



# 2022 ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ending August 31, 2022 | 2621 W. Airport Freeway | Irving, TX 75062





**Annual  
Comprehensive Financial  
Report**



**Irving, Texas**

**For the  
Fiscal Year Ended  
August 31, 2022**

Magda Hernandez  
*Superintendent of Schools*

Prepared by  
Irving ISD Business Office  
Fernando Natividad  
*Chief Financial Officer*

Mahdia Lalee  
*Director of Business Operations*



**Irving Independent School District**  
 Comprehensive Annual Financial Report  
 For The Fiscal Year Ended August 31, 2022  
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# Introductory Section

**Certificate of Board**

Irving Independent School District  
Name of School District

Dallas  
County

057-912  
Co-District Number

We, the undersigned, certify that the attached annual financial reports of the above named school district were reviewed and (check one) \_\_\_ approved \_\_\_\_\_ disapproved for the year ended August 31, 2022, at a meeting of the board of school trustees of such school district on the 17<sup>th</sup> day of January, 2023.

---

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

\_\_\_\_\_  
Board Secretary  
A.D. Jenkins

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



**FERNANDO NATIVIDAD**

Chief Financial Officer  
Business Services

**MAGDA HERNANDEZ**

Superintendent of Schools

January 17, 2023

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

Dear Citizens and Board Members:

The Annual Comprehensive Financial Report (ACFR) of Irving Independent School District (the District) for the fiscal year ended August 31, 2022, is submitted herewith. The District's Business Office has prepared this ACFR, assuming full responsibility for the accuracy and completeness of the information contained therein, based upon a comprehensive framework of internal control that has been established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

We believe the data is presented in a manner to fairly represent the financial position and results of operations of the District, and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs have been included. The ACFR for the year ended August 31, 2022, is prepared in accordance with generally accepted accounting principles (GAAP) and is in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

Weaver and Tidwell, L.L.P. has issued an unmodified ("clean") opinion on the Irving Independent School District's financial statements for the year ended August 31, 2022. The independent auditor's report is located at the front of the Financial Section.

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

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

## Profile of the District

Irving Independent School District is a political subdivision of the State of Texas located in Dallas County. The District, founded in 1909, is in Irving, the 4th largest city in Dallas County. It currently occupies 67.97 square miles and serves over 32,000 students. The District is one of 1,217 school districts and charter schools in the State of Texas. The District's mission is, "We empower today to excel tomorrow."

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

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

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

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

Student enrollment is a major factor in the District's current and future financial plan. Enrollment for the 2020-2021 school year, enrollment was 32,687 students. During the 2021-2022 school year, enrollment has decreased to 32,378 students or a decline of 309 students.

The District's facilities include three early childhood schools (PK), twenty elementary schools (K-5), eight middle schools (6-8), three high schools (9-12), a high school academy (9-12), a career preparatory center (9-12), a reassignment center (9-12), and two collegiate academy centers. All campuses are air-conditioned facilities complete with cafeterias, library/media centers and gymnasiums. In addition, the District owns and operates facilities, which include an administration building and an annex, a facilities service center, a safety and security department, a food and nutrition center, a career development center, and an athletic stadium. The age of the District's campuses range from 75 years (Britain Elementary and Bowie Middle School) to 11 years (Lady Bird Johnson Middle School).

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

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

## **Economic Condition and Outlook**

### ***Local Economy***

The City of Irving, Texas, is conveniently located between Dallas and Fort Worth and just minutes away from the Dallas/Fort Worth (DFW) International Airport – one of the country's busiest airports. Irving's commitment to providing diverse, business-friendly, economic opportunities has made it the destination for the global headquarters for eight Fortune 500 and four Fortune 1000 companies and the site of more than 140 international companies currently operating throughout the city.

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

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

### ***Long-term Financial Planning***

The District's unassigned fund balance for the General Fund is approximately 24% of the operating expenditures, or about three months of expenditures. The Board adopted financial policy CE(LOCAL)-X to strive to maintain a minimum general operating fund balance equal to the sum of at least three months (i.e., 25 percent) of total budgeted general fund operating expenditures. For the last thirteen years, the fund balance for the General Fund has consistently been above the 25% goal of Fund Balance to Actual Expenditures.

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

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

### ***Financial Policies***

The Comprehensive Annual Report for the year ended August 31, 2022, is prepared in accordance with GAAP and in conformance with standards of financial reporting established by GASB using guidelines recommended by the GFOA. This report covers all funds of the District. Presented funds are organized into three types dictated by the nature of the activities involved:

#### Governmental Funds:

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

#### Proprietary Funds:

- Internal Service Funds

#### Fiduciary Funds:

- Custodial Funds

### *Single Audit*

As a recipient of Federal financial assistance, the District is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to federal programs, and is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, as amended in 1996 and Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). As a part of the District's single audit, tests are made to determine the adequacy of internal controls, including that portion related to Federal financial assistance programs, as well as to determine the District's compliance with applicable laws and regulations. The results of the District's single audit for the fiscal year ended August 31, 2022, provided no conditions that would be considered a material weakness in relation to a Federal financial assistance program, and no material instances of non-compliance with applicable laws and regulations were noted. Information related to this single audit, including the schedule of expenditure of federal awards, findings and recommendations, and independent auditor's reports on internal controls and compliance with applicable laws and regulations, is included in this report.

### *Budgetary Controls*

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

### *Internal Controls*

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

### *Independent Audit*

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

## **Awards**

The Association of School Business Officials awarded the Certificate of Excellence in Financial Reporting, and the Government Finance Officers Association awarded the Certificate of Achievement for Excellence in Financial Reporting, to the District for its comprehensive annual financial report for the fiscal year ended August 31, 2021. To be awarded these certificates, the District must publish an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements. This is the thirty-first consecutive year that the district has prepared this report and won these prestigious awards.

These certificates are valid for a period of one year only. We believe that our dedication toward the current comprehensive annual financial report continues to meet the programs' requirements; therefore, we are preparing submissions to ASBO and GFOA, so the organizations can evaluate their eligibility for the fiscal year 2022 certificates.

The District received a Superior rating for the 2022 School's Financial Integrity Rating System of Texas (FIRST). For the previous twenty years, the District earned a Superior Achievement (or Perfect) rating from the School's FIRST. The superior and perfect ratings confirm the District's excellence in managing and reporting taxpayer dollars.

### **Acknowledgements**

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

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

Sincerely,

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Magda Hernandez  
Superintendent

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Fernando Natividad  
Chief Financial Officer



# LIST OF PRINCIPAL OFFICIALS

## BOARD OF TRUSTEES

<u>Name</u>	<u>Length of Service</u>	<u>Term Expires</u>	<u>Occupation</u>
Randy Randle, President	10 years	2025	Business Owner
Dr. Rosemary Robbins, Vice President	3 years	2023	Educator
A.D. Jenkins, Secretary	10 years	2025	Software Engineer
Lisa Lobb, Member	1 year	2022	Educator
Mary Richarte, Member	< 1 year	2023	Community leader
Michael Kelley, Member	3 years	2023	Realtor
Nuzhat Hye, Member	4 years	2024	Educator

