



ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE YEAR ENDED

JUNE 30, 2022



**SOWING THE SEEDS
OF SUCCESS IN EVERY
PENNY AND EVERY
DOLLAR!**



**LAREDO INDEPENDENT SCHOOL DISTRICT
LAREDO, TX.**

www.laredoisd.org





**Laredo Independent School District
Annual Comprehensive Financial Report
For Fiscal Year Ended
June 30, 2022**

Prepared by:

Financial Management Department

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LAREDO INDEPENDENT SCHOOL DISTRICT
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR FISCAL YEAR ENDED JUNE 30, 2022

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INTRODUCTORY SECTION





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

December 13, 2022



Dr. Sylvia G. Rios
Superintendent of Schools

*Board of Trustees
2022-2023*



Monica Garcia
President, District 7



Ricardo Garza
Vice President, District 4



Guadalupe Gomez
Secretary, District 2



Juan J. Ramirez Jr.
Trustee, District 1



Veronica V. Orduño
Trustee, District 3



Goyo M. Lopez
Trustee, District 5



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

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, 2022. 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 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 2021-2022 was 19,757 students of which 6,020 students were enrolled at the high school level, 4,066 students were enrolled at the middle school level, and 9,671 students were enrolled at the elementary level.

Over 96.5% of our students were classified as economically disadvantaged, 55.1% as Emergent Bilingual, 9.9% as Special Education, and 14.5% participated in Gifted and Talented courses.

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 twentieth Superior or “A” rating on the School FIRST (Financial Integrity Rating System of Texas) financial accountability system for the fiscal year ended June 30, 2022. 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 about 21,000. Average daily attendance (ADA) drives school

funding and it has decreased on an annual basis due to decreases in enrollment. The attendance rate decreased to 92.9% due to the pandemic.

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.

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 approved 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 \$48,475,000 of authorized bonds.

In July 2014, the District established a funding plan for a new administration building. Fast forward to July 2022, administration staff occupied the newly constructed \$22 million facility funded with annual savings.

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.

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, 2021. This is the 24th 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,



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

**LAREDO INDEPENDENT SCHOOL DISTRICT
DISTRICT OFFICIALS, STAFF & CONSULTANTS
JUNE 30, 2022**

ELECTED OFFICIALS

Board of Trustees	Length of Service	Occupation
Hector J. Garcia President	12 Years	General Manager - La Posada
Hector J. Noyola Vice-President	8 Years	Executive Director - Boys and Girls Clubs of Laredo
Monica Garcia Secretary	4 Years	Community Outreach Coordinator / Public Information Officer–El Metro Transit
Dr. Minita Ramirez Parliamentarian	4 Years	Vice President for Student Success - TAMIU
Jose A. Valdez Trustee	25 Year	Retired
Guadalupe Gomez Trustee	2 Year	Chief Administrator Justice of the Peace Precinct 1 – Webb County
Ricardo Garza Trustee	11 Year	Business Owner – Twins Mechanical, Inc.

APPOINTED OFFICIALS

Sylvia G. Rios, Ed.DSuperintendent of Schools

Flor Ayala, CPA Assistant Superintendent for Finance & Business Services

Roberta Ramirez Ed.D.....Assistant Superintendent for Human Resources

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

Ambrose Gomez.....Executive Director for Technology Services

CONSULTANTS & ADVISORS

Financial AdvisorEstrada-Hinojosa & Company, Inc.
Dallas and San Antonio, Texas

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, 2022



Hector J. Garcia
President
District 6



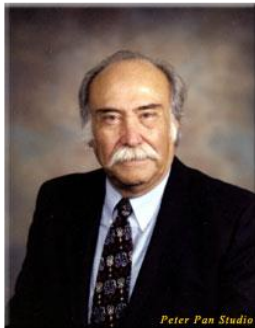
Hector J. Noyola
Vice-President
District 3



Monica Garcia
Secretary
District 7



Dr. Minita Ramirez
Parliamentarian
District 5



Jose A. Valdez †
Trustee
District 1



Guadalupe Gomez
Trustee
District 2



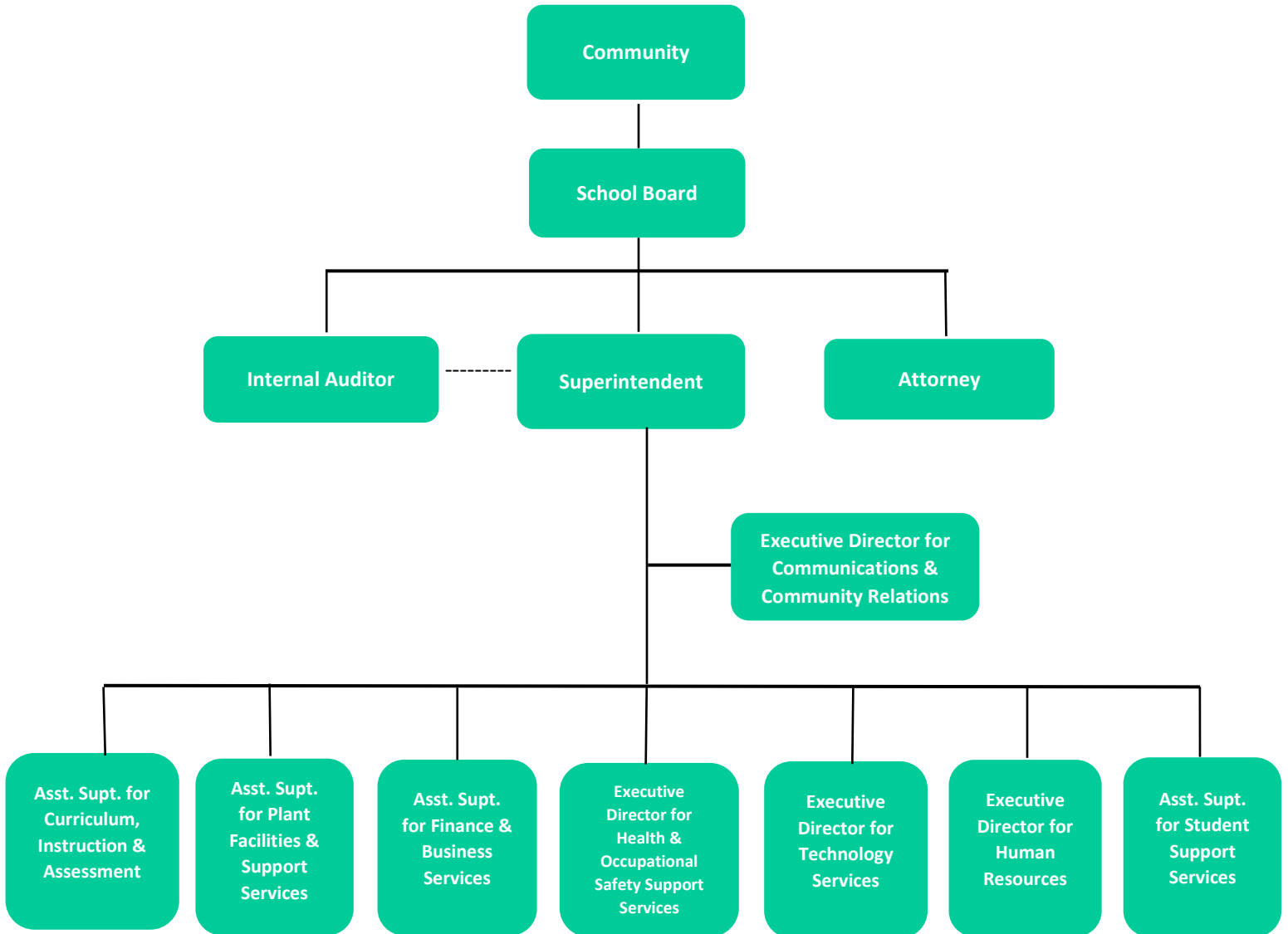
Ricardo Garza
Trustee
District 4

Superintendent of Schools



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

LAREDO INDEPENDENT SCHOOL DISTRICT
Organizational Chart
June 30, 2022





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, 2021

Christopher P. Morill

Executive Director/CEO

CERTIFICATE OF BOARD

Laredo Independent School District	Webb	240-901
<hr/> <i>Name of School District</i>	<hr/> <i>County</i>	<hr/> <i>County District Number</i>

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, 2022 at a meeting of the Board of Trustees of such school district on the 17 day of November, 2022.



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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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, 2022, 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, 2022, 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 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 9, 2022, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 flourish underneath.

November 9, 2022

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, 2022. Please read it in conjunction with our transmittal letter on page v, the independent auditor's report on page 1, and the District's Basic Financial Statements which begin on page 22.

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 \$137,105,053 (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 \$82,485,460. 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, 2022, the Laredo Independent School District had liabilities of \$116,685,616 million for pension and postemployment benefits, which has caused the deficit balance in the unrestricted net position.
- The Laredo Independent School District's total net position increased \$20,456,425 primarily because of the Teacher Retirement System (TRS or System or Plan) financial performance. The Plan is a public employee retirement system (PERS) that is a multiple-employer, cost-sharing, defined benefit pension plan with a special funding situation. TRS provides retirement, disability, and death benefits.
- At the close of the current fiscal year, the Laredo Independent School District's governmental funds reported combined fund balances of \$228,368,470, a decrease of \$543,115 in comparison with the prior year. Of this amount, \$62,710,744, or 27%, 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 \$75,940,158, or approximately 34% 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).

Both of the government-wide financial statements of the Laredo Independent School District are principally supported by state aid and local taxes. The governmental activities of the Laredo Independent School District include only itself (known as the primary government).

The government-wide financial statements can be found on pages 22-23 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, and two capital projects funds (Series 2018 and 2022). Data from the other thirty-three 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 24-30 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 31-33 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 four different types 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 34-35 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 36-76 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 78-88.

The combining statements referred to earlier in connection with nonmajor governmental funds, and custodial 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 90-109 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 \$137,105,053, at the close of the most recent fiscal year.

Laredo Independent School District's Net Position

	<u>Governmental Activities</u>	
	<u>2022</u>	<u>2021</u>
Current assets and other assets	\$ 311,475,804	\$ 286,225,337
Capital assets, net	419,303,756	391,619,635
Total assets	<u>730,779,560</u>	<u>677,844,972</u>
Total deferred outflows of resources	<u>41,713,854</u>	<u>45,325,306</u>
Current liabilities	84,476,972	60,072,294
Non-Current liabilities	446,284,030	470,831,214
Total liabilities	<u>530,761,002</u>	<u>530,903,508</u>
Total deferred inflows of resources	<u>104,627,359</u>	<u>75,618,142</u>
Net position:		
Net investment in capital assets	183,299,958	182,367,898
Restricted	36,290,555	43,106,840
Unrestricted	(82,485,460)	(108,826,110)
Total net position	<u>\$ 137,105,053</u>	<u>\$ 116,648,628</u>

Current and other assets increased in governmental activities by \$52,934,588 from the prior year. The increase was primarily from the net effect of the bond proceeds in the amount of \$48,795,000 and increase in collections in the amount of \$2,218,198.

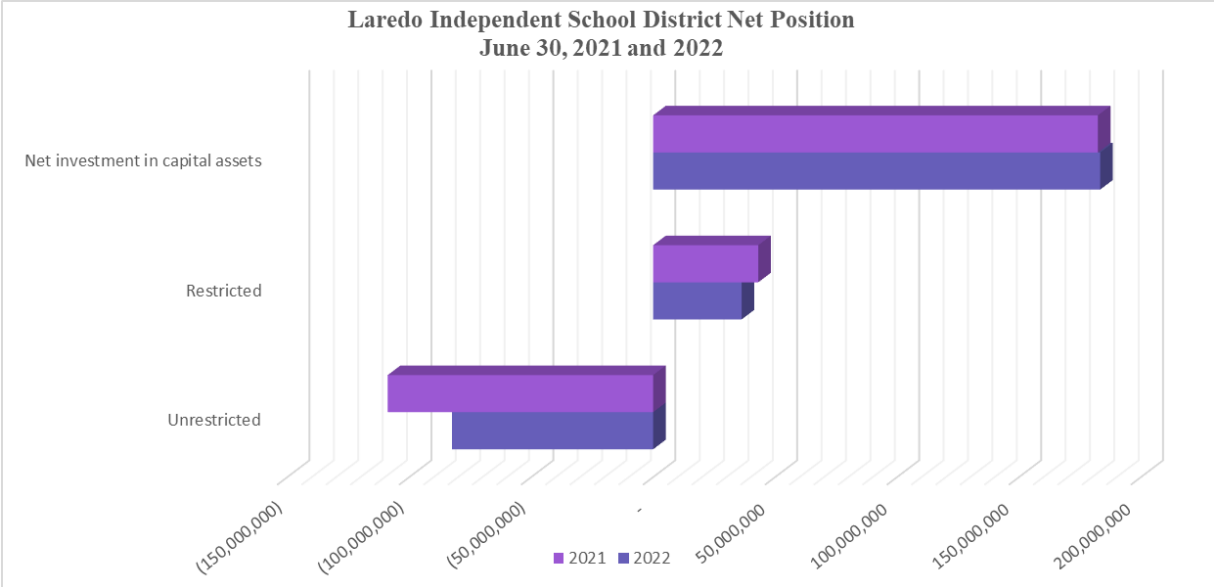
Current liabilities in governmental activities increased \$24.4 million from the previous year mainly due to the increase of overpayments from the Texas Education Agency. During the current year, the Laredo Independent School District received state aid payments based on the average daily attendance of 21,100. The actual average daily attendance was 18,018. Accounts payable increased due to outstanding payments related to construction projects.

The current ratio is a liquidity ratio that measures the District's ability to pay obligations due within a year. For every \$1 of current debt, the District had \$3 available to pay for debt. The net working capital available to meet the District's day to day operations was \$197,718,606.

Long-term liabilities, which consist of bonds, notes, leases, compensated absences and postemployment benefit obligations, decreased by \$24.5 million from the previous year for governmental activities. The Laredo Independent School District's net pension liability decreased \$42.7 million and the net OPEB liability decreased \$929,129 because of the increase in the financial position of the overall State's plan. The decrease in Pension and OPEB liability was offset by the increase of \$26.6 million from the net effect of the new bond issue and bond payments.

By far, the largest portion of the Laredo Independent School District's net position, \$183,299,958, reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, and infrastructure), net of accumulated depreciation 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, \$36,290,555 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 the unrestricted net position was a deficit balance of \$82,485,460. The deficit is caused primarily by approximately \$116.6 million in pension and postemployment liabilities for the Laredo Independent School District's.



The Laredo Independent School District’s overall net position increased \$20,456,425 from the prior fiscal year. The reasons for this overall decrease are discussed in the following section for governmental activities.

Laredo Independent School District's Changes in Net Position

	Governmental Activities	
	2022	2021
Revenues:		
Program revenues:		
Charges for services	\$ 1,080,625	\$ 696,885
Operating grants and contributions	87,464,799	72,376,510
General revenues:		
Property taxes	34,761,251	34,208,191
State aid	186,019,353	205,197,126
Grants and contributions - unrestricted	17,554,932	2,955,399
Investment earnings	409,591	597,030
Miscellaneous	3,512,115	2,258,059
Total Revenues	330,802,666	318,289,200
Expenses		
Instruction	164,072,817	167,135,151
Instructional resources and media services	4,837,673	5,027,155
Curriculum and staff development	4,315,054	3,884,321
Instructional leadership	5,202,506	5,047,832
School leadership	15,038,635	16,588,446
Guidance, counseling, and evaluation services	9,089,888	10,046,135
Social work services	2,711,839	2,299,437
Health services	3,886,171	3,906,930
Student transportation	4,413,664	3,861,906
Food services	20,908,827	17,222,211
Extracurricular activities	6,281,702	7,240,553
General administration	8,305,668	8,559,643
Plant maintenance and operations	36,228,511	26,948,533
Security and monitoring services	7,771,593	9,578,708
Data processing services	5,792,566	6,766,713
Community service	1,522,257	1,439,759
Interest on long-term debt	9,955,735	10,630,344
Bond Issuance Cost and Fees	-	307,686
Payments related to shared services arrangements	6,000	6,000
Payments to Juvenile Justice Alt. Education Program	5,135	10,902
Total Expenses	310,346,241	306,508,365
Increase in net position	20,456,425	11,780,835
Net position at beginning of year	116,648,628	104,867,793
Net position at end of year	\$ 137,105,053	\$ 116,648,628

Governmental Activities. During the current fiscal year, net position for governmental activities increased \$20,456,425 from the prior fiscal year for an ending balance of \$137,105,053. The main reason for the increase was the positive 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) Fund that neutralized its effect on governmental activities. In addition, the Texas Education Agency Commissioner of Education approved a reduction in the minimum number of

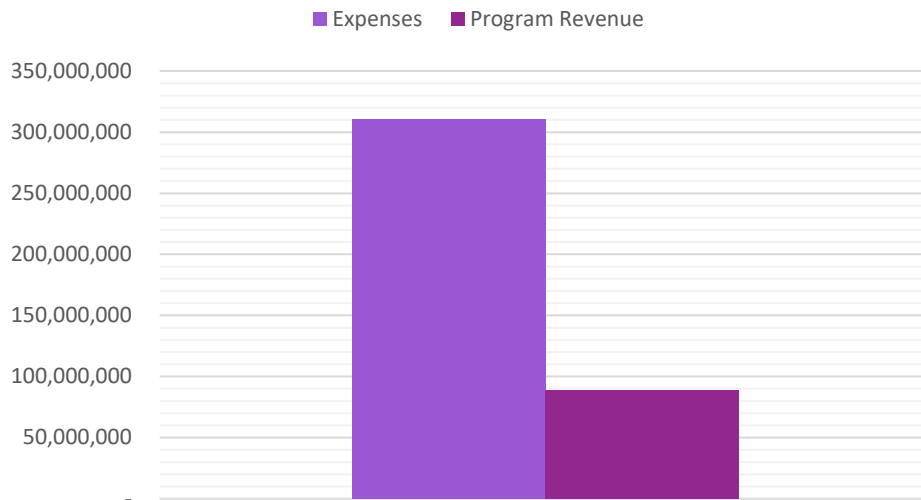
required operational minutes for all public schools during the first through fourth six-week attendance reporting periods of the 2021–2022 school year. This resulted in an adjustment to ensure stabilized percentage attendance rates were comparable to a more typical school year, rather than the low percentage attendance rates caused by the ongoing COVID-19 pandemic.

Revenues increased \$12.5 million from the prior year due to \$14,599,533 net increase in operating grants mainly from the federal government. The federal government provided money to school districts to address the areas most impacted by the disruption and closure of schools caused by COVID-19 and to assist school Districts to help safely reopen and sustain the safe operation of schools and address the impact of COVID-19. In addition, the TRS earned positive returns of 24.98 percent, compared to 7.24 percent in the prior year. Due to declining enrollment, State Aid decreased by \$28 million with an offset of \$8.8 million in disaster funding adopted by the Board of Trustees in response to Hurricane Henna. Property taxes remained stable while assessed property valuations continue to increase. Nonetheless, the rate charged to property owners decreased slightly from \$1.3929 in the previous year to \$1.3892 in the current year.

Expenses grew during the current year, increasing from \$306.5 million in the prior year to \$310.3 million in the current year. Differences between expected and actual actuarial experience and change in assumptions in the Pension Trust Fund created reductions overall. Even with those reductions, the increase by \$9.2 million in plant maintenance and operations was mainly due to the purchase of purifiers for classrooms, disinfecting equipment and supplies, HVAC supplies, and payroll costs for additional custodial staff. Also, the Food Service Program experienced an increase of \$3.6 million in food and non-food items such a meal trays, sporks, paper rolls, and fuel caused by inflation and supply chain shortages.

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, the Laredo Independent School District itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the Laredo Independent School District's Trustees.

At June 30, 2022, the Laredo Independent School District's governmental funds reported combined fund balances of \$228,368,470, a decrease of \$543,115 in comparison with the prior year. Of this amount, \$62,710,744, or 27%, 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, \$3,498,842; (2) restricted for particular purposes, \$136,755,311; (3) committed for particular purposes, \$23,195,360; or (4) assigned for particular purposes, \$2,208,213.

