	23,120	-	-
0052 Security and Monitoring Services	-	24,479	-	-
0053 Data Processing Services	-	176	-	-
0061 Community Services	235	1,097,210	2,936	226
Capital Outlay:				
0081 Facilities Acquisition and Construction	-	-	-	-
Intergovernmental:				
0093 Payments to Fiscal Agent/Member Districts of SSA	-	-	-	-
6030 Total Expenditures	63,703	13,750,843	91,948	3,800,876
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES):				
7915 Transfers In	-	-	-	-
1200 Net Change in Fund Balance	-	-	-	-
0100 Fund Balance - July 1 (Beginning)	-	-	-	-
3000 Fund Balance - June 30 (Ending)	\$ -	\$ -	\$ -	\$ -

225 IDEA - Part B Preschool	226 IDEA - Part B Discretionary (Deaf)	242 Summer Feeding Program	244 Perkins V Strengthening CTE 21st Cent	255 ESEA II,A Supporting Effective Ins	263 Title III, A English Lang. Acquisition	274 College Now Career Connected	278 ESSER ARP Homeless I
\$ -	\$ -	\$ 406	\$ -	\$ -	\$ 8,777	\$ -	\$ -
-	-	-	-	-	-	-	-
32,038	63,232	99,626	494,761	1,647,826	1,015,154	392,739	49,913
32,038	63,232	100,032	494,761	1,647,826	1,023,931	392,739	49,913
4,084	62,857	-	282,321	1,181,120	933,728	220,164	49,913
-	-	-	-	-	-	-	-
-	375	-	144,348	366,521	11,334	34,652	-
-	-	-	9,884	57,841	74,139	-	-
-	-	-	575	42,344	-	53,724	-
-	-	-	-	-	1,200	1,818	-
-	-	-	-	-	-	-	-
25,650	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	100,032	-	-	-	-	-
2,304	-	-	13,994	-	420	72,476	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	43,639	-	-	-	-
-	-	-	-	-	3,110	9,905	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
32,038	63,232	100,032	494,761	1,647,826	1,023,931	392,739	49,913
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

LAREDO INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

Data Control Codes	280 ESSER ARP Homeless II	281 ESSER II CRRSA Act Supplemental	284 IDEA B Formula ARP Act	285 IDEA B Preschool ARP Act
REVENUES:				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800 State Program Revenues	-	-	-	-
5900 Federal Program Revenues	122,430	7,913,099	419,942	36,499
5020 Total Revenues	122,430	7,913,099	419,942	36,499
EXPENDITURES:				
Current:				
0011 Instruction	-	5,855,683	300,909	7,929
0012 Instructional Resources and Media Services	-	69,103	-	-
0013 Curriculum and Instructional Staff Development	-	28,281	10,988	-
0021 Instructional Leadership	122,430	61,883	6,104	-
0023 School Leadership	-	264,290	-	-
0031 Guidance, Counseling, and Evaluation Services	-	113,490	32,543	-
0032 Social Work Services	-	47,805	-	-
0033 Health Services	-	2,035	58,348	28,570
0034 Student (Pupil) Transportation	-	104,381	-	-
0035 Food Services	-	312,148	-	-
0036 Extracurricular Activities	-	28,991	-	-
0041 General Administration	-	99,589	-	-
0051 Facilities Maintenance and Operations	-	743,300	-	-
0052 Security and Monitoring Services	-	102,893	-	-
0053 Data Processing Services	-	50,769	-	-
0061 Community Services	-	28,458	5,050	-
Capital Outlay:				
0081 Facilities Acquisition and Construction	-	-	-	-
Intergovernmental:				
0093 Payments to Fiscal Agent/Member Districts of SSA	-	-	6,000	-
6030 Total Expenditures	122,430	7,913,099	419,942	36,499
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES):				
7915 Transfers In	-	-	-	-
1200 Net Change in Fund Balance	-	-	-	-
0100 Fund Balance - July 1 (Beginning)	-	-	-	-
3000 Fund Balance - June 30 (Ending)	\$ -	\$ -	\$ -	\$ -

289 Other Federal Special Revenue Funds	397 Advanced Placement Incentives	410 Instructional Materials Allotment	429 Other State Special Revenue Funds	435 SSA Regional Day School - Deaf	461 Campus Activity Funds	482 Dr. Hochman Classroom Grant	483 Equitable Sharing Program
\$ -	\$ -	\$ 544	\$ -	\$ 772,000	\$ 739,677	\$ 4,215	\$ 1,988
-	-	298,275	682,784	187,270	-	-	-
1,344,492	-	-	-	-	-	-	117,108
1,344,492	-	298,819	682,784	959,270	739,677	4,215	119,096
752,211	1,377	298,275	571,990	899,081	84,330	3,987	-
-	-	-	37	-	18,134	-	-
165,756	-	-	5,000	-	525	-	-
3,774	-	-	-	-	-	-	-
1,219	-	-	-	-	22,816	-	-
38,862	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
100,063	-	-	-	-	491	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
7	-	-	34,972	-	321,594	-	-
-	-	-	-	-	9,678	-	-
233	-	-	-	-	1,590	-	-
282,367	-	-	70,785	-	12,278	-	119,096
-	-	-	-	-	-	-	-
-	-	-	-	-	267,164	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,344,492	1,377	298,275	682,784	899,081	738,600	3,987	119,096
-	(1,377)	544	-	60,189	1,077	228	-
-	-	-	-	-	-	-	-
-	(1,377)	544	-	60,189	1,077	228	-
-	1,377	20,433	-	678,259	360,141	3,337	-
\$ -	\$ -	\$ 20,977	\$ -	\$ 738,448	\$ 361,218	\$ 3,565	\$ -

LAREDO INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

Data Control Codes	484 OCDETF	488 Advertising	490 Dennis Nixon Performing Arts Center	496 Marching Band Festival
REVENUES:				
5700 Total Local and Intermediate Sources	\$ -	\$ 6,500	\$ 46,753	\$ 6,424
5800 State Program Revenues	-	-	-	-
5900 Federal Program Revenues	12,635	-	-	-
5020 Total Revenues	12,635	6,500	46,753	6,424
EXPENDITURES:				
Current:				
0011 Instruction	-	-	-	-
0012 Instructional Resources and Media Services	-	-	25,526	-
0013 Curriculum and Instructional Staff Development	-	-	-	-
0021 Instructional Leadership	-	-	-	-
0023 School Leadership	-	-	-	-
0031 Guidance, Counseling, and Evaluation Services	-	-	-	-
0032 Social Work Services	-	-	-	-
0033 Health Services	-	-	-	-
0034 Student (Pupil) Transportation	-	-	-	-
0035 Food Services	-	-	-	-
0036 Extracurricular Activities	-	6,181	-	3,874
0041 General Administration	-	-	68,044	-
0051 Facilities Maintenance and Operations	-	-	481,279	916
0052 Security and Monitoring Services	12,635	-	42,261	747
0053 Data Processing Services	-	-	-	-
0061 Community Services	-	-	15,614	-
Capital Outlay:				
0081 Facilities Acquisition and Construction	-	-	-	-
Intergovernmental:				
0093 Payments to Fiscal Agent/Member Districts of SSA	-	-	-	-
6030 Total Expenditures	12,635	6,181	632,724	5,537
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	-	319	(585,971)	887
OTHER FINANCING SOURCES (USES):				
7915 Transfers In	-	-	585,971	-
1200 Net Change in Fund Balance	-	319	-	887
0100 Fund Balance - July 1 (Beginning)	-	23,544	-	-
3000 Fund Balance - June 30 (Ending)	\$ -	\$ 23,863	\$ -	\$ 887

497 AEP Foundation Grant	499 Other Local Special Revenue Funds	Total Nonmajor Special Revenue Funds	616 Capital Projects Fund	692 EDA 2018 Series	694 EDA 2014 Series	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
\$ -	\$ 19,894	\$ 1,607,270	\$ 1,883,285	\$ 1,669,949	\$ -	\$ 3,553,234	\$ 5,160,504
-	-	1,168,329	-	-	-	-	1,168,329
-	-	31,468,772	-	-	-	-	31,468,772
-	19,894	34,244,371	1,883,285	1,669,949	-	3,553,234	37,797,605
-	13,665	21,724,372	-	-	-	-	21,724,372
-	-	310,597	-	-	-	-	310,597
-	-	2,451,929	-	-	-	-	2,451,929
-	-	1,197,293	-	-	-	-	1,197,293
-	-	487,539	-	-	-	-	487,539
-	-	2,236,916	-	-	-	-	2,236,916
-	-	251,379	-	-	-	-	251,379
-	-	1,445,230	-	-	-	-	1,445,230
-	-	106,765	-	-	-	-	106,765
-	6,229	418,409	-	-	-	-	418,409
-	-	512,264	-	-	-	-	512,264
-	-	177,311	-	-	-	-	177,311
-	-	1,250,438	-	-	-	-	1,250,438
-	-	667,541	-	-	-	-	667,541
-	-	94,584	-	-	-	-	94,584
-	-	1,429,908	-	-	-	-	1,429,908
-	-	-	5,604,627	34,388,929	-	39,993,556	39,993,556
-	-	6,000	-	-	-	-	6,000
-	19,894	34,768,475	5,604,627	34,388,929	-	39,993,556	74,762,031
-	-	(524,104)	(3,721,342)	(32,718,980)	-	(36,440,322)	(36,964,426)
-	-	585,971	1,517,345	-	-	1,517,345	2,103,316
-	-	61,867	(2,203,997)	(32,718,980)	-	(34,922,977)	(34,861,110)
-	-	1,087,091	14,197,203	53,358,394	-	67,555,597	68,642,688
\$ -	\$ -	\$ 1,148,958	\$ 11,993,206	\$ 20,639,414	\$ -	\$ 32,632,620	\$ 33,781,578

LAREDO INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 CUSTODIAL FUNDS
 JUNE 30, 2023

	865 Student Activity Funds	876 Back to School Prgm Donations	878 Donations	879 Scholarships	Total Custodial Funds
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$ 581,721	\$ 6,163	\$ 82,689	\$ 219,544	\$ 890,117
Total Assets	<u>581,721</u>	<u>6,163</u>	<u>82,689</u>	<u>219,544</u>	<u>890,117</u>
LIABILITIES					
Current Liabilities:					
Accounts Payable	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,600</u>	<u>1,600</u>
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,600</u>	<u>1,600</u>
NET POSITION					
Restricted for Scholarships	\$ -	\$ -	\$ -	\$ 217,944	\$ 217,944
Restricted for Individuals and Organizations	<u>581,721</u>	<u>6,163</u>	<u>82,689</u>	<u>-</u>	<u>670,573</u>
Total Net Position	<u><u>\$ 581,721</u></u>	<u><u>\$ 6,163</u></u>	<u><u>\$ 82,689</u></u>	<u><u>\$ 217,944</u></u>	<u><u>\$ 888,517</u></u>

LAREDO INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 CUSTODIAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2023

	865 Student Activity Funds	876 Back to School Prgm Donations	878 Donations	879 Scholarships	Total Total Custodial Funds
ADDITIONS:					
Contributions to Student Groups	\$ 168,377	\$ -	\$ -	\$ -	\$ 168,377
Miscellaneous Revenue - Student Activities	1,734,261	-	-	-	1,734,261
Earnings from Temporary Deposits	15,357	-	-	523	15,880
Contributions, Gifts and Donations	-	9,408	90,837	103,210	203,455
Total Additions	1,917,995	9,408	90,837	103,733	2,121,973
DEDUCTIONS:					
Professional and Contracted Services	491,920	1,250	30,300	-	523,470
Supplies and Materials	273,105	4,782	15,744	-	293,631
Other Deductions	1,160,328	115	28,079	56,473	1,244,995
Equipment and Software	-	-	1,699	-	1,699
Total Deductions	1,925,353	6,147	75,822	56,473	2,063,795
Change in Net Position	(7,358)	3,261	15,015	47,260	58,178
Net Position - July 1 (Beginning)	589,079	2,902	67,674	170,684	830,339
Net Position - June 30 (Ending)	\$ 581,721	\$ 6,163	\$ 82,689	\$ 217,944	\$ 888,517

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T.E.A. REQUIRED SCHEDULES

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
FISCAL YEAR ENDED JUNE 30, 2023

Last 10 Years	(1)	(2)	(3)
	Tax Rates		Assessed/Appraised Value for School Tax Purposes
	Maintenance	Debt Service	
2014 and prior years	Various	Various	\$ 2,092,889,779
2015	1.040000	0.370800	2,087,487,325
2016	1.040000	0.355500	2,032,433,349
2017	1.040000	0.349700	2,094,251,971
2018	1.040000	0.329700	2,197,965,855
2019	1.040000	0.426500	2,334,284,214
2020	0.970000	0.426500	2,445,512,710
2021	0.966400	0.426500	2,453,443,033
2022	0.942700	0.446500	2,539,576,280
2023 (School year under audit)	0.884600	0.499900	2,836,046,523
1000 TOTALS			

8000 Total Taxes Refunded Under Section 26.115, Tax Code

Column 10 + Column 20 - Column 31 - Column 32 + Column 40 = Column 50

Column 3 - Assessed /Appraised Value for School Tax Purposes: This is the net appraised value, after deductions of all exemptions, and tax freeze amounts and reductions provided by law and those granted by the district, based on Maintenance Requirements.

Column 20 - Current Year's Tax Levy: This amount is calculated by multiplying tax rate(s) times the applicable Assessed/Appraised Value(s) in column 3.

Column 31 & 32 - Total Collections: These are total collections net of adjustments described in column 40, according to each year of tax levy, which do NOT include penalty and interest.

Column 40 - Entire Year's Adjustments: Total adjustments include corrections for errors in taxes assessed, taxes lost due to tax freeze, and discounts allowed for early payment of taxes.

Column 50 - Ending Balances 6/30/23: This total agrees with Exhibit A-1, Balance Sheet, memorandum totals for current year, for Asset Code 1220 - Property Taxes Delinquent.

(10) Beginning Balance 7/1/2022	(20) Current Year's Total Levy	(31) Maintenance Collections	(32) Debt Service Collections	(40) Entire Year's Adjustments	(50) Ending Balance 6/30/2023
\$ 754,787	\$ -	\$ 72,663	\$ 13,857	\$ (9,399)	\$ 658,868
107,951	-	6,775	2,417	-	98,759
109,459	-	7,054	2,412	-	99,993
140,156	-	7,936	2,669	8	129,559
173,523	-	10,577	3,352	1,025	160,619
245,063	-	25,220	10,342	2,841	212,342
277,734	-	35,829	15,753	7,303	233,455
386,188	-	40,780	17,999	(62,745)	264,664
1,420,964	-	621,038	294,148	(106,608)	399,170
-	39,265,064	23,544,035	13,305,067	(696,905)	1,719,057
<u>\$ 3,615,825</u>	<u>\$ 39,265,064</u>	<u>\$ 24,371,907</u>	<u>\$ 13,668,016</u>	<u>\$ (864,480)</u>	<u>\$ 3,976,486</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,768</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CHILD NUTRITION PROGRAM
FOR THE YEAR ENDED JUNE 30, 2023

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 84,266	\$ 84,266	\$ 158,581	\$ 74,315
5800 State Program Revenues	100,000	100,000	66,590	(33,410)
5900 Federal Program Revenues	21,530,000	22,596,381	21,513,880	(1,082,501)
5020 Total Revenues	21,714,266	22,780,647	21,739,051	(1,041,596)
EXPENDITURES:				
Current:				
0035 Food Services	21,358,017	22,618,728	21,043,974	1,574,754
0051 Facilities Maintenance and Operations	321,249	351,386	333,301	18,085
Debt Service:				
0071 Principal on Long-Term Liabilities	-	84,431	-	84,431
Capital Outlay:				
0081 Facilities Acquisition and Construction	35,000	5,000	-	5,000
6030 Total Expenditures	21,714,266	23,059,545	21,377,275	1,682,270
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(278,898)	361,776	640,674
OTHER FINANCING SOURCES (USES):				
7949 Proceeds of SBITAs and Other Resources	-	278,898	-	(278,898)
1200 Net Change in Fund Balances	-	-	361,776	361,776
0100 Fund Balance - July 1 (Beginning)	2,975,015	2,975,015	2,975,015	-
3000 Fund Balance - June 30 (Ending)	\$ 2,975,015	\$ 2,975,015	\$ 3,336,791	\$ 361,776

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2023

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 14,233,658	\$ 14,233,658	\$ 14,643,513	\$ 409,855
5800 State Program Revenues	17,606,207	17,606,207	20,131,236	2,525,029
5020 Total Revenues	31,839,865	31,839,865	34,774,749	2,934,884
EXPENDITURES:				
Debt Service:				
0071 Principal on Long-Term Liabilities	20,485,000	20,485,000	20,485,000	-
0072 Interest on Long-Term Liabilities	13,747,949	13,747,949	13,747,949	-
0073 Bond Issuance Cost and Fees	20,000	20,000	5,250	14,750
6030 Total Expenditures	34,252,949	34,252,949	34,238,199	14,750
1200 Net Change in Fund Balances	(2,413,084)	(2,413,084)	536,550	2,949,634
0100 Fund Balance - July 1 (Beginning)	30,509,030	30,509,030	30,509,030	-
3000 Fund Balance - June 30 (Ending)	\$ 28,095,946	\$ 28,095,946	\$ 31,045,580	\$ 2,949,634