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## ADMINISTRATIVE OFFICIALS

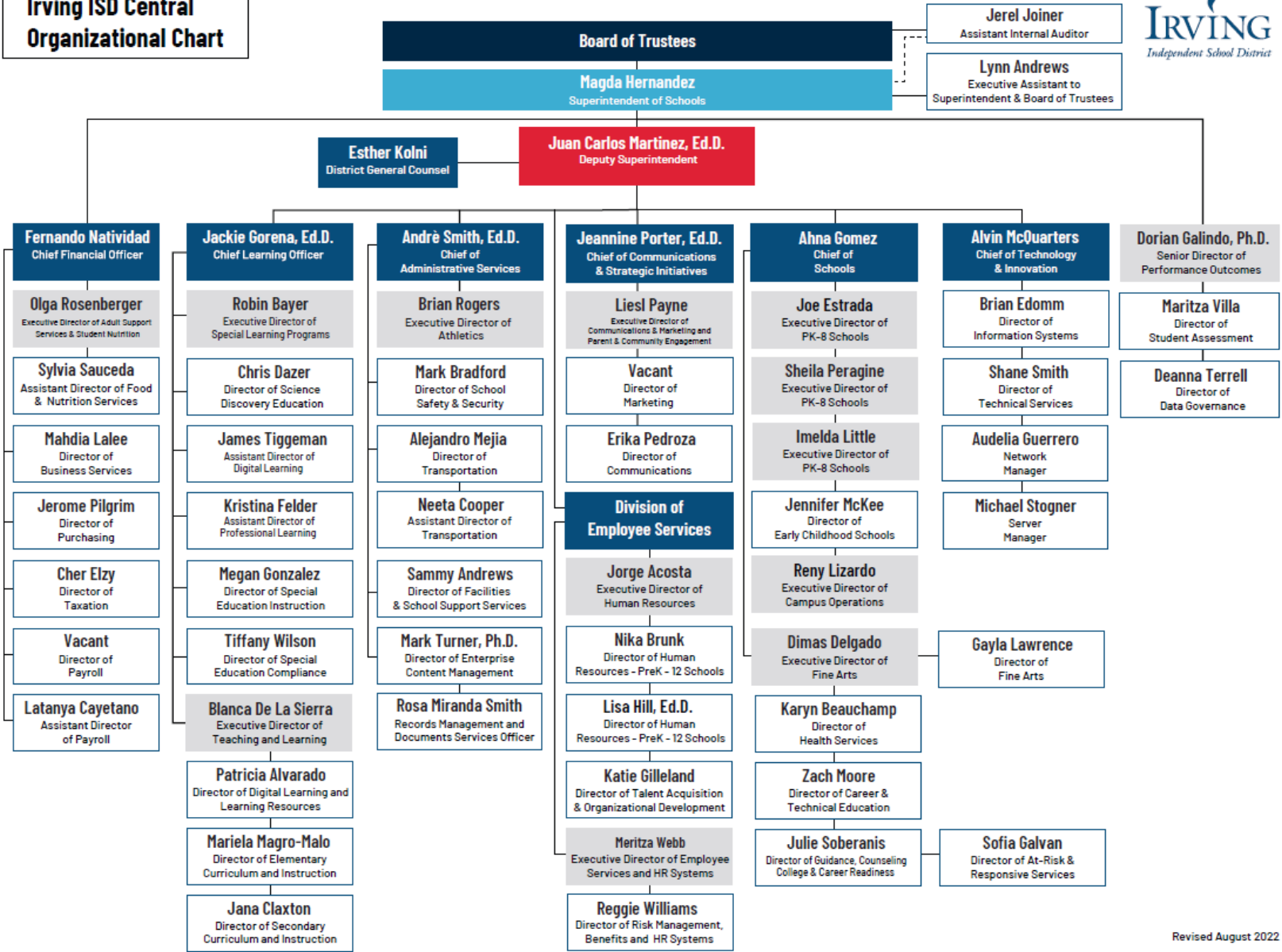
<u>Name</u>	<u>Position</u>	<u>Length of Service</u>
Magda Hernandez	Superintendent	4 years
Juan Carlos Martinez, Ed.D	Deputy Superintendent	6 years
Fernando Natividad	Chief Financial Officer	2 years
Esther Kolni	District General Counsel	2 years

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## CONSULTANTS AND ADVISORS

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

# Irving ISD Central Organizational Chart



Revised August 2022



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Irving Independent School District  
Texas**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

August 31, 2021

*Christopher P. Morill*

Executive Director/CEO



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting  
is presented to**

**Irving Independent School District**

**for its Annual Comprehensive Financial Report  
for the Fiscal Year Ended August 31, 2021.**

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



A handwritten signature in black ink, reading 'William A. Sutter'.

**William A. Sutter**  
**President**

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

**David J. Lewis**  
**Executive Director**

# Financial Section





## Independent Auditor's Report

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

### Report on the Audit of the Financial Statements

#### *Opinions*

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Irving Independent School District (the District), as of and for the year ended August 31, 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 accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of August 31, 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### *Emphasis of Matter*

As discussed in Note 1 to the basic financial statements, during the year ended August 31, 2022, the District implemented Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*. Our opinions are not modified with respect to this matter.

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

The District's 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.

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

The Members of the Board of Trustees  
Irving Independent School District

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

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

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



***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The other supplementary information, as listed in the table of contents, and the 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* (Uniform Guidance), are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information, as listed in the table of contents and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*Other Information Included in the Annual Comprehensive Financial Report (ACFR)*

Management is responsible for the other information included in the (ACFR). The other information comprises the introductory section, statistical section and schedule of required responses to selected school FIRST indicators but does not include the financial statements and our auditor's report thereon. Our opinions on the 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 financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the 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 January 13, 2023 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

*Weaver and Tidwell, L.L.P.*

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas  
January 13, 2023



## Management's Discussion And Analysis

As management of the Irving Independent School District (the "District"), we offer readers of the District's basic financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended August 31, 2022. We encourage readers to consider the information presented here in conjunction with the District's financial statements and in conjunction with additional information that we have furnished in our letter of transmittal.

### Financial Highlights

- General revenues accounted for \$365,622,088, or 82%, of all fiscal year 2022 revenues. Program-specific revenues in the form of charges for services and grants and contributions accounted for \$78,713,963, or 18%, of total fiscal year 2022 revenues.
- The District had \$416,588,974 in expenses related to governmental activities, of which \$78,713,963 was offset by program-specific charges for services or grants and contributions. General revenues of \$365,622,088 were adequate to provide for the remaining costs of these programs, resulting in a \$27,747,077 increase in net position.
- Among major funds, the General Fund had \$330,924,652 in revenues which primarily consisted of state aid and property taxes, and \$342,430,695 in expenditures. The General Fund's fund balance decreased \$19,872,867 from \$118,093,034 as of August 31, 2021 to \$98,220,167 as of August 31, 2022.

### Overview of Financial Statements

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

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

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

The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unpaid salary).

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

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

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

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

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

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

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

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

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

### **Government-Wide Financial Analysis**

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, the District's overall assets and deferred outflows of resources exceeded the liabilities and deferred inflows of resources by \$47,638,022 as of August 31, 2022.

A portion of the District's net position represents resources subject to external restrictions on how they may be used. As of August 31, 2022, the District's restricted net position for federal and state programs was \$12,864,345 and restricted net position for future debt service payments was \$10,010,118. Unrestricted net position can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements. As of August 31, 2022, unrestricted net position showed a \$138,000,569 deficit at the end of the year.

Net investment in capital assets was \$162,764,128. The District uses capital assets to provide services; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

The following table presents a summary of the District's net position for the fiscal years ended August 31, 2022 and 2021.