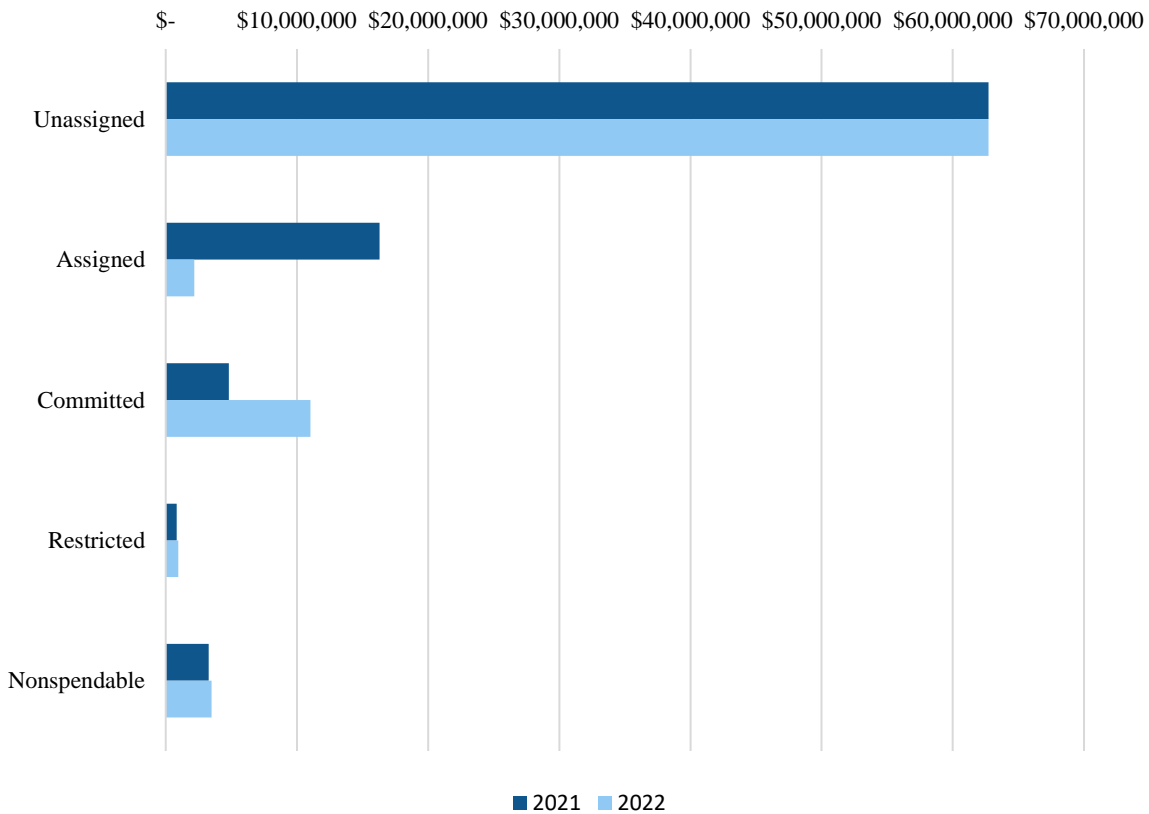
Analysis of Individual Funds

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 \$62,710,744, while

total general fund balance decreased to \$80,397,502. 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 28% of total general fund expenditures, while total fund balance represented 36% of that same amount.

The unassigned fund balance provided the District a balance that was equivalent to 102 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. This balance supports supplemental programs without interruption while the Districts waits for state and federal reimbursements.

Components of Fund Balance June 30, 2021 and 2022



The fund balance of the Laredo Independent School District’s general fund decreased by \$7,537,015 during the current fiscal year. The decrease in the fund balance was the net effect of the appropriation and expenditure of projects approved in the Assigned Fund Balance in the amount of \$14,114,572 and the adoption of a tax rate in response to Hurricane Henna which generated \$8,894,991 and set-aside (*Committed*) for improvements to facilities.

The 2018 capital projects fund, a major fund, had \$31,091,736 decrease in fund balance was 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 2022 capital projects fund, a major fund, had no significant activity as new bonds were priced in May and the transaction closed during the last month of the fiscal year.

The debt service fund, the remaining major governmental fund, had a decrease in fund balance during the current year of \$4,303,690 to bring the year end fund balance to \$30,509,030. The decrease was due to the reduction in state aid as a result of lower student enrollment and increased bond payments.

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 \$3,959,420. The total growth in net position was \$1,379,542, which includes \$750,000 for startup costs dedicated to the new employee health clinic.

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 2021. 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 \$12,499,840, as of the final amended budget. The activities are described below.

State revenues appropriations had a net decrease of \$16,175,405 due to lower than expected student average daily attendance. This is the net effect of \$3,824,595 increase in TRS on Behalf Benefits for Medicare Part D and a \$20,000,000 decrease reclassified to ESSER II. ESSER II revenues are being account for in the Special Revenue Funds. Federal programs revenues increased by \$456,520 for the Supply Chain Assistance Grant that the Food Service Fund received. Revenue appropriations had a net decrease of \$15,718,885.

Expenditure appropriations had a net decrease of \$10,300,557. This is a result of a reduction in payroll appropriations for Instruction, Health Services, and Plant Maintenance and Operations in the amount of \$20,000,000 for a reclassification in funding to ESSER II. The District increased its expenditure appropriations to fund fiscal year 2021-2022 outstanding purchase orders in the amount of \$2,156,744. In addition, projects from committed fund balance were appropriated for the purchase secondary schools band instruments in the amount of \$950,000 and the purchase of secondary schools mariachi orchestra uniforms and supplies in the amount of \$500,000.

An increase in expenditure appropriations from assigned fund balance was used to fund vaccination incentives for secondary schools in the amount of \$120,000, five student activity vehicles in the amount of \$152,132, school logo wraps in the amount of \$80,000, COM funding for hotspots and filter service in the amount of \$301,900, cheerleaders floor mats for secondary schools in the amount of \$60,200, roof repairs and canopy at Martin High School in the amount of \$204,000, replacement chiller system at Nixon High School in the amount of \$170,000, wrought iron fence and replacement furniture at Christen Middle School in the amount of \$105,000, beautification of front yard at Christen Middle School in the amount of \$15,000, erosion preventing retaining wall and painting of facility at Memorial Middle School in the amount of \$100,000, hardware locksets at Lara Academy in the amount of \$20,000, canopy at Daiches Elementary in the amount of \$89,000, stage curtains and painting at Farias Elementary in the amount of \$35,000, furniture replacement at Ligarde Elementary in the amount of \$30,000, mobile mini trailer with concrete slab and canopies at Milton Elementary in the amount of \$209,000, construction of new sidewalk at Santo Nino Elementary in the amount of \$17,000, power washers District-wide in the amount of \$10,000, HVAC replacements District-wide in the amount of \$88,000, musical instruments District-wide in the amount of \$40,000, bleachers at Zachary Softball Field in the amount of \$91,000, roof replacement at Information Technology Department in the amount of \$27,000, Martin High School ROTC water fountain in the amount of \$5,000, Nixon High School floor upgrade in band hall in the amount of \$25,000, vehicle certifications for activity buses in the amount of \$7,912, attendance incentives in the amount of \$10,000, lifeguard certifications for ROTC instructors in the amount of \$240, for the surveys and replat services in the amount of \$62,200, and canopy repairs District wide in the amount of \$37,000.

Additionally, budget appropriations in the General Fund were decreased to reduce expenditures to fund a transfer out to construction projects fund in the amount of \$300,000. Budget appropriations in the General Fund were increased to appropriate expenditures for increased TRS on behalf Medicare Part D payments in the amount of \$3,824,595

Moreover, budget appropriations increased by 456,520 for the Supply Chain Assistance Grant that the Food Service Fund received.

Other Sources and Uses appropriations increased for the Debt Service Fund to meet debt service requirement in the amount of \$5,819,885; the Proprietary Fund for the Health Benefit Initiative

\$750,000; the Capital Projects Fund for the Heights Expansion \$2,400,000, the IT training center for \$300,000, the Memorial Middle School field improvements \$799,717, and for construction projects and acquisition of real property in the amount of \$3,450,000. Other Sources and Uses appropriations had a net increase of \$13,519,602.

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

An unfavorable variance in revenue was primarily due to higher local property tax collections of \$752,881, lower interest income of \$27,243, higher miscellaneous income of \$598,007, lower foundation school program payments of \$2,215,234, higher state revenues from Texas House Bill 2 Article III Rider 75 for maintenance of state financial support for Part B of the Individuals with Disabilities Education Act (IDEA) of \$171,739, lower food service state match of \$65,111, higher state indirect cost of \$7,756, lower TRS on behalf payments of \$4,332,885, higher federal and grant indirect cost earnings of \$2,427,903, lower food service revenues for breakfast, lunch, USDA commodities, fresh fruits and vegetables of \$1,501,505, lower school health and related services payments of \$582,817, and higher Medicaid administrative claiming payments of \$47,219.

A favorable variance in expenditures was primarily due to having payroll, payroll taxes and benefits savings of \$8,041,778, spending \$1,591,684 less for the purchase of professional and contracted services than budgeted, spending \$3,128,429 less for supplies and materials than budgeted, spending \$801,666 less for miscellaneous operating expenditures than budgeted, spending \$2,145,670 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 \$334,725 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, 2022, amounts to \$419,303,756 (net of accumulated depreciation). This investment in capital assets includes land, building and improvements, furniture and equipment and construction in progress. The total increase in capital assets for the current fiscal year was 7.1%.

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

	Governmental Activities	
	2022	2021
Land	\$ 23,809,657	\$ 22,871,938
Buildings and improvements	324,565,875	307,680,790
Furniture and equipment	10,819,627	10,887,393
Construction in progress	60,108,597	50,179,514
Total	\$ 419,303,756	\$ 391,619,635

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

- Completion of the Dennis E. Nixon Performing Arts Center at a cost of \$19,345,213.
- Completion of the Raymond & Tirza Martin High School Multipurpose Building at a cost of \$6,166,324 and the Joseph W. Nixon High School Vocational Building at a cost of \$8,469,745.
- Land was purchase for Ligarde Elementary School at a cost of \$236,000 and for the relocation of the District Tax Office and future Health Care Clinic for \$701,012.
- The purchase of furniture and equipment at a total cost of \$2,921,587.
- Construction in Progress includes costs for Anita T. Dovalina Elementary School, Dr. Joaquin G. Cigarroa Middle School Phase I, Dr. Leonides G. Cigarroa High School Phase I, Jesus A. Kawas Elementary School and the Administration Building.

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 \$325,405,970. 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 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 and "A1" rating from Moody's Investors Service for general obligation debt. The remainder of the Laredo Independent School District's long-term obligations is comprised of liability for compensated absences.

Laredo Independent School District's Long-Term Debt

	Governmental Activities	
	2022	2021
Loans payable	\$ -	\$ 8,000,000
Bonds payable	325,405,970	299,714,980
Compensated absences	4,192,444	2,781,140
Total Long Term Debt Payable	\$ 329,598,414	\$ 310,496,120

The Laredo Independent School District's total debt increased by \$19,102,294 (6.2%) during the current fiscal year. The following are the reasons for the overall increase.

During the current year, the Laredo Independent School District issued bonds. The Laredo Independent School District issued an Unlimited Tax School Building Bonds, Series 2022 for \$46,060,000 to finance school facility projects approved by the voters in 2018. The Laredo Independent School District also paid out its QZAB loan with principal amount for \$8,000,000. The new issuance was offset by the regularly scheduled principal payments on the existing outstanding debt.

In addition to the new debt issuances, the Laredo Independent School District had an increase of \$1,411,304 in compensated absences liability.

Additional information on the Laredo Independent School District's long-term debt can be found in Note K 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 2022-2023 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 11.17% from \$2,601,865,158 to \$2,892,595,488. The increase in valuation triggered local tax compression from .8537 to .8046.
- The interest and sinking tax rate increased from \$0.4465 to \$0.4999 per \$100 property value, while the total tax rate decreased from \$1.3892 to \$1.3845 per \$100 property value. Included in the total tax rate are three disaster pennies (one-time) in response to Winter Storm Uri.
- The District's refined average daily attendance (ADA) is estimated at 18,000, compared to last year's actual of 18,018 (adjusted). The District continues to experience declines in enrollment. The District will use the Elementary and Secondary School Emergency Relief (ESSER) Funds to relieve the fiscal burdens incurred by the District in preventing, preparing for, and responding to the coronavirus. The District has the discretion to supplant ESSER funds locally. About \$20 million in ESSER Funds were used to support continuing operations.
- The basic allotment, which is the amount every school District is guaranteed to receive in state and local funds for each student in ADA, remained the same at \$6,160.

The Board of Trustees approved a balanced budget for the fiscal year ending June 30, 2023. The health benefit plan coverage remained the same and the employer monthly contribution remained the same at \$525. In an effort to maintain stability in the District, the Board of Trustees approved a \$1,100 increase to all employees in the teacher salary schedule. The Trustees also approved a 2% increase from the midpoint of the pay grade and days of the current pay plan for all employees on the professional pay schedules and a 4% increase of the midpoint of the pay grade and days of the current pay plan for all employees on the para-professional pay schedules. In addition, the Trustee approved a \$1,000 one-time retention bonus for all full-time employees. The funding source for the retention bonus was the Elementary and Secondary School Emergency Relief Fund II (ESSER II) estimated at \$4.9 million.

Requests for Information

This financial report is designed to provide our taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability and transparency for the money it receives. If you have questions about this report or need additional financial information, please contact the District's Division of Finance, Business Services and Accountability at (956) 273-1043.

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BASIC FINANCIAL STATEMENTS

LAREDO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2022

EXHIBIT A-1

Data Control Codes	Primary Government Governmental Activities
ASSETS	
1110 Cash and Cash Equivalents	\$ 273,741,119
1220 Property Taxes - Delinquent	3,615,825
1230 Allowance for Uncollectible Taxes	(2,195,937)
1240 Due from Other Governments	31,991,442
1290 Other Receivables, Net	820,730
1300 Inventories	2,567,292
1410 Prepayments	935,333
Capital Assets:	
1510 Land	23,809,657
1520 Buildings, Net	324,565,875
1530 Furniture and Equipment, Net	10,819,627
1580 Construction in Progress	60,108,597
1000 Total Assets	730,779,560
DEFERRED OUTFLOWS OF RESOURCES	
1701 Deferred Charge for Refunding	3,655,557
1705 Deferred Outflow Related to TRS Pension	22,863,458
1706 Deferred Outflow Related to TRS OPEB	15,194,839
1700 Total Deferred Outflows of Resources	41,713,854
LIABILITIES	
2110 Accounts Payable	13,936,645
2140 Interest Payable	6,365,499
2150 Payroll Deductions and Withholdings	782,949
2160 Accrued Wages Payable	26,486,469
2180 Due to Other Governments	30,615,016
2200 Accrued Expenses	2,224,395
2300 Unearned Revenue	4,065,999
Noncurrent Liabilities:	
2501 Due Within One Year: Loans, Note, Leases, etc.	24,357,713
Due in More than One Year:	
2502 Bonds, Notes, Loans, Leases, etc.	305,240,701
2540 Net Pension Liability (District's Share)	38,466,646
2545 Net OPEB Liability (District's Share)	78,218,970
2000 Total Liabilities	530,761,002
DEFERRED INFLOWS OF RESOURCES	
2602 Deferred Gain on Refunding	352,977
2605 Deferred Inflow Related to TRS Pension	43,846,163
2606 Deferred Inflow Related to TRS OPEB	60,428,219
2600 Total Deferred Inflows of Resources	104,627,359
NET POSITION	
3200 Net Investment in Capital Assets	183,299,958
Restricted:	
3820 Restricted for Federal and State Programs	3,374,796
3850 Restricted for Debt Service	30,509,030
3860 Restricted for Capital Projects	2,406,729
3900 Unrestricted	(82,485,460)
3000 Total Net Position	\$ 137,105,053

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, 2022

Net (Expense)
Revenue and
Changes in Net
Position

6
Primary Gov.

Governmental

Activities

Data Control Codes	1	Program Revenues		6	
		3	4		
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Gov. Governmental Activities	
Primary Government:					
GOVERNMENTAL ACTIVITIES:					
11	Instruction	\$ 164,072,817	\$ 613,244	\$ 42,356,007	\$ (121,103,566)
12	Instructional Resources and Media Services	4,837,673	-	411,221	(4,426,452)
13	Curriculum and Instructional Staff Development	4,315,054	-	3,164,663	(1,150,391)
21	Instructional Leadership	5,202,506	-	1,409,068	(3,793,438)
23	School Leadership	15,038,635	-	732,500	(14,306,135)
31	Guidance, Counseling, and Evaluation Services	9,089,888	-	2,173,481	(6,916,407)
32	Social Work Services	2,711,839	-	884,840	(1,826,999)
33	Health Services	3,886,171	-	2,377,854	(1,508,317)
34	Student (Pupil) Transportation	4,413,664	76,656	447,828	(3,889,180)
35	Food Services	20,908,827	23,743	22,207,842	1,322,758
36	Extracurricular Activities	6,281,702	163,771	291,282	(5,826,649)
41	General Administration	8,305,668	-	161,788	(8,143,880)
51	Facilities Maintenance and Operations	36,228,511	11,572	7,477,547	(28,739,392)
52	Security and Monitoring Services	7,771,593	-	1,110,114	(6,661,479)
53	Data Processing Services	5,792,566	-	818,080	(4,974,486)
61	Community Services	1,522,257	191,639	1,434,684	104,066
72	Debt Service - Interest on Long-Term Debt	9,955,735	-	-	(9,955,735)
93	Payments Related to Shared Services Arrangements	6,000	-	6,000	-
95	Payments to Juvenile Justice Alternative Ed. Prg.	5,135	-	-	(5,135)
	[TP] TOTAL PRIMARY GOVERNMENT:	\$ 310,346,241	\$ 1,080,625	\$ 87,464,799	(221,800,817)

Data Control Codes	General Revenues:	
	Taxes:	
MT	Property Taxes, Levied for General Purposes	23,798,193
DT	Property Taxes, Levied for Debt Service	10,963,058
SF	State Aid - Formula	186,019,353
GC	Grants and Contributions not Restricted	17,554,932
IE	Investment Earnings	409,591
MI	Miscellaneous Local and Intermediate Revenue	3,512,115
TR	Total General Revenues	242,257,242
CN	Change in Net Position	20,456,425
NB	Net Position - Beginning	116,648,628
NE	Net Position - Ending	\$ 137,105,053

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

LAREDO INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

Data Control Codes	10 General Fund	50 Debt Service Fund	60 EDA 2018 Series
ASSETS			
1110 Cash and Cash Equivalents	\$ 112,036,586	\$ 31,384,906	\$ 58,751,975
1220 Property Taxes - Delinquent	2,629,163	986,662	-
1230 Allowance for Uncollectible Taxes	(1,596,725)	(599,212)	-
1240 Due from Other Governments	17,893,267	141,230	-
1260 Due from Other Funds	12,864,758	133,783	-
1290 Other Receivables	721,804	-	-
1300 Inventories	2,567,292	-	-
1410 Prepayments	931,550	-	3,783
1000 Total Assets	<u>\$ 148,047,695</u>	<u>\$ 32,047,369</u>	<u>\$ 58,755,758</u>
LIABILITIES			
2110 Accounts Payable	\$ 3,447,066	\$ -	\$ 5,198,935
2150 Payroll Deductions and Withholdings Payable	782,949	-	-
2160 Accrued Wages Payable	20,013,743	-	-
2170 Due to Other Funds	15,395,884	2,294	198,429
2180 Due to Other Governments	25,735,072	1,270,496	-
2300 Unearned Revenue	1,504,587	-	-
2000 Total Liabilities	<u>66,879,301</u>	<u>1,272,790</u>	<u>5,397,364</u>
DEFERRED INFLOWS OF RESOURCES			
2601 Unavailable Revenue - Property Taxes	770,892	265,549	-
2600 Total Deferred Inflows of Resources	<u>770,892</u>	<u>265,549</u>	<u>-</u>
FUND BALANCES			
Nonspendable Fund Balance:			
3410 Inventories	2,567,292	-	-
3430 Prepaid Items	931,550	-	-
Restricted Fund Balance:			
3450 Federal or State Funds Grant Restriction	958,502	-	-
3470 Capital Acquisition and Contractual Obligation	-	-	53,358,394
3480 Retirement of Long-Term Debt	-	30,509,030	-
3490 Other Restricted Fund Balance	-	-	-
Committed Fund Balance:			
3510 Construction	-	-	-
3545 Other Committed Fund Balance	11,044,745	-	-
Assigned Fund Balance:			
3590 Other Assigned Fund Balance	2,184,669	-	-
3600 Unassigned Fund Balance	62,710,744	-	-
3000 Total Fund Balances	<u>80,397,502</u>	<u>30,509,030</u>	<u>53,358,394</u>
4000 Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ 148,047,695</u>	<u>\$ 32,047,369</u>	<u>\$ 58,755,758</u>