LAREDO INDEPENDENT SCHOOL DISTRICT
 USE OF FUNDS REPORT - SELECT STATE ALLOTMENT PROGRAMS
 FOR THE YEAR ENDED JUNE 30, 2023

Section A: Compensatory Education Programs

AP1	Did your LEA expend any state compensatory education program state allotment funds during the district's fiscal year?	Yes
AP2	Does the LEA have written policies and procedures for its state compensatory education program?	Yes
AP3	List the total state allotment funds received for state compensatory education programs during the district's fiscal year.	33535333
AP4	List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year.	33403932

Section B: Bilingual Education Programs

AP5	Did your LEA expend any bilingual education program state allotment funds during the LEA's fiscal year?	Yes
AP6	Does the LEA have written policies and procedures for its bilingual education program?	Yes
AP7	List the total state allotment funds received for bilingual education programs during the LEA's fiscal year.	6472330
AP8	List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year.	3617024

CAPITAL ASSETS

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF GENERAL FIXED ASSETS BY LOCATION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2023

LOCATION AND ACTIVITY	TOTALS	LAND	BUILDINGS & IMPROVEMENTS	FURNITURE & EQUIPMENT
High Schools:				
Martin	\$ 79,488,726	\$ 280,824	\$ 75,995,708	\$ 3,212,194
Nixon	87,101,049	3,250,112	81,202,861	2,648,076
Cigarroa	36,492,547	872,258	32,617,297	3,002,992
VMT Communications & Arts	22,460,827	60,105	21,471,247	929,475
Francisco Lara Academy	2,816,169	-	2,696,084	120,085
Garcia Early College @ TAMIU	9,587,752	249,109	8,533,873	804,770
Valdez	901,708	3,106	893,017	5,585
Middle Schools:				
Christen	29,789,809	117,596	28,780,907	891,306
Lamar	40,353,018	186,887	39,184,328	981,803
Cigarroa	17,134,237	2,950,272	13,687,448	496,517
Memorial	16,328,216	447,337	15,085,236	795,643
Elementary Schools:				
Bruni	8,365,755	6,139	7,936,153	423,463
Jose Gallegos	10,719,072	694,545	9,557,705	466,822
Daiches	9,448,390	28,111	9,042,584	377,695
Farias	12,252,390	1,750,761	10,065,162	436,467
Heights	8,838,620	973,495	7,230,912	634,213
Tarver	7,124,319	75,100	6,718,068	331,151
Leyendecker	11,818,143	133,989	11,110,637	573,517
Macdonell	8,008,605	1,348,364	6,240,125	420,116
Milton	7,826,433	164,517	7,237,755	424,161
Alma Pierce	10,330,899	47,542	9,738,226	545,131
Ryan	11,130,197	238,047	10,484,211	407,939
Santa Maria	7,653,376	20,950	7,214,198	418,228
Santo Nino	9,929,309	132,267	9,295,222	501,820
D. D. Hachar	11,726,800	484,686	10,663,158	578,956
J. C. Martin	13,321,134	240,525	12,463,045	617,564
H. B. Zachry	25,299,074	101,298	24,697,564	500,212
J. Kawas	11,292,856	238,434	10,640,292	414,130
Dovalina	22,724,500	35,000	22,141,882	547,618
H. Ligarde	7,814,637	365,588	6,930,148	518,901
T. Sanchez/Ochoa	10,313,932	120,000	9,697,569	496,363
Other Departments:				
Superintendent's Office	644,387	-	-	644,387
Board of Education	8,000	-	-	8,000
Tax Office	26,623	-	21,038	5,585
Tax Office/Health Care Clinic	701,012	701,012	-	-
Risk Management	26,506	-	-	26,506
Financial Management	136,335	-	-	136,335
Human Resources	154,880	-	-	154,880
Procurement	5,585	-	-	5,585
Communications	17,793	-	-	17,793
Compliance & Safety	5,585	-	-	5,585
Internal Auditor	15,772	-	-	15,772
Fixed Assets & Custodial Services	1,056,070	149,990	527,234	378,846
Textbooks & Records Management	628,115	127,770	348,562	151,783
Performing Arts Center	30,868,511	5,752,465	24,934,526	181,520

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF GENERAL FIXED ASSETS BY LOCATION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2023

LOCATION AND ACTIVITY	TOTALS	LAND	BUILDINGS & IMPROVEMENTS	FURNITURE & EQUIPMENT
				(Continued)
State Bilingual	11,171	-	-	11,171
Fine Arts / U.I.L. Services	33,968	-	-	33,968
Early Childhood	5,000	-	-	5,000
Student Services	5,585	-	-	5,585
Curriculum & Instruction	19,106	-	-	19,106
Staff Development	5,586	-	-	5,586
Career & Technology Education	90,540	-	-	90,540
District Wide	15,390,786	1,261,244	13,072,754	1,056,788
Administration Building	20,928,042	-	20,928,042	-
Hearings Officer	5,344	-	-	5,344
Instructional Technology	1,060,974	-	1,037,114	23,860
Health Services	5,827	-	-	5,827
Pupil Transportation	14,355,784	78,925	4,193,310	10,083,549
Athletic	1,921,544	-	1,387,498	534,046
Special Education	17,747	-	-	17,747
Printing/Creative Services	398,431	-	-	398,431
Instructional Television	530,964	-	-	530,964
Technology Services	7,258,937	-	2,805,410	4,453,527
Division of Operations	842,551	-	179,575	662,976
Construction	5,586	-	-	5,586
LISD Police	1,222,413	-	15,172	1,207,241
Food Service	10,350,569	121,287	7,058,564	3,170,718
Total Assets by Location	677,154,128	23,809,657	605,761,421	47,583,050
Construction in Progress	61,379,937	-	-	-
Total General Fixed Assets	<u>\$ 738,534,065</u>	<u>\$ 23,809,657</u>	<u>\$ 605,761,421</u>	<u>\$ 47,583,050</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF CHANGES IN CAPITAL ASSETS BY LOCATION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2023

Location and Activity	Balance at Beginning of Year	Additions	Deletions	Balance at End of Year
High Schools:				
Martin	\$ 82,654,647	\$ 827,558	\$ 3,993,479	\$ 79,488,726
Nixon	84,182,962	2,945,682	27,595	87,101,049
Cigarroa	36,244,768	281,082	33,303	36,492,547
VMT Communications & Arts	22,453,266	7,561	-	22,460,827
Francisco Lara Academy	2,734,927	81,242	-	2,816,169
Garcia Early College @ TAMIU	9,640,326	-	52,574	9,587,752
Valdez	901,708	-	-	901,708
Middle Schools:				
Christen	29,745,534	44,275	-	29,789,809
Lamar	40,296,476	56,542	-	40,353,018
Cigarroa	17,131,789	7,500	5,052	17,134,237
Memorial	15,539,428	807,217	18,429	16,328,216
Elementary Schools:				
Bruni	8,365,755	-	-	8,365,755
Jose Gallegos	10,680,475	38,597	-	10,719,072
Daiches	9,417,878	30,512	-	9,448,390
Farias	12,259,604	10,959	18,173	12,252,390
Heights	8,826,179	12,441	-	8,838,620
Tarver	7,118,320	5,999	-	7,124,319
Leyendecker	11,818,143	-	-	11,818,143
Macdonell	8,008,605	-	-	8,008,605
Milton	7,384,078	442,355	-	7,826,433
Alma Pierce	10,342,708	-	11,809	10,330,899
Ryan	11,130,197	-	-	11,130,197
Santa Maria	7,653,376	-	-	7,653,376
Santo Nino	9,896,475	38,977	6,143	9,929,309
D. D. Hachar	11,711,279	15,521	-	11,726,800
J. C. Martin	13,310,775	10,359	-	13,321,134
H. B. Zachry	24,992,850	318,033	11,809	25,299,074
J. Kawas	11,301,368	-	8,512	11,292,856
Dovalina	6,860,118	15,864,382	-	22,724,500
H. Ligarde	7,801,744	12,893	-	7,814,637
T. Sanchez/Ochoa	10,304,108	9,824	-	10,313,932
Other Departments:				
Superintendent's Office	333,415	310,972	-	644,387
Board of Education	8,000	-	-	8,000
Tax Office	26,623	-	-	26,623
Tax Office/Health Care Clinic	701,012	-	-	701,012
Risk Management	26,506	-	-	26,506
Financial Management	136,335	-	-	136,335
Human Resources	154,880	-	-	154,880
Procurement	5,585	-	-	5,585
Communications	17,793	-	-	17,793
Compliance & Safety	5,585	-	-	5,585
Internal Auditor	15,772	-	-	15,772
Fixed Assets & Custodial Services	1,498,931	77,389	520,250	1,056,070
Textbooks & Records Management	617,979	10,136	-	628,115
Performing Arts Center	35,756,028	406,498	5,294,015	30,868,511
State Bilingual	11,171	-	-	11,171
Fine Arts / U.I.L. Services	7,450	26,518	-	33,968
Early Childhood	5,000	-	-	5,000
Student Services	5,585	-	-	5,585
Curriculum & Instruction	19,106	-	-	19,106
Staff Development	5,586	-	-	5,586
Career & Technology Education	34,514	56,026	-	90,540

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF CHANGES IN CAPITAL ASSETS BY LOCATION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2023

Location and Activity	Balance at Beginning of Year	Additions	Deletions	Balance at End of Year
				(Continued)
District Wide	15,385,755	31,707	26,676	15,390,786
Administration Building	-	20,928,042	-	20,928,042
Hearings Officer	5,344	-	-	5,344
Instructional Technology	1,076,649	-	15,675	1,060,974
Health Services	5,827	-	-	5,827
Pupil Transportation	13,992,430	667,216	303,862	14,355,784
Athletic	777,063	1,144,481	-	1,921,544
Special Education	17,747	-	-	17,747
Printing/Creative Services	398,431	-	-	398,431
Instructional Television	530,964	-	-	530,964
Technology Services	5,128,191	2,297,399	166,653	7,258,937
Division of Operations	589,157	253,394	-	842,551
Construction	5,586	-	-	5,586
LISD Police	1,223,483	9,000	10,070	1,222,413
Food Service	10,438,544	13,537	101,512	10,350,569
Total Assets by Location	639,677,893	48,101,826	10,625,591	677,154,128
Construction in Progress	60,108,597	46,517,668	45,246,328	61,379,937
Total General Fixed Assets	<u>\$ 699,786,490</u>	<u>\$ 94,619,494</u>	<u>\$ 55,871,919</u>	<u>\$ 738,534,065</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF CHANGES IN CAPITAL ASSETS BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDING ENDED JUNE 30, 2023

Function	Land	Buildings & Improvements	Furniture & Equipment	Construction in Progress	Total
Prior Year Data	\$ 23,809,657	\$ 569,738,359	\$ 46,129,877	\$ 60,108,597	\$ 699,786,490
Instruction	-	-	508,294	-	508,294
Instructional Resources and Media Services	-	-	11,999	-	11,999
Instructional Leadership	-	-	40,351	-	40,351
School Leadership	-	-	78,732	-	78,732
Student Transportation	-	-	478,241	-	478,241
Food Services	-	-	58,559	-	58,559
Extracurricular Activities	-	-	83,892	-	83,892
General Administration	-	-	35,736	-	35,736
Facilities Maintenance and Operations	-	-	(303,667)	-	(303,667)
Security and Monitoring Services	-	-	159,429	-	159,429
Data Processing Services	-	-	75,522	-	75,522
Facilities Acquisition and Construction	-	36,023,062	226,085	1,271,340	37,520,487
Total Expenditures	<u>\$ 23,809,657</u>	<u>\$ 605,761,421</u>	<u>\$ 47,583,050</u>	<u>\$ 61,379,937</u>	<u>\$ 738,534,065</u>



STATISTICAL SECTION

Statistical Section (Unaudited)

This part of the Laredo Independent School District statistical's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information.

<u>Contents</u>	<u>Page</u>
Financial Trends <i>These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.</i>	124 - 130
Revenue Capacity <i>These schedules contain information to help the reader assess the District's most significant local revenue sources.</i>	131 - 134
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.</i>	135 - 138
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the city's financial activities take place.</i>	139 - 140
Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.</i>	141 - 153

Schedule 1
Laredo Independent School District
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)
Unaudited

	Fiscal Year									
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u> ²	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
	<u>Reclassified¹</u>									
Governmental activities:										
Net Investment in Capital Assets	\$ 138,879,715	\$ 151,104,801	\$ 150,253,093	\$ 159,131,906	\$ 158,566,357	\$ 152,366,930	\$ 169,839,144	\$ 182,367,898	\$ 183,299,958	\$ 208,080,748
Restricted										
Federal and State Programs	4,561,680	3,328,310	3,935,011	4,387,416	8,074,739	4,625,951	4,204,084	2,810,313	3,374,796	3,463,922
Debt Service	4,101,125	5,317,675	6,506,885	8,339,257	8,685,282	31,858,010	34,675,881	34,812,720	30,509,030	31,045,580
Capital Projects	1,261,086	2,330,358	3,292,365	3,763,913	4,892,836	4,818,733	5,736,414	5,483,807	2,406,729	3,110,423
Unrestricted	<u>90,717,823</u>	<u>55,542,611</u>	<u>50,516,231</u>	<u>40,844,602</u>	<u>(96,935,148)</u>	<u>(93,778,108)</u>	<u>(109,587,730)</u>	<u>(108,826,110)</u>	<u>(82,485,460)</u>	<u>(80,503,406)</u>
Total primary government net position	<u>\$ 239,521,429</u>	<u>\$ 217,623,755</u>	<u>\$ 214,503,585</u>	<u>\$ 216,467,094</u>	<u>\$ 83,284,066</u>	<u>\$ 99,891,516</u>	<u>\$ 104,867,793</u>	<u>\$ 116,648,628</u>	<u>\$ 137,105,053</u>	<u>\$ 165,197,267</u>

Notes:

¹ Net Investment in Capital Assets, Restricted for Capital Projects and Unrestricted were reclassified with no impact to Total Net Position.

² House Bill 98 enacted by the 76th Legislature of the state of Texas allowed school districts to change their fiscal year end from August 31 to June 30 beginning with the 2001 2002 fiscal year. The District elected to take advantage of this opportunity and chose to change its fiscal year beginning with the 2018 2019 reporting period. Fiscal years 2018 and prior ended on August 31; however, for 2019, the fiscal period consisted of the ten month period of September 1, 2018 through June 30, 2019.