	<b>Governmental Activities</b>			
	<b>2022</b>	<b>2021</b>	<b>Increase (Decrease)</b>	<b>Percentage Change</b>
Current and other assets	\$ 176,271,236	\$ 181,104,094	\$ (4,832,858)	-3%
Capital assets (net)	481,717,155	492,345,571	(10,628,416)	-2%
<b>Total assets</b>	<b>657,988,391</b>	<b>673,449,665</b>	<b>(15,461,274)</b>	<b>-2%</b>
Deferred outflows	79,853,638	74,771,702	5,081,936	7%
Current liabilities	71,287,863	66,374,399	4,913,464	7%
Long-term liabilities	472,425,664	560,554,250	(88,128,586)	-16%
<b>Total liabilities</b>	<b>543,713,527</b>	<b>626,928,649</b>	<b>(83,215,122)</b>	<b>-13%</b>
Deferred inflows	146,490,480	101,401,773	45,088,707	44%
Net investment in capital assets	162,764,128	139,875,980	22,888,148	16%
Restricted	22,874,463	16,564,816	6,309,647	38%
Unrestricted	(138,000,569)	(136,549,851)	(1,450,718)	1%
<b>Total net position</b>	<b>\$ 47,638,022</b>	<b>\$ 19,890,945</b>	<b>\$ 27,747,077</b>	<b>139%</b>

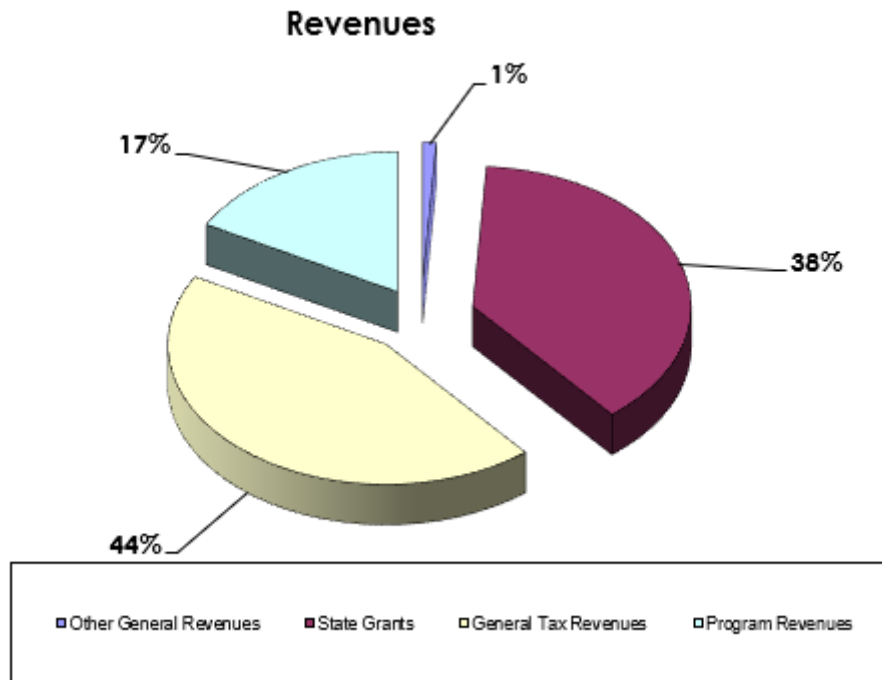
The following are significant current-year transactions that have had an impact on the statement of net position:

- Current and other assets decreased by \$4.8 million, or 3%, due to a decrease in Due from Other Governments.
- Capital assets decreased \$10.8 million, or 2%, which was due to depreciation exceeding cost of new assets acquired.
- Deferred outflows of resources increased by \$5.0 million, or 7%, due to an increase in deferred outflows for OPEB of \$7.5 million and decrease in deferred outflows for refunding charges of \$2.1 million.
- Deferred inflows of resources increased \$45 million, or 44%, due to an increase in deferred inflows for pensions of \$47.4 million and a decrease in deferred inflows for OPEB of \$2.3 million.
- Long-term liabilities decreased \$88.1 million, or 16% due to a decrease of net pension liability in the amount of \$54.5 million.

The District's total revenues for the fiscal year ended August 31, 2022 were \$444,336,051. The total cost of all programs and services was \$416,588,974. The following table presents a summary of the changes in net position for the fiscal years ended August 31, 2022 and 2021.

	<b>Governmental Activities</b>			
	<b>2022</b>	<b>2021</b>	<b>Increase (Decrease)</b>	<b>Percentage Change</b>
Revenues:				
Program revenues:				
Charges for services	\$ 2,218,812	\$ 1,056,220	\$ 1,162,592	110%
Operating grants and contributions	76,495,151	83,618,350	(7,123,199)	-9%
General revenues:				
Maintenance and operations taxes	151,607,384	157,647,163	(6,039,779)	-4%
Debt service taxes	43,505,087	40,238,396	3,266,691	8%
State grants	167,880,473	170,517,817	(2,637,344)	-2%
Investment earnings	966,403	394,410	571,993	145%
Miscellaneous	1,662,741	2,005,275	(342,534)	-17%
Total revenues	444,336,051	455,477,631	(11,141,580)	-2%
Expenses:				
Instruction, curriculum, and media services	239,276,888	263,361,952	(24,085,064)	-9%
Instructional and school leadership	29,844,412	32,036,296	(2,191,884)	-7%
Student support services, child nutrition and co-curricular activities	64,676,687	60,786,399	3,890,288	6%
General administration	11,845,009	14,940,341	(3,095,332)	-21%
Plant maintenance, security, and data processing	54,817,642	46,198,145	8,619,497	19%
Community services	3,216,080	2,598,094	617,986	24%
Interest and fiscal charges	11,098,813	11,916,900	(818,087)	-7%
Other facility costs	1,186,808	1,401,030	(214,222)	-15%
Intergovernmental charges	626,635	615,728	10,907	2%
Total expenses	416,588,974	433,854,885	(17,265,911)	-4%
Increase (decrease) in net position	27,747,077	21,622,746	6,124,331	28%
Change in net position	27,747,077	21,622,746	6,124,331	28%
Net position - beginning	19,890,945	(1,731,801)	19,890,945	(1,731,801)
<b>Ending net position</b>	<b>\$ 47,638,022</b>	<b>\$ 19,890,945</b>	<b>\$ 26,015,276</b>	<b>131%</b>

The District's reliance upon tax revenues is demonstrated by the graph below, which indicates that 44% of total revenues for governmental activities come from local taxes.



The District's total revenue this year was \$444,336,051, down \$11,141,580 from the prior year. The decrease in revenues was due to the following events:

- Net tax revenue decreased \$2.7 million (combined maintenance and operations, and debt service) due to an increase in refunds in the current year.
- Operating grants and contributions decreased by \$7.1 million. The decrease is due to the effect of GASB 68. This, along with an increase in grant revenue is attributing to the overall decrease in operating grants.

The cost of all governmental activities this year was \$416,588,974. However, as shown in the statement of activities, the amount that our taxpayers ultimately financed for these activities through district taxes was \$195,112,471 because some of the costs were paid by those who directly benefited from the programs (\$2,218,812), by other governments and organizations that subsidized certain programs with grants and contributions (\$76,495,151), or by state aid (\$167,880,473), investment income (\$966,403), and other miscellaneous income (\$1,662,741).

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

	<b>Total Expenses</b>	<b>Net Expenses</b>
Instruction, curriculum, and media services	\$ 239,276,888	\$ 210,848,267
Instructional and school leadership	29,844,412	28,040,061
Student support services, child nutrition and co-curricular activities	64,676,687	29,111,126
General administration	11,845,009	10,116,664
Plant maintenance, security, and data processing	56,004,450	47,272,483
Community services	3,216,080	765,174
Interest and fiscal charges	11,098,813	11,098,813
Intergovernmental charges	626,635	622,423
<b>Total expenses</b>	<b>\$ 416,588,974</b>	<b>\$ 337,875,011</b>

**The District's Funds**

As the District completed the year, its governmental funds reported a combined fund balance of \$132,299,006 which is an decrease of \$7,430,189 from the prior year.