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

60 EDA 2022 Series	Other Funds	Total Governmental Funds
\$ 48,809,943	\$ 19,232,907	\$ 270,216,317
-	-	3,615,825
-	-	(2,195,937)
-	13,956,945	31,991,442
-	6,109,077	19,107,618
9,307	84,781	815,892
-	-	2,567,292
-	-	935,333
<u>\$ 48,819,250</u>	<u>\$ 39,383,710</u>	<u>\$ 327,053,782</u>
\$ -	\$ 4,731,783	\$ 13,377,784
-	-	782,949
-	6,472,726	26,486,469
-	8,823,506	24,420,113
-	3,609,448	30,615,016
-	461,953	1,966,540
-	<u>24,099,416</u>	<u>97,648,871</u>
-	-	1,036,441
-	-	<u>1,036,441</u>
-	-	2,567,292
-	-	931,550
-	703,406	1,661,908
48,819,250	1,340,332	103,517,976
-	-	30,509,030
-	1,066,397	1,066,397
-	11,790,474	11,790,474
-	360,141	11,404,886
-	23,544	2,208,213
-	-	62,710,744
<u>48,819,250</u>	<u>15,284,294</u>	<u>228,368,470</u>
<u>\$ 48,819,250</u>	<u>\$ 39,383,710</u>	<u>\$ 327,053,782</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
JUNE 30, 2022

EXHIBIT C-2

Total Fund Balances - Governmental Funds	\$	228,368,470
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.		3,959,420
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 \$652,160,022 and the accumulated depreciation was (\$260,540,387). In addition, long-term liabilities, including bonds payable was (\$310,496,120), are not due and payable in the current period, as well as the net deferred gain and loss on refunding of \$3,919,045 and the accrued interest payable of (\$6,344,419) 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.		78,698,141
3 Current year capital outlays and long-term 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 including the 2022 capital outlays in the amount of \$48,319,893 and debt issuance and principal payments in the amount of (\$19,123,374) and the net deferred charge and gain on refunding in the amount of (\$616,465) is to increase net position.		28,580,054
4 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 \$22,863,458 deferred resource inflow in the amount of \$43,846,163, and a net pension liability in the amount of \$38,466,646. This resulted in a decrease in net position.		(59,449,351)
5 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 \$15,194,839, a deferred resource inflow in the amount of \$60,428,219, and a net OPEB liability in the amount of \$78,218,970. This resulted in a decrease in net position.		(123,452,350)
6 The 2022 depreciation expense increases accumulated depreciation. The net effect of the current year's depreciation is to decrease net position.		(20,635,772)
7 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.		1,036,441
19 Net Position of Governmental Activities	\$	137,105,053

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

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LAREDO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

Data Control Codes	10 General Fund	50 Debt Service Fund	60 EDA 2018 Series
REVENUES:			
5700 Total Local and Intermediate Sources	\$ 26,913,363	\$ 11,415,980	\$ 123,437
5800 State Program Revenues	178,012,269	19,407,723	-
5900 Federal Program Revenues	25,538,197	-	-
5020 Total Revenues	<u>230,463,829</u>	<u>30,823,703</u>	<u>123,437</u>
EXPENDITURES:			
Current:			
0011 Instruction	116,956,387	-	-
0012 Instructional Resources and Media Services	4,435,616	-	-
0013 Curriculum and Instructional Staff Development	1,395,712	-	-
0021 Instructional Leadership	4,012,986	-	-
0023 School Leadership	14,748,342	-	-
0031 Guidance, Counseling, and Evaluation Services	7,348,852	-	-
0032 Social Work Services	1,947,529	-	-
0033 Health Services	1,794,466	-	-
0034 Student (Pupil) Transportation	4,100,554	-	-
0035 Food Services	18,668,037	-	-
0036 Extracurricular Activities	6,005,070	-	-
0041 General Administration	8,296,283	-	-
0051 Facilities Maintenance and Operations	23,648,921	-	-
0052 Security and Monitoring Services	5,531,667	-	-
0053 Data Processing Services	4,620,471	-	-
0061 Community Services	186,499	-	-
Debt Service:			
0071 Principal on Long-Term Liabilities	-	27,830,000	-
0072 Interest on Long-Term Liabilities	-	13,112,528	-
0073 Bond Issuance Cost and Fees	-	4,750	-
Capital Outlay:			
0081 Facilities Acquisition and Construction	499,251	-	31,215,173
Intergovernmental:			
0093 Payments to Fiscal Agent/Member Districts of SSA	-	-	-
0095 Payments to Juvenile Justice Alternative Ed. Prg.	5,135	-	-
6030 Total Expenditures	<u>224,201,778</u>	<u>40,947,278</u>	<u>31,215,173</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>6,262,051</u>	<u>(10,123,575)</u>	<u>(31,091,736)</u>
OTHER FINANCING SOURCES (USES):			
7911 Capital Related Debt Issued	-	-	-
7915 Transfers In	1,935,327	5,819,885	-
7916 Premium or Discount on Issuance of Bonds	-	-	-
8911 Transfers Out (Use)	(15,734,393)	-	-
7080 Total Other Financing Sources (Uses)	<u>(13,799,066)</u>	<u>5,819,885</u>	<u>-</u>
1200 Net Change in Fund Balances	(7,537,015)	(4,303,690)	(31,091,736)
0100 Fund Balance - July 1 (Beginning)	87,934,517	34,812,720	84,450,130
3000 Fund Balance - June 30 (Ending)	<u>\$ 80,397,502</u>	<u>\$ 30,509,030</u>	<u>\$ 53,358,394</u>

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

	60 EDA 2022 Series	Other Funds	Total Governmental Funds
\$	14,943	\$ 2,533,947	\$ 41,001,670
	-	2,026,610	199,446,602
	-	78,289,663	103,827,860
	14,943	82,850,220	344,276,132
	-	51,038,362	167,994,749
	-	663,190	5,098,806
	-	3,331,463	4,727,175
	-	1,712,574	5,725,560
	-	1,640,610	16,388,952
	-	2,727,942	10,076,794
	-	1,011,722	2,959,251
	-	2,588,605	4,383,071
	-	696,413	4,796,967
	-	2,823,938	21,491,975
	-	462,271	6,467,341
	-	638,193	8,934,476
	-	8,411,048	32,059,969
	-	1,222,839	6,754,506
	-	1,023,240	5,643,711
	-	1,515,568	1,702,067
	-	-	27,830,000
	-	-	13,112,528
	511,021	-	515,771
	-	14,995,347	46,709,771
	-	6,000	6,000
	-	-	5,135
	511,021	96,509,325	393,384,575
	(496,078)	(13,659,105)	(49,108,443)
	46,060,000	-	46,060,000
	-	7,229,181	14,984,393
	3,255,328	-	3,255,328
	-	-	(15,734,393)
	49,315,328	7,229,181	48,565,328
	48,819,250	(6,429,924)	(543,115)
	-	21,714,218	228,911,585
\$	48,819,250	\$ 15,284,294	\$ 228,368,470

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, 2022

EXHIBIT C-4

Total Net Change in Fund Balances - Governmental Funds	\$ (543,115)
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.	1,379,542
Current year capital outlays and long-term 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 including the 2022 capital outlays in the amount of \$48,319,893 and debt issuance and principal payments in the amount of (\$19,123,374) and the net deferred charge and gain on refunding in the amount of (\$616,465) is to increase net position.	28,580,054
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.	(20,635,772)
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.	30,442
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 \$8,588,847. 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 \$5,399,494. Finally, the proportionate share of the TRS pension expense on the plan as a whole had to be recorded. The net pension expense increased the change in net position by (\$3,146,799). The net result is a increase in the change in net position.	6,336,152
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 \$1,851,228. 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 \$1,320,899. 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 (\$4,778,793). The net result is an increase in the change in net position.	5,309,122
Change in Net Position of Governmental Activities	\$ 20,456,425

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, 2022

	Governmental Activities -
	Health Plan Internal Service Fund
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 3,524,802
Due from Other Funds	5,313,483
Other Receivables	4,838
Total Assets	8,843,123
LIABILITIES	
Current Liabilities:	
Accounts Payable	558,861
Due to Other Funds	988
Accrued Expenses	2,224,395
Unearned Revenues	2,099,459
Total Liabilities	4,883,703
NET POSITION	
Unrestricted Net Position	3,959,420
Total Net Position	\$ 3,959,420

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, 2022

	Governmental Activities -
	Health Plan Internal Service Fund
<hr/>	
OPERATING REVENUES:	
Local and Intermediate Sources	\$ 25,299,022
Total Operating Revenues	<u>25,299,022</u>
OPERATING EXPENSES:	
Other Operating Costs	<u>24,669,480</u>
Total Operating Expenses	<u>24,669,480</u>
Income Before Transfers	629,542
Transfer In	<u>750,000</u>
Change in Net Position	1,379,542
Total Net Position - July 1 (Beginning)	<u>2,579,878</u>
Total Net Position - June 30 (Ending)	<u><u>\$ 3,959,420</u></u>

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, 2022

EXHIBIT D-3

	Governmental Activities - Health Plan Internal Service Fund
<u>Cash Flows from Operating Activities:</u>	
Cash Received from User Charges	\$ 20,784,065
Cash Payments for Insurance Claims	(21,914,574)
Cash Payments for Suppliers	(2,603,366)
	(3,733,875)
Net Cash Used for Operating Activities	(3,733,875)
Net Decrease in Cash and Cash Equivalents	(3,733,875)
Cash and Cash Equivalents at Beginning of Year	7,258,677
	\$ 3,524,802
<u>Reconciliation of Operating Income to Net Cash</u>	
<u>Used for Operating Activities:</u>	
Operating Income:	\$ 629,542
Effect of Increases and Decreases in Current Assets and Liabilities:	
Increase in Due from Other Funds	(4,563,482)
Increase in Receivables	(2,274)
Decrease in Accounts Payable	(249,155)
Decrease in Due to Other Funds	(1,734)
Decrease in Unearned Revenues	(50,528)
Increase in Accrued Expenses	503,756
	503,756
Net Cash Used for Operating Activities	\$ (3,733,875)

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, 2022

	Total Custodial Funds
ASSETS	
Cash and Cash Equivalents	\$ 830,339
Total Assets	<u>830,339</u>
NET POSITION	
Restricted for Scholarships	170,684
Restricted for Individuals and Organizations	<u>659,655</u>
Total Net Position	<u><u>\$ 830,339</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, 2022

	Total Custodial Funds
ADDITIONS:	
Contributions to Student Groups	\$ 91,904
Miscellaneous Revenue - Student	968,082
Earnings from Temporary Deposits	337
Contributions, Gifts and Donations	117,699
Total Additions	<u>1,178,022</u>
DEDUCTIONS:	
Professional and Contracted Services	348,899
Supplies and Materials	208,030
Other Deductions	600,673
Total Deductions	<u>1,157,602</u>
Change in Fiduciary Net Position	20,420
Total Net Position - July 1 (Beginning)	<u>809,919</u>
Total Net Position - June 30 (Ending)	<u><u>\$ 830,339</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, 2022

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 from 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, 2022

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. **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.
3. **EDA 2018 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.
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, 2022

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. These funds were previously reported in an agency fund. This change resulted in reporting the detail of additions to and deductions from custodial funds causing a change in the fund net position whereas these details were not reported for agency funds. This change is a result of the implementation of GASB 84. The District’s custodial funds consist of District Student Activity Funds, Donations, and Scholarship Funds.

Fiduciary Fund Financial Statement are referenced as Exhibits E-1, E-2, H-9 and H-10.

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.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

A. Summary of Significant Accounting Policies (Continued)

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.

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. 87, Leases, was issued in June 2017. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that were previously classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. This standard became effective for the District in fiscal year 2022.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

A. Summary of Significant Accounting Policies (Continued)

The District implemented GASB 87 in fiscal year 2022. However, the District had no material lease transactions in the current year.

GASB Statement No. 91, Conduit Debt Obligations, was issued in May 2019. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. This standard becomes effective for the District in fiscal year 2023. The District has not yet determined the impact of this statement.

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. 87, Leases, as amended. This standard becomes effective for the District in fiscal year 2023. 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.

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

LAREDO INDEPENDENT SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2022

A. Summary of Significant Accounting Policies (Continued)

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 \$1,596,725 and \$599,212 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.

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

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

A. Summary of Significant Accounting Policies (Continued)

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.

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.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

A. Summary of Significant Accounting Policies (Continued)

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, 2022.

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 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.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

A. Summary of Significant Accounting Policies (Continued)

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.

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.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

A. Summary of Significant Accounting Policies (Continued)

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, 2022, the District invested part of its money with Texas DAILY and TexPool, which hold an AAAM rating from Standard and Poor's (S&P).

q. Fund Balance and Net Position

Governmental Fund Financial Statements

In accordance with GASB 54, 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.

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

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

A. Summary of Significant Accounting Policies (Continued)

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.

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.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

B. Reconciliation of Government –Wide and Fund Financial (Continued)

The details of the \$28,580,054 difference is as follows:

Assets:

Increase in Land	\$	937,719	
Increase in Buildings and Improvements		34,537,437	
Increase in Furniture and Equipment		2,222,229	
Depreciation on Disposed Equipment		693,425	
Increase in Construction in Progress		9,929,083	
Subtotal		48,319,893	\$

Deferred outflows of Resources:

Decrease in Deferred Charge for refunding	(665,725)
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Long - Term Liabilities:

Increase in termination benefits & compensated absences	(1,411,304)
Increase in interest payable	(21,080)
Accreted interest on bonds payable	(1,660,822)
Amortization of premium on bonds	454,832
Unlimited Tax School Building Bonds, Series 2022	(46,060,000)
Principal payments on bonds payable	21,575,000
Principal payment on QZAB	8,000,000
Subtotal	(19,123,374)

Deferred inflows of Resources:

Decrease in Deferred Gain for refunding	49,260
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Net Adjustment to decrease fund balance - total governmental funds to arrive at net position - governmental activities	\$ 28,580,054
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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.

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.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

C. Compliance and Accountability (Continued)

- 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 2018 Series, 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	\$ 229,629,713	\$ (10,757,077)	\$ 218,872,636
General Fund – Food Service	20,581,849	456,520	21,038,369
Total General Fund	\$ 250,211,562	\$ (10,300,557)	\$ 239,911,005
 Debt Service Fund	 \$ 40,962,528	 \$ -	 \$ 40,962,528

It is noted that during this fiscal year, the budget appropriations in General Fund were increased to appropriate expenditures from committed fund balance for the purchase secondary school's band instruments in the amount of \$950,000 and the purchase of secondary school's mariachi orchestra uniforms and supplies in the amount of \$500,000.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

C. Compliance and Accountability (Continued)

Budget appropriations in the General Fund were also increased to appropriate expenditures from assigned and other assigned fund balance for district wide fiscal year 2021-2022 outstanding purchase orders in the amount of \$2,010,190, vaccination incentives for secondary schools in the amount of \$120,000, five student activity vehicles in the amount of \$152,132, school logo wraps in the amount of \$80,000, COM funding for hotspots and filter service in the amount of \$301,900, cheerleaders floor mats for secondary schools in the amount of \$60,200, roof repairs and canopy at Martin High School in the amount of \$204,000, replacement chiller system at Nixon High School in the amount of \$170,000, wrought iron fence and replacement furniture at Christen Middle School in the amount of \$105,000, beautification of front yard at Christen Middle School in the amount of \$15,000, erosion preventing retaining wall and painting of facility at Memorial Middle School in the amount of \$100,000, hardware locksets at Lara Academy in the amount of \$20,000, canopy at Daiches Elementary in the amount of \$89,000, stage curtains and painting at Farias Elementary in the amount of \$35,000, furniture replacement at Ligarde Elementary in the amount of \$30,000, mobile mini trailer with concretes lab and canopies at Milton Elementary in the amount of \$199,000, construction of new sidewalk at Santo Nino Elementary in the amount of \$17,000, power washers district-wide in the amount of \$10,000, HVAC replacements district-wide in the amount of \$88,000, musical instruments district-wide in the amount of \$40,000, bleachers at Zachary Softball Field in the amount of \$91,000, roof replacement at Information Technology Department in the amount of \$27,000, Martin High School ROTC water fountain in the amount of \$5,000, Nixon High School floor upgrade in band hall in the amount of \$25,000, vehicle certifications for activity buses in the amount of \$7,912, attendance incentives in the amount of \$10,000, lifeguard certifications for ROTC instructors in the amount of \$240, for the surveys and replat services in the amount of \$62,000, and canopy repairs district wide in the amount of \$37,000.

Additionally, budget appropriations in the General Fund were decreased to reduce expenditures to fund a transfer out to construction projects fund in the amount of \$300,000.

Moreover, budget appropriations in the General Fund were increased to appropriate expenditures for increased TRS on behalf payments in the amount of \$3,824,595

Furthermore, budget appropriations in the General Fund were decreased to reduce expenditures due to a reduction of payroll expenditures in the amount of \$20,000,000.

Lastly, budget appropriations in the General Fund (E-Rate) increased to appropriate expenditures from committed fund balance for district wide fiscal year 2021-2022 outstanding purchase orders in the amount of \$146,554.

Budget appropriations in Food Service were increased to appropriate revenues and expenditures for the Supply Chain Assistance (SCA) Funding in the amount of \$456,520.

2. Excess Actual Over Budget

For the year ended June 30, 2022, appropriations exceeded expenditures in all legally budgeted funds.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

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 and 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	\$	41,246,624
Cash Equivalents		
Investment Pools Accounts:		
TexasDAILY		223,240,727
TexPool		9,253,768
Total Cash Equivalents		232,494,495
Total Deposits - Primary Government	\$	273,741,119

Deposits:

At June 30, 2022, the District's bank deposits (cash and interest bearing accounts) were \$276,986,456. The District's cash deposits at June 30, 2022 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 \$135,000,000, which is the sum of two letters of credit.
- b. The highest combined balances of cash, savings, and time deposit accounts amounted to \$88,878,069 and occurred during the month of July 2021.
- 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, 2022

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 Term Advisory Board pursuant to the provisions of the Texas Term Common Investment Contract that established the Pool. Texas DAILY is a local government investment portfolio established to allow school districts and other governmental entities in Texas to pool their funds for investment under the provisions of the Inter local Cooperation Act, Chapter 791 of the Texas Government Code, the Public Funds Investment Act and other similar cooperative statutes and under the statutes governing investment of funds by those local governments.

TexPool is a local government investment pool created on behalf of Texas entities whose investment objectives are preservation and safety of principal, liquidity and yield consistent with the Public Funds Investment Act. Pursuant to subchapter G of chapter 404, the Comptroller of Public Accounts administers the Texas Local Government Investment Pools (the "TexPool Portfolios") as public funds investment pools through the Texas Treasury Safekeeping Trust Company (the "Trust Company").

The Trust Company is a special-purpose trust company authorized to receive, transfer, and disburse money and securities as provided by statute or belonging to the state, agencies, and local political subdivisions and other organizations created on behalf of the state or agency or political subdivision of the state.

The Comptroller and the Trust Company have contracted with Federated Investors, Inc. ("Federated"), as administrator and investment manager for the TexPool Portfolios.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

D. Cash, Cash Equivalent and Investments (Continued)

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*.

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, 2022, Texas Daily and Texpool were rated AAAM by Standard and Poor’s (S&P). The District did not have any investments in commercial paper as of June 30, 2022.

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 (81.55%), TexPool (3.38%), and PNC Bank (15.07%).

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, 2022 are shown below:

	Investment Maturities in Years		
Investment	Book Value	Less than 1 Year	1 to 2 Years
Investment Pools			
Texpool	\$ 9,253,768	\$ 9,253,768	\$ -
Texas DAILY	223,240,727	223,240,727	-
Total Book Value	\$ 232,494,495	\$ 232,494,495	\$ -

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, 2022

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, 2022 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	\$ 9,253,768	\$ -	\$ -	\$ -	\$ 9,253,768
Texas DAILY	223,240,727	-	-	-	223,240,727
Total Investments	<u>\$ 232,494,495</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 232,494,495</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 2022, 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 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, 2022

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

Amounts due to and from federal, state, and local governments as of June 30, 2022 are summarized below and are reported on the government-wide statement of net position.