Schedule 2
Laredo Independent School District
Expenses, Program Revenues, and Net (Expense)/Revenue
Last Ten Fiscal Years
(accrual basis of accounting)
Unaudited

	Fiscal Year									
	2014	2015	2016	2017	2018	2019 ¹	2020	2021	2022	2023
Expenses										
Governmental activities:										
11 Instruction	\$ 142,552,448	\$ 140,705,290	\$ 164,003,719	\$ 153,166,075	\$ 115,657,365	\$ 153,783,312	\$ 175,226,247	\$ 167,135,151	\$ 164,072,817	\$ 170,643,728
12 Instructional Resources & Media Svcs.	4,176,228	4,258,320	4,692,520	4,782,897	3,220,297	4,724,771	5,640,957	5,027,155	4,837,673	4,745,854
13 Curriculum & Instructional Staff Devpt.	4,487,817	3,386,737	3,015,046	2,805,943	1,892,948	3,141,298	3,935,336	3,884,321	4,315,054	4,396,910
21 Instructional Leadership	3,498,834	3,519,444	3,974,166	4,243,539	2,468,713	3,833,580	4,992,571	5,047,832	5,202,506	5,975,475
23 School Leadership	12,764,478	13,128,484	14,258,331	14,654,202	9,343,520	15,121,840	17,356,691	16,588,446	15,038,635	16,043,845
31 Guidance, Counseling, and Evaluation Svcs.	8,119,158	8,403,036	9,280,681	9,424,462	5,990,563	8,592,604	10,272,349	10,046,135	9,089,888	9,824,337
32 Social Work Services	1,529,866	1,672,827	1,964,672	1,964,935	1,390,842	1,903,535	2,322,490	2,299,437	2,711,839	2,702,710
33 Health Services	3,251,157	3,219,722	3,572,505	3,621,892	2,700,202	3,813,882	4,165,625	3,906,930	3,886,171	4,332,340
34 Student (Pupil) Transportation	4,173,383	4,968,215	5,644,209	5,116,099	3,462,486	4,622,935	7,944,882	3,861,906	4,413,664	5,813,651
35 Food Services	18,234,193	20,444,766	19,592,169	22,341,293	20,087,952	18,540,542	21,207,874	17,222,211	20,908,827	21,073,301
36 Cocurricular/Extracurricular Activities	4,893,908	5,077,865	6,290,355	6,476,233	5,155,082	6,955,544	12,311,970	7,240,553	6,281,702	7,236,749
41 General Administration	6,573,738	5,906,408	6,625,767	7,040,294	4,975,745	6,780,208	9,079,236	8,559,643	8,305,668	9,028,201
51 Plant Maintenance & Operations	21,627,117	23,146,357	24,107,260	25,394,880	20,322,233	21,748,435	26,306,593	26,948,533	36,228,511	26,672,922
52 Security & Monitoring Services	5,366,645	5,750,694	5,765,749	5,019,948	3,360,146	4,863,589	7,241,364	9,578,708	7,771,593	6,395,936
53 Data Processing Services	4,454,289	5,986,245	4,617,645	4,864,734	3,416,169	4,597,614	5,325,885	6,766,713	5,792,566	7,795,224
61 Community Services	1,926,382	2,144,279	2,180,015	2,195,905	1,637,059	1,869,949	1,760,562	1,439,759	1,522,257	1,604,801
72 Debt Service - Interest on Long-Term Debt	9,811,292	10,916,641	11,514,895	10,542,417	9,729,953	11,031,825	11,176,910	10,630,344	9,955,735	10,674,450
73 Bond Issuance Costs and Fees	1,801,763	657,048	6,802	5,000	924,419	7,000	5,500	307,686	-	5,250
93 Payments to Fiscal Agents/Mem.	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
95 Payments to Juvenile Justice Alternative Ed.	184,386	121,502	274,841	105,781	76,788	38,236	59,091	10,902	5,135	40,606
Total primary government expenses	259,433,082	263,419,880	291,387,347	283,772,529	215,818,482	275,976,699	326,338,133	306,508,365	310,346,241	315,012,290
Program Revenues										
Governmental activities:										
Charges for services										
Instruction	642,644	-	-	-	-	-	911,486	625,708	613,244	607,479
Student (Pupil) Transportation	-	-	-	-	-	-	109,378	-	76,656	80,997
Food Services	340,262	229,878	164,443	115,447	107,649	89,076	71,165	7,549	23,743	44,525
Extracurricular Activities	214,101	243,410	222,554	206,763	254,954	161,758	178,185	1,057	163,771	145,695
General Administration	-	7,005	-	19,249	52,729	19,470	-	-	-	-
Plant Maintenance and Operations	-	-	-	-	-	-	-	62,571	11,572	10,307
Security & Monitoring Services	-	-	6,148	9,624	7,573	-	-	-	-	-
Community Services	192,117	883,000	797,794	484,306	821,826	369,938	3,464	-	191,639	242,991
Operating grants and contributions	59,480,070	56,404,405	66,225,000	61,040,269	4,088,082	61,674,934	86,919,687	72,376,510	87,464,799	95,240,822
Total primary government program revenues	60,869,194	57,767,698	67,415,939	61,875,658	5,332,813	62,315,176	88,193,365	73,073,395	88,545,424	96,372,816
Net (Expense)/Revenue										
Total primary government net expense	\$ 198,563,888	\$ 205,652,182	\$ 223,971,408	\$ 221,896,871	\$ 210,485,669	\$ 213,661,523	\$ 238,144,768	\$ 233,434,970	\$ 221,800,817	\$ 218,639,474

Note:
¹ House Bill 98 enacted by the 76th Legislature of the state of Texas allowed school districts to change their fiscal year end from August 31 to June 30 beginning with the 2001 2002 fiscal year. The District elected to take advantage of this opportunity and chose to change its fiscal year beginning with the 2018 2019 reporting period. Fiscal years 2018 and prior ended on August 31; however, for 2019, the fiscal period consisted of the ten month period of September 1, 2018 through June 30, 2019.

Schedule 3
Laredo Independent School District
General Revenues and Total Change in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
Unaudited

	Fiscal Year									
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u> ²	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Net (Expense)/Revenue	<u>Restated</u> ¹									
Total primary government net expense	\$ 198,563,888	\$ 205,652,182	\$ 223,971,408	\$ 221,896,871	\$ 210,485,669	\$ 213,661,523	\$ 238,144,768	\$ 233,434,970	\$ 221,800,817	\$ 218,639,474
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes levied for general purposes	20,829,646	21,127,655	21,003,850	21,690,132	22,643,763	22,961,084	23,485,236	24,140,392	23,798,193	23,956,256
Property taxes levied for debt service	4,689,267	7,532,433	7,180,768	7,293,674	7,178,509	9,160,602	9,863,335	10,067,799	10,963,058	13,542,774
State Aid - Formula Grants	169,677,509	178,306,378	190,334,823	188,322,463	187,601,244	185,805,357	197,563,344	205,197,126	186,019,353	193,826,747
Unrestricted grants and contributions	2,789,961	2,757,397	4,717,766	3,171,139	14,515,478	7,186,508	5,644,011	2,955,399	17,554,932	7,633,116
Investment earnings	374,341	548,472	915,144	1,602,039	2,622,607	4,997,702	4,297,751	597,030	409,591	8,695,485
Miscellaneous	5,453,682	4,379,618	2,427,033	1,780,933	3,789,287	4,306,377	2,267,368	2,258,059	3,512,115	5,317,921
Special Item	109,849	-	-	-	-	(4,148,657)	-	-	-	(6,240,611)
Total primary government	<u>203,924,255</u>	<u>214,651,953</u>	<u>226,579,384</u>	<u>223,860,380</u>	<u>238,350,888</u>	<u>230,268,973</u>	<u>243,121,045</u>	<u>245,215,805</u>	<u>242,257,242</u>	<u>246,731,688</u>
Change in Net Position										
Total primary government	<u>\$ 5,360,367</u>	<u>\$ 8,999,771</u>	<u>\$ 2,607,976</u>	<u>\$ 1,963,509</u>	<u>\$ 27,865,219</u>	<u>\$ 16,607,450</u>	<u>\$ 4,976,277</u>	<u>\$ 11,780,835</u>	<u>\$ 20,456,425</u>	<u>\$ 28,092,214</u>

Notes:

¹ Unrestricted State Aid Formula Grants and Unrestricted grants and contributions were reclassified without impact to Net Position.

² House Bill 98 enacted by the 76th Legislature of the state of Texas allowed school districts to change their fiscal year end from August 31 to June 30 beginning with the 2001 2002 fiscal year. The District elected to take advantage of this opportunity and chose to change its fiscal year beginning with the 2018 2019 reporting period. Fiscal years 2018 and prior ended on August 31; however, for 2019, the fiscal period consisted of the ten month period of September 1, 2018 through June 30, 2019.

Schedule 4
Laredo Independent School District
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
Unaudited

	Fiscal Year									
	2014	2015	2016	2017	2018	2019 ¹	2020	2021	2022	2023
General Fund										
Nonspendable	\$ 1,126,204	\$ 1,431,972	\$ 1,776,108	\$ 2,244,742	\$ 1,882,198	\$ 2,515,565	\$ 3,043,375	\$ 3,278,243	\$ 3,498,842	\$ 5,212,652
Restricted	5,291,807	5,117,869	3,398,376	3,781,278	3,823,211	3,465,609	2,120,418	834,099	958,502	1,078,205
Committed	12,012,274	15,438,210	2,223,380	5,870,385	2,552,537	16,085,786	5,101,858	4,812,190	11,044,745	10,550,179
Assigned	617,873	897,673	-	4,453,682	2,095,613	-	7,938,779	16,299,241	2,184,669	20,838,998
Unassigned	62,652,991	62,652,991	62,652,991	58,406,885	59,286,886	60,172,085	61,204,633	62,710,744	62,710,744	64,860,385
Total General Fund	<u>\$ 81,701,149</u>	<u>\$ 85,538,715</u>	<u>\$ 70,050,855</u>	<u>\$ 74,756,972</u>	<u>\$ 69,640,445</u>	<u>\$ 82,239,045</u>	<u>\$ 79,409,063</u>	<u>\$ 87,934,517</u>	<u>\$ 80,397,502</u>	<u>\$ 102,540,419</u>
All Other Governmental Funds										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 22,129
Restricted										
Special Revenue Funds	530,959	540,799	536,635	606,138	627,415	745,834	747,961	702,677	703,406	759,425
Debt Service Funds	4,101,125	5,317,675	6,506,885	8,339,257	8,685,282	31,858,010	34,675,881	34,812,720	30,509,030	31,045,580
Capital Projects Funds	101,546,934	68,500,586	76,173,088	35,784,307	124,174,015	120,497,217	113,832,494	89,412,452	103,517,976	68,699,493
Other Funds	-	-	-	3,689,811	4,818,733	4,818,733	4,818,733	4,227,868	1,066,397	374,752
Committed										
Special Revenue Funds	411,447	366,907	343,451	297,499	276,767	318,333	356,745	305,658	360,141	361,218
Capital Projects Funds	-	-	-	14,953,389	16,889,095	21,976,085	18,854,034	11,508,849	11,790,474	8,874,883
Assigned										
Special Revenue Funds	29,175	121,383	76,167	72,152	93,887	96,175	24,261	6,844	23,544	28,315
Total all Other Governmental Funds	<u>\$ 106,619,640</u>	<u>\$ 74,847,350</u>	<u>\$ 83,636,226</u>	<u>\$ 63,742,553</u>	<u>\$ 155,565,194</u>	<u>\$ 180,310,387</u>	<u>\$ 173,310,109</u>	<u>\$ 140,977,068</u>	<u>\$ 147,970,968</u>	<u>\$ 110,165,795</u>

Notes:

¹ House Bill 98 enacted by the 76th Legislature of the state of Texas allowed school districts to change their fiscal year end from August 31 to June 30 beginning with the 2001 2002 fiscal year. The District elected to take advantage of this opportunity and chose to change its fiscal year beginning with the 2018 2019 reporting period. Fiscal years 2018 and prior ended on August 31; however, for 2019, the fiscal period consisted of the ten month period of September 1, 2018 through June 30, 2019.

Schedule 5
Laredo Independent School District
Governmental Funds Revenues
Last Ten Fiscal Years
(modified accrual basis of accounting)
Unaudited

	Fiscal Year									
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019¹</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Federal Sources:										
Federal Grants	\$ 36,613,595	\$ 29,020,689	\$ 31,396,178	\$ 29,986,003	\$ 29,097,894	\$ 30,366,050	\$ 46,680,619	\$ 51,626,877	\$ 84,472,845	\$ 79,412,827
Food Services	16,936,477	18,536,349	18,803,921	19,284,241	19,715,293	17,283,314	15,430,998	5,605,400	19,355,015	21,513,880
Total Federal Sources	<u>53,550,072</u>	<u>47,557,038</u>	<u>50,200,099</u>	<u>49,270,244</u>	<u>48,813,187</u>	<u>47,649,364</u>	<u>62,111,617</u>	<u>57,232,277</u>	<u>103,827,860</u>	<u>100,926,707</u>
State Sources:										
Per Capita and Foundation	154,191,699	160,143,059	169,836,626	167,481,803	168,330,583	167,076,364	175,674,200	183,771,838	167,184,393	173,695,511
Instructional Facilities Allotment	12,036,704	15,139,455	12,841,663	12,673,344	12,154,114	12,112,391	11,481,846	10,703,190	10,191,181	10,065,039
Teacher Retirement System on Behalf	7,923,275	8,862,520	9,276,169	9,271,868	9,571,528	7,677,377	11,103,811	12,218,961	10,619,492	11,096,977
Other State Programs	4,245,190	3,942,248	12,149,975	9,825,145	10,098,872	8,670,915	17,831,602	13,018,866	11,451,536	11,357,337
Other Governmental Agencies	600	4,761	2,153	1,225	295	3,466	-	2,980	-	-
Total State Sources	<u>178,397,468</u>	<u>188,092,043</u>	<u>204,106,585</u>	<u>199,253,385</u>	<u>200,155,392</u>	<u>195,540,513</u>	<u>216,091,459</u>	<u>219,715,835</u>	<u>199,446,602</u>	<u>206,214,864</u>
Local Sources:										
Property Taxes	26,331,681	28,928,547	27,815,204	28,728,364	29,475,912	33,668,873	33,139,159	34,004,952	34,762,009	38,037,984
Food Service Sales	337,180	-	-	-	-	-	-	-	-	-
Investment Income	374,341	548,472	915,144	1,605,953	2,624,210	5,000,374	4,305,222	597,616	409,951	8,697,474
Penalties, Interest, and Other Fees	631,631	740,642	627,167	716,478	613,964	543,080	712,232	760,834	606,778	709,912
Co-Curricular	554,362	463,024	384,585	320,276	338,489	249,990	250,409	8,906	187,119	189,813
Other Revenues	4,583,374	6,112,616	4,749,404	4,231,738	5,826,575	4,407,523	4,567,142	3,641,881	5,035,813	5,678,595
Total Local Sources	<u>32,812,569</u>	<u>36,793,301</u>	<u>34,491,504</u>	<u>35,602,809</u>	<u>38,879,150</u>	<u>43,869,840</u>	<u>42,974,164</u>	<u>39,014,189</u>	<u>41,001,670</u>	<u>53,313,778</u>
Total Revenues	<u>\$ 264,760,109</u>	<u>\$ 272,442,382</u>	<u>\$ 288,798,188</u>	<u>\$ 284,126,438</u>	<u>\$ 287,847,729</u>	<u>\$ 287,059,717</u>	<u>\$ 321,177,240</u>	<u>\$ 315,962,301</u>	<u>\$ 344,276,132</u>	<u>\$ 360,455,349</u>

Note:

¹ House Bill 98 enacted by the 76th Legislature of the state of Texas allowed school districts to change their fiscal year end from August 31 to June 30 beginning with the 2001 2002 fiscal year. The District elected to take advantage of this opportunity and chose to change its fiscal year beginning with the 2018 2019 reporting period. Fiscal years 2018 and prior ended on August 31; however, for 2019, the fiscal period consisted of the ten month period of September 1, 2018 through June 30, 2019.

Schedule 6
Laredo Independent School District
Governmental Funds Expenditures and Debt Service Ratio
Last Ten Fiscal Years
(modified accrual basis of accounting)
Unaudited

	Fiscal Year									
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019²</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
11 Instruction	\$ 132,597,447	\$ 132,646,437	\$ 143,495,182	\$ 136,465,680	\$ 145,631,580	\$ 128,266,854	\$ 156,990,240	\$ 155,555,163	\$ 167,994,746	\$ 161,288,478
12 Instructional Resources & Media Svcs.	4,174,448	4,295,684	4,427,255	4,515,550	4,653,810	4,093,732	4,826,127	4,858,193	5,098,806	4,805,454
13 Curriculum & Instructional Staff Devpt.	4,424,265	3,431,842	2,918,364	2,681,622	2,500,170	3,087,205	3,877,828	3,793,092	4,727,175	4,497,076
21 Instructional Leadership	3,451,369	3,515,203	3,784,249	3,842,949	3,674,328	3,369,785	4,451,041	4,667,086	5,725,560	5,963,642
23 School Leadership	12,691,010	13,198,939	13,519,955	13,860,076	14,272,083	12,709,979	15,424,167	15,892,675	16,388,952	16,194,338
31 Guidance, Counseling, and Evaluation Svcs.	8,182,237	8,557,113	8,829,658	8,946,731	9,120,245	7,780,632	9,381,213	9,754,125	10,076,794	9,917,176
32 Social Work Services	1,541,127	1,698,787	1,882,047	1,858,103	1,955,339	1,729,127	2,144,434	2,251,653	2,959,251	2,768,982
33 Health Services	3,185,523	3,281,779	3,406,035	3,463,076	3,730,530	3,347,616	3,784,191	3,816,435	4,383,071	4,377,384
34 Student (Pupil) Transportation	4,002,756	4,307,298	4,733,267	4,175,617	4,486,279	3,824,136	5,245,150	3,811,492	4,796,967	5,492,183
35 Food Services	18,002,630	19,426,282	19,072,466	19,416,857	20,759,504	17,734,899	20,276,637	16,411,249	21,491,978	21,471,920
36 Extracurricular Activities	4,852,089	5,040,916	5,948,341	5,878,084	5,907,040	6,506,023	8,116,467	5,237,163	6,467,341	7,151,713
41 General Administration	6,445,612	5,909,523	6,359,199	6,641,750	6,880,480	6,004,545	8,065,787	8,228,595	8,934,476	9,231,603
51 Facilities Maintenance & Operations	21,487,072	22,725,580	23,177,152	24,032,116	24,588,605	19,927,554	24,297,466	24,840,324	32,059,969	26,443,927
52 Security & Monitoring Services	4,326,797	4,701,477	4,888,752	4,371,936	4,444,557	4,073,247	5,496,734	5,581,242	6,754,506	5,759,552
53 Data Processing Services	4,270,254	4,831,579	4,154,827	4,117,210	4,242,355	3,751,497	4,544,506	5,019,047	5,643,711	7,349,333
61 Community Services	1,947,785	2,167,960	2,031,159	2,007,213	1,995,629	1,845,327	1,730,253	1,182,097	1,702,067	1,672,216
71 Principal on Long-Term Debt	13,234,622	14,711,406	13,200,573	13,188,573	13,265,764	-	16,545,000	19,380,000	27,830,000	21,049,631
72 Interest on Long Term Debt	10,304,574	10,849,966	13,737,689	13,744,539	13,666,365	6,725,241	14,448,731	13,582,706	13,112,528	13,751,049
73 Bond Issuance Cost and Fees	1,801,762	657,048	6,802	5,000	924,419	7,000	5,500	307,686	515,771	5,250
81 Facilities Acquisition/Construction	40,527,381	34,983,327	9,926,713	25,989,531	16,340,587	14,137,793	19,290,937	35,893,827	46,709,771	48,536,343
93 Payments to Juvenal Agents / Members Dist. of SSA	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
95 Payments to Juvenile Justice Alternative Ed. Prg.	184,386	121,502	274,841	105,781	76,788	38,236	59,091	10,902	5,135	40,606
Total Expenditures	<u>\$ 301,641,146</u>	<u>\$ 301,065,648</u>	<u>\$ 289,780,526</u>	<u>\$ 299,313,994</u>	<u>\$ 303,122,457</u>	<u>\$ 248,966,428</u>	<u>\$ 329,007,500</u>	<u>\$ 340,080,752</u>	<u>\$ 393,384,575</u>	<u>\$ 377,773,856</u>
Debt Service as a percentage of noncapital expenditures ¹	7.31%	10.14%	9.84%	10.48%	10.19%	3.08%	10.35%	10.89%	11.87%	10.45%

Notes:

¹ Percentage was calculated as follows: (Debt Service Principal + Interest Payments) / (Total Expenditures - Capital)
(21,049,631 + 13,751,049) / (377,773,856 - 44,781,273) Capital Assets increased by \$44,781,273. See Note B and Note G to the Basic Financial Statements.