The schedule below indicates the fund balance by fund type as of August 31, 2022 and August 31, 2020.

	<b>Fund Balance August 31, 2022</b>	<b>Fund Balance August 31, 2021</b>	<b>Change in Fund Balance</b>
General fund	\$ 98,220,167	\$ 118,093,034	\$ (19,872,867)
Food service	12,852,515	5,176,509	7,676,006
Debt service	9,730,167	10,914,557	(1,184,390)
Capital projects	11,683,215	5,511,642	6,171,573
Nonmajor funds	(187,058)	33,453	(220,511)
<b>Total</b>	<b>\$ 132,299,006</b>	<b>\$ 139,729,195</b>	<b>\$ (7,430,189)</b>

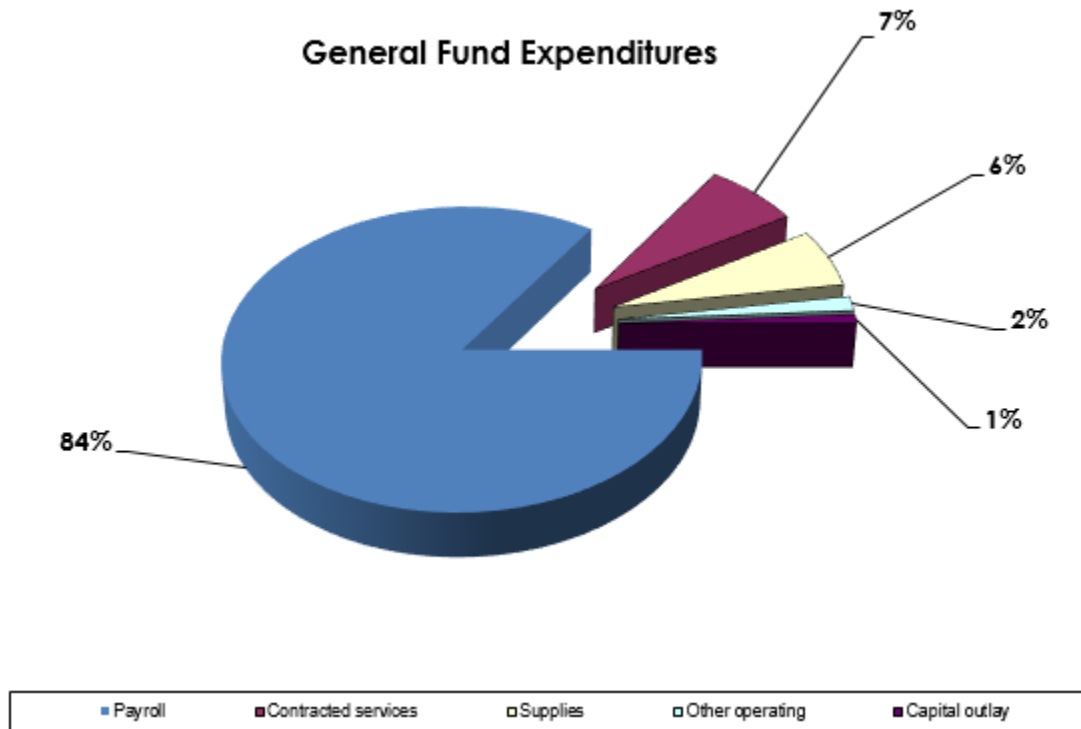
General Fund

The fund balance of the General Fund decreased \$19,872,867 from the prior year. The following factors contributed to the decrease:

- \$10 million of TIF funds were transferred out of the General Fund and into the Capital Project fund.
- There was a \$5.9 million decrease in actual state general fund revenue than the amount that was originally budgeted due to a decline in enrollment.
- There was a \$1.6 million decrease in actual federal program revenues than the amount that was originally budgeted.
- Overall changes in General Fund activity in fiscal year 2022, were due to TIF funds transfer out of the General Fund, an overall increase to expenditures due to inflation nationwide but a decrease in state revenues due to a decline in enrollment.



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



Food Service Fund

The fund balance of the Food Service Fund increased \$7,676,006 from the prior year. Prior year, the District's Food Service was impacted by COVID-19 and distance learning resulting in less meals served but in 2021-2022 operations resumed to pre-COVID-19 times.

Debt Service Fund

The Debt Service fund balance decreased \$1,184,390. State revenue in the 2021-2022 fiscal year decreased by \$966,378 compared to prior year.

Capital Projects Fund

The Capital Projects fund balance increased \$6,171,573 from the prior year. In 2021-2022 TIF funds were transferred out of the General Fund and into the Capital Project Fund in preparation for building a new district building.

## Budgetary Highlights

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

The difference between the original budget and the final amended budget were necessary amendments for changes in situations and estimates. Expenditures had budget amendments increasing the appropriation budget by \$19,893,797. Revenues had budget amendment increasing revenue budget by \$645,893. The major components of these changes are reflected on Exhibit G-1 and the key factors for the changes can be summarized below.

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

- Function 53 for data processing services was approved to be amended by \$4.5 million to accommodate greater than anticipated technological expenditures including network switches, student, and staff devices.
- Function 51 for plant maintenance and operations was approved to be amended by \$3.9 million to accommodate greater expenditures that were anticipated in the original budget.
- Function 81 for facilities acquisition and construction was approved to be amended by \$3.0 million to accommodate the purchase of the YMCA and some renovation to various district facilities.
- Function 34 for student transportation was approved to be amended by \$1.6 million in anticipation of acquisition of new regular student buses and charter buses.

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

- There was a \$645,893 increase to the final amended budget compared to the original budget for general fund local revenue and other sources. The increase was for campus activity funds to accommodate campus activities as they raise funds through the year.

## Capital Assets and Debt Administration

### Capital Assets

As of August 31, 2022, the District had invested \$481,717,155 in capital assets, net of accumulated depreciation and amortization of \$495,519,639, including land and improvements, facilities, and equipment for instruction, transportation, athletics, administration, and maintenance. This amount represents a net decrease in capitalized cost of \$10,628,416 from last year. The total depreciation and amortization expense for the year was \$17,944,925. The following schedule presents capital asset balances net of depreciation for the fiscal year ended August 31, 2022:

Land and improvements	\$	24,624,240
Furniture and equipment		19,523,051
Right-to-use leased assets		501,419
Buildings and improvements		435,388,025
Construction in progress		1,680,420
<b>Total</b>	<b>\$</b>	<b>481,717,155</b>

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

### Debt

As of August 31, 2022, the District had \$342,975,751 in general obligation bonds payable, including accreted interest, with \$32,710,000 due within one year. The District continues to have favorable general obligation bond ratings indicated by Aa2 and AA+ ratings from Moody's Investors Service and Standard & Poor's Ratings Group, respectively.

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

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

### **Economic Factors and Next Year's Budgets and Rates**

The District's elected and appointed officials considered many factors when preparing the 2022-2023 budget and setting the 2022 tax rates. For the tenth year, property values increased. The certified tax roll reflected values of \$19,095,365,105 which is a 16.9% increase in value compared to the prior fiscal year.

The Board approved a decreased total tax rate of \$1.1474 for the 2022 tax year. The Maintenance and Operations tax rate decreased by \$.0334 from \$0.9390 to \$0.9056; the interest and sinking rate decreased by .0269 from \$.2687 to \$.2418. As the result of the increase to local property appraised values, it is anticipated that local property tax collections will increase approximately 1.3% for maintenance and operations.

As of August 31, 2022, the fund balance for the general fund decreased by \$19.8 million to \$98,922,167. The non-spendable fund balance increased by \$157,435 to \$924,923. The unassigned fund balance decreased by \$5,016,779 to \$81,719,354. The assigned fund balance decreased by \$15 million to \$15,575,890.