	Due to Other Governments	Due from Other Governments
	<u> </u>	<u> </u>
<u>Major Governmental Funds:</u>		
General Fund	\$ 25,735,072	\$ 17,893,267
Debt Service Fund	1,270,496	141,230
Total Major Governmental Funds	<u>27,005,568</u>	<u>18,034,497</u>
<u>Nonmajor Governmental Funds:</u>		
ESEA, Title X, Part C – Homeless Education	-	25,861
ESEA, Title I, Part A - Improving Basic Programs	-	2,497,037
ESEA, Title I, Part C - Migratory Children	-	29,995
IDEA, Part B - Formula	-	723,556
Summer Feeding Program	-	396,401
Perkins V: Strengthening CTE 21st Century	-	125,428
ESEA, Title II, Part A - Effective Instruction	-	410,391
ESEA, Title III, Part A - English Lang. Acquisition	-	219,431
College Now Career Connected!	-	143,927
ARP Homeless II	-	20,049
CRRSA ESSER II	3,609,448	-
ARP ESSER III	-	7,925,403
IDEA, Part B – Formula-ARP	-	287,349
IDEA, Part B – Preschool-ARP	-	10,461
Federally Funded Special Revenue Funds	-	297,981
State Funded Special Revenue Funds	-	330,251
Regional Day School for the Deaf	-	49,463
OCDETF Grant	-	16,627
Patrick Leahy Bulletproof Vest Partnership Grant	-	11,680
AEP Foundation Grant	-	435,654
Total Nonmajor Governmental Funds	<u>3,609,448</u>	<u>13,956,945</u>
Total Governmental Funds	<u>\$ 30,615,016</u>	<u>\$ 31,991,442</u>

F. Interfund Balances and Activities

1. Interfund Receivables and Interfund Payables

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.

LAREDO INDEPENDENT SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2022

F. Interfund Balances and Activities (Continued)

The composition of interfund balances as of June 30, 2022 is as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
<u>Governmental Funds:</u>		
General Fund	\$ 12,864,758	\$ 15,395,884
Debt Service Fund	133,783	2,294
EDA 2018 Series	-	198,429
Nonmajor Governmental Funds	6,109,077	8,823,506
Total Governmental Funds	19,107,618	24,420,113
 <u>Proprietary Fund:</u>		
Health Plan Internal Service Fund	5,313,483	988
 Total – All Funds	\$ 24,421,101	\$ 24,421,101

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, 2022 were as follows:

Transfers From	Transfers To	Amount	Purpose
General Fund	Capital Projects	\$ 6,949,717	Transfer to cover for capital improvement projects.
General Fund	Debt Service Fund	5,819,885	Transfer to cover for principal payments and agent fees.
General Fund	Athletics Program	1,480,327	Transfer to cover athletic costs for the District.
General Fund	Health Plan Internal Service Fund	750,000	Transfer to cover Health Care Clinic.
General Fund	Dennis Nixon Performing Arts Center	279,464	Transfer to cover civic center costs for the District.
General Fund	E-Rate	455,000	Transfer to cover local 10% share of grant and items ineligible for E-Rate.
		\$ 15,734,393	

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

G. Capital Assets

Capital asset activity for the year ended June 30, 2022 was as follows:

	Beginning Balances	Additions	Dispositions	Ending Balances
<u>Governmental activities:</u>				
Capital assets not being depreciated:				
Land	\$ 22,871,938	\$ 937,719	\$ -	\$ 23,809,657
Construction in Progress	50,179,514	44,466,520	34,537,437	60,108,597
Total capital assets not being depreciated	<u>73,051,452</u>	<u>45,404,239</u>	<u>34,537,437</u>	<u>83,918,254</u>
Capital assets being depreciated:				
Buildings and Improvements	535,200,922	34,537,437	-	569,738,359
Furniture and Equipment	43,907,648	2,921,587	699,358	46,129,877
Total capital assets being depreciated	<u>579,108,570</u>	<u>37,459,024</u>	<u>699,358</u>	<u>615,868,236</u>
Less accumulated depreciation:				
Building and Improvements	227,520,132	17,652,352	-	245,172,484
Furniture and Equipment	33,020,255	2,983,420	693,425	35,310,250
Total accumulated depreciation	<u>260,540,387</u>	<u>20,635,772</u>	<u>693,425</u>	<u>280,482,734</u>
Total capital assets being depreciated, net	<u>318,568,183</u>	<u>16,823,252</u>	<u>5,933</u>	<u>335,385,502</u>
Governmental activities capital assets, net	<u>\$ 391,619,635</u>	<u>\$ 62,227,491</u>	<u>\$ 34,543,370</u>	<u>\$ 419,303,756</u>

Depreciation was charged to the following functions as follows:

Instruction	\$ 10,352,491
Instruction Resources and Media Services	129,764
Instructional Leadership	60,665
School Leadership	98,825
Guidance, Counseling & Evaluation Services	14,712
Food Services	353,086
Extracurricular Activities	352,194
General Administration	26,736
Facilities Maintenance and Operations	6,942,806
Security and Monitoring Services	1,777,147
Data Processing Services	527,346
Total Depreciation	<u>\$ 20,635,772</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

H. Unearned Revenues

Unearned revenues at June 30, 2022 consisted of the following:

Major Governmental Funds:

General Fund- Food Service	\$	1,408,032
General Fund- Headstart Program		45,833
General Fund- Escrow Taxes		50,722
Total Major Governmental Funds		1,504,587

Nonmajor Governmental Funds:

ESEA, Title I, Part A – Improving Basic Programs		92
ESEA, Title III, Part A – English Lang. Acquisition		22,529
LEP Summer School		111,159
Instructional Materials Allotment		37,707
LEOSE		8,863
Equitable Sharing Program		189,840
Dennis Nixon Performing Arts Center		3,946
Strength Breakfast Grant		87,817
Total Nonmajor Governmental funds		461,953

Total Governmental Funds		1,966,540
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Proprietary Fund:

Health Plan Internal Service Fund		2,099,459
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Total - All Funds	\$	4,065,999
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I. Loans Payable

The District may borrow money for the purpose of paying maintenance expenses and may evidence those loans with negotiable notes. The District pledged proceeds of its maintenance tax to secure maintenance tax notes for the purpose of financing the renovation and equipment of qualified zone academies, within the meaning of section 1397(d) of the Internal Revenue Code of 1986, located within the District in accordance with the provisions of Section 45.108, Texas Education Code, as amended.

A Qualified Zone Academy Limited Maintenance Tax Note of \$8,000,000 was entered into on October 3, 2005, for the purpose of financing the construction of academies for three middle schools and two high schools. The loan has an interest rate of 0% and an original term of sixteen years. The principal payment of \$8,000,000 matured on October 3, 2021. In connection with the Qualified Zone Academy Limited Maintenance Tax Note, within the Interest and Sinking Fund, there shall be established a “Cumulative Sinking Fund Deposit Account”; provided however that the Cumulative Sinking Fund Deposit Account shall at all times be maintained by the District with, and held by, the Registrar.

LAREDO INDEPENDENT SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2022

I. Loans Payable (Continued)

The following is a summary of loan transaction of the District for the year ending June 30, 2022.

Description	Balance Outstanding 7/1/2021	Issued Current Year	Retired Current Year	Balance Outstanding 6/30/2022	Amounts Due Within One Year
Note - October 3, 2005	\$ 8,000,000	\$ -	\$ 8,000,000	\$ -	\$ -

J. 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.

The District issued Unlimited Tax School Building Bonds, Series 2022 in the amount of \$46,060,000 with interest rates ranging from 4.0% to 5.0%. The proceeds will be used to construct school buildings. Project Fund Deposit was in the amount of \$48,795,000. The premium was in the amount of \$3,255,328. Cost of Issuance was in the amount of \$239,538 and \$280,039 in Underwriter's Discount.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

J. Long-Term Obligations (Continued)

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended June 30, 2022 are as follows:

Description	Rate Payable	Original Issue	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
<i>Unlimited Tax School Refunding Bonds, Series 2011:</i>							
Current Interest	2.00-5.00%	18,415,000	1,065,000	-	1,065,000	-	-
<i>Unlimited Tax School Building Bonds, Series 2013:</i>							
Current Interest	4.00-5.00%	43,425,000	28,075,000	-	2,555,000	25,520,000	2,675,000
<i>Unlimited Tax School Building Bonds, Series 2014:</i>							
Current Interest	4.00-5.00%	67,160,000	54,955,000	-	2,805,000	52,150,000	2,945,000
<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	18,551,410	1,660,822	3,625,000	16,587,232	1,715,000
<i>Unlimited Tax School Refunding Bonds, Series 2015:</i>							
Current Interest	2.00-5.00%	65,560,000	42,040,000	-	6,405,000	35,635,000	6,725,000
<i>Unlimited Tax School Building Bonds, Series 2018:</i>							
Current Interest	3.125-5.00%	90,375,000	88,310,000	-	2,170,000	86,140,000	2,280,000
<i>Unlimited Tax School Refunding Bonds, Series 2020:</i>							
Current Interest	4.00-5.00%	14,370,000	14,085,000	-	2,885,000	11,200,000	3,010,000
<i>Unlimited Tax School Refunding Bonds, Series 2021:</i>							
Current Interest	2.00-4.00%	4,515,000	4,515,000	-	65,000	4,450,000	1,135,000
<i>Unlimited Tax School Building Bonds, Series 2022:</i>							
Current Interest	4.00-5.00%	46,060,000	-	46,060,000	-	46,060,000	-
TOTALS		<u>\$ 383,880,000</u>	<u>\$ 262,906,410</u>	<u>\$ 47,720,822</u>	<u>\$ 21,575,000</u>	<u>\$ 289,052,232</u>	<u>\$ 20,485,000</u>

Interest paid on bonded indebtedness during the current year was \$13,112,528.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

J. Long-Term Obligations (Continued)

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

Year Ending June 30,	Capital Appreciation			
	Principal	Bond	Interest	Total
2023	\$ 20,485,000	\$ 1,743,250	\$ 13,747,949	\$ 35,976,199
2024	21,275,000	1,586,834	13,795,825	36,657,659
2025	22,080,000	1,446,720	12,941,475	36,468,195
2026	18,750,000	1,312,780	12,119,800	32,182,580
2027	14,640,000	1,195,634	11,472,850	27,308,484
2028-2032	75,560,000	1,087,013	36,358,732	113,005,745
2033-2037	43,470,000	-	19,995,525	63,465,525
2038-2042	36,145,000	-	10,846,625	46,991,625
2043-2047	25,300,000	-	2,571,025	27,871,025
2048	2,975,000	-	59,500	3,034,500
	<u>\$ 280,680,000</u>	<u>\$ 8,372,231</u>	<u>\$ 133,909,306</u>	<u>\$ 422,961,537</u>

Capital Appreciation Bonds

The total accretion of discount on capital appreciation bonds that is included in the June 30, 2022 ending balance of \$289,052,232 is \$8,372,231.

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 \$148,907,452

K. Changes in Long-Term Liabilities

Long-term liability activity for the governmental activities as of June 30, 2022, was as follows:

Description	Balance	Issued/Increase	Retired/Decrease	Balance	Amounts
	Outstanding	Current	Current	Outstanding	Due Within
	7/1/2021	Year	Year	6/30/2022	One Year
Loans	\$ 8,000,000	\$ -	\$ 8,000,000	\$ -	\$ -
Total Loans Payable	8,000,000	-	8,000,000	-	-
General Obligation Bonds	262,906,410	47,720,822	21,575,000	289,052,232	20,485,000
Bonds Premium Amortization - Net	36,808,570	3,255,328	3,710,160	36,353,738	3,588,156
Total Bonds Payable	299,714,980	50,976,150	25,285,160	325,405,970	24,073,156
Other Liabilities					
Compensated Absences	2,781,140	1,695,861	284,557	4,192,444	284,557
Total Other Liabilities	2,781,140	1,695,861	284,557	4,192,444	284,557
Total Governmental Activities					
Long-term Liabilities	\$ 310,496,120	\$ 52,672,011	\$ 33,569,717	\$ 329,598,414	\$ 24,357,713

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

K. 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 T disclose details on these liabilities.

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, 2022, the balance for the State Personal and Sick Leave is \$4,192,444. The estimated amount due within a year is \$284,557. The General Fund and Special Revenue Funds, if allowed, are expected to pay for these.

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 2018 Series	EDA 2022 Series	Other Governmental Funds	Total
Property Taxes	\$ 23,615,395	\$ 11,146,614	-	-	\$ -	\$ 34,762,009
Penalties & Interest	432,566	174,212	-	-	-	606,778
Investment Income	160,406	95,154	123,437	14,943	16,011	409,951
Rental of Facilities & Insurance	11,673	-	-	-	16,553	28,226
Co-curricular	187,119	-	-	-	-	187,119
Webb County Permanent Fund	-	-	-	-	1,171,778	1,171,778
Miscellaneous	2,506,204	-	-	-	1,329,605	3,835,809
	<u>\$ 26,913,363</u>	<u>\$ 11,415,980</u>	<u>\$ 123,437</u>	<u>\$ 14,943</u>	<u>\$ 2,533,947</u>	<u>\$ 41,001,670</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2022

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 2022, 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, 2022. 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
2020-2021	\$53,894	-	\$2,510	\$51,384
2021-2022	\$51,384	-	\$3,626	\$47,758

Health Insurance

The claims for the health insurance liability of \$2,224,395 reported in the Health Plan Internal Service Fund at June 30, 2022 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, 2022

N. Risk Financing Activities (Continued)

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

	2021	2022
Beginning of the year liability	\$ 1,139,856	\$ 1,720,639
Current year claims	21,222,379	21,386,121
Changes in estimates	580,783	943,592
Claims payments	(21,222,379)	(21,825,957)
End of year liability	\$ 1,720,639	\$ 2,224,395 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, or by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512) 542-6592.

Benefits Provided. TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in Texas. The pension formula is calculated using 2.3 percent (multiplier) times the average of the five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity except for members who are grandfathered, the three highest annual salaries are used. The normal service retirement is at age 65 with 5 years of credited service or when the sum of the member’s age and years of credited service equals 80 or more years. Early retirement is at age 55 with 5 years of service credit or earlier than 55 with 30 years of service credit. There are additional provisions for early retirement if the sum of the member’s age and years of service credit total at least 80, but the member is less than age 60 or 62 depending on date of employment, or if the member was grandfathered 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, 2022

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 2021 ACFR, Note 11, on page 85.

Contribution Rates		
	<u>2021</u>	<u>2022</u>
Member	7.70%	8.00%
Non-Employer Contributing Entity (State)	7.50%	7.75%
Employers	7.50%	7.75%
Current Fiscal Year Employer Contributions		\$9,649,931
Current Fiscal Year Member Contributions		\$15,613,160
2020 NECE On-Behalf Contributions		\$8,547,841

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.

LAREDO INDEPENDENT SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2022

O. Defined Benefit Pension Plan (Continued)

- When the employing district is a public junior college or junior college district, the employer shall contribute to the retirement system an amount equal to 50% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.

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

- The District shall contribute 1.5% of the member’s salary beginning in fiscal year 2020, 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, 2019 actuarial valuation was determined using the following actuarial assumptions: *Actuarial Assumptions can be found in the 2021 TRS ACFR, Note 11 page 87.*

Valuation Date	August 31, 2020 rolled forward to August 31, 2021
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Fair Value
Single Discount Rate	7.25%
Long-term expected Investment Rate of Return	7.25%
Inflation	2.30%
Municipal Bond Rate as of August 2020 ¹	1.95%
Salary Increases Including Inflation	3.05 to 9.05%
Last yr. ending Aug 31 in Projection Period (100 yrs.)	2120
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, 2020. For a full description of these assumptions please see the actuarial valuation report dated November 9, 2020.

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 7.25% was used to measure the total pension liability. The single discount rate was based on the expected rate of return on plan investments of 7.25%. 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

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

O. Defined Benefit Pension Plan (Continued)

gradually increasing to 9.55% of payroll over the next several years. This includes all employer and state contributions for active and rehired retirees.

Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term rate of return on pension plan investments is 7.25%. 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, 2021 (see page 53 of the TRS ACFR) are summarized below:

Asset Class	FY 2021 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%	3.60%	0.94%
Non-U.S. Developed	13.0%	4.40%	0.83%
Emerging Markets	9.0%	4.60%	0.74%
Private Equity	14.0%	6.30%	1.36%
Stable Value			
Government Bonds	16.0%	-0.20%	0.01%
Absolute Returns	0.0%	1.10%	0.00%
Stable Value Hedge Funds	5.0%	2.20%	0.12%
Real Return			
Real Estate	15.0%	4.50%	1.00%
Energy, Natural Resources & Infrastructure	6.0%	4.70%	0.35%
Commodities	0.0%	1.70%	0.00%
Risk Parity			
Risk Parity	8.0%	2.80%	0.28%
Leverage			
Cash	2.0%	-0.70%	-0.01%
Asset Allocation Leverage	-6.0%	-0.50%	0.03%
Inflation Expectation			2.20%
Volatility Drag ³			-0.95%
Total	100%		6.90%

¹Target allocations are based on the FY2021 policy model.

²Capital Market Assumptions come from Aon Hewitt (as of 08/31/2021)

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, 2022

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 7.25%, and what the net pension liability would be if it were calculated using a discount rate that is 1% point lower (6.25%) or one percentage point higher (8.25%) than the current rate. *The discount rate can be found in the 2021 TRS ACFR, Note 11, page 84.*

	1% Decrease in Discount Rate (6.25%)	Discount Rate (7.25%)	1% Increase in Discount Rate (8.25%)
District's proportionate share of the Net Pension Liability:	\$84,055,728	\$38,466,646	\$ 1,480,063

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2021, the District reported a liability of \$38,466,646 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	\$ 38,466,646
State's proportionate share that is associated with District	51,009,846
Total	<u>\$ 89,476,492</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, 2021 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, 2020 thru August 31, 2021.

At August 31, 2021 the employer's proportion of the collective net pension liability was 0.1510482597% which was a decrease of -0.0005389093% from its proportion measured as of August 31, 2020.

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

For the year ended June 30, 2022, the District recognized pension expense of \$2,456,626 and revenue of \$203,931 for support provided by the State.

LAREDO INDEPENDENT SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2022

O. Defined Benefit Pension Plan (Continued)

At June 30, 2022, the District reported its proportionate share of the TRS’s deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 64,373	\$ 2,708,082
Changes in actuarial assumptions	13,597,208	5,927,217
Difference between projected and actual investment earnings	-	32,253,784
Changes in proportion and difference between the employer’s contributions and the proportionate share of contributions	613,030	2,957,080
Total as of August 31, 2021 measurement date	14,274,611	43,846,163
Contributions paid to TRS subsequent to the measurement date	8,588,847	-
Total	\$ 22,863,458	\$ 43,846,163

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
2023	\$ (5,192,029)
2024	(5,453,010)
2025	(8,150,726)
2026	(10,253,206)
2027	(436,358)
Thereafter	(86,223)

P. Health Care Coverage

The District is self-funded with Blue Cross Blue Shield of Texas (BCBSTX) acting as the health plan administrator. BCBSTX as well as the local servicing agency, Laurel Insurance Agency, services the group health program. The District maintains both aggregate and individual stop-loss coverage for catastrophic losses. The stop loss contracts renew on a calendar year basis. From 1/1/22 through 12/31/22 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 1/1/2022 through 12/31/2022.

The District offered three (3) benefit plan options: Silver, Gold PPO, Gold HMO, (1/1/2022-12/31/2022) 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.

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

P. Health Care Coverage (Continued)

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 2,766 employees as of June 30, 2022. 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 \$2,224,395 as of June 30, 2022 (See Note N).

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, 2022, 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.

Q. Construction Commitments

As of June 30, 2022, 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	\$ 95,369,161	\$ 41,400,247	\$ 53,968,914	\$ 3,704,821
Environmental Services	345,723	200,635	145,088	-
Architect Services	3,831,289	2,290,064	1,541,225	-
Total	\$ 99,546,173	\$ 43,890,946	\$ 55,655,227	\$ 3,704,821

R. 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 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.

LAREDO INDEPENDENT SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2022

R. Commitments and Contingencies (Continued)

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.