² House Bill 98 enacted by the 76th Legislature of the state of Texas allowed school districts to change their fiscal year end from August 31 to June 30 beginning with the 2001 2002 fiscal year. The District elected to take advantage of this opportunity and chose to change its fiscal year beginning with the 2018 2019 reporting period. Fiscal years 2018 and prior ended on August 31; however, for 2019, the fiscal period consisted of the ten month period of September 1, 2018 through June 30, 2019.

Schedule 7
Laredo Independent School District
Other Financing Sources and Uses and Net Change in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
Unaudited

	Fiscal Year									
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u> ¹	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Excess of Revenues over (under) Expenditures	\$ (36,881,037)	\$ (28,623,266)	\$ (982,338)	\$ (15,187,556)	\$ (15,274,728)	\$ 38,093,289	\$ (7,830,260)	\$ (24,118,451)	\$ (49,108,443)	\$ (17,318,507)
Other Financing Sources (Uses)										
Issuance of Bonds	144,585,000	68,560,000	-	-	90,375,000	-	-	-	-	-
Capital Related Debt Issued	-	-	-	-	-	-	-	18,885,000	46,060,000	-
Premium on Issuance of Bond	29,678,827	10,466,511	-	-	12,544,420	-	-	-	-	-
Sale of Real and Personal Property	109,849	-	11,500	-	-	450,504	-	-	-	-
Payment to Refunded Bond Escrow Agent	(98,931,152)	(78,337,969)	-	-	-	-	-	-	-	-
Transfers In	49,636,867	4,084,152	17,700,193	6,385,323	7,088,189	12,551,652	7,643,804	4,578,751	14,984,393	4,288,935
Premium or Discount on Issuance of Bonds	-	-	-	-	-	-	-	2,301,935	3,255,328	-
Proceeds of SBITAs and Other Resources	-	-	-	-	-	-	-	-	-	1,656,251
Transfers Out	(49,636,867)	(4,084,152)	(17,700,193)	(6,385,323)	(8,026,766)	(13,751,652)	(9,643,804)	(4,578,751)	(15,734,393)	(4,288,935)
Other (Uses)	-	-	-	-	-	-	-	(20,876,071)	-	-
Total Other Financing Sources (Uses)	<u>75,442,524</u>	<u>688,542</u>	<u>11,500</u>	<u>-</u>	<u>101,980,843</u>	<u>(749,496)</u>	<u>(2,000,000)</u>	<u>310,864</u>	<u>48,565,328</u>	<u>1,656,251</u>
Net Change in Fund Balances	<u>\$ 38,561,487</u>	<u>\$ (27,934,724)</u>	<u>\$ (970,838)</u>	<u>\$ (15,187,556)</u>	<u>\$ 86,706,115</u>	<u>\$ 37,343,793</u>	<u>\$ (9,830,260)</u>	<u>\$ (23,807,587)</u>	<u>\$ (543,115)</u>	<u>\$ (15,662,256)</u>

Note:

¹ House Bill 98 enacted by the 76th Legislature of the state of Texas allowed school districts to change their fiscal year end from August 31 to June 30 beginning with the 2001 2002 fiscal year. The District elected to take advantage of this opportunity and chose to change its fiscal year beginning with the 2018 2019 reporting period. Fiscal years 2018 and prior ended on August 31; however, for 2019, the fiscal period consisted of the ten month period of September 1, 2018 through June 30, 2019.

Schedule 8
Laredo Independent School District
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years
Unaudited

Fiscal Year	Actual Value		Less: Exemptions	Total Taxable Value²	Total Direct Rate¹
	Residential Property	Personal Property			
2014	2,664,848,981	253,860,472	825,819,674	2,092,889,779	1.274
2015	2,657,491,875	262,848,341	832,852,891	2,087,487,325	1.411
2016	2,704,083,671	261,884,616	933,534,938	2,032,433,349	1.396
2017	2,897,249,246	268,944,439	1,071,941,714	2,094,251,971	1.390
2018	3,166,118,697	269,658,384	1,237,811,226	2,197,965,855	1.370
2019	3,366,865,042	303,578,841	1,336,159,669	2,334,284,214	1.467
2020	3,538,660,673	294,052,708	1,387,200,671	2,445,512,710	1.397
2021	3,531,036,252	308,439,885	1,386,033,104	2,453,443,033	1.393
2022	3,725,171,695	298,426,159	1,484,021,574	2,539,576,280	1.389
2023	4,705,876,692	317,958,660	2,187,788,829	2,836,046,523	1.385

Source: LISD Tax Office

Notes:

¹ Per \$100 of assessed value.

² The taxable value shown here will not match the values reported by the Comptroller of Public Accounts.

Schedule 9
Laredo Independent School District
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per \$100 of assessed value)
Unaudited

Fiscal Year	District Direct Rates			Overlapping Rates ¹		
	Maintenance & Operations	Debt Service	Total	Laredo Community College	City of Laredo	Webb County Road & Bridge
2014	1.0400	0.2340	1.2740	0.2552	0.6370	0.4201
2015	1.0400	0.3708	1.4108	0.2972	0.6370	0.4147
2016	1.0400	0.3555	1.3955	0.3302	0.6370	0.4147
2017	1.0400	0.3497	1.3897	0.3430	0.6370	0.4147
2018	1.0400	0.3297	1.3697	0.3381	0.6340	0.4147
2019	1.0400	0.4265	1.4665	0.3271	0.6340	0.4120
2020	0.9700	0.4265	1.3965	0.3286	0.6340	0.4120
2021	0.9664	0.4265	1.3929	0.3255	0.6340	0.4120
2022	0.9427	0.4465	1.3892	0.3194	0.6154	0.4100
2023	0.8846	0.4999	1.3845	0.2878	0.5700	0.3900

Source: LISD Tax Office

Note:

¹ Includes levies for operating and debt service costs.

Schedule 10
Laredo Independent School District
Principal Property Taxpayers
Current Year and Ten Years Ago
Unaudited

	Tax Year 2022			Tax Year 2013		
	Assessed Valuation	Rank	Percentage Total Assessed Valuation	Assessed Valuation	Rank	Percentage Total Assessed Valuation
<u>Taxpayer</u>						
Laredo Texas Hospital Co LP	\$ 140,191,348	1	3.62%	\$ 96,510,677	1	3.20%
AEP Texas Central Company	39,410,020	2	1.02%	17,175,140	3	0.57%
Laredo Outlet Shoppes LLC	32,103,586	3	0.83%	-	-	-
Webb Hospital Holdings LLC	20,045,123	4	0.52%	17,983,200	2	0.60%
MPT of Laredo LLC	14,684,418	5	0.38%	13,478,820	6	0.45%
The Laredo National Bank	13,180,210	6	0.34%	11,802,880	7	0.39%
Union Pacific Railroad Company	11,180,150	7	0.29%	-	-	-
International Bank of Commerce	10,082,926	8	0.26%	15,551,150	5	-
The Texas Mexican Railway Co	9,197,785	9	0.24%	-	-	-
HE Butt Grocery Co	8,802,355	10	0.23%	16,664,960	4	0.55%
South Western Bell Telephone LP	-	-	-	8,231,360	8	0.27%
BIA Acquisition LTD	-	-	-	6,643,600	10	0.22%
Time Warner Cable Texas LLC	-	-	-	8,068,580	9	0.27%
TWE-Advance-Newhouse Partnership	-	-	-	-	-	-
	<u>\$ 298,877,921</u>		<u>7.73%</u>	<u>\$ 212,110,367</u>		<u>7.03%</u>

Source: LISD Tax Office

Schedule 11
Laredo Independent School District
Property Tax Levies and Collections
Last Ten Fiscal Years
Unaudited

Fiscal Year	Taxes Levy for the Fiscal Year	Adjustments in Subsequent Years	Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date		
				Amount Collected	Percentage of Levy		Amount Collected	Outstanding Tax Levy	Percentage of Adjusted Levy
2014	26,748,591	(155,841)	26,592,750	25,914,276	96.88%	587,040	26,501,315	91,435	99.66%
2015	29,441,531	(65,808)	29,375,723	28,602,811	97.15%	674,153	29,276,964	98,759	99.66%
2016	28,436,615	(73,169)	28,363,446	27,555,738	96.90%	707,714	28,263,453	99,993	99.65%
2017	29,235,914	(176,245)	29,059,669	28,384,510	97.09%	545,599	28,930,109	129,559	99.55%
2018	30,162,537	(116,816)	30,045,721	29,311,871	97.18%	573,231	29,885,102	160,619	99.47%
2019 ¹	34,424,187	(401,242)	34,022,945	32,266,906	93.73%	1,543,698	33,810,603	212,342	99.38%
2020	33,782,012	(106,956)	33,675,056	31,741,171	93.96%	1,700,430	33,441,601	233,455	99.31%
2021	33,746,044	(177,626)	33,568,418	32,445,016	96.14%	858,738	33,303,754	264,663	99.21%
2022	35,057,129	(106,608)	34,950,521	33,636,166	95.95%	915,186	34,551,352	399,169	98.86%
2023	38,568,159	-	38,568,159	36,849,102	95.54%	-	36,849,102	1,719,057	95.54%

Source: LISD Tax Office

Note:

¹ House Bill 98 enacted by the 76th Legislature of the state of Texas allowed school districts to change their fiscal year end from August 31 to June 30 beginning with the 2001 2002 fiscal year. The District elected to take advantage of this opportunity and chose to change its fiscal year beginning with the 2018 2019 reporting period. however, for this schedule, the fiscal period consisted of the 12-month period of September 1, 2018 through August 31, 2019.

Schedule 12
Laredo Independent School District
Outstanding Debt by Type
Last Ten Fiscal Years
Unaudited

Fiscal Year	General Obligation Bonds	Loans	Total Primary Government Debt	Percentage of Personal Income	Total Primary Government Debt Per Capita	Per Capita Income¹
2014	298,948,962	8,000,000	306,948,962	4.06%	1,113	27,428
2015	291,774,065	8,000,000	299,774,065	3.73%	1,062	28,467
2016	275,614,165	8,000,000	283,614,165	3.55%	982	27,621
2017	258,726,839	8,000,000	266,726,839	3.23%	901	27,865
2018	343,853,533	8,000,000	351,853,533	4.03%	1,275	31,635
2019 ²	342,121,822	8,000,000	350,121,822	5.05%	1,280	25,366
2020	321,907,367	8,000,000	329,907,367	4.75%	1,195	25,147
2021	299,714,980	8,000,000	307,714,980	4.43%	1,104	24,929
2022	325,405,970	-	325,405,970	4.68%	1,158	24,710
2023	300,889,354	-	300,889,354	4.49%	1,110	24,710

Notes:

¹ See Schedule 16 for personal income and population data.

² House Bill 98 enacted by the 76th Legislature of the state of Texas allowed school districts to change their fiscal year end from August 31 to June 30 beginning with the 2001 2002 fiscal year. The District elected to take advantage of this opportunity and chose to change its fiscal year beginning with the 2018 2019 reporting period. Fiscal years 2018 and prior ended on August 31; however, for 2019, the fiscal period consisted of the ten month period of September 1, 2018 through June 30, 2019.

Schedule 13
Laredo Independent School District
Direct and Overlapping Governmental Activities Debt
As of June 30, 2023
Unaudited

<u>Governmental Unit</u>	<u>Estimated Gross Debt</u>	<u>Estimated Percentage Applicable¹</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
City of Laredo	\$ 905,959,139	20.19%	\$ 182,913,150
County of Webb	114,111,432	12.61%	14,389,452
Laredo College	145,291,802	20.19%	29,334,415
Subtotal, overlapping debt			226,637,017
District Direct Debt	300,889,354	100.00%	300,889,354
Total Direct and Overlapping Debt			\$ 527,526,371

Sources: Taxable value data used to estimate applicable percentages provided by the Webb County Property Appraiser. Debt outstanding data provided by each governmental unit.

Notes:

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

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

Schedule 14
Laredo Independent School District
Debt Margin Information
Last Ten Fiscal Years
Unaudited

Legal Debt Margin Calculation for Fiscal Year 2023

Net Assessed value of 2022 taxable property		\$	2,836,046,523
Plus: Exemptions			2,187,788,829
Total Assessed Value			<u>5,023,835,352</u>
Debt limit (10% of total assessed value)			502,383,535
Amount of debt applicable to said maximum debt limit:			
Total (net) general bonded debt	\$	300,889,354	
(Percentage of debt to total assessed value)		5.99%	
Less: Debt Service Fund Balance as of 6/30/23		31,045,580	
Total amount of debt applicable to debt limit			<u>269,843,774</u>
Debt margin			<u><u>\$ 232,539,761</u></u>

Fiscal Year	Debt limit	Total net debt applicable to limit	Debt Margin	Total Net Debt Applicable to the Limit As a Percentage of Debt Limit
2014	291,870,945	294,847,836	(2,976,891)	101.02%
2015	292,034,022	286,456,390	5,577,632	98.09%
2016	296,596,829	269,107,280	27,489,549	90.73%
2017	315,748,952	250,387,582	65,361,370	79.30%
2018	343,577,708	335,168,251	8,409,457	97.55%
2019	367,044,388	134,504,627	232,539,761	36.65%
2020	383,271,338	287,231,486	96,039,852	74.94%
2021	383,947,614	264,902,260	119,045,354	68.99%
2022	402,359,785	269,843,774	107,462,845	68.99%
2023	502,383,535	269,843,774	232,539,761	53.71%

Notes:

Currently, outstanding tax supported debt is supported with funds received by either the Existing Debt Allotment Program or the Instructional Facilities Allotment Program from the Texas Education Agency. Both the Existing Debt Allotment Program and the Instructional Facilities Allotment Program are subject to biennial appropriation by the Texas Legislature. The District's Bond Series 2013, 2014, 2018 as well the 2014, 2015, 2020 and 2021 Refunding Bonds are secured by the Permanent School Fund Guarantee.

Schedule 15

Laredo Independent School District

Ratio of General Obligation Bonded Debt to Taxable Assessed Value

General Obligation Bonded Debt Per Capita, and General Obligation Bonded Debt per Student

Last Ten Fiscal Years

Unaudited

Fiscal Year	Assessed Value¹	General Obligation Bonded Debt	Less: Amount Available in Debt Service Fund	Net Bonded Debt	Ratio Of Net Bonded Debt To Assessed Value	Population	Net Bonded Debt Per Capita	Student Enrollment²	Net Bonded Debt per Student
2014	2,092,889,779	298,948,962	4,101,126	294,847,836	14.09%	259,968	1,134	24,915	11,834
2015	2,087,487,325	291,774,065	5,317,675	286,456,390	13.72%	262,486	1,091	24,659	11,617
2016	2,032,433,349	275,614,165	6,506,885	269,107,280	13.24%	265,200	1,015	24,166	11,136
2017	2,094,251,971	258,726,839	8,339,257	250,387,582	11.96%	267,971	934	24,200	10,347
2018	2,197,965,855	343,853,533	8,685,282	335,168,251	15.25%	270,758	1,238	24,022	13,953
2019 ³	2,334,284,214	342,121,822	31,858,010	310,263,812	13.29%	273,467	1,135	23,645	13,122
2020	2,445,512,710	321,907,367	34,675,881	287,231,486	11.75%	273,467	1,050	23,706	12,116
2021	2,453,443,033	299,714,980	34,812,720	264,902,260	10.80%	278,650	951	22,040	12,019
2022	2,539,576,280	325,405,970	30,509,030	294,896,940	11.61%	281,099	1,049	19,757	14,926
2023	2,836,046,523	300,889,354	31,045,580	269,843,774	9.51%	270,994	996	20,932	12,891

Notes:

¹ The taxable value shown here will not match the values reported by the Comptroller of Public Accounts.