### **Contacting the District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. Questions concerning any of the information provided in this report, or requests for additional information, should be addressed to the Director of Business Operations, Irving Independent School District, P.O. Box 152637, Irving, Texas, 75015-2637.



# Basic Financial Statements



# **Government-Wide Financial Statements**





Irving Independent School District  
Statement of Net Position  
August 31, 2022

Exhibit A-1

DATA CONTROL CODES		1 GOVERNMENTAL ACTIVITIES
<b>ASSETS</b>		
1110	Cash and cash equivalents	\$ 125,520,745
1120	Investments	37,111,020
1220	Delinquent taxes receivable - net of estimated uncollectible taxes	4,039,804
1240	Due from other governments	7,964,134
1250	Accrued interest	89,691
1290	Other receivables	140,827
1300	Inventories	1,326,861
1490	Other assets	78,154
1510	Land	20,073,841
1515	Land improvements	23,801,393
1520	Buildings and improvements	771,884,976
1530	Furniture and equipment	159,182,181
1550	Right-to-use leased assets	613,983
1580	Construction in progress	1,680,420
1570	Accumulated depreciation and amortization	(495,519,639)
1000	Total assets	657,988,391
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
1701	Deferred charges on refunding	18,061,646
1705	Deferred outflows of resources - pension	40,522,428
1706	Deferred outflows of resources - OPEB	21,269,564
1700	Total deferred outflows of resources	79,853,638
<b>LIABILITIES</b>		
2110	Accounts payable and claims liabilities	2,628,585
2150	Payroll deductions and withholdings	2,704,629
2160	Accrued wages payable	14,727,116
2140	Interest payable	594,724
2180	Due to other governments	15,897,229
2300	Unearned revenue	1,595,433
Noncurrent liabilities:		
2501	Due within one year	33,140,147
2502	Due in more than one year	
	Bonds payable, claims, leases, etc.	311,354,645
2540	Net pension liability	59,673,163
2545	Net OPEB liability	101,397,856
2000	Total liabilities	543,713,527
<b>DEFERRED INFLOWS OF RESOURCES</b>		
2605	Deferred inflows of resources - pension	68,073,578
2606	Deferred inflows of resources - OPEB	78,416,902
2600	Total deferred inflows of resources	146,490,480
<b>NET POSITION</b>		
3200	Net investment in capital assets	162,764,128
3820	Restricted for federal and state programs	12,864,345
3850	Restricted for debt service	10,010,118
3900	Unrestricted	(138,000,569)
3000	<b>TOTAL NET POSITION</b>	<b>\$ 47,638,022</b>

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

Irving Independent School District  
Statement of Activities  
For the Year Ended August 31, 2022

Exhibit B-1

DATA CONTROL CODES	FUNCTIONS/PROGRAMS	1 EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION
			2 CHARGES FOR SERVICES	3 GRANTS AND CONTRIBUTIONS	
				4 OPERATING GOVERNMENTAL ACTIVITIES	6
	<b>GOVERNMENTAL ACTIVITIES</b>				
11	Instruction	\$ 220,104,380	\$ 560,783	\$ 18,719,341	\$ (200,824,256)
12	Instructional resources and media services	5,523,746	-	62,549	(5,461,197)
13	Curriculum development and instructional staff development	13,648,762	-	9,085,948	(4,562,814)
21	Instructional leadership	8,391,814	-	1,563,386	(6,828,428)
23	School leadership	21,452,598	-	240,965	(21,211,633)
31	Guidance, counseling, and evaluation services	20,165,604	-	4,386,321	(15,779,283)
32	Social work services	1,437,039	-	155,302	(1,281,737)
33	Health services	4,013,444	-	924,427	(3,089,017)
34	Student (pupil) transportation	10,268,381	-	73,001	(10,195,380)
35	Food services	22,192,009	627,849	28,381,578	6,817,418
36	Co-curricular/extracurricular activities	6,600,210	975,388	41,695	(5,583,127)
41	General administration	11,845,009	-	1,728,345	(10,116,664)
51	Plant maintenance and operations	33,065,611	54,792	244,792	(32,766,027)
52	Security and monitoring services	5,241,723	-	947,686	(4,294,037)
53	Data processing services	16,510,308	-	5,550,850	(10,959,458)
61	Community services	3,216,080	-	2,450,906	(765,174)
72	Debt service - Interest and fiscal charges	11,098,813	-	-	(11,098,813)
81	Other facility costs	1,186,808	-	1,933,847	747,039
95	Payments to juvenile justice alternative education program	11,094	-	73	(11,021)
99	Other intergovernmental charges	615,541	-	4,139	(611,402)
	<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 416,588,974</b>	<b>\$ 2,218,812</b>	<b>\$ 76,495,151</b>	<b>\$ (337,875,011)</b>

DATA CONTROL CODES		
	General revenues	
	Taxes	
MT	M & O property taxes	\$ 151,607,384
DT	Debt service property taxes	43,505,087
SF	State aid - Not restricted to specific programs	167,880,473
IE	Investment income	966,403
MI	Miscellaneous	1,662,741
		<hr/>
TR	Total general revenues	365,622,088
		<hr/>
CN	Change in net position	27,747,077
		<hr/>
NB	Net position - beginning	19,890,945
		<hr/>
NE	<b>NET POSITION - ENDING</b>	<b>\$ 47,638,022</b>

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

# **Governmental Fund Financial Statements**

Irving Independent School District  
Balance Sheet  
Governmental Funds  
August 31, 2022

DATA CONTROL CODES		MAJOR	
		GENERAL	FOOD SERVICE
	<b>ASSETS</b>		
	Current assets		
1110	Cash and cash equivalents	\$ 89,175,088	\$ 10,883,104
1120	Investments	37,111,020	-
	Receivables		
1220	Property taxes - delinquent	5,474,418	-
1230	Allowance for uncollectible taxes	(2,309,289)	-
1240	Due from other governments	251,062	1,706,100
1250	Accrued interest	89,691	-
1260	Due from other funds	6,560,476	-
1290	Other receivables	15,827	-
1300	Inventories, at cost	846,769	277,537
1410	Prepaid items	78,154	-
1000	<b>TOTAL ASSETS</b>	<b>\$ 137,293,216</b>	<b>\$ 12,866,741</b>
	<b>LIABILITIES</b>		
	Current liabilities		
2110	Accounts payable	\$ 2,542,352	\$ 14,226
2150	Payroll deductions and withholdings	2,704,629	-
2160	Accrued wages payable	14,727,116	-
2170	Due to other funds	-	-
2180	Due to other governments	15,897,229	-
2300	Unearned revenue	-	-
2000	Total liabilities	35,871,326	14,226
	<b>DEFERRED INFLOWS OF RESOURCES</b>		
2600	Unavailable revenue	3,201,723	-
2600	Total deferred inflows of resources	3,201,723	-
	<b>FUND BALANCES</b>		
	Nonspendable		
3410	Inventory	846,769	-
3430	Prepaid items	78,154	-
	Restricted		
3450	Food service	-	12,852,515
3450	Grant funds	-	-
3480	Retirement of long-term debt	-	-
	Assigned		
3590	Campus activity funds	2,075,890	-
3590	Construction projects	3,500,000	-
3590	Technology	7,000,000	-
3590	Future debt reduction	3,000,000	-
3600	Unassigned	81,719,354	-
3000	Total fund balance	98,220,167	12,852,515
4000	<b>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE</b>	<b>\$ 137,293,216</b>	<b>\$ 12,866,741</b>