S. 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 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, 2022, 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	\$ 1,329,203	\$ -	\$ 1,329,203
Secondary band instruments	7,713	-	7,713
Secondary Marachi / Orchestra supplies	21,183	-	21,183
Stabilization arrangement ¹	1,155	-	1,155
Capital Improvement Plan	790,500	-	790,500
Disaster Pennies projects	8,894,991	-	8,894,991
Campus activity funds	-	360,141	360,141
<i>Total Other Committed Fund Balance</i>	\$11,044,745	\$ 360,141	\$ 11,404,886
<u>Assigned Fund Balance</u>			
<i>Other Assigned Fund Balance</i>			
Incentive hoodies	\$ 73,982	\$ -	\$ 73,982
School logo wraps	80,000	-	80,000
Cheerleader floor mats for Secondary schools	17,200	-	17,200
High School vehicle certifications	5,208	-	5,208
Districtwide attendance incentives	10,000	-	10,000
Lifeguard certifications for ROTC instructors	240	-	240
Construction proj. & acquisition of real property	567,345	-	567,345
Surveys and replat services	62,220	-	62,220
Canopy repairs	9,807	-	9,807
District-Wide Projects	1,358,667	23,544	1,382,211
<i>Total Other Assigned Fund Balance</i>	\$ 2,184,669	\$ 23,544	\$ 2,208,213

¹Stabilization arrangement

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

S. Fund Balance (Continued)

Stabilization arrangement. On September 17, 2019, the Board of Trustees approved the establishment of the stabilization arrangement in the general fund. The principal resource for this stabilization arrangement was derived from the excess revenue due to short year revenue funds for the fiscal year ended June 30, 2019. Stabilization amounts are reported in the general fund as other committed fund balance.

The criteria for the use of the stabilization arrangement was established for the following purposes:

For Major Emergent Operating Issues - the District is exposed to major non-reoccurring costs related to various emergency events or situations as a result of catastrophic events. These emergent situations cannot be anticipated and budgeted for and it is not feasible to absorb the cost of such events in other budget areas in any given year. These emergent situations should fit the definition of a catastrophe as defined below:

- Fire, flood, earthquake, hurricane, tornado, or wind, rain, or snow storm;
- Power failure, transportation failure, or interruption of communication facilities;
- Epidemic; or
- Riot, civil disturbance, enemy attack, or other actual or threatened act of lawlessness or violence.

For One-Time and Intermittent Projects - the District undertakes certain one-time and/or intermittent projects that are larger in terms of costs. If these projects were funded from state aid and tax collections, annual spikes and subsequent declines may result; therefore, it is not prudent to fund these projects from current funding sources. These funds will be used to cover the underfunded costs of projects when such costs are 5% or more of the total project cost.

T. 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.

LAREDO INDEPENDENT SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2022

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

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 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>2022</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	\$ 2,118,430
Current Fiscal Year Member Contributions	\$ 1,275,808
2021 NECE On-behalf Contributions	\$ 2,122,374

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.

LAREDO INDEPENDENT SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2022

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

TRS-Care received supplemental appropriations from the State of Texas as the Non-Employer Contributing Entity in the amount of \$5,520,343 in fiscal year 2021 for consumer protections against medical and health care billing by certain out-of-network providers.

Actuarial Assumptions

The actuarial valuation was performed as of August 31, 2020. Update procedures were used to roll forward the Total OPEB Liability to August 31, 2021. The actuarial valuation was determined using the following actuarial assumptions: Actuarial Assumptions can be found in the 2021 TRS ACFR, Note 9, page 76.

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, 2020, TRS pension actuarial valuation that was rolled forward to August 31, 2021:

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

Additional Actuarial Methods and Assumptions:

Valuation Date	August 31, 2020, rolled forward to August 31, 2021
Actuarial Cost Method	Individual Early Age Normal
Inflation	2.30%
Single Discount Rate ¹	1.95% as of August 31, 2021
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	7.10% to 8.50%
Election Rates	Normal Retirement: 65% participation prior to age 65 and 40% participation after age 65.
Ad hoc post-employment benefit changes	None

¹There was a decrease of .38% 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 8.50% for Medicare retirees and 7.10% for non-Medicare retirees. Initial prescription drug trend rate of 8.5% for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.25% over a period of 12 years.

LAREDO INDEPENDENT SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2022

T. 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. The rates were projected on a fully generational basis using the ultimate improvement rates from the most recently published scale MP-2018.

Discount Rate. A single discount rate of 1.95% was used to measure the total OPEB liability. There was a decrease of .38% in the discount rate since the previous year. *The Discount Rate can be found in the 2021 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, 2021 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 (1.95%) in measuring the Net OPEB Liability.

	1% Decrease in Discount Rate (.95%)	Current Single Discount Rate (1.95%)	1% Increase in Discount Rate (2.95%)
District’s proportionate share of the Net OPEB Liability:	\$94,350,101	\$78,218,970	\$65,523,245

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs. At June 30, 2022, the District reported a liability of \$78,218,970 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	\$78,218,970
State’s proportionate share that is associated with District	104,795,988
Total	\$183,014,958

LAREDO INDEPENDENT SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2022

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

Healthcare Cost Trend Rates Sensitivity Analysis. The net OPEB liability was measured as of August 31, 2020 and rolled forward to August 31, 2021 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, 2020 thru August 31, 2021.

At August 31, 2021, the employer’s proportion of the collective net OPEB liability was 0.2027739401%, which was a decrease of -0.0054309977% from its proportion measured as of August 31, 2020.

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 assumed 8.5% rate used.

	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:	\$63,354,774	\$78,218,970	\$98,163,029

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 2021 TRS ACFR on page 77.*

- The discount rate changed from 2.33% as of August 31, 2020 to 1.95% as of August 31, 2021. 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, 2022, the District recognized OPEB expense of -\$7,325,666 and revenue of -\$3,867,772 for support provided by the State.

At June 30, 2022, 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	\$ 3,367,697	\$ 37,863,453
Changes in actuarial assumptions	8,663,669	16,541,864
Difference between projected and actual investment earnings	84,920	-
Changes in proportion and difference between the employer’s contributions and the proportionate share of contributions	1,227,325	6,022,902
Contributions paid to TRS subsequent to the measurement date	1,851,882	
Total	\$ 15,194,839	\$ 60,428,219

LAREDO INDEPENDENT SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2022

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

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
2023	(\$8,824,269)
2024	(\$8,826,184)
2025	(\$8,825,660)
2026	(\$6,766,728)
2027	(\$3,979,299)
Thereafter	(\$9,862,468)

U. 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	\$	208,971
UISD		567,428
JHCISD		24,000
WCISD		<u>16,000</u>
		<u>\$ 816,399</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.

**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, 2022

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	\$ 25,589,718	\$ 25,589,718	\$ 26,913,363	\$ 1,323,645
5800 State Program Revenues	200,621,409	184,446,004	178,012,269	(6,433,735)
5900 Federal Program Revenues	24,690,877	25,147,397	25,538,197	390,800
5020 Total Revenues	250,902,004	235,183,119	230,463,829	(4,719,290)
EXPENDITURES:				
Current:				
0011 Instruction	134,202,401	119,986,486	116,956,387	3,030,099
0012 Instructional Resources and Media Services	4,753,354	4,840,596	4,435,616	404,980
0013 Curriculum and Instructional Staff Development	1,711,406	1,863,339	1,395,712	467,627
0021 Instructional Leadership	3,993,805	4,140,117	4,012,986	127,131
0023 School Leadership	15,239,068	15,487,483	14,748,342	739,141
0031 Guidance, Counseling, and Evaluation Services	7,396,124	7,619,126	7,348,852	270,274
0032 Social Work Services	2,042,473	2,085,753	1,947,529	138,224
0033 Health Services	2,764,811	2,582,689	1,794,466	788,223
0034 Student (Pupil) Transportation	4,360,887	4,570,086	4,100,554	469,532
0035 Food Services	20,273,192	20,689,712	18,668,037	2,021,675
0036 Extracurricular Activities	6,310,870	7,241,696	6,005,070	1,236,626
0041 General Administration	9,317,188	9,147,878	8,296,283	851,595
0051 Facilities Maintenance and Operations	25,825,186	25,178,604	23,648,921	1,529,683
0052 Security and Monitoring Services	5,526,414	6,762,153	5,531,667	1,230,486
0053 Data Processing Services	4,713,900	4,842,385	4,620,471	221,914
0061 Community Services	438,736	507,192	186,499	320,693
Capital Outlay:				
0081 Facilities Acquisition and Construction	1,291,747	2,315,710	499,251	1,816,459
Intergovernmental:				
0095 Payments to Juvenile Justice Alternative Ed. Prg.	50,000	50,000	5,135	44,865
6030 Total Expenditures	250,211,562	239,911,005	224,201,778	15,709,227
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	690,442	(4,727,886)	6,262,051	10,989,937
OTHER FINANCING SOURCES (USES):				
7915 Transfers In	2,290,330	2,290,330	1,935,327	(355,003)
8911 Transfers Out (Use)	(2,904,519)	(16,424,121)	(15,734,393)	689,728
7080 Total Other Financing Sources (Uses)	(614,189)	(14,133,791)	(13,799,066)	334,725
1200 Net Change in Fund Balances	76,253	(18,861,677)	(7,537,015)	11,324,662
0100 Fund Balance - July 1 (Beginning)	87,934,517	87,934,517	87,934,517	-
3000 Fund Balance - June 30 (Ending)	\$ 88,010,770	\$ 69,072,840	\$ 80,397,502	\$ 11,324,662

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2022

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 EDA 2018 Series, 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, 2022

	FY 2022 Plan Year 2021	FY 2021 Plan Year 2020	FY 2020 Plan Year 2019
District's Proportion of the Net Pension Liability (Asset)	0.15104826%	0.151587169%	0.158300035%
District's Proportionate Share of Net Pension Liability (Asset)	\$ 38,466,646	\$ 81,186,995	\$ 82,289,307
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	51,009,846	121,402,966	115,594,823
Total	<u>\$ 89,476,492</u>	<u>\$ 202,589,961</u>	<u>\$ 197,884,130</u>
District's Covered Payroll	\$ 179,738,609	\$ 179,632,946	\$ 169,037,866
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	21.40%	45.20%	48.68%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	88.79%	75.54%	75.24%

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, 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.

<u>FY 2019</u> <u>Plan Year 2018</u>	<u>FY 2018</u> <u>Plan Year 2017</u>	<u>FY 2017</u> <u>Plan Year 2016</u>	<u>FY 2016</u> <u>Plan Year 2015</u>	<u>FY 2015</u> <u>Plan Year 2014</u>
0.161228106%	0.157603622%	0.159388778%	0.1644294%	0.1020927%
\$ 88,743,863	\$ 50,393,148	\$ 60,230,649	\$ 58,123,604	27,270,373
127,332,071	77,759,695	94,490,295	91,324,939	78,764,172
<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>
\$ 166,820,641	\$ 163,525,595	\$ 160,736,603	\$ 156,283,905	146,636,889
53.20%	30.82%	37.47%	37.19%	18.60%
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 2022

	2022	2021	2020
Contractually Required Contribution	\$ 9,649,931	\$ 6,402,716	\$ 6,189,516
Contribution in Relation to the Contractually Required Contribution	(9,649,931)	(6,402,716)	(6,189,516)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 196,327,648	\$ 179,838,424	\$ 178,778,811
Contributions as a Percentage of Covered Payroll	4.92%	3.56%	3.46%

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.

	2019	2018	2017	2016	2015
\$	4,591,757	\$ 5,431,403	\$ 5,165,135	\$ 5,064,178	\$ 4,868,826
	(4,591,757)	(5,431,403)	(5,165,135)	(5,064,178)	(4,868,826)
\$	-	\$ -	\$ -	\$ -	\$ -
\$	139,962,727	\$ 166,820,641	\$ 163,525,595	\$ 160,736,603	\$ 156,283,905
	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, 2022

	FY 2022 Plan Year 2021	FY 2021 Plan Year 2020	FY 2020 Plan Year 2019
District's Proportion of the Net Liability (Asset) for Other Postemployment Benefits	0.20277394%	0.208204938%	0.212403655%
District's Proportionate Share of Net OPEB Liability (Asset)	\$ 78,218,970	\$ 79,148,099	\$ 100,448,289
State's Proportionate Share of the Net OPEB Liability (Asset) Associated with the District	104,795,988	106,356,073	133,473,310
Total	<u>\$ 183,014,958</u>	<u>\$ 185,504,172</u>	<u>\$ 233,921,599</u>
District's Covered Payroll	\$ 179,712,273	\$ 179,632,946	\$ 169,037,866
District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	43.52%	44.06%	59.42%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	6.18%	4.99%	2.66%

Note: GASB Codification, Vol. 2, P50.238 states that the information on this schedule should be determined as of the measurement date. 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 2019</u> <u>Plan Year 2018</u>	<u>FY 2018</u> <u>Plan Year 2017</u>
0.214778694%	0.211202855%
\$ 107,240,968	\$ 91,844,198
135,014,322	120,356,713
<u>\$ 242,255,290</u>	<u>\$ 212,200,911</u>
\$ 166,820,641	\$ 163,525,595
64.29%	56.17%
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 2022

	2022	2021	2020
Contractually Required Contribution	\$ 2,118,430	\$ 1,584,476	\$ 1,579,934
Contribution in Relation to the Contractually Required Contribution	(2,118,430)	(1,584,476)	(1,579,934)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 196,278,089	\$ 179,838,424	\$ 178,778,811
Contributions as a Percentage of Covered Payroll	1.08%	0.88%	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.

<hr/>	
2019	2018
<hr/>	<hr/>
\$ 1,246,004	\$ 1,481,666
(1,246,004)	(1,481,666)
<hr/>	<hr/>
\$ -	\$ -
<hr/> <hr/>	<hr/> <hr/>
\$ 139,962,727	\$ 166,820,988
0.89%	0.89%

LAREDO INDEPENDENT SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2022

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 2.33 percent as of August 31, 2020, to 1.95 percent as of August 31, 2021. This change increased 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, Part 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, Part 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, Part B - Discretionary (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 for 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 ESEA, Title III, Part A – English Language Acquisition

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.

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.

284 IDEA, Part 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.

NONMAJOR GOVERNMENTAL FUNDS

285 IDEA, Part 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.

288 HHS Cares Act Provider Relief Grant

This fund classification is to be used to account, on a project basis, for funds granted to provide financial support to providers who experienced lost revenues and increased expenses during the pandemic attributable to coronavirus.

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-FTS Farm to School Grant
- 289-SSV Stop School Violence Mental Health Cycle Grant
- 289-LSS 2020-2021 Lone Star Stem Cycle 3 Year 1 Grant
- 289-HSG COVID-19 School Health Support 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 Technical Education Grant
- 429-JET Jobs and Education for Texans Grant
- 429-RTR Read to Succeed Grant
- 429-SSS School Safety Grant
- 429-3ES 3 E-S Grant

435 Regional Day School for the 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.

NONMAJOR GOVERNMENTAL FUNDS

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 and the disbursements for its operation and maintenance.

492 Patrick Leahy Bulletproof Vest Partnership Grant

This fund classification is to be used to account for the BVP program from the Office of Justice Programs to reimburse up to 50% of the cost of body armor vests purchased for law enforcement officers.

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

616 Capital Projects Fund

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

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, 2022

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	25,861	2,497,037	29,995
1260	Due from Other Funds	-	6	-
1290	Other Receivables	-	952	-
1000	Total Assets	<u>\$ 25,861</u>	<u>\$ 2,497,995</u>	<u>\$ 29,995</u>
LIABILITIES				
2110	Accounts Payable	\$ -	\$ 61,285	\$ -
2160	Accrued Wages Payable	88	1,393,523	16,364
2170	Due to Other Funds	25,773	1,043,095	13,631
2180	Due to Other Governments	-	-	-
2300	Unearned Revenue	-	92	-
2000	Total Liabilities	<u>25,861</u>	<u>2,497,995</u>	<u>29,995</u>
FUND BALANCES				
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>
4000	Total Liabilities and Fund Balances	<u>\$ 25,861</u>	<u>\$ 2,497,995</u>	<u>\$ 29,995</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	280 ARP Homeless II
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	396,401	125,428	410,391	219,431	143,927	20,049
-	-	-	-	-	-	-	-
-	-	-	621	3,584	-	84	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 396,401</u>	<u>\$ 126,049</u>	<u>\$ 413,975</u>	<u>\$ 219,431</u>	<u>\$ 144,011</u>	<u>\$ 20,049</u>
\$ -	\$ -	\$ 92,223	\$ 5,506	\$ 10,472	\$ 6,817	\$ 6,750	\$ -
-	-	178,556	13,710	193,929	119,745	39,868	-
-	-	125,622	106,833	209,574	70,340	97,393	20,049
-	-	-	-	-	-	-	-
-	-	-	-	-	22,529	-	-
<u>-</u>	<u>-</u>	<u>396,401</u>	<u>126,049</u>	<u>413,975</u>	<u>219,431</u>	<u>144,011</u>	<u>20,049</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 396,401</u>	<u>\$ 126,049</u>	<u>\$ 413,975</u>	<u>\$ 219,431</u>	<u>\$ 144,011</u>	<u>\$ 20,049</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2022

Data Control Codes	281 ESSER II CRRSA Act Supplemental	282 ESSER III ARP Act	284 IDEA B Formula ARP Act	285 IDEA B Preschool ARP Act	
ASSETS					
1110	Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
1240	Due from Other Governments	-	7,925,403	287,349	10,461
1260	Due from Other Funds	5,232,984	-	272	-
1290	Other Receivables	-	-	-	-
1000	Total Assets	<u>\$ 5,232,984</u>	<u>\$ 7,925,403</u>	<u>\$ 287,621</u>	<u>\$ 10,461</u>
LIABILITIES					
2110	Accounts Payable	\$ -	\$ 843,627	\$ 55,221	\$ -
2160	Accrued Wages Payable	1,596,002	2,120,274	50,203	-
2170	Due to Other Funds	27,534	4,961,502	182,197	10,461
2180	Due to Other Governments	3,609,448	-	-	-
2300	Unearned Revenue	-	-	-	-
2000	Total Liabilities	<u>5,232,984</u>	<u>7,925,403</u>	<u>287,621</u>	<u>10,461</u>
FUND BALANCES					
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>\$ 5,232,984</u>	<u>\$ 7,925,403</u>	<u>\$ 287,621</u>	<u>\$ 10,461</u>

288 Provider Relief Fund CARES	289 Other Federal Special Revenue Funds	397 Advanced Placement Incentives	410 State Instructional Materials	429 Other State Special Revenue Funds	435 SSA Regional Day School - Deaf	461 Campus Activity Funds	482 Dr. Hochman Classroom Grant
\$ -	\$ -	\$ 1,377	\$ 54,118	\$ 8,863	\$ 764,730	\$ 372,625	\$ 3,641
-	297,981	-	-	330,251	49,463	-	-
-	375	-	4,022	75	-	475	-
-	38	-	-	-	-	1,515	-
<u>\$ -</u>	<u>\$ 298,394</u>	<u>\$ 1,377</u>	<u>\$ 58,140</u>	<u>\$ 339,189</u>	<u>\$ 814,193</u>	<u>\$ 374,615</u>	<u>\$ 3,641</u>
\$ -	\$ 23,213	\$ -	\$ -	\$ 2,138	\$ -	\$ 2,879	\$ 304
-	142,508	-	-	18,680	135,934	4	-
-	21,514	-	-	309,508	-	11,591	-
-	-	-	-	-	-	-	-
-	111,159	-	37,707	8,863	-	-	-
<u>-</u>	<u>298,394</u>	<u>-</u>	<u>37,707</u>	<u>339,189</u>	<u>135,934</u>	<u>14,474</u>	<u>304</u>
-	-	1,377	20,433	-	678,259	-	3,337
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	360,141	-
-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>1,377</u>	<u>20,433</u>	<u>-</u>	<u>678,259</u>	<u>360,141</u>	<u>3,337</u>
<u>\$ -</u>	<u>\$ 298,394</u>	<u>\$ 1,377</u>	<u>\$ 58,140</u>	<u>\$ 339,189</u>	<u>\$ 814,193</u>	<u>\$ 374,615</u>	<u>\$ 3,641</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2022