² Enrollment is as of the October reporting date to TEA through the Public Education Information System(PEIMS).

³ House Bill 98 enacted by the 76th Legislature of the state of Texas allowed school districts to change their fiscal year end from August 31 to June 30 beginning with the 2001 2002 fiscal year. The District elected to take advantage of this opportunity and chose to change its fiscal year beginning with the 2018 2019 reporting period. Fiscal years 2018 and prior ended on August 31; however, for 2019, the fiscal period consisted of the ten month period of September 1, 2018 through June 30, 2019.

Schedule 16
Laredo Independent School District
Demographic and Economic Statistics
Last Ten Calendar Years
Unaudited

Calendar Year	Population¹	Personal Income²	Per Capita Personal Income⁴	Unemployment Rate⁶
2014	259,968	7,561,382,000	27,428	5.30%
2015	262,486	8,031,782,000	28,467	4.90%
2016	265,200	7,980,237,000	27,621	5.20%
2017	267,971	8,246,035,000	27,865	4.30%
2018	270,758	8,728,522,000	31,635	3.80%
2019	273,467	6,936,763,922 ³	25,366 ⁵	4.00%
2020	276,183	6,945,173,901 ³	25,147 ⁵	9.80%
2021	278,650	6,946,465,850 ³	24,929 ⁵	5.80%
2022	281,099	6,945,956,290 ³	24,710 ⁵	5.80%
2023	270,994	6,696,261,740 ³	24,710 ⁵	5.80%

Sources:

- ¹ Demographics.texas.gov
- ² Texas Workforce Commission
- ³ Information available to calculate personal Income was 1 X 5 for year's 2019-2023
- ⁴ Texas County Profile
- ⁵ Open Data Network
- ⁶ FRED Economic Data | St. Louis Fed

Notes:

- ¹ As per the Texas Demographic Center, following the release of the 2018 population projections, they observed anomalies in the projections of the **non-Hispanic Asian** and **non-Hispanic Other** populations in a few countries. They have revised their projections to address this issue. The new updates **do not affect** the non-Hispanic **White**, non-Hispanic **Black**, or the **Hispanic** populations and have a **minimal impact** on the **state total population**.

Schedule 17
Laredo Independent School District
Principal Employers
Current Year and Ten Years Ago
Unaudited

Employer	2023			2014		
	Employees ¹	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
United Independent School District	6,412	1	25.52%	6,140	1	25.00%
Laredo Independent School District	4,500	2	17.91%	4,163	2	16.95%
City of Laredo	2,700	3	10.74%	2,398	3	9.76%
Wal-Mart	2,496	4	9.93%	-	-	-
H-E-B	2,000	5	7.96%	1,752	6	7.13%
Webb County	1,800	6	7.16%	1,600	8	6.51%
Laredo Sector Border Patrol	1,800	7	7.16%	2,200	4	8.96%
US CBP-Customs Field Officers	1,225	8	4.88%	1,950	5	7.94%
Laredo Medical Center	1,200	9	4.78%	1,500	9	6.11%
Cocentrix	995	10	3.96%	-	-	-
Texas A&M International University	-	-	-	1,225	10	4.99%
McDonald's Restaurant	-	-	-	1,633	7	6.65%
Annual Labor Force	<u>25,128</u>		<u>100.00%</u>	<u>24,561</u>		<u>100%</u>

Source: Laredo Economic Development Corporation - 2023
Laredo Development Foundation - 2013

Notes:

- ¹ Total headcount which is the sum and actual number of all staff, with no distinction between full-time and part-time status, substitutes and temporary staff.

Schedule 18
Laredo Independent School District
Full-time Equivalent District Employees by Type
Last Ten Fiscal Years
Unaudited

	Fiscal Year										Percentage Change 2013-2023
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	
Teachers											
Pre-K & Kindergarten	206	206	205	213	223	222	227	221	77	73	
Elementary	557	535	535	524	517	522	517	522	622	599	
Secondary	630	625	639	679	680	681	713	725	752	738	
All Level	62	74	64	35	36	20	22	21	9	6	
Total Teachers	1,455	1,440	1,443	1,450	1,455	1,445	1,479	1,489	1,460	1,416	-2.68%
Support Staff											
Supervisors	-	1	1	1	1	1	3	2	-	-	
Counselors	67	69	72	74	73	72	70	72	71	69	
Educ Diagnosticians	15	15	17	17	17	15	17	18	16	19	
Librarians	27	27	27	27	27	27	27	27	27	26	
Nurses/Physicians	35	35	34	34	32	31	31	31	32	32	
Therapists	22	22	21	22	19	15	14	13	14	15	
Other Support Staff	172	167	172	177	168	170	178	186	208	225	
Total Support Staff	338	336	344	351	336	331	340	349	368	386	14.20%
Administrators											
Admin/Instr Officers	35	36	37	38	34	32	29	34	21	20	
Principals	29	29	29	29	29	29	30	29	30	30	
Assistant Principals	53	53	53	53	52	51	53	54	50	53	
Superintendents	1	1	1	1	1	1	1	1	1	1	
Asst Superintendents	-	-	-	-	7	7	7	6	5	4	
Total Administrators	118	119	119	121	123	120	120	124	107	108	-8.47%
Educational Aides	413	403	387	387	461	459	457	431	396	392	-5.08%
Certified Interpreter	-	-	1	1	2	2	2	2	3	3	300%
Auxiliary Staff	1,221	1,258	1,329	1,320	1,247	1,334	1,326	1,296	1,337	1,315	7.70%
Total	3,545	3,556	3,623	3,630	3,624	3,691	3,724	3,691	3,671	3,620	2.12%

Source: Texas Education Agency, Fall PEIMS Submission

Notes:

Full-time equivalent is the measurement of staff with full time work. An employee with a full-time equivalent must render a specific amount of hours for a full-time status.

Schedule 19
Laredo Independent School District
Operating Statistics
Last Ten Fiscal Years
Unaudited

Fiscal Year	Enrollment ¹	Operating Expenditures ²	Cost per Pupil	Percentage Change	Teaching Staff	Pupil–Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2014	24,915	235,772,807	9,463	6.97%	1,455	17.1	97.70%
2015	24,659	239,863,901	9,727	2.79%	1,440	17.1	91.70%
2016	24,166	252,908,749	10,465	7.59%	1,443	16.7	94.30%
2017	24,200	246,386,351	10,181	-2.72%	1,450	16.7	93.00%
2018	24,022	258,925,322	10,779	5.87%	1,455	16.5	95.47%
2019 ³	23,645	228,096,394	9,647	-10.50%	1,445	16.4	96.34%
2020	23,706	278,717,332	11,757	21.88%	1,479	16.0	95.91%
2021	22,040	270,916,533	12,292	4.55%	1,489	14.8	94.57%
2022	19,757	305,216,505	15,449	25.68%	1,460	13.5	94.46%
2023	20,932	294,431,583	14,066	-8.95%	1,416	14.8	95.07%

Source: Texas Education Agency TAPR Reports and District's AFRs

Notes:

¹ Enrollment is as of the October reporting date to TEA through the Public Education Information System (PEIMS).

² Operating Expenditures are total governmental fund expenditures less debt service, facilities acquisition and construction (functions 71, 72, 73 and 81).

³ House Bill 98 enacted by the 76th Legislature of the state of Texas allowed school districts to change their fiscal year end from August 31 to June 30 beginning with the 2001 2002 fiscal year. The District elected to take advantage of this opportunity and chose to change its fiscal year beginning with the 2018 2019 reporting period. Fiscal years 2018 and prior ended on August 31; however, for 2019, the fiscal period consisted of the ten month period of September 1, 2018 through June 30, 2019.

Schedule 20**Laredo Independent School District****Teacher Base Salaries****Last Ten Fiscal Years****Unaudited**

Fiscal Year	0 Years Experience Salary ¹	40+ Years Experience Salary ¹	District Average Salary ²	County Average Salary ²	Statewide Average Salary ²
2014	42,700	64,042	49,972	50,523	49,692
2015	46,500	67,400	53,927	53,344	50,715
2016	47,250	68,900	55,417	54,998	51,892
2017	47,250	69,650	55,890	54,869	52,525
2018	47,250	71,050	57,024	56,590	53,334
2019	50,950	72,050	59,141	57,889	54,122
2020	50,950	75,850	61,083	60,246	57,091
2021	51,200	74,074 ³	60,485	59,718	57,641
2022	52,000	74,475 ³	60,329	59,391	58,887
2023	52,000	73,855 ³	61,182	60,509	60,716

Sources:

¹ District records

² Texas Education Agency Fall PEIMS Submission

³ Based at 35 Years of Experience Salary

Notes:

¹ Amounts do not include additional stipends based on experience or academic credentials, nor fiscal benefits such as pension, health insurance and disability.

Schedule 21 Laredo Independent School District Measures of Capacity June 30, 2023								Schedule 21 Page 1 of 10
Campus Name (1)	Original Building (1)	Facility Replacement (1)	Facility Additions and Renovations (1)	Square Footage	Maximum Capacity	Maximum Capacity	Enrollment 2022-2023	Percentage of Capacity in Use
HIGH SCHOOLS (9th - 12th)								
Dr. Leonides G. Cigarroa	1983		2004, 2005, 2006, 2011, & 2013	270,833	87	2,175	1,472	68%
Raymond & Tirza Martin	1937		2003, 2007, 2008, 2009, 2010, 2011, 2022	397,377	93	2,325	1,914	82%
Joseph W. Nixon	1964		2003, 2005, 2006, 2007, & 2011, 2015, 2016, 2022	410,626	83	2,075	2,218	107%
Early College at Texas A&M International University	2007	2012		42,500	20	500	399	80%
Francisco S. Lara Academy (Alternative School)	1997		1,997	28,883	17	255	88	35%
TOTAL HIGH SCHOOLS:				1,150,219	300	7,330	6,091	83%
MIDDLE SCHOOLS (6th - 8 th)								
Louis J. Christen	1930	2006	2008	194,507	82	2,050	1,098	54%
Dr. Joaquin G. Cigarroa	1983		2004, 2005, 2006 & 2010, 2017	178,770	74	1,850	1,104	60%
Mirabeau B. Lamar	1957	2003	2004, 2005, 2018	249,415	78	1,950	1,341	69%
Memorial	1937-39	2005	2008	133,081	48	1,200	668	56%
TOTAL MIDDLE SCHOOLS:				755,773	282	7,050	4,211	60%
ELEMENTARY SCHOOLS (PK- 5th)								
Antonio M. Bruni	1927	2004		81,549	38	836	446	53%
Don Jose Gallego	1946	2007		92,305	39	858	607	71%
Leon Daiches	1920	2006		92,905	33	726	442	61%
Anita T. Dovalina	1983		2002, 2010, 2022	26,034	30	660	384	58%
Francisco Farias	1958	2002	2010, 2011	108,465	47	1,034	520	50%
Demetrio D. Hachar	1974	2008		88,814	30	660	442	67%
Heights	1923	2007		68,500	26	572	534	93%
Jesus A. kawas	1983		2003, 2010, 2017, 2022	16,406	34	748	385	51%
John Z. Leyendecker	1953		2008	97,752	38	836	585	70%
Honore Ligarde	1988		2003	80,252	39	858	525	61%
Christopher M. Macdonell	1930	2004		77,965	38	836	470	56%
Joseph C. Martin	1972	2009		94,728	32	704	483	69%
Clarence L. Milton	1960		2003	88,070	51	1,122	669	60%
Alma A. Pierce	1963	2004	2010	93,233	43	946	688	73%
Michael S. Ryan	1954		2006	94,404	49	1,078	809	75%
Tomas Sanchez/Hermelinda Ochoa	1953	2002	2017	95,004	43	946	577	61%
Santa Maria	1972	2003		81,669	34	748	519	69%
Santo Niño	1960		2003, 2017	99,357	43	946	554	59%
Katherine F. Tarver	1960		2005	81,982	29	638	430	67%
Henry B. Zachry	1998	2016	2003	100,535	34	748	592	79%
TOTAL ELEMENTARY SCHOOLS:				1,659,929	750	16,500	10,661	65%
SPECIAL CAMPUSES (9th-12th)								
Dr. Dennis D. Cantu Health Science Magnet School	1999			26,960	12			
Sabias Perez School for Engineering and Technology	1983			(included in Cigarroa High)	4			
VMT School of Communications & Fine Arts		2015		80,677	30			
Jose A. Valdez (Urbahn Bldg)	1922		1993, 2015	15,045	5			
TOTAL SPECIAL CAMPUSES:				122,682			(6)	
Total Square Footage (2): 3,688,603 Total Minimum Capacity (3): 30,880 Total Enrollment (4): 20,963 Total Capacity Utilization (5): 68%								
(1) Source: District records (latest new replacements, additions and modifications) (2) Square Footage comprises the total enclosed space of each campus based on construction plans (3) Maximum Capacity is a calculation based on Texas Administrator Code requirements Note: Room size requirements are based on rooms that will house 22 students at the elementary level and 25 students at the middle or high school level (19 TAC Chapter 61, Subchapter CC) (Lara Academy = 15/1) (4) Enrollment is the ending enrollment as of the end of the school year 2021-2022 (based on Finance Department report (PEIMS DATA)) (5) Capacity Utilization is a calculation diving Total Enrollment by Total Capacity, less enrollment at Special Campuses (6) Enrollment included with home campus (7) Statistical schedule provided from the Laredo Independent School District Construction Department.								

Schedule 21 Laredo Independent School District Measures of Capacity June 30, 2022							Schedule 21 Page 2 of 10	
Campus Name (1)	Original Building (1)	Facility Replacement (1)	Facility Additions and Renovations (1)	Square Footage	Maximum Capacity	Maximum Capacity	Enrollment 2021-2022	Percentage of Capacity in Use
HIGH SCHOOLS (9th - 12th)								
Dr. Leonides G. Cigarroa	1983		2004, 2005, 2006, 2011, & 2013	270,833	87	2,175	1,491	69%
Raymond & Tirza Martin	1937		2003, 2007, 2008, 2009, 2010, 2011, 2022	397,377	93	2,325	1,931	83%
Joseph W. Nixon	1964		2003, 2005, 2006, 2007, & 2011, 2015, 2016, 2022	410,626	83	2,075	2,161	104%
Early College at Texas A&M International University	2007	2012		42,500	20	500	399	80%
Francisco S. Lara Academy (Alternative School)	1997		1,997	28,883	17	255	52	20%
TOTAL HIGH SCHOOLS:				1,150,219	300	7,330	6,034	82%
MIDDLE SCHOOLS (6th - 8 th)								
Louis J. Christen	1930	2006	2008	194,507	82	2,050	1,032	50%
Dr. Joaquin G. Cigarroa	1983		2004, 2005, 2006 & 2010, 2017	178,770	74	1,850	1,067	58%
Mirabeau B. Lamar	1957	2003	2004, 2005, 2018	249,415	78	1,950	1,299	67%
Memorial	1937-39	2005	2008	133,081	48	1,200	648	54%
TOTAL MIDDLE SCHOOLS:				755,773	282	7,050	4,046	57%
ELEMENTARY SCHOOLS (PK- 5th)								
Antonio M. Bruni	1927	2004		81,549	38	836	430	51%
Don Jose Gallego	1946	2007		92,305	39	858	569	66%
Leon Daiches	1920	2006		92,905	33	726	351	48%
Anita T. Dovalina	1983		2002, 2010, 2022	26,034	30	660	351	53%
Francisco Farias	1958	2002	2010, 2011	108,465	47	1,034	520	50%
Demetrio D. Hachar	1974	2008		88,814	30	660	439	67%
Heights	1923	2007		68,500	26	572	478	84%
Jesus A. kawas	1983		2003, 2010, 2017, 2022	16,406	34	748	321	43%
John Z. Leyendecker	1953		2008	97,752	38	836	396	47%
Honore Ligarde	1988		2003	80,252	39	858	525	61%
Christopher M. Macdonell	1930	2004		77,965	38	836	428	51%
Joseph C. Martin	1972	2009		94,728	32	704	453	64%
Clarence L. Milton	1960		2003	88,070	51	1,122	652	58%
Alma A. Pierce	1963	2004	2010	93,233	43	946	662	70%
Michael S. Ryan	1954		2006	94,404	49	1,078	707	66%
Tomas Sanchez/Hermelinda Ochoa	1953	2002	2017	95,004	43	946	504	53%
Santa Maria	1972	2003		81,669	34	748	471	63%
Santo Niño	1960		2003, 2017	99,357	43	946	496	52%
Katherine F. Tarver	1960		2005	81,982	29	638	414	65%
Henry B. Zachry	1998	2016	2003	100,535	34	748	504	67%
TOTAL ELEMENTARY SCHOOLS:				1,659,929	750	16,500	9,671	59%
SPECIAL CAMPUSES (9th-12th)								
Dr. Dennis D. Cantu Health Science Magnet School	1999			26,960	12			
Sabas Perez School for Engineering and Technology	1983			(included in Cigarroa High)	4			
VMT School of Communications & Fine Arts		2015		80,677	30			
Jose A. Valdez (Urbahn Bldg)	1922		1993, 2015	15,045	5			
TOTAL SPECIAL CAMPUSES:				122,682			(6)	
Total Square Footage (2): 3,688,603 Total Minimum Capacity (3): 30,880 Total Enrollment (4): 19,751 Total Capacity Utilization (5): 64%								
(1) Source: District records (latest new replacements, additions and modifications) (2) Square Footage comprises the total enclosed space of each campus based on construction plans (3) Maximum Capacity is a calculation based on Texas Administrator Code requirements Note: Room size requirements are based on rooms that will house 22 students at the elementary level and 25 students at the middle or high school level (19 TAC Chapter 61, Subchapter CC) (Lara Academy = 15/1) (4) Enrollment is the ending enrollment as of the end of the school year 2021-2022 (based on Finance Department report (PEIMS DATA)) (5) Capacity Utilization is a calculation diving Total Enrollment by Total Capacity, less enrollment at Special Campuses (6) Enrollment included with home campus (7) Statistical schedule provided from the Laredo Independent School District Construction Department.								