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

MAJOR		NONMAJOR	TOTALS
DEBT SERVICE	CAPITAL PROJECTS	OTHER FUNDS	GOVERNMENTAL FUNDS
\$ 10,010,305	\$ 11,702,189	\$ 1,259,155	\$ 123,029,841
-	-	-	37,111,020
1,570,925	-	-	7,045,343
(696,250)	-	-	(3,005,539)
33,776	-	5,973,196	7,964,134
-	-	-	89,691
-	-	-	6,560,476
-	-	-	15,827
-	-	-	1,124,306
-	-	-	78,154
<u>\$ 10,918,756</u>	<u>\$ 11,702,189</u>	<u>\$ 7,232,351</u>	<u>\$ 180,013,253</u>
\$ -	\$ 18,974	\$ 51,916	\$ 2,627,468
-	-	-	2,704,629
-	-	-	14,727,116
313,914	-	5,772,060	6,085,974
-	-	-	15,897,229
-	-	1,595,433	1,595,433
<u>313,914</u>	<u>18,974</u>	<u>7,419,409</u>	<u>43,637,849</u>
<u>874,675</u>	<u>-</u>	<u>-</u>	<u>4,076,398</u>
874,675	-	-	4,076,398
-	-	-	846,769
-	-	-	78,154
-	-	-	12,852,515
-	-	11,830	11,830
9,730,167	-	-	9,730,167
-	-	-	2,075,890
-	11,683,215	-	15,183,215
-	-	-	7,000,000
-	-	-	3,000,000
-	-	(198,888)	81,520,466
<u>9,730,167</u>	<u>11,683,215</u>	<u>(187,058)</u>	<u>132,299,006</u>
<u>\$ 10,918,756</u>	<u>\$ 11,702,189</u>	<u>\$ 7,232,351</u>	<u>\$ 180,013,253</u>



**Irving Independent School District**

**Exhibit C-1R**

Reconciliation of the Governmental Funds Balance Sheet  
to the Statement of Net Position  
August 31, 2022

Total Fund Balances - Governmental Funds	\$ 132,299,006
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>	
<p>Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. The cost of the assets \$976,471,500 and the accumulated depreciation is \$495,407,075, which does not include those assets held in the internal service fund (\$501,419).</p>	481,215,736
<p>Property taxes receivable will be collected this year, but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds.</p>	4,076,398
<p>Internal Service Funds are used by the District's management to charge the cost of health insurance, workers compensation, unemployment, and benefits administration to the funds. The assets and liabilities of the Internal Service Funds are included with governmental activities.</p>	1,325,218
<p>The deferred loss on refundings is not a current period transaction and therefore is not reported in the funds. The deferred loss on refundings is included in the deferred outflows of resources with governmental activities.</p>	18,061,646
<p>Included in the items related to debt is the recognition of the District's proportionate share of the TRS net pension liability (\$59,673,163) and a deferred inflow of resources (\$68,073,578), and a deferred outflow of resources (\$40,522,428). The result is a decrease in net position.</p>	(87,224,313)
<p>Included in the items related to debt is the recognition of the District's proportionate share of the TRS-Care net OPEB liability (\$101,397,856) and a deferred inflow of resources (\$78,416,902), and a deferred outflow of resources (\$21,269,564). The result is a decrease in net position.</p>	(158,545,194)
<p>Bonds payable are not due and payable in the current period and therefore are not reported as liabilities in the funds. Bonds payable and related accounts at year-end consist of:</p>	
Bonds Payable	\$ (321,164,677)
Premium/Discount on Bonds Payable	(21,811,074)
Interest Payable	(594,724)
	(343,570,475)
<b>Net Position - Governmental Activities</b>	<b>\$ 47,638,022</b>

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

**Irving Independent School District**  
Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Governmental Funds  
For the Year Ended August 31, 2022

DATA CONTROL CODES		MAJOR	
		GENERAL	FOOD SERVICE
<b>REVENUES</b>			
5700	Local and intermediate sources	\$ 157,010,999	\$ 818,939
5800	State program revenues	167,306,269	38,416
5900	Federal program revenues	6,607,384	27,833,604
5020	Total revenues	330,924,652	28,690,959
<b>EXPENDITURES</b>			
Current:			
0011	Instruction	202,358,800	-
0012	Instructional resources and media services	5,522,214	-
0013	Curriculum development and instructional staff development	5,259,287	-
0021	Instructional leadership	7,236,780	-
0023	School leadership	21,603,571	-
0031	Guidance, counseling, and evaluation services	16,360,307	-
0032	Social work services	1,380,257	-
0033	Health services	3,182,227	-
0034	Student (pupil) transportation	10,853,728	-
0035	Food services	459,894	20,775,032
0036	Co-curricular/extracurricular activities	6,199,256	-
0041	General administration	10,562,741	-
0051	Plant maintenance and operations	33,761,299	239,921
0052	Security and monitoring services	4,532,083	-
0053	Data processing services	9,059,160	-
0061	Community services	897,629	-
Debt service:			
0071	Principal on long-term debt	-	-
0072	Interest and charges on long-term debt	-	-
0073	Bond issuance costs and fees	-	-
0081	Facilities acquisition and construction	2,574,827	-
0095	Payments to juvenile justice alternative education program	11,094	-
0099	Intergovernmental charges	615,541	-
6030	Total expenditures	342,430,695	21,014,953
1100	Excess (deficiency) of revenues over (under) expenditures	(11,506,043)	7,676,006
<b>OTHER FINANCING SOURCES (USES)</b>			
7912	Proceeds from sale of capital assets	40,610	-
7915	Transfers in	-	-
7919	Insurance Recoveries	1,599,566	-
8911	Transfers out	(10,007,000)	-
7080	Total other financing sources (uses)	(8,366,824)	-
1200	Net change in fund balances	(19,872,867)	7,676,006
0100	<b>Fund balance, September 1 (beginning)</b>	118,093,034	5,176,509
3000	<b>FUND BALANCE - AUGUST 31 (ENDING)</b>	\$ 98,220,167	\$ 12,852,515

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



MAJOR		NONMAJOR	TOTALS
DEBT SERVICE	CAPITAL PROJECTS	OTHER FUNDS	GOVERNMENTAL FUNDS
\$ 43,527,181	\$ -	\$ 430,641	\$ 201,787,760
574,204	-	2,475,184	170,394,073
-	-	41,849,632	76,290,620
44,101,385	-	44,755,457	448,472,453
-	864,366	17,667,947	220,891,113
-	-	25,409	5,547,623
-	-	9,020,110	14,279,397
-	-	1,482,057	8,718,837
-	-	95,662	21,699,233
-	-	4,276,284	20,636,591
-	-	146,019	1,526,276
-	-	903,025	4,085,252
-	-	960	10,854,688
-	-	506,464	21,741,390
-	-	-	6,199,256
-	-	1,657,303	12,220,044
-	-	17,720	34,018,940
-	-	916,566	5,448,649
-	1,736,234	5,497,593	16,292,987
-	-	2,444,868	3,342,497
31,750,000	-	-	31,750,000
13,527,025	-	-	13,527,025
8,750	-	-	8,750
-	1,192,827	317,981	4,085,635
-	-	-	11,094
-	-	-	615,541
45,285,775	3,793,427	44,975,968	457,500,818
(1,184,390)	(3,793,427)	(220,511)	(9,028,365)
-	-	-	40,610
-	9,965,000	-	9,965,000
-	-	-	1,599,566
-	-	-	(10,007,000)
-	9,965,000	-	1,598,176
(1,184,390)	6,171,573	(220,511)	(7,430,189)
10,914,557	5,511,642	33,453	139,729,195
\$ 9,730,167	\$ 11,683,215	\$ (187,058)	\$ 132,299,006