Data Control Codes	483 Equitable Sharing Program	484 OCDEF	488 Advertising	490 Dennis Nixon Performing Arts Center	
ASSETS					
1110	Cash and Cash Equivalents	\$ 199,060	\$ -	\$ 23,544	\$ 29,914
1240	Due from Other Governments	-	16,627	-	-
1260	Due from Other Funds	6,698	11,402	-	423
1290	Other Receivables	-	-	-	-
1000	Total Assets	<u>\$ 205,758</u>	<u>\$ 28,029</u>	<u>\$ 23,544</u>	<u>\$ 30,337</u>
LIABILITIES					
2110	Accounts Payable	\$ 4,501	\$ -	\$ -	\$ 5,649
2160	Accrued Wages Payable	-	1,408	-	20,742
2170	Due to Other Funds	11,417	26,621	-	-
2180	Due to Other Governments	-	-	-	-
2300	Unearned Revenue	189,840	-	-	3,946
2000	Total Liabilities	<u>205,758</u>	<u>28,029</u>	<u>-</u>	<u>30,337</u>
FUND BALANCES					
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	-	-	23,544	-
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>23,544</u>	<u>-</u>
4000	Total Liabilities and Fund Balances	<u>\$ 205,758</u>	<u>\$ 28,029</u>	<u>\$ 23,544</u>	<u>\$ 30,337</u>

492 Patrick Leahy Bulletproof Vest Grant	497 AEP Foundation Grant	499 Other Local Special Revenue Funds	Total Nonmajor Special Revenue Funds	616 Local Funds Capital Projects	694 EDA 2014 Series	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ 87,817	\$ 1,545,689	\$ 15,964,818	\$ 1,722,400	\$ 17,687,218	\$ 19,232,907
11,680	435,654	-	13,956,945	-	-	-	13,956,945
-	27	-	5,256,759	852,318	-	852,318	6,109,077
-	-	-	6,794	77,987	-	77,987	84,781
<u>\$ 11,680</u>	<u>\$ 435,681</u>	<u>\$ 87,817</u>	<u>\$ 20,766,187</u>	<u>\$ 16,895,123</u>	<u>\$ 1,722,400</u>	<u>\$ 18,617,523</u>	<u>\$ 39,383,710</u>
\$ -	\$ 41,780	\$ -	\$ 1,163,781	\$ 2,697,920	\$ 870,082	\$ 3,568,002	\$ 4,731,783
-	-	-	6,472,726	-	-	-	6,472,726
11,680	393,901	-	7,971,188	-	852,318	852,318	8,823,506
-	-	-	3,609,448	-	-	-	3,609,448
-	-	87,817	461,953	-	-	-	461,953
<u>11,680</u>	<u>435,681</u>	<u>87,817</u>	<u>19,679,096</u>	<u>2,697,920</u>	<u>1,722,400</u>	<u>4,420,320</u>	<u>24,099,416</u>
-	-	-	703,406	-	-	-	703,406
-	-	-	-	1,340,332	-	1,340,332	1,340,332
-	-	-	-	1,066,397	-	1,066,397	1,066,397
-	-	-	-	11,790,474	-	11,790,474	11,790,474
-	-	-	360,141	-	-	-	360,141
-	-	-	23,544	-	-	-	23,544
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,087,091</u>	<u>14,197,203</u>	<u>-</u>	<u>14,197,203</u>	<u>15,284,294</u>
<u>\$ 11,680</u>	<u>\$ 435,681</u>	<u>\$ 87,817</u>	<u>\$ 20,766,187</u>	<u>\$ 16,895,123</u>	<u>\$ 1,722,400</u>	<u>\$ 18,617,523</u>	<u>\$ 39,383,710</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

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	\$ -	\$ 15,747	\$ -	\$ -
5800 State Program Revenues	-	-	-	-
5900 Federal Program Revenues	53,800	13,485,245	127,763	3,690,215
5020 Total Revenues	53,800	13,500,992	127,763	3,690,215
EXPENDITURES:				
Current:				
0011 Instruction	43,288	7,978,495	55,047	1,978,594
0012 Instructional Resources and Media Services	-	154,959	-	-
0013 Curriculum and Instructional Staff Development	89	1,654,954	447	389
0021 Instructional Leadership	10,423	425,151	67,994	339,139
0023 School Leadership	-	72,335	-	-
0031 Guidance, Counseling, and Evaluation Services	-	742,194	-	1,278,079
0032 Social Work Services	-	271,113	-	-
0033 Health Services	-	995,624	-	93,856
0034 Student (Pupil) Transportation	-	-	3,953	-
0035 Food Services	-	-	-	-
0036 Extracurricular Activities	-	-	-	-
0041 General Administration	-	-	-	-
0051 Facilities Maintenance and Operations	-	48,352	-	-
0052 Security and Monitoring Services	-	32,255	-	-
0053 Data Processing Services	-	-	-	-
0061 Community Services	-	1,125,560	322	158
Capital Outlay:				
0081 Facilities Acquisition and Construction	-	-	-	-
Intergovernmental:				
0093 Payments to Fiscal Agent/Member Districts of SSA	-	-	-	-
6030 Total Expenditures	53,800	13,500,992	127,763	3,690,215
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	280 ARP Homeless II
\$ -	\$ -	\$ 400	\$ -	\$ -	\$ 21,520	\$ -	\$ -
-	-	-	-	-	-	-	-
44,287	70,536	693,257	479,723	1,601,848	1,290,845	285,747	94,552
44,287	70,536	693,657	479,723	1,601,848	1,312,365	285,747	94,552
5,077	70,436	-	289,949	1,173,977	1,214,982	211,419	-
-	-	-	-	-	-	-	-
-	100	-	123,229	369,693	44,237	16,498	-
-	-	-	18,432	55,119	53,146	-	94,552
-	-	-	958	3,059	-	44,932	-
360	-	-	-	-	-	165	-
-	-	-	-	-	-	-	-
38,850	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	675,003	-	-	-	-	-
-	-	-	4,188	-	-	12,733	-
-	-	-	-	-	-	-	-
-	-	18,654	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	42,967	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
44,287	70,536	693,657	479,723	1,601,848	1,312,365	285,747	94,552
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

LAREDO INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

Data Control Codes	281 ESSER II CRRSA Act Supplemental	282 ESSER III ARP Act	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	28,457,548	25,282,207	478,222	13,782
5020 Total Revenues	28,457,548	25,282,207	478,222	13,782
EXPENDITURES:				
Current:				
0011 Instruction	17,575,016	16,990,941	356,147	1,157
0012 Instructional Resources and Media Services	394,547	101,646	-	-
0013 Curriculum and Instructional Staff Development	157,287	649,385	61,593	-
0021 Instructional Leadership	341,622	306,041	575	-
0023 School Leadership	1,481,536	15,650	-	-
0031 Guidance, Counseling, and Evaluation Services	646,977	28,889	1,005	-
0032 Social Work Services	307,210	433,399	-	-
0033 Health Services	1,115,156	285,623	43,980	12,625
0034 Student (Pupil) Transportation	633,224	59,236	-	-
0035 Food Services	1,927,615	215,619	-	-
0036 Extracurricular Activities	33,706	170,846	-	-
0041 General Administration	569,892	4,033	-	-
0051 Facilities Maintenance and Operations	2,148,457	5,137,172	-	-
0052 Security and Monitoring Services	673,387	76,811	-	-
0053 Data Processing Services	282,194	698,079	-	-
0061 Community Services	169,722	2	8,922	-
Capital Outlay:				
0081 Facilities Acquisition and Construction	-	108,835	-	-
Intergovernmental:				
0093 Payments to Fiscal Agent/Member Districts of SSA	-	-	6,000	-
6030 Total Expenditures	28,457,548	25,282,207	478,222	13,782
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)	\$ -	\$ -	\$ -	\$ -

288 Provider Relief Fund CARES	289 Other Federal Special Revenue Funds	397 Advanced Placement Incentives	410 State Instructional Materials	429 Other State Special Revenue Funds	435 SSA Regional Day School - Deaf	461 Campus Activity Funds	482 Dr. Hochman Classroom Grant
\$ -	\$ -	\$ -	\$ 4,022	\$ -	\$ 607,428	\$ 522,147	\$ 5,000
-	-	17,219	1,254,801	545,619	208,971	-	-
307	2,077,099	-	-	-	-	-	-
307	2,077,099	17,219	1,258,823	545,619	816,399	522,147	5,000
-	591,878	7,769	1,259,141	312,881	817,752	51,560	2,600
-	-	-	-	59	-	11,979	-
-	243,616	9,450	-	-	-	360	-
-	380	-	-	-	-	-	-
-	3,181	-	-	-	-	18,959	-
-	30,273	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	2,891	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	22,945	-	-	34,698	-	180,355	-
-	-	-	-	-	-	1,120	-
307	859,666	-	-	-	-	239	-
-	322,269	-	-	45,766	-	9,550	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	193,542	-
-	-	-	-	152,215	-	-	-
-	-	-	-	-	-	-	-
307	2,077,099	17,219	1,259,141	545,619	817,752	467,664	2,600
-	-	-	(318)	-	(1,353)	54,483	2,400
-	-	-	-	-	-	-	-
-	-	-	(318)	-	(1,353)	54,483	2,400
-	-	1,377	20,751	-	679,612	305,658	937
\$ -	\$ -	\$ 1,377	\$ 20,433	\$ -	\$ 678,259	\$ 360,141	\$ 3,337

LAREDO INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

Data Control Codes	483 Equitable Sharing Program	484 OCDEF	488 Advertising	490 Dennis Nixon Performing Arts Center
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 121	\$ -	\$ 19,500	\$ 16,552
5800 State Program Revenues	-	-	-	-
5900 Federal Program Revenues	28,473	22,527	-	-
5020 Total Revenues	28,594	22,527	19,500	16,552
EXPENDITURES:				
Current:				
0011 Instruction	-	-	-	-
0012 Instructional Resources and Media Services	-	-	-	-
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	-	-	2,800	-
0041 General Administration	-	-	-	63,148
0051 Facilities Maintenance and Operations	-	-	-	198,201
0052 Security and Monitoring Services	28,594	22,527	-	-
0053 Data Processing Services	-	-	-	-
0061 Community Services	-	-	-	17,340
Capital Outlay:				
0081 Facilities Acquisition and Construction	-	-	-	17,327
Intergovernmental:				
0093 Payments to Fiscal Agent/Member Districts of SSA	-	-	-	-
6030 Total Expenditures	28,594	22,527	2,800	296,016
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	16,700	(279,464)
OTHER FINANCING SOURCES (USES):				
7915 Transfers In	-	-	-	279,464
1200 Net Change in Fund Balance	-	-	16,700	-
0100 Fund Balance - July 1 (Beginning)	-	-	6,844	-
3000 Fund Balance - June 30 (Ending)	\$ -	\$ -	\$ 23,544	\$ -

492 Patrick Leahy Bulletproof Vest Grant	497 AEP Foundation Grant	499 Other Local Special Revenue Funds	Total Nonmajor Special Revenue Funds	616 Local Funds Capital Projects	694 EDA 2014 Series	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
\$ -	\$ 50,392	\$ 5,701	\$ 1,268,530	\$ 1,261,969	\$ 3,448	\$ 1,265,417	\$ 2,533,947
-	-	-	2,026,610	-	-	-	2,026,610
11,680	-	-	78,289,663	-	-	-	78,289,663
11,680	50,392	5,701	81,584,803	1,261,969	3,448	1,265,417	82,850,220
-	50,256	-	51,038,362	-	-	-	51,038,362
-	-	-	663,190	-	-	-	663,190
-	136	-	3,331,463	-	-	-	3,331,463
-	-	-	1,712,574	-	-	-	1,712,574
-	-	-	1,640,610	-	-	-	1,640,610
-	-	-	2,727,942	-	-	-	2,727,942
-	-	-	1,011,722	-	-	-	1,011,722
-	-	-	2,588,605	-	-	-	2,588,605
-	-	-	696,413	-	-	-	696,413
-	-	5,701	2,823,938	-	-	-	2,823,938
-	-	-	462,271	-	-	-	462,271
-	-	-	638,193	-	-	-	638,193
-	-	-	8,411,048	-	-	-	8,411,048
11,680	-	-	1,222,839	-	-	-	1,222,839
-	-	-	1,023,240	-	-	-	1,023,240
-	-	-	1,515,568	-	-	-	1,515,568
-	-	-	278,377	11,007,139	3,709,831	14,716,970	14,995,347
-	-	-	6,000	-	-	-	6,000
11,680	50,392	5,701	81,792,355	11,007,139	3,709,831	14,716,970	96,509,325
-	-	-	(207,552)	(9,745,170)	(3,706,383)	(13,451,553)	(13,659,105)
-	-	-	279,464	6,949,717	-	6,949,717	7,229,181
-	-	-	71,912	(2,795,453)	(3,706,383)	(6,501,836)	(6,429,924)
-	-	-	1,015,179	16,992,656	3,706,383	20,699,039	21,714,218
\$ -	\$ -	\$ -	\$ 1,087,091	\$ 14,197,203	\$ -	\$ 14,197,203	\$ 15,284,294

LAREDO INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 CUSTODIAL FUNDS
 JUNE 30, 2022

	865 Student Activity Fund	876 Back to School Program	878 Donations	879 Scholarships	Total Custodial Funds
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$ 589,079	\$ 2,902	\$ 67,674	\$ 170,684	\$ 830,339
Total Assets	<u>589,079</u>	<u>2,902</u>	<u>67,674</u>	<u>170,684</u>	<u>830,339</u>
NET POSITION					
Restricted for Scholarships	\$ -	\$ -	\$ -	\$ 170,684	\$ 170,684
Restricted for Individuals and Organizations	589,079	2,902	67,674	-	659,655
Total Net Position	<u>\$ 589,079</u>	<u>\$ 2,902</u>	<u>\$ 67,674</u>	<u>\$ 170,684</u>	<u>\$ 830,339</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 CUSTODIAL FUNDS
 FOR FISCAL YEAR 2022

	865 Student Activity Fund	876 Back to School Program	878 Donations	879 Scholarships	Total Total Custodial Funds
ADDITIONS:					
Contributions to Student Groups	\$ 91,904	\$ -	\$ -	\$ -	\$ 91,904
Miscellaneous Revenue - Student Activities	968,082	-	-	-	968,082
Earnings from Temporary Deposits	311	-	-	26	337
Contributions, Gifts and Donations	-	-	43,293	74,406	117,699
Total Additions	<u>1,060,297</u>	<u>-</u>	<u>43,293</u>	<u>74,432</u>	<u>1,178,022</u>
DEDUCTIONS:					
Professional and Contracted Services	336,976	-	11,923	-	348,899
Supplies and Materials	207,662	-	368	-	208,030
Other Deductions	544,752	-	16,204	39,717	600,673
Total Deductions	<u>1,089,390</u>	<u>-</u>	<u>28,495</u>	<u>39,717</u>	<u>1,157,602</u>
Change in Net Position	(29,093)	-	14,798	34,715	20,420
Net Position - July 1 (Beginning)	<u>618,172</u>	<u>2,902</u>	<u>52,876</u>	<u>135,969</u>	<u>809,919</u>
Net Position - June 30 (Ending)	<u>\$ 589,079</u>	<u>\$ 2,902</u>	<u>\$ 67,674</u>	<u>\$ 170,684</u>	<u>\$ 830,339</u>

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T.E.A. REQUIRED SCHEDULES

LAREDO INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF DELINQUENT TAXES RECEIVABLE
 FISCAL YEAR ENDED JUNE 30, 2022

Last 10 Years	(1)	(2)	(3)
	Tax Rates		Assessed/Appraised Value for School Tax Purposes
	Maintenance	Debt Service	
2013 and prior years	Various	Various	\$ Various
2014	1.040000	0.234000	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 (School year under audit)	0.942700	0.446500	2,539,576,280
1000 TOTALS			

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 6/30/22: This total agrees with Exhibit A-1, Balance Sheet, memorandum totals for current year, for Asset Code 1220 - Property Taxes Delinquent.

(10) Beginning Balance 7/1/2021	(20) Current Year's Total Levy	(31) Maintenance Collections	(32) Debt Service Collections	(40) Entire Year's Adjustments	(50) Ending Balance 6/30/2022
\$ 760,815	\$ -	\$ 57,155	\$ 10,289	\$ (30,019)	\$ 663,352
103,060	-	9,490	2,135	-	91,435
120,705	-	9,402	3,352	-	107,951
116,822	-	5,487	1,876	-	109,459
152,737	-	10,660	3,584	1,663	140,156
194,413	-	15,931	5,050	91	173,523
290,743	-	32,059	13,147	(474)	245,063
433,183	-	79,924	35,142	(40,383)	277,734
1,301,028	-	555,016	244,944	(114,880)	386,188
-	35,373,758	22,825,233	10,810,933	(316,628)	1,420,964
<u>\$ 3,473,506</u>	<u>\$ 35,373,758</u>	<u>\$ 23,600,357</u>	<u>\$ 11,130,452</u>	<u>\$ (500,630)</u>	<u>\$ 3,615,825</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - FOOD SERVICE FUND
 FOR THE YEAR ENDED JUNE 30, 2022

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	\$ 87,849	\$ 87,849	\$ 39,854	\$ (47,995)
5800 State Program Revenues	94,000	94,000	28,889	(65,111)
5900 Federal Program Revenues	20,400,000	20,856,520	19,355,015	(1,501,505)
5020 Total Revenues	<u>20,581,849</u>	<u>21,038,369</u>	<u>19,423,758</u>	<u>(1,614,611)</u>
EXPENDITURES:				
Current:				
0035 Food Services	20,273,192	20,689,712	18,668,037	2,021,675
0051 Facilities Maintenance and Operations	275,657	315,657	294,746	20,911
Capital Outlay:				
0081 Facilities Acquisition and Construction	<u>33,000</u>	<u>33,000</u>	<u>18,890</u>	<u>14,110</u>
6030 Total Expenditures	<u>20,581,849</u>	<u>21,038,369</u>	<u>18,981,673</u>	<u>2,056,696</u>
1200 Net Change in Fund Balances	-	-	442,085	442,085
0100 Fund Balance - July 1 (Beginning)	<u>2,532,930</u>	<u>2,532,930</u>	<u>2,532,930</u>	<u>-</u>
3000 Fund Balance - June 30 (Ending)	<u>\$ 2,532,930</u>	<u>\$ 2,532,930</u>	<u>\$ 2,975,015</u>	<u>\$ 442,085</u>

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, 2022

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	\$ 10,947,368	\$ 10,947,368	\$ 11,415,980	\$ 468,612
5800 State Program Revenues	21,465,326	20,312,548	19,407,723	(904,825)
5020 Total Revenues	32,412,694	31,259,916	30,823,703	(436,213)
EXPENDITURES:				
Debt Service:				
0071 Principal on Long-Term Liabilities	27,830,000	27,830,000	27,830,000	-
0072 Interest on Long-Term Liabilities	13,112,528	13,112,528	13,112,528	-
0073 Bond Issuance Cost and Fees	20,000	20,000	4,750	15,250
6030 Total Expenditures	40,962,528	40,962,528	40,947,278	15,250
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,549,834)	(9,702,612)	(10,123,575)	(420,963)
OTHER FINANCING SOURCES (USES):				
7915 Transfers In	-	5,819,885	5,819,885	-
1200 Net Change in Fund Balances	(8,549,834)	(3,882,727)	(4,303,690)	(420,963)
0100 Fund Balance - July 1 (Beginning)	34,812,720	34,812,720	34,812,720	-
3000 Fund Balance - June 30 (Ending)	\$ 26,262,886	\$ 30,929,993	\$ 30,509,030	\$ (420,963)

LAREDO INDEPENDENT SCHOOL DISTRICT
STATE COMPENSATORY EDUCATION AND BILINGUAL EDUCATION PROGRAM EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2022

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.	31482564
AP4	List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year.	16313397

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.	6052287
AP8	List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year. (PICs 25,35)	3132899

CAPITAL ASSETS

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF GENERAL FIXED ASSETS BY LOCATION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2022