Schedule 21 Laredo Independent School District Measures of Capacity June 30, 2021							Schedule 21 Page 3 of 10	
Campus Name (1)	Original Building (1)	Facility Replacement (1)	Facility Additions and Renovations (1)	Square Footage	Maximum Capacity	Maximum Capacity	Enrollment 2020-2021	Percentage of Capacity in Use
HIGH SCHOOLS (9th - 12th)								
Dr. Leonides G. Cigarroa	1983		2004, 2005, 2006, 2011, & 2013	270,833	87	2,175	1,593	73%
Raymond & Tirza Martin	1937		2003, 2007, 2008, 2009, 2010, & 2011	391,695	93	2,325	2,052	88%
Joseph W. Nixon	1964		2003, 2005, 2006, 2007, & 2011, 2015, 2016	406,084	83	2,075	2,233	108%
Early College at Texas A&M International University	2007	2012		42,500	20	500	426	85%
Francisco S. Lara Academy (Alternative School)	1997		1997	28,883	17	255	20	8%
TOTAL HIGH SCHOOLS:				1,139,995	300	7,330	6,324	86%
MIDDLE SCHOOLS (6th - 8 th)								
Louis J. Christen	1930	2006	2008	194,507	82	2,050	1,165	57%
Dr. Joaquin G. Cigarroa	1983		2004, 2005, 2006, 2010, & 2017	178,770	74	1,850	1,265	68%
Mirabeau B. Lamar	1957	2003	2004, 2005, 2018	249,415	78	1,950	1,390	71%
Memorial	1937-39	2005	2008	133,081	48	1,200	685	57%
TOTAL MIDDLE SCHOOLS:				755,773	282	7,050	4,505	64%
ELEMENTARY SCHOOLS (PK- 5th)								
Antonio M. Bruni	1927	2004		81,549	38	836	466	56%
Don Jose Gallego	1946	2007		92,305	39	858	645	75%
Leon Daiches	1920	2006		92,905	33	726	435	60%
Anita T. Dovalina	1983		2002, 2010	69,511	30	660	438	66%
Francisco Farias	1958	2002	2010, 2011	108,465	47	1,034	619	60%
Demetrio D. Hachar	1974	2008		88,814	30	660	481	73%
Heights	1923	2007		68,500	26	572	532	93%
Jesus A. Kawas	1983		2003, 2010, 2017	73,850	34	748	428	57%
John Z. Leyendecker	1953		2008	97,752	38	836	422	50%
Honore Ligarde	1988		2003	80,252	39	858	654	76%
Christopher M. Macdonell	1930	2004		77,965	38	836	466	56%
Joseph C. Martin	1972	2009		94,728	32	704	510	72%
Clarence L. Milton	1960		2003	88,070	51	1,122	756	67%
Alma A. Pierce	1963	2004	2010	93,233	43	946	761	80%
Michael S. Ryan	1954		2006	94,404	49	1,078	799	74%
Tomas Sanchez/Hermelinda Ochoa	1953	2002	2017	95,004	43	946	595	63%
Santa Maria	1972	2003		81,669	34	748	543	73%
Santo Niño	1960		2003, 2017	99,357	43	946	633	67%
Katherine F. Tarver	1960		2005	81,982	29	638	400	63%
Henry B. Zachry	1998	2016	2003	100,535	34	748	621	83%
TOTAL ELEMENTARY SCHOOLS:				1,760,850	750	16,500	11,204	68%
SPECIAL CAMPUSES (9th-12th)								
Dr. Dennis D. Cantu Health Science Magnet School	1999			26,960	12			
Sabas Perez School for Engineering and Technology	1983			(included in Cigarroa High)	4			
VMT School of Communications & Fine Arts		2015		80,677	30			
Jose A. Valdez (Urbahn Bldg)	1922		1993, 2015	15,045	5			
TOTAL SPECIAL CAMPUSES:				122,682			(6)	
Total Square Footage (2): 3,779,300 Total Minimum Capacity (3): 30,880 Total Enrollment (4): 22,033 Total Capacity Utilization (5): 71%								
(1) Source: District records (latest new replacements, additions and modifications) (2) Square Footage comprises the total enclosed space of each campus based on construction plans (3) Maximum Capacity is a calculation based on Texas Administrator Code requirements Note: Room size requirements are based on rooms that will house 22 students at the elementary level and 25 students at the middle or high school level (19 TAC Chapter 61, Subchapter CC) (Lara Academy = 15/1) (4) Enrollment is the ending enrollment as of the end of the school year 2020-2021 (based on Finance Department report (PEIMS DATA)) (5) Capacity Utilization is a calculation diving Total Enrollment by Total Capacity, less enrollment at Special Campuses (6) Enrollment included with home campus (7) Statistical schedule provided from the Laredo Independent School District Construction Department.								

Schedule 21 Laredo Independent School District Measures of Capacity June 30, 2020								Schedule 21 Page 4 of 10
Campus Name (1)	Original Building (1)	Facility Replacement (1)	Facility Additions and Renovations (1)	Square Footage	Maximum Capacity	Maximum Capacity	Enrollment 2019-2020	Percentage of Capacity in Use
HIGH SCHOOLS (9th - 12th)								
Dr. Leonides G. Cigarroa	1983		2004, 2005, 2006, 2011, & 2013	270,833	87	2,175	1,580	73%
Raymond & Tirza Martin	1937		2003, 2007, 2008, 2009, 2010, & 2011	391,695	93	2,325	2,043	88%
Joseph W. Nixon	1964		2003, 2005, 2006, 2007, & 2011, 2015, 2016	406,084	83	2,075	2,298	111%
Early College at Texas A&M International University	2007	2012		42,500	20	500	430	86%
Francisco S. Lara Academy (Alternative School)	1997		1,997	28,883	17	255	71	28%
TOTAL HIGH SCHOOLS:				1,139,995	300	7,330	6,422	88%
MIDDLE SCHOOLS (6th - 8th)								
Louis J. Christen	1930	2006	2008	194,507	82	2,050	1,204	59%
Dr. Joaquin G. Cigarroa	1983		2004, 2005, 2006 & 2010, 2017	178,770	74	1,850	1,265	68%
Mirabeau B. Lamar	1957	2003	2004, 2005, 2018	249,415	78	1,950	1,444	74%
Memorial	1937-39	2005	2008	133,081	48	1,200	746	62%
TOTAL MIDDLE SCHOOLS:				755,773	282	7,050	4,659	66%
ELEMENTARY SCHOOLS (PK- 5th)								
Antonio M. Bruni	1927	2004		81,549	38	836	547	65%
Don Jose Gallego	1946	2007		92,305	39	858	755	88%
Leon Daiches	1920	2006		92,905	33	726	498	69%
Anita T. Dovalina	1983		2002, 2010	69,511	30	660	494	75%
Francisco Farias	1958	2002	2010, 2011	108,465	47	1,034	637	62%
Demetrio D. Hachar	1974	2008		88,814	30	660	559	85%
Heights	1923	2007		68,500	26	572	542	95%
Jesus A. kawas	1983		2003, 2010, 2017	73,850	34	748	501	67%
John Z. Leyendecker	1953		2008	97,752	38	836	514	61%
Honore Ligarde	1988		2003	80,252	39	858	737	86%
Christopher M. Macdonell	1930	2004		77,965	38	836	536	64%
Joseph C. Martin	1972	2009		94,728	32	704	581	83%
Clarence L. Milton	1960		2003	88,070	51	1,122	897	80%
Alma A. Pierce	1963	2004	2010	93,233	43	946	826	87%
Michael S. Ryan	1954		2006	94,404	49	1,078	901	84%
Tomas Sanchez/Hermelinda Ochoa	1953	2002	2017	95,004	43	946	651	69%
Santa Maria	1972	2003		81,669	34	748	634	85%
Santo Niño	1960		2003, 2017	99,357	43	946	669	71%
Katherine F. Tarver	1960		2005	81,982	29	638	472	74%
Henry B. Zachry	1998	2016	2003	100,535	34	748	662	89%
TOTAL ELEMENTARY SCHOOLS:				1,760,850	750	16,500	12,613	76%
SPECIAL CAMPUSES (9th-12th)								
Dr. Dennis D. Cantu Health Science Magnet School	1999			26,960	12			
Sabas Perez School for Engineering and Technology	1983			(included in Cigarroa High)	4			
VMT School of Communications & Fine Arts		2015		80,677	30			
Jose A. Valdez (Urbahn Bldg)	1922		1993, 2015	15,045	5			
TOTAL SPECIAL CAMPUSES:				122,682			(6)	
Total Square Footage (2): 3,779,300 Total Minimum Capacity (3): 30,880 Total Enrollment (4): 23,694 Total Capacity Utilization (5): 77%								
(1) Source: District records (latest new replacements, additions and modifications) (2) Square Footage comprises the total enclosed space of each campus based on construction plans (3) Maximum Capacity is a calculation based on Texas Administrator Code requirements Note: Room size requirements are based on rooms that will house 22 students at the elementary level and 25 students at the middle or high school level (19 TAC Chapter 61, Subchapter CC) (Lara Academy = 15/1) (4) Enrollment is the ending enrollment as of the end of the school year 2019-2020 (based on Finance Department report (PEIMS DATA)) (5) Capacity Utilization is a calculation dividing Total Enrollment by Total Capacity, less enrollment at Special Campuses (6) Enrollment included with home campus (7) Statistical schedule provided from the Laredo Independent School District Construction Department.								

Schedule 21 Laredo Independent School District Measures of Capacity June 30, 2019							Schedule 21 Page 5 of 10	
Campus Name (1)	Original Building (1)	Facility Replacement (1)	Facility Additions and Renovations (1)	Square Footage	Classrooms	Maximum Capacity	Enrollment 2018-2019	Percentage of Capacity in Use
HIGH SCHOOLS (9th - 12th)								
Dr. Leonides G. Cigarroa	1983		2004, 2005, 2006, 2011, & 2013	270,833	87	2,175	1,555	71%
Raymond & Tirza Martin	1937		2003, 2007, 2008, 2009, 2010, & 2011	391,695	93	2,325	2,004	86%
Joseph W. Nixon	1964		2003, 2005, 2006, 2007, & 2011, 2015, 2016	406,084	83	2,075	2,236	108%
Early College at Texas A&M International University	2007	2012		42,500	20	500	420	84%
Francisco S. Lara Academy (Alternative School)	1997		1997	28,883	17	255	58	23%
TOTAL HIGH SCHOOLS:				1,139,995	300	7,330	6,273	86%
MIDDLE SCHOOLS (6th - 8 th)								
Louis J. Christen	1930	2006	2008	194,507	82	2,050	1,187	58%
Dr. Joaquin G. Cigarroa	1983		2004, 2005, 2006 & 2010, 2017	178,770	74	1,850	1,329	72%
Mirabeau B. Lamar	1957	2003	2004, 2005, 2018	198,956	78	1,950	1,385	71%
Memorial	1937-39	2005	2008	133,081	48	1,200	740	62%
TOTAL MIDDLE SCHOOLS:				705,314	282	7,050	4,641	66%
ELEMENTARY SCHOOLS (PK- 5th)								
Antonio M. Bruni	1927	2004		81,549	38	836	604	72%
Don Jose Gallego	1946	2007		92,305	39	858	747	87%
Leon Daiches	1920	2006		92,905	33	726	569	78%
Anita T. Dovalina	1983		2002, 2010	69,511	30	660	466	71%
Francisco Farias	1958	2002	2010, 2011	108,465	47	1,034	652	63%
Demetrio D. Hachar	1974	2008		88,814	30	660	535	81%
Heights	1923	2007		68,500	26	572	522	91%
Jesus A. Kawas	1983		2003, 2010, 2017	73,850	34	748	509	68%
John Z. Leyendecker	1953		2008	97,752	38	836	506	61%
Honore Ligarde	1988		2003	80,252	39	858	740	86%
Christopher M. Macdonell	1930	2004		77,965	38	836	514	61%
Joseph C. Martin	1972	2009		94,728	32	704	608	86%
Clarence L. Milton	1960		2003	88,070	51	1,122	925	82%
Alma A. Pierce	1963	2004	2010	93,233	43	946	829	88%
Michael S. Ryan	1954		2006	94,404	49	1,078	837	78%
Tomas Sanchez/Hermelinda Ochoa	1953	2002	2017	95,004	43	946	671	71%
Santa Maria	1972	2003		81,669	34	748	660	88%
Santo Niño	1960		2003, 2017	99,357	43	946	706	75%
Katherine F. Tarver	1960		2005	81,982	29	638	492	77%
Henry B. Zachry	1998	2016	2003	100,535	34	748	629	84%
TOTAL ELEMENTARY SCHOOLS:				1,760,850	750	16,500	12,721	77%
SPECIAL CAMPUSES (9th-12th)								
Dr. Dennis D. Cantu Health Science Magnet School	1999			26,960	12			
Sabas Perez School for Engineering and Technology	1983			(included in Cigarroa Hi	4			
VMT School of Communications & Fine Arts		2015		80,677	30			
Jose A. Valdez (Urbahn Bldg)	1922		1993, 2015	15,045	5			
TOTAL SPECIAL CAMPUSES:				122,682			(6)	
Total Square Footage (2): 3,728,841 Total Minimum Capacity (3): 30,880 Total Enrollment (4): 23,635 Total Capacity Utilization (5): 77%								
Notes: (1) Source: District records (latest new replacements, additions and modifications) (2) Square Footage comprises the total enclosed space of each campus based on construction plans (3) Maximum Capacity is a calculation based on Texas Administrator Code requirements Note: Room size requirements are based on rooms that will house 22 students at the elementary level and 25 students at the middle or high school level (19 TAC Chapter 61, Subchapter CC) (Lara Academy = 15/1) (4) Enrollment is the ending enrollment as of the end of the school year 2018-2019 (based on Finance Department report (PEIMS DATA)) (5) Capacity Utilization is a calculation diving Total Enrollment by Total Capacity, less enrollment at Special Campuses (6) Enrollment included with home campus (7) Statistical schedule provided from the Laredo Independent School District Construction Department. (8) House Bill 98 enacted by the 76th Legislature of the state of Texas allowed school districts to change their fiscal year end from August 31 to June 30 beginning with the 2001 2002 fiscal year. The District elected to take advantage of this opportunity and chose to change its fiscal year beginning with the 2018 2019 reporting period. Fiscal years 2018 and prior ended on August 31; however, for 2019, the fiscal period consisted of the ten month period of September 1, 2018 through June 30, 2019.								