**Irving Independent School District**  
**Reconciliation of the Governmental Funds Statement of**  
**Revenues, Expenditures, and Changes in Fund Balances**  
**to the Statement of Activities**  
**For the Year Ended August 31, 2022**

**Exhibit C-3**

Total Net Change in Fund Balances - Governmental Funds	\$	(7,430,189)	
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>			
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation (\$17,832,361) exceeded capital outlay (\$6,702,526) in the current period.</p>		(11,129,835)	
<p>Because some property taxes will not be collected for several months after the district's fiscal year ends, they are not considered "available" revenues and are deferred inflows in the governmental funds. Unavailable revenue, net of bad debt, decreased by this amount this year.</p>		(1,050,919)	
<p>Internal Service Funds are used by the district's management to charge the cost of health insurance, workers compensation, unemployment, and benefits administration to the funds. The net revenue (expense) of the Internal Service Funds is reported with governmental activities.</p>		(29,518)	
<p>Current year long-term debt payments on bonds payable and payments of accreted interest on capital appreciation bonds are expenditures in the fund financial statements, but they also reduce long-term liabilities in the statement of net position.</p>		31,750,000	
<p>Bond issuances and refundings and related costs are shown as "other sources" and "other uses" in the governmental funds, but are shown on the statement of net position with related costs amortized over the life of the bonds. Differences consist of the following:</p>			
Amortization of Refunding Loss	\$	(2,121,458)	
Amortization of Bond Premiums		<u>4,781,621</u>	2,660,163
<p>The net change in net pension liability, deferred outflows, and deferred inflows is reported in the statement of activities but does not require the use of current financial resources and, therefore, is not reported as expenditures in the governmental funds. The net change consists of a decrease in deferred outflows (\$308,746); increase in deferred inflows (\$47,445,756); and decrease in net pension liability \$54,577,307.</p>			6,822,805
<p>The net change in net OPEB liability, deferred outflows, and deferred inflows is reported in the statement of activities but does not require the use of current financial resources and, therefore, is not reported as expenditures in the governmental funds. The net change consists of an increase in deferred outflows \$7,512,140; decrease in deferred inflows \$2,357,049; and an increase in net OPEB liability (\$3,491,418).</p>			6,377,771
<p>Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. Differences consist of the following:</p>			
Change in Accrued Interest	\$	56,378	
Interest Accretion		<u>(279,579)</u>	<u>(223,201)</u>
<b>Change in Net Position - Governmental Activities</b>	<b>\$</b>		<b><u>27,747,077</u></b>

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

Irving Independent School District  
Statement of Net Position  
Proprietary Funds  
August 31, 2022

Exhibit D-1

<u>DATA CONTROL CODES</u>		<u>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</u>
	<b>ASSETS</b>	
	Current assets	
1110	Cash and temporary investments	\$ 2,490,904
1290	Other receivables	125,000
1310	Inventories, at cost	202,555
	Total current assets	<u>2,818,459</u>
	Noncurrent Assets	
1500	Right-to-use leased assets, net	<u>501,419</u>
	Total noncurrent assets	<u>501,419</u>
1000	Total assets	3,319,878
	<b>LIABILITIES</b>	
	Current liabilities	
2110	Accounts payable	1,117
2170	Due to other funds	474,502
2800	Claims due within one year	309,031
2800	Right-to-use lease liability - current portion	121,116
	Total current liabilities	<u>905,766</u>
	Noncurrent liabilities	
	Claims due in more than one year	706,411
	Right-to-use lease liability	382,483
	Total noncurrent liabilities	<u>1,088,894</u>
2000	Total liabilities	<u>1,994,660</u>
	<b>NET POSITION</b>	
3900	Unrestricted net position	<u>1,325,218</u>
3000	<b>TOTAL NET POSITION</b>	<u><u>\$ 1,325,218</u></u>

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

**Irving Independent School District**

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

Proprietary Funds

For the Year Ended August 31, 2022

**Exhibit D-2**

<u>DATA CONTROL CODES</u>		<u>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</u>
	<b>OPERATING REVENUES</b>	
5700	Charges for services	\$ 1,942,490
5020	Total operating revenues	1,942,490
	<b>OPERATING EXPENSES</b>	
6100	Payroll costs	327,334
6200	Professional/contracted services	102,754
6300	Supplies and materials	390,163
6400	Claims, administration, and other expenses	1,206,278
6030	Total operating expenses	2,026,529
	Operating loss	(84,039)
	<b>NONOPERATING REVENUES</b>	
7955	Interest income	12,521
7915	Transfers in	42,000
	<b>CHANGE IN NET POSITION</b>	(29,518)
0100	Total net position - September 1 (beginning)	1,354,736
3000	<b>TOTAL NET POSITION - AUGUST 31 (ENDING)</b>	<u>\$ 1,325,218</u>

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

Irving Independent School District  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended August 31, 2022

Exhibit D-3

	<b>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received for premiums and services	\$ 2,686,062
Cash paid to employees	(327,334)
Cash paid for claims and administration, and other costs	(2,222,917)
Net cash provided by operating activities	135,811
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
Transfers from other funds	42,000
Net cash provided by noncapital financing activities	42,000
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest received	12,521
Net cash provided by investing activities	12,521
Net increase in cash and cash equivalents	190,332
Cash and cash equivalents at beginning of the year	2,300,572
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>\$ 2,490,904</b>
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	
Operating loss	\$ (84,039)
Adjustments to reconcile operating loss to net cash provided by operating activities	
Change in current assets and liabilities	
Increase in inventories	(5,335)
Increase in right-to-use leased assets	(501,419)
Decrease in accounts payable	(1,400)
Increase in due to other funds	127,216
Increase in long-term claims reserve	97,189
Increase in right-to-use lease liability	503,599
Total adjustments	219,850
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b>\$ 135,811</b>

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

**Irving Independent School District**  
Statement of Fiduciary Net Position  
August 31, 2022

**Exhibit E-1**

	<u>CUSTODIAL FUNDS</u>
<b>ASSETS</b>	
Cash and temporary investments	\$ 902,645
<b>TOTAL ASSETS</b>	<u>\$ 902,645</u>
<b>LIABILITIES</b>	
Accounts payable	\$ 25,612
<b>TOTAL LIABILITIES</b>	25,612
<b>NET POSITION</b>	
Restricted for students and other organizations	<u>877,033</u>
<b>TOTAL NET POSITION</b>	<u>\$ 877,033</u>

**Irving Independent School District**  
Statement of Changes in Fiduciary Net Position  
For the Year Ended August 31, 2022

**Exhibit E-2**

	<u>CUSTODIAL FUNDS</u>
<b>ADDITIONS</b>	
Miscellaneous revenue from student groups	\$ 1,230,756
Additions from flex funds	<u>973,972</u>
<b>TOTAL ADDITIONS</b>	<u>2,204,728</u>
<b>DEDUCTIONS</b>	
Dues and fees	\$ 1,199,657
Distribution of flex funds	<u>984,938</u>
<b>TOTAL DEDUCTIONS</b>	<u>2,184,595</u>
Change in net position	20,133
Net position, beginning	<u>856,900</u>
Net position, ending	<u>\$ 877,033</u>





# Irving Independent School District

## Notes to the Financial Statements

### Note 1. Summary of Significant Accounting Policies

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

#### A. Reporting Entity

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

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

The District receives funding from local, state and federal government sources and is required to comply with the requirements of these funding entities.

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

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all non-fiduciary activities of the primary government. As a general rule, the effect of interfund activity has been eliminated from these statements. An exception to this general rule would be amounts that are reasonably equivalent in value to the interfund services provided. The *governmental activities* are supported by tax revenues and intergovernmental revenues. The *business-type activities* rely, to a significant extent, on fees and charges for support.