LOCATION AND ACTIVITY	TOTALS	LAND	BUILDINGS & IMPROVEMENTS	FURNITURE & EQUIPMENT
High Schools:				
Martin	\$ 82,654,647	\$ 280,824	\$ 79,608,695	\$ 2,765,128
Nixon	84,182,962	3,250,112	78,359,991	2,572,859
Cigarroa	36,244,768	872,258	32,552,746	2,819,764
VMT Communications & Arts	22,453,266	60,105	21,471,247	921,914
Francisco Lara Academy	2,734,927	-	2,681,493	53,434
Garcia Early College @ TAMIU	9,640,326	249,109	8,533,873	857,344
Valdez	901,708	3,106	893,017	5,585
Middle Schools:				
Christen	29,745,534	117,596	28,769,732	858,206
Lamar	40,296,476	186,887	39,144,813	964,776
Cigarroa	17,131,789	2,950,272	13,687,448	494,069
Memorial	15,539,428	447,337	14,285,519	806,572
Elementary Schools:				
Bruni	8,365,755	6,139	7,936,153	423,463
Jose Gallegos	10,680,475	694,545	9,519,108	466,822
Daiches	9,417,878	28,111	9,024,071	365,696
Farias	12,259,604	1,750,761	10,054,203	454,640
Heights	8,826,179	973,495	7,218,471	634,213
Tarver	7,118,320	75,100	6,718,068	325,152
Leyendecker	11,818,143	133,989	11,110,637	573,517
Macdonell	8,008,605	1,348,364	6,240,125	420,116
Milton	7,384,078	164,517	6,884,375	335,186
Alma Pierce	10,342,708	47,542	9,738,226	556,940
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	9,896,475	132,267	9,295,222	468,986
D. D. Hachar	11,711,279	484,686	10,654,386	572,207
J. C. Martin	13,310,775	240,525	12,452,686	617,564
H. B. Zachry	24,992,850	101,298	24,403,937	487,615
J. Kawas	11,301,368	238,434	10,640,292	422,642
Dovalina	6,860,118	35,000	6,317,435	507,683
H. Ligarde	7,801,744	365,588	6,917,255	518,901
T. Sanchez/Ochoa	10,304,108	120,000	9,687,745	496,363
Other Departments:				
Pregnancy, Education & Parenting	58,876	-	58,876	-
Superintendent's Office	422,542	5,545	83,582	333,415
Board of Education	42,455	34,455	-	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	1,658,913	10,000	1,512,578	136,335
Human Resources	154,880	-	-	154,880
Procurement	5,585	-	-	5,585
Communications	219,140	-	201,347	17,793
Compliance & Safety	5,585	-	-	5,585
Internal Auditor	15,772	-	-	15,772
Fixed Assets & Custodial Services	1,498,931	149,990	527,234	821,707
Textbooks & Records Management	617,979	127,770	348,562	141,647
Performing Arts Center	35,756,028	5,752,465	29,850,586	152,977

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF GENERAL FIXED ASSETS BY LOCATION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2022

LOCATION AND ACTIVITY	TOTALS	LAND	BUILDINGS & IMPROVEMENTS	FURNITURE & EQUIPMENT
				(Continued)
State Bilingual	11,171	-	-	11,171
Fine Arts / U.I.L. Services	17,800	-	10,350	7,450
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	-	-	34,514
District Wide	12,480,981	1,153,262	10,275,962	1,051,757
Hearings Officer	5,344	-	-	5,344
Instructional Technology	1,076,649	-	1,037,114	39,535
Health Services	7,514	-	1,687	5,827
Pupil Transportation	13,992,430	78,925	4,193,310	9,720,195
Athletic	777,063	-	243,017	534,046
Special Education	384,540	4,705	362,088	17,747
Printing/Creative Services	398,431	-	-	398,431
Instructional Television	1,000,017	52,647	416,406	530,964
Technology Services	5,128,191	-	711,695	4,416,496
Division of Operations	589,157	-	159,935	429,222
Construction	5,586	-	-	5,586
LISD Police	1,223,483	-	15,172	1,208,311
Food Service	10,438,544	121,287	7,058,564	3,258,693
Migrant	150,508	630	149,878	-
Total Assets by Location	<u>639,677,893</u>	<u>23,809,657</u>	<u>569,738,359</u>	<u>46,129,877</u>
Construction in Progress	60,108,597	-	-	-
Total General Fixed Assets	<u>\$ 699,786,490</u>	<u>\$ 23,809,657</u>	<u>\$ 569,738,359</u>	<u>\$ 46,129,877</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF CHANGES IN CAPITAL ASSETS BY LOCATION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2022

Location and Activity	Balance at Beginning of Year	Additions	Deletions	Balance at End of Year
High Schools:				
Martin	\$ 76,159,466	\$ 6,514,681	\$ 19,500.00	\$ 82,654,647
Nixon	75,402,267	8,815,405	34,710	84,182,962
Cigarroa	35,828,569	434,128	17,929	36,244,768
VMT Communications & Arts	22,402,868	50,398	-	22,453,266
Francisco Lara Academy	2,696,454	38,473	-	2,734,927
Garcia Early College @ TAMIU	9,595,619	44,707	-	9,640,326
Valdez	901,708	-	-	901,708
Middle Schools:				
Christen	29,445,331	306,203	6,000	29,745,534
Lamar	40,210,747	85,729	-	40,296,476
Cigarroa	17,025,440	106,349	-	17,131,789
Memorial	15,448,070	91,358	-	15,539,428
Elementary Schools:				
Bruni	8,331,784	33,971	-	8,365,755
Jose Gallegos	10,594,751	85,724	-	10,680,475
Daiches	9,381,657	36,221	-	9,417,878
Farias	12,208,180	63,233	11,809	12,259,604
Heights	8,753,628	72,551	-	8,826,179
Tarver	7,035,621	82,699	-	7,118,320
Leyendecker	11,781,162	36,981	-	11,818,143
Macdonell	7,965,174	43,431	-	8,008,605
Milton	7,325,488	58,590	-	7,384,078
Alma Pierce	10,335,338	42,796	35,426	10,342,708
Ryan	11,085,906	44,291	-	11,130,197
Santa Maria	7,581,676	71,700	-	7,653,376
Santo Nino	9,872,281	49,906	25,712	9,896,475
D. D. Hachar	11,672,148	39,131	-	11,711,279
J. C. Martin	13,239,592	71,183	-	13,310,775
H. B. Zachry	24,898,401	94,449	-	24,992,850
J. Kawas	11,267,397	33,971	-	11,301,368
Dovalina	6,826,147	33,971	-	6,860,118
H. Ligarde	7,531,773	269,971	-	7,801,744
T. Sanchez/Ochoa	10,188,243	115,865	-	10,304,108
Other Departments:				
Pregnancy, Education & Parenting	58,876	-	-	58,876
Superintendent's Office	422,542	-	-	422,542
Board of Education	42,455	-	-	42,455
Tax Office	26,623	-	-	26,623
Tax Office/Health Care Clinic	-	701,012	-	701,012
Risk Management	26,506	-	-	26,506
Financial Management	1,653,859	5,054	-	1,658,913
Human Resources	112,383	42,497	-	154,880
Procurement	5,585	-	-	5,585
Communications	219,140	-	-	219,140
Compliance & Safety	5,585	-	-	5,585
Internal Auditor	15,772	-	-	15,772
Fixed Assets & Custodial Services	1,442,568	56,363	-	1,498,931
Textbooks & Records Management	617,979	-	-	617,979
Performing Arts Center	16,399,438	19,362,540	5,950	35,756,028
State Bilingual	11,171	-	-	11,171
Fine Arts / U.I.L. Services	17,800	-	-	17,800
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	-	-	34,514

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF CHANGES IN CAPITAL ASSETS BY LOCATION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2022

Location and Activity	Balance at Beginning of Year	Additions	Deletions	Balance at End of Year
				(Continued)
District Wide	12,684,193	-	203,212	12,480,981
Hearings Officer	5,344	-	-	5,344
Instructional Technology	1,149,649	-	73,000	1,076,649
Health Services	7,514	-	-	7,514
Pupil Transportation	14,058,471	4,875	70,916	13,992,430
Athletic	779,250	13,408	15,595	777,063
Special Education	384,540	-	-	384,540
Printing/Creative Services	398,431	-	-	398,431
Instructional Television	1,006,442	-	6,425	1,000,017
Technology Services	4,892,437	264,961	29,207	5,128,191
Division of Operations	661,991	6,219	79,053	589,157
Construction	5,586	-	-	5,586
LISD Police	1,243,335	-	19,852	1,223,483
Food Service	10,411,858	71,748	45,062	10,438,544
Migrant	150,508	-	-	150,508
Total Assets by Location	<u>601,980,508</u>	<u>38,396,743</u>	<u>699,358</u>	<u>639,677,893</u>
Construction in Progress	50,179,514	44,466,520	34,537,437	60,108,597
Total General Fixed Assets	<u>\$ 652,160,022</u>	<u>\$ 82,863,263</u>	<u>\$ 35,236,795</u>	<u>\$ 699,786,490</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF CHANGES IN CAPITAL ASSETS BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDING ENDED JUNE 30, 2022

Function	Land	Buildings & Improvements	Furniture & Equipment	Construction in Progress	Total
Prior Year Data	\$ 22,871,938	\$ 535,200,922	\$ 43,907,648	\$ 50,179,514	\$ 652,160,022
Instruction	-	-	390,815	-	390,815
Instructional Resources and Media Services	-	-	(6,425)	-	(6,425)
Social Work Services	-	-	(22,180)	-	(22,180)
Student Transportation	-	-	(36,254)	-	(36,254)
Food Services	-	-	52,546	-	52,546
Extracurricular Activities	-	-	114,108	-	114,108
General Administration	-	-	5,054	-	5,054
Facilities Maintenance and Operations	-	-	1,375,448	-	1,375,448
Security and Monitoring Services	-	-	337,436	-	337,436
Data Processing Services	-	-	29,797	-	29,797
Facilities Acquisition and Construction	937,719	34,537,437	(18,116)	9,929,083	45,386,123
Total Expenditures	<u>\$ 23,809,657</u>	<u>\$ 569,738,359</u>	<u>\$ 46,129,877</u>	<u>\$ 60,108,597</u>	<u>\$ 699,786,490</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 - 152

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

	Fiscal Year									
	2013	2014 Reclassified ¹	2015	2016	2017	2018	2019 ²	2020	2021	2022
Governmental activities:										
Net Investment in Capital Assets	\$ 152,236,839	\$ 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
Restricted										
Federal and State Programs	5,027,681	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
Debt Service	5,370,711	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
Capital Projects	526,698	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
Unrestricted	73,970,082	90,717,823	55,542,611	50,516,231	40,844,602	(96,935,148)	(93,778,108)	(109,587,730)	(108,826,110)	(82,485,460)
Total primary government net position	<u>\$ 237,132,011</u>	<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>

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								
	2013	2014	2015	2016	2017	2018	2019 ¹	2020	2021
Expenses									
Governmental activities:									
11 Instruction	\$ 137,739,434	\$ 142,552,448	\$ 140,705,290	\$ 164,003,719	\$ 153,166,075	\$ 115,657,365	\$ 153,783,312	\$ 175,226,247	\$ 167,135,151
12 Instructional Resources & Media Svcs.	3,959,506	4,176,228	4,258,320	4,692,520	4,782,897	3,220,297	4,724,771	5,640,957	5,027,155
13 Curriculum & Instructional Staff Devpt.	3,453,301	4,487,817	3,386,737	3,015,046	2,805,943	1,892,948	3,141,298	3,935,336	3,884,321
21 Instructional Leadership	3,349,037	3,498,834	3,519,444	3,974,166	4,243,539	2,468,713	3,833,580	4,992,571	5,047,832
23 School Leadership	12,245,906	12,764,478	13,128,484	14,258,331	14,654,202	9,343,520	15,121,840	17,356,691	16,588,446
31 Guidance, Counseling, and Evaluation Svcs.	7,492,742	8,119,158	8,403,036	9,280,681	9,424,462	5,990,563	8,592,604	10,272,349	10,046,135
32 Social Work Services	1,238,760	1,529,866	1,672,827	1,964,672	1,964,935	1,390,842	1,903,535	2,322,490	2,299,437
33 Health Services	2,917,063	3,251,157	3,219,722	3,572,505	3,621,892	2,700,202	3,813,882	4,165,625	3,906,930
34 Student (Pupil) Transportation	4,234,494	4,173,383	4,968,215	5,644,209	5,116,099	3,462,486	4,622,935	7,944,882	3,861,906
35 Food Services	17,009,230	18,234,193	20,444,766	19,592,169	22,341,293	20,087,952	18,540,542	21,207,874	17,222,211
36 Cocurricular/Extracurricular Activities	4,431,509	4,893,908	5,077,865	6,290,355	6,476,233	5,155,082	6,955,544	12,311,970	7,240,553
41 General Administration	5,586,204	6,573,738	5,906,408	6,625,767	7,040,294	4,975,745	6,780,208	9,079,236	8,559,643
51 Plant Maintenance & Operations	20,231,257	21,627,117	23,146,357	24,107,260	25,394,880	20,322,233	21,748,435	26,306,593	26,948,533
52 Security & Monitoring Services	3,087,696	5,366,645	5,750,694	5,765,749	5,019,948	3,360,146	4,863,589	7,241,364	9,578,708
53 Data Processing Services	4,004,593	4,454,289	5,986,245	4,617,645	4,864,734	3,416,169	4,597,614	5,325,885	6,766,713
61 Community Services	1,593,443	1,926,382	2,144,279	2,180,015	2,195,905	1,637,059	1,869,949	1,760,562	1,439,759
72 Debt Service - Interest on Long-Term Debt	11,794,066	9,811,292	10,916,641	11,514,895	10,542,417	9,729,953	11,031,825	11,176,910	10,630,344
73 Bond Issuance Costs and Fees	285,502	1,801,763	657,048	6,802	5,000	924,419	7,000	5,500	307,686
93 Payments to Fiscal Agents/Mem.	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.	162,740	184,386	121,502	274,841	105,781	76,788	38,236	59,091	10,902
Total primary government expenses	244,822,483	259,433,082	263,419,880	291,387,347	283,772,529	215,818,482	275,976,699	326,338,133	306,508,365
Program Revenues									
Governmental activities:									
Charges for services									
Instruction	-	642,644	-	-	-	-	-	911,486	625,708
Student (Pupil) Transportation	41,081	-	-	-	-	-	-	109,378	-
Food Services	339,974	340,262	229,878	164,443	115,447	107,649	89,076	71,165	7,549
Extracurricular Activities	221,142	214,101	243,410	222,554	206,763	254,954	161,758	178,185	1,057
General Administration	22,121	-	7,005	-	19,249	52,729	19,470	-	-
Plant Maintenance and Operations	7,625	-	-	-	-	-	-	-	62,571
Security & Monitoring Services	-	-	-	6,148	9,624	7,573	-	-	-
Community Services	252,807	192,117	883,000	797,794	484,306	821,826	369,938	3,464	-
Operating grants and contributions	60,252,450	59,480,070	56,404,405	66,225,000	61,040,269	4,088,082	61,674,934	86,919,687	72,376,510
Total primary government program revenues	61,137,200	60,869,194	57,767,698	67,415,939	61,875,658	5,332,813	62,315,176	88,193,365	73,073,395
Net (Expense)/Revenue									
Total primary government net expense	\$ 183,685,283	\$ 198,563,888	\$ 205,652,182	\$ 223,971,408	\$ 221,896,871	\$ 210,485,669	\$ 213,661,523	\$ 238,144,768	\$ 233,434,970

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								
	2013	2014 Restated ¹	2015	2016	2017	2018	2019 ²	2020	2021
Net (Expense)/Revenue									
Total primary government net expense	\$ 183,685,283	\$ 198,563,888	\$ 205,652,182	\$ 223,971,408	\$ 221,896,871	\$ 210,485,669	\$ 213,661,523	\$ 238,144,768	\$ 233,434,970
General Revenues and Other Changes in Net Position									
Governmental activities:									
Taxes									
Property taxes levied for general purposes	21,171,067	20,829,646	21,127,655	21,003,850	21,690,132	22,643,763	22,961,084	23,485,236	24,140,392
Property taxes levied for debt service	4,763,468	4,689,267	7,532,433	7,180,768	7,293,674	7,178,509	9,160,602	9,863,335	10,067,799
Unrestricted State Aid Formula Grants	160,288,363	169,677,509	178,306,378	190,334,823	188,322,463	187,601,244	185,805,357	197,563,344	205,197,126
Unrestricted grants and contributions	6,240,658	2,789,961	2,757,397	4,717,766	3,171,139	14,515,478	7,186,508	5,644,011	2,955,399
Investment earnings	607,821	374,341	548,472	915,144	1,602,039	2,622,607	4,997,702	4,297,751	597,030
Miscellaneous	4,263,387	5,453,682	4,379,618	2,427,033	1,780,933	3,789,287	4,306,377	2,267,368	2,258,059
Special Item	-	109,849	-	-	-	-	(4,148,657)	-	-
Total primary government	197,334,764	203,924,255	214,651,953	226,579,384	223,860,380	238,350,888	230,268,973	243,121,045	245,215,805
Change in Net Position									
Total primary government	\$ 13,649,481	\$ 5,360,367	\$ 8,999,771	\$ 2,607,976	\$ 1,963,509	\$ 27,865,219	\$ 16,607,450	\$ 4,976,277	\$ 11,780,835

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								
	<u>2013</u>	<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>
General Fund									
Nonspendable	\$ 3,047,831	\$ 1,126,204	\$ 1,431,972	\$ 1,776,108	\$ 2,244,742	\$ 1,882,198	\$ 2,515,565	\$ 3,043,375	\$ 3,278,243
Restricted	2,873,497	5,291,807	5,117,869	3,398,376	3,781,278	3,823,211	3,465,609	2,120,418	834,099
Committed	3,955,409	12,012,274	15,438,210	2,223,380	5,870,385	2,552,537	16,085,786	5,101,858	4,812,190
Assigned	5,006,798	617,873	897,673	-	4,453,682	2,095,613	-	7,938,779	16,299,241
Unassigned	62,652,991	62,652,991	62,652,991	62,652,991	58,406,885	59,286,886	60,172,085	61,204,633	62,710,744
Total General Fund	<u>\$ 77,536,526</u>	<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>
All Other Governmental Funds									
Restricted									
Special Revenue Funds	\$ 660,832	\$ 530,959	\$ 540,799	\$ 536,635	\$ 606,138	\$ 627,415	\$ 745,834	\$ 747,961	\$ 702,677
Debt Service Funds	5,370,711	4,101,125	5,317,675	6,506,885	8,339,257	8,685,282	31,858,010	34,675,881	34,812,720
Capital Projects Funds	65,857,222	101,546,934	68,500,586	76,173,088	35,784,307	124,174,015	120,497,217	113,832,494	89,412,452
Other Funds	-	-	-	-	3,689,811	4,818,733	4,818,733	4,818,733	4,227,868
Committed									
Special Revenue Funds	334,011	411,447	366,907	343,451	297,499	276,767	318,333	356,745	305,658
Capital Projects Funds	-	-	-	-	14,953,389	16,889,095	21,976,085	18,854,034	11,508,849
Assigned									
Special Revenue Funds	-	29,175	121,383	76,167	72,152	93,887	96,175	24,261	6,844
Total all Other Governmental Funds	<u>\$ 72,222,776</u>	<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>

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>2013</u>	<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>
Federal Sources:										
Federal Grants	\$ 39,913,339	\$ 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
Food Services	16,475,778	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
Total Federal Sources	<u>56,389,117</u>	<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>
State Sources:										
Per Capita and Foundation	145,385,212	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
Instructional Facilities Allotment	15,499,728	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
Teacher Retirement System on Behalf	7,744,130	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
Other State Programs	483,567	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
Other Governmental Agencies	10,000	600	4,761	2,153	1,225	295	3,466	-	2,980	-
Total State Sources	<u>169,122,637</u>	<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>
Local Sources:										
Property Taxes	26,771,494	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
Food Service Sales	337,567	337,180	-	-	-	-	-	-	-	-
Investment Income	608,346	374,341	548,472	915,144	1,605,953	2,624,210	5,000,374	4,305,222	597,616	409,951
Penalties, Interest, and Other Fees	681,600	631,631	740,642	627,167	716,478	613,964	543,080	712,232	760,834	606,778
Co-Curricular	558,709	554,362	463,024	384,585	320,276	338,489	249,990	250,409	8,906	187,119
Other Revenues	4,065,606	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
Total Local Sources	<u>33,023,322</u>	<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>
Total Revenues	<u>\$ 258,535,076</u>	<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>