Schedule 21 Laredo Independent School District Measures of Capacity August 31, 2018							Schedule 21 Page 6 of 10	
Campus Name ¹	Original Building ¹	Facility Replacement ¹	Facility Additions and Renovations ¹	Square Footage	Classrooms	Minimum Capacity	Enrollment 2017 - 2018	Percentage of Capacity in Use
HIGH SCHOOLS (9th - 12th)								
Dr. Leonides G. Cigarroa	1983		2004, 2005, 2006, 2011, & 2013	270,833	87	2,175	1,602	74%
Raymond & Tirza Martin	1937		2003, 2007, 2008, 2009, 2010, & 2011	391,695	93	2,325	2,026	87%
Joseph W. Nixon	1964		2003, 2005, 2006, 2007, & 2011, 2015, 2016	406,084	83	2,075	2,188	105%
Early College at Texas A&M International University	2007	2012		42,500	20	500	438	88%
Francisco S. Lara Academy (Alternative School)	1997		1997	28,883	17	255	70	27%
TOTAL HIGH SCHOOLS:				1,139,995	300	7,330	6,324	86%
MIDDLE SCHOOLS (6th - 8 th)								
Louis J. Christen	1930	2006	2008	194,507	82	2,050	1,233	60%
Dr. Joaquin G. Cigarroa	1983		2004, 2005, 2006 & 2010, 2017	178,770	74	1,850	1,319	71%
Mirabeau B. Lamar	1957	2003	2004, 2005, 2018	198,956	78	1,950	1,369	70%
Memorial	1937-39	2005	2008	133,081	48	1,200	763	64%
TOTAL MIDDLE SCHOOLS:				705,314	282	7,050	4,684	66%
ELEMENTARY SCHOOLS (PK- 5th)								
Antonio M. Bruni	1927	2004		81,549	38	836	618	74%
Don Jose Gallego	1946	2007		92,305	39	858	775	90%
Leon Daiches	1920	2006		92,905	33	726	597	82%
Anita T. Dovalina	1983		2002, 2010	69,511	30	660	504	76%
Francisco Farias	1958	2002	2010, 2011	108,465	47	1,034	655	63%
Demetrio D. Hachar	1974	2008		88,814	30	660	541	82%
Heights	1923	2007		68,500	26	572	553	97%
Jesus A. Kawas	1983		2003, 2010, 2017	73,850	34	748	578	77%
John Z. Leyendecker	1953		2008	97,752	38	836	509	61%
Honore Ligarde	1988		2003	80,252	39	858	729	85%
Christopher M. Macdonell	1930	2004		77,965	38	836	539	64%
Joseph C. Martin	1972	2009		94,728	32	704	607	86%
Clarence L. Milton	1960		2003	88,070	51	1,122	881	79%
Alma A. Pierce	1963	2004	2010	93,233	43	946	839	89%
Michael S. Ryan	1954		2006	94,404	49	1,078	898	83%
Tomas Sanchez/Hermelinda Ochoa	1953	2002	2017	95,004	43	946	719	76%
Santa Maria	1972	2003		81,669	34	748	666	89%
Santo Niño	1960		2003, 2017	99,357	43	946	694	73%
Katherine F. Tarver	1960		2005	81,982	29	638	506	79%
Henry B. Zachry	1998	2016	2003	100,535	34	748	635	85%
TOTAL ELEMENTARY SCHOOLS:				1,760,850	750	16,500	13,043	79%
SPECIAL CAMPUSES (9th-12th)								
Dr. Dennis D. Cantu Health Science Magnet School	1999			26,960	12			
Sabas Perez School for Engineering and Technology	1983		(included in Cigarroa Hi		4			
VMT School of Communications & Fine Arts		2015		80,677	30			
Jose A. Valdez (Urbahn Bldg)	1922		1993, 2015	15,045	5			
TOTAL SPECIAL CAMPUSES*:				122,682				
Total Square Footage (2): 3,728,841								
Total Minimum Capacity (3): 30,880								
Total Enrollment (4): 24,051								
Total Capacity Utilization (5): 78%								
Notes:								
(1) Source: District records (latest new replacements, additions and modifications)								
(2) Square Footage comprises the total enclosed space of each campus based on construction plans								
(3) Maximum Capacity is a calculation based on Texas Administrator Code requirements								
Note: Room size requirements are based on rooms that will house 22 students at the elementary level and 25 students at the middle or high school level (19 TAC Chapter 61, Subchapter CC)								
(Lara Academy = 15/1)								
(4) Enrollment is the ending enrollment as of the end of the school year 2017-2018 (based on Finance Department report (PEIMS DATA))								
(5) Capacity Utilization is a calculation dividing Total Enrollment by Total Capacity, less enrollment at Special Campuses								
(6) Enrollment included with home campus								
(7) Statistical schedule provided from the Laredo Independent School District Construction Department.								

August 31, 2017

Campus Name ¹	Original Building ¹	Facility Replacement ¹	Facility Additions and Renovations ¹	Square Footage	Classrooms	Minimum Capacity	Enrollment 2016 - 2017	Percentage of Capacity in Use
HIGH SCHOOLS (9th - 12th)								
Dr. Leonides G. Cigarroa	1983		2004, 2005, 2006, 2011, & 2013	270,833	87	2,175	1,597	73%
Raymond & Tirza Martin	1937		2003, 2007, 2008, 2009, 2010, & 2011	366,395	93	2,325	1,942	84%
Joseph W. Nixon	1964		2003, 2005, 2006, 2007, 2011, 2015 & 2016	406,084	83	2,075	2,260	109%
Early College at Texas A&M International University	2007	2012		42,500	20	500	432	86%
Francisco S. Lara Academy (Alternative School)	1997		1997	28,883	17	255	85	33%
TOTAL HIGH SCHOOLS:				1,114,695	300	7,330	6,316	86%
MIDDLE SCHOOLS (6th - 8 th)								
Louis J. Christen	1930	2006	2008	194,507	82	2,050	1,225	60%
			2004, 2005, 2006, 2010 & 2016					
Dr. Joaquin G. Cigarroa	1983			178,770	74	1,850	1,332	72%
Mirabeau B. Lamar	1957	2003	2004, 2005	176,157	78	1,950	1,307	67%
Memorial	1937-39	2005	2008	133,081	48	1,200	731	61%
TOTAL MIDDLE SCHOOLS:				682,515	282	7,050	4,595	65%
ELEMENTARY SCHOOLS (PK- 5th)								
Antonio M. Bruni	1927	2004		81,549	38	836	628	75%
Don Jose Gallego	1946	2007		92,305	39	858	760	89%
Leon Daiches	1920	2006		92,905	33	726	597	82%
Anita T. Dovalina	1983		2002, 2010	69,511	30	660	523	79%
Francisco Farias	1958	2002	2010, 2011	108,465	47	1,034	678	66%
Demetrio D. Hachar	1974	2008		88,814	30	660	521	79%
Heights	1923	2007		68,500	26	572	561	98%
Jesus A. Kawas	1983		2003, 2016	73,850	34	748	591	79%
John Z. Leyendecker	1953		2008	97,752	38	836	515	62%
Honore Ligarde	1988		2003	80,252	39	858	776	90%
Christopher M. Macdonell	1930	2004		77,965	38	836	613	73%
Joseph C. Martin	1972	2009		94,728	32	704	609	87%
Clarence L. Milton	1960		2003	88,070	51	1,122	875	78%
Alma A. Pierce	1963	2004	2010	93,233	43	946	848	90%
Michael S. Ryan	1954		2006	94,404	49	1,078	908	84%
Tomas Sanchez/Hermelinda Ochoa	1953	2002	2016	95,004	43	946	715	76%
Santa Maria	1972	2003		81,669	34	748	674	90%
Santo Niño	1960		2003, 2016	99,357	43	946	711	75%
Katherine F. Tarver	1960		2005	81,982	29	638	549	86%
Henry B. Zachry	1998	2016	2003	100,535	34	748	646	86%
TOTAL ELEMENTARY SCHOOLS:				1,760,850	750	16,500	13,298	81%
SPECIAL CAMPUSES (9th-12th)								
Dr. Dennis D. Cantu Health Science Magnet School	1999			26,960	12			
Sabas Perez School for Engineering and Technology	1983				4			
VMT School of Communications & Fine Arts		2015		(included in Cigarroa Hlg 80,677	30			
Jose A. Valdez (Urbanh Bldg)	1922		1993, 2015	15,045	5			
TOTAL SPECIAL CAMPUSES⁶:				122,682				

Total Square Footage²: 3,680,742
Total Minimum Capacity³: 30,880
Total Enrollment⁴: 24,209
Total Capacity Utilization⁵: 78%

Notes:

(1) Source: District records (latest new replacements, additions and modifications)

(2) Square Footage comprises the total enclosed space of each campus based on construction plans

(3) Maximum Capacity is a calculation based on Texas Administrator Code requirements

Note: Room size requirements are based on rooms that will house 22 students at the elementary level and 25 students at the middle or high school level (19 TAC Chapter 61, Subchapter CC)

(Lara Academy = 15/1)

(4) Enrollment is the ending enrollment as of the end of the school year 2016-2017 (based on Finance Department report (PEIMS DATA))

(5) Capacity Utilization is a calculation dividing Total Enrollment by Total Capacity, less enrollment at Special Campuses

(6) Enrollment included with home campus

(7) Statistical schedule provided from the Laredo Independent School District Construction Department.

Schedule 21 Laredo Independent School District Measures of Capacity August 31, 2016							Schedule 21 Page 8 of 10	
Campus Name ¹	Original Building ¹	Facility Replacement ¹	Facility Additions and Renovations ¹	Square Footage	Classrooms	Minimum Capacity	Enrollment 2015 - 2016	Percentage of Capacity in Use
HIGH SCHOOLS (9th - 12th)								
Dr. Leonides G. Cigarroa	1983		2004, 2005, 2006, 2011, & 2013	277,154	87	2,175	1,569	72%
Raymond & Tirza Martin	1937		2003, 2007, 2008, 2009, 2010, & 2011	364,735	93	2,325	1,875	81%
Joseph W. Nixon	1964		2003, 2005, 2006, 2007, & 2011	425,608	83	2,075	2,088	101%
Early College at Texas A&M International University	2007	2012		42,500	20	500	427	85%
Francisco S. Lara Academy (Alternative School)	1997		1997	28,883	17	255	70	27%
TOTAL HIGH SCHOOLS:				1,138,880	300	7,330	6,029	82%
MIDDLE SCHOOLS (6th - 8 th)								
Louis J. Christen	1930	2006	2008	194,507	82	2,050	1,328	65%
Dr. Joaquin G. Cigarroa	1983	2006	2010	216,000	74	1,850	1,312	71%
Mirabeau B. Lamar	1957	2003	2004, 2005	184,900	78	1,950	1,314	67%
Memorial	1937-39	2005	2008	133,081	48	1,200	716	60%
TOTAL MIDDLE SCHOOLS:				728,488	282	7,050	4,670	66%
ELEMENTARY SCHOOLS (PK- 5th)								
Antonio M. Bruni	1927	2004		81,549	38	836	631	75%
Don Jose Gallego	1946	2007		92,305	39	858	805	94%
Leon Daiches	1920	2006		92,905	33	726	557	77%
Anita T. Dovalina	1983		2002, 2010	69,511	30	660	520	79%
Francisco Farias	1958	2002	2010, 2011	108,465	47	1,034	752	73%
Demetrio D. Hachar	1974	2008		88,814	30	660	546	83%
Heights	1923	2007		68,500	26	572	548	96%
Jesus A. Kawas	1983		2003	71,259	34	748	564	75%
John Z. Leyendecker	1953		2008	97,752	38	836	538	64%
Honore Ligarde	1988		2003	80,252	39	858	809	94%
Christopher M. Macdonell	1930	2004		77,965	38	836	620	74%
Joseph C. Martin	1972	2009		94,728	32	704	596	85%
Clarence L. Milton	1960		2003	88,070	51	1,122	915	82%
Alma A. Pierce	1963	2004	2010	93,233	43	946	867	92%
Michael S. Ryan	1954		2006	94,404	49	1,078	945	88%
Tomas Sanchez/Hermelinda Ochoa	1953	2002		88,766	43	946	732	77%
Santa Maria	1972	2003		81,669	34	748	663	89%
Santo Niño	1960		2003	95,510	43	946	687	73%
Katherine F. Tarver	1960		2005	81,982	29	638	536	84%
Henry B. Zachry	1998		2003	70,233	34	748	651	87%
TOTAL ELEMENTARY SCHOOLS:				1,717,872	750	16,500	13,482	82%
SPECIAL CAMPUSES (9th-12th)								
Dr. Dennis D. Cantu Health Science Magnet School	1999			26,960	12			
Sabas Perez School for Engineering and Technology	1983			(included in Cigarroa Hig	4			
VMT School of Communications & Fine Arts		2015		80,677	30			
Jose A. Valdez (Urbanh Bldg)	1922		1993, 2015	15,045	5			
TOTAL SPECIAL CAMPUSES⁵:				122,682				
Total Square Footage ² : 3,707,922								
Total Minimum Capacity ³ : 30,880								
Total Enrollment ⁴ : 24,181								
Total Capacity Utilization ⁵ : 78%								
Notes:								
(1) Source: District records (latest new replacements, additions and modifications)								
(2) Square Footage comprises the total enclosed space of each campus based on construction plans								
(3) Maximum Capacity is a calculation based on Texas Administrator Code requirements								
Note: Room size requirements are based on rooms that will house 22 students at the elementary level and 25 students at the middle or high school level (19 TAC Chapter 61, Subchapter CC) (Lara Academy = 15/1)								
(4) Enrollment is the ending enrollment as of the end of the school year 2015-2016 (based on Finance Department report (PEIMS DATA))								
(5) Capacity Utilization is a calculation dividing Total Enrollment by Total Capacity, less enrollment at Special Campuses								
(6) Enrollment included with home campus								
(7) Statistical schedule provided from the Laredo Independent School District Construction Department.								

Schedule 21 Laredo Independent School District Measures of Capacity August 31, 2015							Schedule 21 Page 9 of 10	
Campus Name ¹	Original Building ¹	Facility Replacement ¹	Facility Additions and Renovations ¹	Square Footage	Classrooms	Minimum Capacity	Enrollment 2014 - 2015	Percentage of Capacity in Use
HIGH SCHOOLS (9th - 12th)								
Dr. Leonides G. Cigarroa	1983		2004, 2005, 2006, 2011, & 2013	277,154	87	2,175	1,540	71%
Raymond & Tirza Martin	1937		2003, 2007, 2008, 2009, 2010, & 2011	364,735	93	2,325	1,866	80%
Joseph W. Nixon	1964		2003, 2005, 2006, 2007, & 2011	425,608	83	2,075	1,967	95%
Early College at Texas A&M International University	2007	2012		42,500	20	500	422	84%
Francisco S. Lara Academy (Alternative School)	1997		1997	28,883	17	255	93	36%
TOTAL HIGH SCHOOLS:				1,138,880	300	7,330	5,888	80%
MIDDLE SCHOOLS (6th - 8 th)								
Louis J. Christen	1930	2006	2008	194,507	82	2,050	1,369	67%
Dr. Joaquin G. Cigarroa	1983	2006	2004, 2005, 2006 & 2010	216,000	74	1,850	1,407	76%
Mirabeau B. Lamar	1957	2003	2004, 2005	184,900	78	1,950	1,352	69%
Memorial	1937-39	2005	2008	133,081	48	1,200	731	61%
TOTAL MIDDLE SCHOOLS:				728,488	282	7,050	4,859	69%
ELEMENTARY SCHOOLS (PK- 5th)								
Antonio M. Bruni	1927	2004		81,549	38	836	687	82%
Don Jose Gallego	1946	2007		92,305	39	858	799	93%
Leon Daiches	1920	2006		92,905	33	726	610	84%
Anita T. Dovalina	1983		2002, 2010	69,511	30	660	540	82%
Francisco Farias	1958	2002	2010, 2011	108,465	47	1,034	767	74%
Demetrio D. Hachar	1974	2008		88,814	30	660	541	82%
Heights	1923	2007		68,500	26	572	564	99%
Jesus A. kawas	1983		2003	71,259	34	748	591	79%
John Z. Leyendecker	1953		2008	97,752	38	836	541	65%
Honore Ligarde	1988		2003	80,252	39	858	849	99%
Christopher M. Macdonell	1930	2004		77,965	38	836	764	91%
Joseph C. Martin	1972	2009		94,728	32	704	591	84%
Clarence L. Milton	1960		2003	88,070	51	1,122	891	79%
Alma A. Pierce	1963	2004	2010	93,233	43	946	877	93%
Michael S. Ryan	1954		2006	94,404	49	1,078	951	88%
Tomas Sanchez/Hermelinda Ochoa	1953	2002		88,766	43	946	749	79%
Santa Maria	1972	2003		81,669	34	748	701	94%
Santo Niño	1960		2003	95,510	43	946	708	75%
Katherine F. Tarver	1960		2005	81,982	29	638	572	90%
Henry B. Zachry	1998		2003	70,233	34	748	658	88%
TOTAL ELEMENTARY SCHOOLS:				1,717,872	750	16,500	13,951	85%
SPECIAL CAMPUSES (9th-12th)								
Dr. Dennis D. Cantu Health Science Magnet School	1999			26,960	12			
Sabas Perez School for Engineering and Technology	1983			(included in Cigarroa Hi	4			
VMT School of Communications & Fine Arts	1922	2015		80,677	30			
Jose A. Valdez	1957		1993, 2015	15,045	5			
TOTAL SPECIAL CAMPUSES⁵:				122,682				
Total Square Footage ² : 3,707,922								
Total Minimum Capacity ³ : 30,880								
Total Enrollment ⁴ : 24,698								
Total Capacity Utilization ⁵ : 80%								
Notes:								
(1) Source: District records (latest new replacements, additions and modifications)								
(2) Square Footage comprises the total enclosed space of each campus based on construction plans								
(3) Maximum Capacity is a calculation based on Texas Administrator Code requirements								
Note: Room size requirements are based on rooms that will house 22 students at the elementary level and 25 students at the middle or high school level (19 TAC Chapter 61, Subchapter CC)								
(Lara Academy = 15/1)								
(4) Enrollment is the ending enrollment as of the end of the school year 2014-2015 (based on Finance Department report (PEIMS DATA))								
(5) Capacity Utilization is a calculation diving Total Enrollment by Total Capacity, less enrollment at Special Campuses								
(6) Enrollment included with home campus								
(7)Statistical schedule provided from the Laredo Independent School District Construction Department.								