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>2013</u>	<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>
11 Instruction	\$ 126,032,501	\$ 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
12 Instructional Resources & Media Svcs.	3,941,030	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
13 Curriculum & Instructional Staff Devpt.	3,432,377	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
21 Instructional Leadership	3,301,490	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
23 School Leadership	11,930,327	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
31 Guidance, Counseling, and Evaluation Svcs.	7,484,627	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
32 Social Work Services	1,235,284	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
33 Health Services	2,905,793	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
34 Student (Pupil) Transportation	3,795,583	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
35 Food Services	16,684,983	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
36 Extracurricular Activities	4,407,657	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
41 General Administration	5,538,290	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
51 Facilities Maintenance & Operations	20,007,352	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
52 Security & Monitoring Services	3,069,286	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
53 Data Processing Services	3,862,338	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
61 Community Services	1,576,705	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
71 Principal on Long-Term Debt	20,885,585	13,234,622	14,711,406	13,200,573	13,188,573	13,265,764	-	16,545,000	19,380,000	27,830,000
72 Interest on Long Term Debt	10,661,786	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
73 Bond Issuance Cost and Fees	17,950	1,801,762	657,048	6,802	5,000	924,419	7,000	5,500	307,686	515,771
81 Facilities Acquisition/Construction	30,319,993	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
93 Payments to Fiscal 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.	162,740	184,386	121,502	274,841	105,781	76,788	38,236	59,091	10,902	5,135
Total Expenditures	<u>\$ 281,259,677</u>	<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>
Debt Service as a percentage of noncapital expenditures ¹	13.71%	7.31%	10.14%	9.84%	10.48%	10.19%	3.08%	10.35%	10.89%	11.87%

Notes:

¹ Percentage was calculated as follows: (Debt Service Principal + Interest Payments) / (Total Expenditures - Capital)
(27,830,000 + 13,112,528) / (393,384,575 - 48,319,893) Capital Assets increased by \$48,319,893. 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>2013</u>	<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>
Excess of Revenues over (under) Expenditures	\$ (22,724,601)	\$ (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)
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	23,776,245	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
Premium or Discount on Issuance of Bonds	-	-	-	-	-	-	-	-	2,301,935	3,255,328
Transfers Out	(23,776,245)	(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)
Other (Uses)	-	-	-	-	-	-	-	-	(20,876,071)	-
Total Other Financing Sources (Uses)	-	75,442,524	688,542	11,500	-	101,980,843	(749,496)	(2,000,000)	310,864	48,565,328
Net Change in Fund Balances	<u>\$ (22,724,601)</u>	<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>

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			
2013	2,690,386,667	252,163,085	833,751,893	2,108,797,859	1.274
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

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
	2013	1.0400	0.2340	1.2740	0.2578	0.6370
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

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

<u>Taxpayer</u>	Tax Year 2021			Tax Year 2012		
	Assessed Valuation	Rank	Percentage Total Assessed Valuation	Assessed Valuation	Rank	Percentage Total Assessed Valuation
Laredo Texas Hospital Co LP	\$ 89,676,279	1	2.32%	\$ 97,468,480	1	3.22%
Laredo Outlet Shoppes LLC	43,327,696	2	1.12%	-	-	-
AEP Texas Central Company	41,633,570	3	1.08%	14,347,250	5	0.47%
Webb Hospital Holdings LLC	20,280,978	4	0.52%	16,549,000	3	0.55%
MPT of Laredo LLC	12,184,418	5	0.31%	16,014,570	4	0.53%
The Laredo National Bank	10,992,260	6	0.28%	17,036,870	2	0.56%
Union Pacific Railroad Company	10,409,430	7	0.27%	13,569,460	6	0.45%
International Bank of Commerce	9,580,851	8	0.25%	12,982,580	7	0.43%
HE Butt Grocery Co	8,802,355	9	0.23%	-	-	-
EAN Holdings LLC #5204	7,793,670	10	0.20%	9,508,800	8	0.31%
BIA Acquisition LTD	-	-	-	9,174,774	9	0.30%
TWE-Advance-Newhouse Partnership	-	-	-	8,068,580	10	0.27%
	<u>\$ 254,681,507</u>		<u>6.58%</u>	<u>\$ 214,720,364</u>		<u>7.09%</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
2013	27,206,649	(7,426)	27,199,222	26,296,681	96.66%	812,989	27,109,671	89,552	99.67%
2014	26,748,591	(155,841)	26,592,750	25,914,276	96.88%	587,040	26,501,316	91,435	99.66%
2015	29,441,531	(65,808)	29,375,723	28,602,811	97.15%	664,962	29,267,773	107,950	99.63%
2016	28,436,615	(73,169)	28,363,446	27,555,738	96.90%	698,248	28,253,987	109,459	99.61%
2017	29,235,914	(176,253)	29,059,661	28,384,510	97.09%	534,994	28,919,505	140,156	99.52%
2018	30,162,537	(117,843)	30,044,694	29,311,871	97.18%	559,301	29,871,172	173,522	99.42%
2019 ¹	34,424,187	(404,083)	34,020,104	32,266,906	93.73%	1,508,135	33,775,041	245,063	99.28%
2020	33,782,012	(114,259)	33,667,753	31,741,171	93.96%	1,648,848	33,390,019	277,734	99.18%
2021	33,746,044	(114,881)	33,631,163	32,445,016	96.14%	799,959	33,244,975	386,188	98.85%
2022	35,057,129	-	35,057,129	33,636,166	95.95%	-	33,636,166	1,420,963	95.95%

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
2013	233,645,070	8,000,000	241,645,070	3.40%	873	25,715
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

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, 2022
 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	\$ 888,214,447	20.42%	\$ 181,373,390
County of Webb	118,429,421	12.59%	14,910,264
Laredo College	157,346,802	20.42%	<u>32,130,217</u>
Subtotal, overlapping debt			228,413,871
District Direct Debt	325,405,970	100.00%	<u>325,405,970</u>
Total Direct and Overlapping Debt			<u><u>\$ 553,819,841</u></u>

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 2022

Net Assessed value of 2021 taxable property		\$	2,539,576,280
Plus: Exemptions			1,484,021,574
Total Assessed Value			<u>4,023,597,854</u>
Debt limit (10% of total assessed value)			402,359,785
Amount of debt applicable to said maximum debt limit:			
Total (net) general bonded debt	\$	325,405,970	
(Percentage of debt to total assessed value)			8.09%
Less: Debt Service Fund Balance as of 6/30/22		30,509,030	
Total amount of debt applicable to debt limit			<u>294,896,940</u>
Debt margin			<u>\$ 107,462,845</u>

**Total Net Debt
Applicable to the
Limit As a
Percentage of Debt
Limit**

<u>Fiscal Year</u>	<u>Debt limit</u>	<u>Total net debt applicable to limit</u>	<u>Debt Margin</u>	<u>Percentage of Debt Limit</u>
2013	294,254,975	161,162,719	133,092,256	54.77%
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	259,581,543	107,462,845	70.72%
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	294,896,940	107,462,845	73.29%

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 Value ¹	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 Enrollment ²	Net Bonded Debt per Student
2013	2,108,797,859	233,645,070	5,370,711	228,274,359	10.82%	257,514	886	24,797	9,206
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

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	Population ¹	Personal Income ²	Per Capita Personal Income ⁴	Unemployment Rate ⁶
2013	257,514	7,114,194,000	25,715	6.20%
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%

Sources:

- ¹ Demographics.texas.gov
- ² Texas Workforce Commission
- ³ Information available to calculate personal Income was 1 X 5 for year's 2019, 2020, 2021 and 2022
- 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	2022			2013		
	Employees ¹	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
United Independent School District	6,412	1	25.48%	6,073	1	26.08%
Laredo Independent School District	4,500	2	17.88%	4,200	2	18.04%
City of Laredo	2,659	3	10.57%	2,407	3	10.34%
Wal-Mart	2,496	4	9.92%	-	-	0.00%
H-E-B	2,000	5	7.95%	1,668	5	7.16%
Webb County	1,800	6	7.15%	1,500	7	6.44%
Laredo Sector Border Patrol	1,800	7	7.15%	1,978	4	8.49%
Laredo Medical Center	1,274	8	5.06%	1,500	8	6.44%
US CBP-Customs Field Officers	1,225	9	4.87%	-	-	-
Cocentrix	995	10	3.95%	1,200	10	5.15%
Texas A&M International University	-	-	-	1,220	9	5.24%
McDonald's Restaurant	-	-	-	1,539	6	6.61%
Annual Labor Force	25,161		100.00%	23,285		100%

Source: Laredo Economic Development Corporation - 2022
Laredo Development Foundation - 2013

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

	Fiscal Year										Percentage Change 2013-2022
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	
Teachers											
Pre-K & Kindergarten	215	206	206	205	213	223	222	227	221	77	
Elementary	629	557	535	535	524	517	522	517	522	622	
Secondary	543	630	625	639	679	680	681	713	725	752	
All Level	67	62	74	64	35	36	20	22	21	9	
Total Teachers	1,454	1,455	1,440	1,443	1,450	1,455	1,445	1,479	1,489	1,460	0.41%
Support Staff											
Supervisors	-	-	1	1	1	1	1	3	2	-	
Counselors	64	67	69	72	74	73	72	70	72	71	
Educ Diagnosticians	15	15	15	17	17	17	15	17	18	16	
Librarians	27	27	27	27	27	27	27	27	27	27	
Nurses/Physicians	33	35	35	34	34	32	31	31	31	32	
Therapists	22	22	22	21	22	19	15	14	13	14	
Other Support Staff	167	172	167	172	177	168	170	178	186	208	
Total Support Staff	328	338	336	344	351	336	331	340	349	368	12.20%
Administrators											
Admin/Instr Officers	29	35	36	37	38	34	32	29	34	21	
Principals	29	29	29	29	29	29	29	30	29	30	
Assistant Principals	51	53	53	53	53	52	51	53	54	50	
Superintendents	1	1	1	1	1	1	1	1	1	1	
Asst Superintendents	-	-	-	-	-	7	7	7	6	5	
Total Administrators	110	118	119	119	121	123	120	120	124	107	-2.73%
Educational Aides	370	413	403	387	387	461	459	457	431	396	7.03%
Certified Interpreter	-	-	-	1	1	2	2	2	2	3	300%
Auxiliary Staff	1,273	1,221	1,258	1,329	1,320	1,247	1,334	1,326	1,296	1,337	5.03%
Total	3,535	3,545	3,556	3,623	3,630	3,624	3,691	3,724	3,691	3,671	3.85%

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
2013	24,797	219,374,363	8,847	-5.31%	1,454	17.1	97.50%
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%

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 Salary¹	40+ Years Experience Salary¹	District Average Salary²	County Average Salary²	Statewide Average Salary²
2013	42,700	64,042	49,967	48,950	48,821
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

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.

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	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 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.

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	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 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.

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 - 8 th)								
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.

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 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.
 (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.

August 31, 2018

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 CAMPUSES⁶:				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 - 8th)								
Louis J. Christen	1930	2006	2008, 2004, 2005, 2006, 2010 & 2016	194,507	82	2,050	1,225	60%
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			(included in Cigarroa Hlg)	4			
VMT School of Communications & Fine Arts		2015		80,677	30			
Jose A. Valdez (Urbanh Bldg)	1922		1993, 2015	15,045	5			
TOTAL SPECIAL CAMPUSES⁶:				122,682				
Total Square Footage ² :	3,680,742							
Total Minimum Capacity ³ :	30,880							
Total Enrollment ⁴ :	24,209							
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 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.

August 31, 2016

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	29,883	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, 2004, 2005, 2006 &	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 CAMPUSES⁶:				122,682				

Total Square Footage²: 3,707,922
 Total Minimum Capacity³: 30,880
 Total Enrollment⁴: 24,181
 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 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.

August 31, 2015

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 CAMPUSES⁶:				122,682				

Total Square Footage²: 3,707,922
 Total Minimum Capacity³: 30,880
 Total Enrollment⁴: 24,698
 Total Capacity Utilization⁵: 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 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, 2014

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 CAMPUSES:				94,119				

Total Square Footage²: 3,679,359
 Total Minimum Capacity³: 27,041
 Total Enrollment⁴: 24,925
 Total Capacity Utilization⁵: 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.

SINGLE AUDIT SECTION



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

To the Board of Trustees
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, 2022, 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 9, 2022.

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 flourish underneath.

November 9, 2022

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, 2022. 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, 2022.

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 cursive script, appearing to read "Lopez / Gonzalez & Associates". The signature is written in black ink and is positioned above the date.

November 9, 2022

LAREDO INDEPENDENT SCHOOL DISTRICT
Laredo, Texas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For The Year Ended June 30, 2022

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	_X_ No
	• Significant deficiency(ies) identified not considered to be material weaknesses?	___ Yes	_X_ None Reported
	Noncompliance material to financial statements noted?	___ Yes	_X_ No

<i>Federal Awards</i>			
	Internal control over major programs: • Material weakness(es) identified?	___ Yes	_X_ No
	• Significant deficiency(ies) identified not considered to be material weaknesses?	___ Yes	_X_ 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	_X_ No

(Continued)

LAREDO INDEPENDENT SCHOOL DISTRICT
Laredo, Texas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For The Year Ended June 30, 2022

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

<i>Identification of Major Federal Programs</i>	
ALN Numbers(s)	Name of Federal Program or Cluster
84.010	ESEA Title I, Part A & TTL, I, ESF – Focused Support Grant
84.027 84.027 84.173 84.173 84.027	Special Education Cluster IDEA-Part B, Formula IDEA Part B, Formula ARP IDEA Part B, Preschool IDEA Part B, Preschool ARP IDEA Discretionary Deaf
84.425D	CRRSA-Elementary & Secondary Emergency Relief Fund (ESSER II)
84.425U	ARP-Elementary & Secondary Emergency Relief Fund (ESSER III)
10.553 10.555	Child Nutrition Cluster School Breakfast Program P-EBT Administration Supply Chain Assistance National School Lunch Program – Cash Assistance National School Lunch Program – Non-Cash Assistance
Dollar threshold used to distinguish between Type A and Type B programs:	\$3,000,000
Auditee qualified as low-risk auditee?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No

LAREDO INDEPENDENT SCHOOL DISTRICT
Laredo, Texas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For The Year Ended June 30, 2022

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, 2022

There were no prior audit findings reported.

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

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022

(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	12.9999		\$ 199,734
Total Direct Programs			<u>199,734</u>
TOTAL U.S. DEPARTMENT OF DEFENSE			<u>199,734</u>
U.S. DEPARTMENT OF EDUCATION			
<u>Passed Through Texas Education Agency</u>			
ESEA, Title I, Part A - Improving Basic Programs	84.010A	20610101240901	1,788
ESEA, Title I, Part A - Improving Basic Programs	84.010A	22610101240901	13,766,136
TTL I, 1003 ESF - Focused Support Grant	84.010A	226101577110015	117,431
Total Assistance Listing Number 84.010A			<u>13,885,355</u>
ESEA, Title I, Part C - Migratory Children	84.011A	21615001240901	6,713
ESEA, Title I, Part C - Migratory Children	84.011A	22615001240901	124,741
Total Assistance Listing Number 84.011A			<u>131,454</u>
*IDEA - Part B, Formula	84.027A	206600012409016000	122,099
*IDEA - Part B, Formula	84.027A	226600012409016600	3,676,121
*IDEA - Part B, Discretionary	84.027A	216600112409016673	28
*IDEA - Part B, Discretionary	84.027A	226600112409016673	72,633
Total Assistance Listing Number 84.027A			<u>3,870,881</u>
*IDEA, Part B, Formula - American Rescue Act (ARP)	84.027X	225350012409015350	489,984
*IDEA - Part B, Preschool	84.173A	20694501240901	12,485
*IDEA - Part B, Preschool	84.173A	21694501240901	7
*IDEA - Part B, Preschool	84.173A	22694501240901	33,263
Total Assistance Listing Number 84.173A			<u>45,755</u>
*IDEA, Part B, Preschool- American Rescue Act (ARP)	84.173X	225360012409015360	14,239
Total Special Education Cluster (IDEA)			<u>4,420,859</u>
Perkins V Strengthening CTE 21st Century	84.048A	21420006240901	94,179
Perkins V Strengthening CTE 21st Century	84.048A	22420006240901	398,003
Total Assistance Listing Number 84.048A			<u>492,182</u>
ESSA Title IX, Part A Homeless Children Education	84.196	224600057110037	55,553
College Now- Career Connected!	84.334A	P334A180025	285,747
Title III, Part A - English Language Acquisition	84.365A	21671001240901	2
Title III, Part A - English Language Acquisition	84.365A	22671001240901	1,312,451
Total Assistance Listing Number 84.365A			<u>1,312,453</u>
ESEA, Title II, Part A - Supporting Effective Instruction	84.367A	20694501240901	5,000
ESEA, Title II, Part A - Supporting Effective Instruction	84.367A	21694501240901	22,853
ESEA, Title II, Part A - Supporting Effective Instruction	84.367A	22694501240901	1,531,594
2021-2022 Teacher Leadership Cycle 2	84.367A	216945797110017	95,016
Total Assistance Listing Number 84.367A			<u>1,654,463</u>

LAREDO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022

(1)	(2)	(3)	(4)
FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM or CLUSTER TITLE	Federal Assistance Listing No.	Pass-Through Entity Identifying Number	Federal Expenditures
Lone Star Cycle 3 Year 1 Grant	84.411B	203929047110005	9,401
ESSA, Title IV, Part A-Student Support and Academic	84.424A	21680101240901	42,030
ESSA, Title IV, Part A-Student Support and Academic	84.424A	22680101240901	1,139,483
Total Assistance Listing Number 84.424A			1,181,513
CRRSA ESSER II	84.425D	21521001240901	30,093,857
ARP ESSER III	84.425U	21528001240901	26,414,172
ARP - Homeless II - Education for Homeless Children	84.425W	21533002240901	97,685
Total Assistance Listing Number 84.425W			56,605,714
Total Passed Through Texas Education Agency			80,034,694
TOTAL U.S. DEPARTMENT OF EDUCATION			80,034,694
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<u>Direct Programs</u>			
Cares Act Provider Relief Fund	93.498		307
Total Direct Programs			307
<u>Passed Through Texas Health and Human Services Commission</u>			
Medicaid Administrative Claiming Program - MAC	93.778	HHS000537900170	147,219
Total Passed Through Texas Health and Human Services Commission			147,219
<u>Passed Through Texas Education Agency</u>			
COVID-19 School Health Support Grant	93.323	02748370	849,812
Total Passed Through Texas Education Agency			849,812
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			997,338
U.S. DEPARTMENT OF JUSTICE			
<u>Direct Programs</u>			
Organized Crime Drug Enforcement Task Force	16.111		22,527
Patrick Leahy Bulletproof Vest Partnership	16.607		11,680
Equitable Sharing Program	16.922		28,473
Total Direct Programs			62,680
<u>Passed Through Texas Education Agency</u>			
Stop School Violence - Mental Health Cycle 2	16.839	194310027110008	22,917
Total Passed Through Texas Education Agency			22,917
TOTAL U.S. DEPARTMENT OF JUSTICE			85,597
U.S. DEPARTMENT OF AGRICULTURE			
<u>Direct Programs</u>			
Farm to School Grant	10.575	CN-F2S-IMP-19-TX-2	34,165
Total Direct Programs			34,165
<u>Passed Through the Texas Department of Agriculture</u>			
*National School Lunch Program - Cash Assistance	10.555	NBCUERM12NN7	11,557,923
*National School Lunch Prog. - Non-Cash Assistance	10.555	NBCUERM12NN7	1,680,315
*Supply Chain Assistance	10.555	NBCUERM12NN7	207,084

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, 2022

(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			13,445,322
*School Breakfast Program - Cash Assistance	10.553	NBCUERM 12NN7	3,837,789
*Summer Feeding Program - Cash Assistance	10.559	NBCUERM 12NN7	693,257
Total Child Nutrition Cluster			17,976,368
Child & Adult Care Food Program - Cash Assistance	10.558	NBCUERM 12NN7	1,276,405
Fresh Fruit and Vegetable Program - Cash Assistance	10.582	NBCUERM 12NN7	789,685
P-EBT Administration	10.649	NBCUERM 12NN7	5,814
Total Passed Through the Texas Department of Agriculture			20,048,272
TOTAL U.S. DEPARTMENT OF AGRICULTURE			20,082,437
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 101,399,800

*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, 2022

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, 2022. 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, 2022

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 \$3,408,169.

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	\$101,399,800
School Health and Related Services (SHARS) Revenue reported in General Fund	<u>2,428,060</u>
Federal Program Revenue Reported on Exhibit C-3	<u><u>\$103,827,860</u></u>