Schedule 21 Laredo Independent School District Measures of Capacity August 31, 2014							Schedule 21 Page 10 of 10	
Campus Name ¹	Original Building ¹	Facility Replacement ¹	Facility Additions and Renovations ¹	Square Footage	Classrooms	Minimum Capacity	Enrollment 2013 - 2014	Percentage of Capacity in Use
HIGH SCHOOLS (9th - 12th)								
Dr. Leonides G. Cigarroa	1983		2004, 2005, 2006, 2011, & 2013	277,154	87	2,175	1,387	64%
Raymond & Tirza Martin	1937		2003, 2007, 2008, 2009, 2010, & 2011	364,735	93	2,325	1,915	82%
Joseph W. Nixon	1964		2003, 2005, 2006, 2007, & 2011	425,608	83	2,075	1,913	92%
Early College at Texas A&M International University	2007	2012		42,500	20	500	416	83%
Francisco S. Lara Academy (Alternative School)	1997		1997	28,883	17	255	101	40%
TOTAL HIGH SCHOOLS:				1,138,880	300	7,330	5,732	78%
MIDDLE SCHOOLS (6th - 8 th)								
Louis J. Christen	1930	2006	2008	194,507	53	1,325	1,402	106%
Dr. Joaquin G. Cigarroa	1983	2006	2004, 2005, 2006 & 2010	216,000	54	1,350	1,405	104%
Mirabeau B. Lamar	1957	2003	2004, 2005	184,900	48	1,200	1,383	115%
Memorial	1937-39	2005	2008	133,081	28	700	761	109%
TOTAL MIDDLE SCHOOLS:				728,488	183	4,575	4,951	108%
ELEMENTARY SCHOOLS (PK- 5th)								
Antonio M. Bruni	1927	2004		81,549	29	638	670	105%
Don Jose Gallego	1946	2007		92,305	35	770	745	97%
Leon Daiches	1920	2006		92,905	33	726	596	82%
Anita T. Dovalina	1983		2002, 2010	69,511	30	660	551	83%
Francisco Farias	1958	2002	2010, 2011	108,465	47	1,034	843	82%
Demetrio D. Hachar	1974	2008		88,814	30	660	578	88%
Heights	1923	2007		68,500	19	418	556	133%
Jesus A. kawas	1983		2003	71,259	34	748	599	80%
John Z. Leyendecker	1953		2008	97,752	38	836	550	66%
Honore Ligarde	1988		2003	80,252	39	858	817	95%
Christopher M. Macdonell	1930	2004		77,965	29	638	762	119%
Joseph C. Martin	1972	2009		94,728	32	704	652	93%
Clarence L. Milton	1960		2003	88,070	39	858	916	107%
Alma A. Pierce	1963	2004	2010	93,233	43	946	932	99%
Michael S. Ryan	1954		2006	94,404	43	946	966	102%
Tomas Sanchez/Hermelinda Ochoa	1953	2002		88,766	33	726	749	103%
Santa Maria	1972	2003		81,669	29	638	705	111%
Santo Niño	1960		2003	95,510	43	946	761	80%
Katherine F. Tarver	1960		2005	81,982	29	638	633	99%
Henry B. Zachry	1998		2003	70,233	34	748	661	88%
TOTAL ELEMENTARY SCHOOLS:				1,717,872	688	15,136	14,242	94%
SPECIAL CAMPUSES (9th-12th)								
Dr. Dennis D. Cantu Health Science Magnet School	1999			26,960				
Sabas Perez School for Engineering and Technology	1983			(included in Cigarroa High)				
VMT School of Communications & Fine Arts	1922		1993	52,021				
Jose A. Valdez	1957		2010	15,138				
TOTAL SPECIAL CAMPUSES⁵:				94,119				
Total Square Footage ² : 3,679,359								
Total Minimum Capacity ³ : 27,041								
Total Enrollment ⁴ : 24,925								
Total Capacity Utilization ⁶ : 92%								
Notes:								
(1) Source: District records (latest new replacements, additions and modifications)								
(2) Square Footage comprises the total enclosed space of each campus based on construction plans								
(3) Maximum Capacity is a calculation based on Texas Administrator Code requirements								
Note: Room size requirements are based on rooms that will house 22 students at the elementary level and 25 students at the middle or high school level (19 TAC Chapter 61, Subchapter CC) (Lara Academy = 15/1)								
(4) Enrollment is the ending enrollment as of the end of the school year 2013-2014 (based on Finance Department report (PEIMS DATA))								
(5) Capacity Utilization is a calculation dividing Total Enrollment by Total Capacity, less enrollment at Special Campuses								
(6) Enrollment included with home campus								
(7) Statistical schedule provided from the Laredo Independent School District Construction Department.								

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SINGLE AUDIT SECTION

Garza/Gonzalez & Associates

CERTIFIED PUBLIC ACCOUNTANTS

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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 3, 2023.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

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

A handwritten signature in black ink, appearing to read "George Gonzalez" with a stylized flourish underneath.

November 3, 2023

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

To the Board of Trustees
Laredo Independent School District
Laredo Texas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the District's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2023. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

A handwritten signature in black ink, appearing to read "Jorge / Gonzalez" with a stylized flourish underneath.

November 3, 2023

LAREDO INDEPENDENT SCHOOL DISTRICT
Laredo, Texas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For The Year Ended June 30, 2023

SECTION I --- SUMMARY OF AUDITOR'S RESULTS

<i>Financial Statements</i>			
	Type of auditor's report issued on GAAP financial statements:	Unmodified	
	Internal control over financial reporting: • Material weakness(es) identified?	____ Yes	<u> X </u> No
	• Significant deficiency(ies) identified not considered to be material weaknesses?	____ Yes	<u> X </u> None Reported
	Noncompliance material to financial statements noted?	____ Yes	<u> X </u> No

<i>Federal Awards</i>			
	Internal control over major programs: • Material weakness(es) identified?	____ Yes	<u> X </u> No
	• Significant deficiency(ies) identified not considered to be material weaknesses?	____ Yes	<u> X </u> None Reported
	Type of auditor's report issued on compliance for major programs	Unmodified	
	Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance, Section 200.516(a)?	____ Yes	<u> X </u> No

(Continued)

LAREDO INDEPENDENT SCHOOL DISTRICT
Laredo, Texas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For The Year Ended June 30, 2023

SECTION I --- SUMMARY OF AUDITOR'S RESULTS (Continued)

<i>Identification of Major Federal Programs</i>		
	ALN Numbers(s)	Name of Federal Program or Cluster
	84.425D	CRRSA-Elementary & Secondary Emergency Relief Fund (ESSER II)
	84.425U	ARP-Elementary & Secondary Emergency Relief Fund (ESSER III)
	84.425W	ARP I – TEHCY Supplemental
Dollar threshold used to distinguish between Type A and Type B programs:		\$2,916,429
Auditee qualified as low-risk auditee?		<u> X </u> Yes <u> </u> No

SECTION II --- FINANCIAL STATEMENT FINDINGS

There were no financial statement findings required to be reported in accordance with *Government Auditing Standards*.

SECTION III --- FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no federal award findings and questioned costs required to be reported in accordance with Uniform Guidance, Section 200.516(a).

LAREDO INDEPENDENT SCHOOL DISTRICT
Laredo, Texas

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

For The Year Ended June 30, 2023

There were no prior audit findings reported.

**REPORTS ON COMPLIANCE,
INTERNAL CONTROL, AND FEDERAL
AWARDS**

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

(1)	(2)	(3)	(4)
FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM or CLUSTER TITLE	Federal Assistance Listing No.	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF DEFENSE			
<u>Direct Programs</u>			
ROTC	12.999	n/A	\$ 130,724
Total Direct Programs			130,724
TOTAL U.S. DEPARTMENT OF DEFENSE			130,724
U.S. DEPARTMENT OF EDUCATION			
<u>Passed Through Texas Education Agency</u>			
Texas Education for Homeless Children & Youth	84.196A	224600057110037	3,627
Texas Education for Homeless Children & Youth	84.196A	234600057110050	61,870
Total Assistance Listing Number 84.196			65,497
ESEA, Title I, Part A - Improving Basic Programs	84.010A	22610101240901	1,059,658
Title I, 1003 ESF - Focussed Support Grant	84.010A	226101577110015	52,356
ESEA, Title I, Part A - Improving Basic Programs	84.010A	23610101240901	12,987,394
Total Assistance Listing Number 84.010			14,099,408
ESEA, Title I, Part C - Migratory Children	84.011A	22615001240901	418
ESEA, Title I, Part C - Migratory Children	84.011A	23615001240901	94,121
Total Assistance Listing Number 84.011			94,539
*IDEA - Part B, Formula	84.027A	226600012409016000	47,774
*IDEA - Part B, Formula	84.027A	236600012409016000	3,864,743
*IDEA - Part B, Discretionary	84.027A	236600112409016000	64,675
*COVID 19 - IDEA, Part B, Formula - (ARP)	84.027X	225350012409015350	212,002
*COVID 19 - IDEA, Part B, Formula - (ARP)	84.027X	235350022409015350	213,161
Total Assistance Listing Number 84.027			4,402,355
*IDEA - Part B, Preschool	84.173A	236610012409016000	32,940
*COVID 19 - IDEA, Part B, Preschool- (ARP)	84.173X	225360012409015360	20,098
*COVID 19 - IDEA, Part B, Preschool- (ARP)	84.173X	225360022409015360	16,952
Total Assistance Listing Number 84.173			69,990
Total Special Education Cluster (IDEA)			4,472,345
Perkins V Strengthening CTE 21st Century	84.048A	22420006240901	56,409
Perkins V Strengthening CTE 21st Century	84.048A	23420006240901	450,254
Total Assistance Listing Number 84.048			506,663
College Now - Career Connected!	84.334A	P334A180025	392,739
Title III, Part A - English Language Acquisition	84.365A	22671001240901	6,562
Title III, Part A - English Language Acquisition	84.365A	23671001240901	1,031,506
Total Assistance Listing Number 84.365			1,038,068
ESEA, Title II, Part A, Supporting Effective Instruction	84.367A	22694501240901	6,228
ESEA, Title II, Part A, Supporting Effective Instruction	84.367A	23694501240901	1,565,779
2022-2023 Teacher Leadership Cycle 3 (Policy Fellowship)	84.367A	226945837110001	29,743
Teacher Leadership, Cycle 2 Continuation Grant	84.367A	226945797110014	91,800
Total Assistance Listing Number 84.367			1,693,550
COVID 19 - ESSER II - CRRSA	84.425D	21521001240901	8,688,262
COVID 19 - ARP ESSER III	84.425U	21528001240901	42,592,908
COVID 19 - ARP I-TEHCY Supplemental	84.425W	215330017110050	51,319
COVID 19 - ARP - Homeless II	84.425W	21533002240901	134,673

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

(1) FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM or CLUSTER TITLE	(2) Federal Assistance Listing No.	(3) Pass-Through Entity Identifying Number	(4) Federal Expenditures
Total Assistance Listing Number 84.425			51,467,162
Lone Star Stem Cycle 3 Year 2	84.411 B	203929107110003	4,435
Lone Star Stem Cycle 3 Year 3	84.411 B	203929107110003	18,547
Total Assistance Listing Number 84.411			22,982
ESSA, Title IV, Part A - Student Support	84.424 A	22680101240901	121,177
ESSA, Title IV, Part A - Student Support	84,424 A	23680101240901	1,120,141
Total Passed Through Texas Education Agency			75,094,271
TOTAL U.S. DEPARTMENT OF EDUCATION			75,094,271
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<u>Passed Through Texas Health and Human Services Commission</u>			
Medicaid Administrative Claiming Program - MAC	93.778	HHS000537900170	129,220
Total Passed Through Texas Health and Human Services Commission			129,220
<u>Passed Through Texas Education Agency</u>			
COVID-19 Public Health Workforce Supplemental	93.354	HHS002202500001	100,063
Total Passed Through Texas Education Agency			100,063
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			229,283
U.S. DEPARTMENT OF JUSTICE			
<u>Direct Programs</u>			
Equitable Sharing Program	16.922	N/A	117,108
Organized Crime Drug Enforcement Task Force	16.111	N/A	12,635
Total Direct Programs			129,743
TOTAL U.S. DEPARTMENT OF JUSTICE			129,743
U.S. DEPARTMENT OF HOMELAND SECURITY			
<u>Passed Through Texas Education Agency</u>			
FEMA Public Assistance Grant	97,036	4485DRTXP0000001	16,767
Total Passed Through Texas Education Agency			16,767
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY			16,767
U.S. DEPARTMENT OF AGRICULTURE			
<u>Direct Programs</u>			
Farm to School	10575	CN-F2S-IMP-9-TX-2	8
Total Direct Programs			8
<u>Passed Through the Texas Department of Agriculture</u>			
*School Breakfast Program - Cash Assistance	10.553	NBCUERM 12NN7	4,445,468
*National School Lunch Program - Cash Assistance	10.555	NBCUERM 12NN7	12,841,049
*National School Lunch Prog. - Non-Cash Assistance	10.555	NBCUERM 12NN7	1,203,366
*USDA Food Storage/Delivery Fees	10.555	NBCUERM 12NN7	19,881
Supply Chain Assistance	10.555	NBCUERM 12NN7	891,255

See Accompanying Notes to the Schedule of Expenditures of Federal Awards

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

(1)	(2)	(3)	(4)
FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM or CLUSTER TITLE	Federal Assistance Listing No.	Pass-Through Entity Identifying Number	Federal Expenditures
Total Assistance Listing Number 10.555			14,955,551
Total Child Nutrition Cluster			19,401,019
Child & Adult Care Food Program - Cash Assistance	10.558	NBCUERM12NN7	1,287,292
Fresh Fruit & Vegetable Program - Cash Assistance	10.582	NBCUERM12NN7	819,618
P-EBT Administration	10.649	NBCUERM12NN7	5,950
Summer Feeding Program - Cash Assistance	10.559	NBCUERM12NN7	99,626
Total Passed Through the Texas Department of Agriculture			21,613,505
TOTAL U.S. DEPARTMENT OF AGRICULTURE			21,613,513
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 97,214,301
*Clustered Programs			

See Accompanying Notes to the Schedule of Expenditures of Federal Awards

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

A. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Laredo Independent School District under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*.

The District utilizes the fund types specified in the Texas Education Agency's **Financial Accountability System Resource Guide (FASRG)**.

- **General Fund** - is accounted for, among other things, resources related to the United States Department of Defense ROTC program.
- **Special Revenue Funds** - are used to account for resources restricted to, or designated for, specific purposes by a grantor. Federal and state financial assistance generally is accounted for in a Special Revenue Fund. Generally, unused balances are returned to the grantor at the close of specified project periods.

B. Summary of Significant Accounting Policies

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund types are accounted for using a current financial resources measurement focus. All federal grant funds were accounted for in a Special Revenue Fund, or in some instances, in the General Fund which are Governmental Fund type funds.

With this measurement focus, only current assets and current liabilities and the fund balance are generally 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 the Governmental Fund types. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual (i.e., both measurable and available), and expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on General Long-Term Debt, which is recognized when due, and certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable, available financial resources.

Federal grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant and, accordingly, when such funds are received in advance of the expenditures, they are recorded as deferred revenues until earned.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

B. Summary of Significant Accounting Policies (Continued)

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

C. Indirect Cost Rate

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

Indirect cost reimbursement for federal program for this fiscal year was received in the amount of \$3,798,735.

D. Reconciliation from the Schedule of Expenditures of Federal Awards to the Exhibit C-3

Federal revenues in the General Fund consist of amounts attributed to the National School Lunch Program, the ROTC Program, and the Medicaid Administrative Program. Expenditures are not specifically attributable to these revenue sources and are shown as amounts equal to federal revenues. The revenue for indirect costs is recognized in the General Fund. Additionally, the SHARS Program is accounted for in the General Fund. SHARS revenue is not considered federal financial assistance, and is therefore, not included in the schedule.

Amount reported on the Schedule of Expenditures of Federal Awards, Exhibit K-1	\$97,214,301
School Health and Related Services (SHARS) Revenue reported in General Fund	<u>3,712,406</u>
Federal Program Revenue Reported on Exhibit C-3	<u><u>\$100,926,707</u></u>



Laredo Independent School District
www.laredoisd.org