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

The District reports the following Major Funds:

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

## Irving Independent School District

### Notes to the Financial Statements

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

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

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

The District reports the following Proprietary Fund:

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

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

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

## Irving Independent School District

### Notes to the Financial Statements

#### C. Basis of Accounting/Measurement Focus

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

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

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

#### D. Budgetary Data

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

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

## Irving Independent School District

### Notes to the Financial Statements

#### E. Encumbrance Accounting

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

An encumbrance represents a commitment of Board appropriations related to unperformed contracts for goods and services. The issuance of a purchase order or the signing of a contract creates an encumbrance but does not represent an expenditure for the period, only a commitment to expend resources. Appropriations lapse at August 31, and encumbrances outstanding at that time are either canceled or provided for in the subsequent year's budget. Outstanding encumbrances at August 31, 2022 that were subsequently provided for in the 2022-2023 budget totaled \$7,191,517 for the General Fund.

#### F. Deposits and Investments

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

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

#### G. Due From (To) Other Funds

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

#### H. Inventories

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

#### I. Prepaid Items

Prepaid items of \$78,154 in the General Fund are purchases which benefit the next school year. The consumption method is used to account for these items paid in advance. In the governmental funds, they are reported as nonspendable fund balance.

# Irving Independent School District

## Notes to the Financial Statements

### J. Capital Assets

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

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

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

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

### K. Leases

The District is a lessee for noncancellable leases of copiers. The District recognizes a lease liability, reported with long-term debt, and a right-to-use lease asset (lease asset), reported with other capital assets, in the government-wide and proprietary fund financial statements. The District recognizes lease liabilities with an initial, individual value of \$5,000 or more.

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

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

- The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease.

## Irving Independent School District

### Notes to the Financial Statements

- Lease payments included in the measurement of the lease liability are composed of fixed payments, variable payments fixed in substance or that depend on an index or a rate, purchase option price that the District is reasonably certain to exercise, lease incentives receivable from the lessor, and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

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

#### **L. Long-Term Debt**

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

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

#### **M. Fund Equity**

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

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

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

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

**Assigned** -- includes fund balance amounts that are self-imposed by the District to be used for a particular purpose. Board Policy CE (Local) has authorized the Superintendent or Chief Financial Officer to assign fund balance.

## Irving Independent School District

### Notes to the Financial Statements

As of August 31, 2022, the District has assigned fund balance in the General Fund for the following purposes: 1) Campus Activity Funds – assigned to distinguish the portion of fund balance allocated to activity funds, 2) Construction projects – assigned to planned capital projects not completed during the fiscal year, 3) Technology, and 4) Future Debt Reduction.

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

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

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

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

Net Investment in Capital Assets – the component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unspent proceeds, that is directly attributable to the acquisition, construction or improvement of these capital assets.

Restricted for Federal and State Programs – the component of net position that reports the difference between assets and liabilities with constraints placed on their use by the federal and state government.

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

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

#### **N. Vacation and Sick Leave**

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

#### **O. Data Control Codes**

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

**Irving Independent School District**

Notes to the Financial Statements

**P. Self-Insured Workers' Compensation**

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

The total liabilities for the Workers' Compensation self-insurance fund of \$1,016,385 include incurred but not reported claims in the amount of \$706,411 (of which \$0 is expected to be paid within one year) and accounts payable of \$943. The claims liability reported in the fund at August 31, 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 as of the date of the financial statements, and the amount of loss can be reasonably estimated. Because actual claim liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing the liability does not result necessarily in an exact amount. Lewis & Ellis, Inc. through its actuarial review of the Workers' Compensation self-insurance program, projected an estimated discounted liability of \$706,411 as of August 31, 2022, for the ultimate loss reserve of the fund. The fund had net position at August 31, 2022, of \$1,017,363.

Changes in the workers' compensation claims liability amounts in fiscal year 2022 and 2021 are presented below:

	Beginning of Fiscal-Year Liability	Current-Year Claims & Changes in Estimates	Claim Payments	Balance at Fiscal Year-End
2021 Workers' compensation	\$ 917,630	\$ 2,736,424	\$ 2,735,801	\$ 918,253
2022 Workers' compensation	918,253	2,791,017	2,693,828	1,015,442

**Q. Self-Insured Unemployment**

The District through a reimbursement program provides unemployment insurance protection through the Texas Workforce Commission (TWC), should an employee experience a job loss through no fault of his own. As a reimbursing employer (IISD employees receive unemployment benefits directly from the Texas Workforce Commission), the District refunds unemployment benefit claims on a quarterly basis to TWC. Unemployment liabilities have been established at \$0 for claims reported and not paid, and net position as of August 31, 2022, was \$582,156.

**R. Risk Management**

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The risk is minimized by the purchase of excess workers' compensation insurance, property and liability coverage, and a set-aside loss fund for damages under a particular deductible or for where no other protection exists. During fiscal year 2022, there were no significant reductions in insurance coverage for any category of risk. In addition, there are no settlements in excess of the insurance coverage in any of the three prior fiscal years.



# Irving Independent School District

## Notes to the Financial Statements

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

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

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

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

### S. Pensions

The fiduciary net position of the Teacher Retirement System of Texas (TRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities and additions to/deductions from TRS's fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

# Irving Independent School District

## Notes to the Financial Statements

### 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.

### T. Deficit Fund Balance

At August 31, 2022, the Federal Special Revenue Fund and State Special Revenue Fund, both nonmajor governmental funds, had deficit fund balances of \$8,784 and \$190,104, respectively. These funds incurred expenditures under grants that were not reimbursed in a timely manner under the modified accrual basis of accounting to be included in revenue. However, the District anticipates receiving reimbursement for these grants in fiscal year 2023.

### GASB Pronouncements Implemented by the District

GASB Statement No. 87, *Leases*. This Statement was issued in June 2017 and provides guidance to increase the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. Upon implementation of this standard, the District recognized right-to-use lease assets and a right-to-use lease liability.

### Note 2. Deposits and Investments

**Cash Deposits** – The District's funds are required to be deposited and invested under the terms of a depository contract pursuant to the Texas School Depository Act. The depository bank pledges securities which comply with state law, and these securities are held for safekeeping and trust with the District's and the depository bank's agent bank. The pledged securities shall be in an amount sufficient to protect District funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation (FDIC) insurance.

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

At August 31, 2022, the carrying amount of the District's cash, not including fiduciary funds, was \$8,261. The bank balance was \$3,709,453. During 2021-2022, the District's combined deposits were fully insured by federal depository insurance or collateralized with securities pledged to the District and held in the District's name by the District's agent.

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

1. Name of bank: J.P. Morgan Chase - Irving, Texas.
2. Amount of bond and/or security pledged as of the date of the highest combined balance on deposit was \$15,059,561.

## Irving Independent School District

### Notes to the Financial Statements

3. Largest combined collected cash account balance required to be collateralized amounted to \$13,076,336 and occurred on January 26, 2022.
4. Total amount of FDIC coverage at the time of the largest combined balance was \$250,000.

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

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

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

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

# Irving Independent School District

## Notes to the Financial Statements

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

	August 31, 2022	Fair Value Measurements Using			Percent of Total Investments	Weighted Average Maturity (Days)	Credit Risk
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)			
Cash and imprest funds	\$ 8,261	\$ -	\$ -	\$ -	0.01%		
Money market funds	30,836,530	-	-	-	18.86%		
Landing Rock	10,068,848	-	-	-	6.16%		
Investments measured at amortized Cost:							
Certificates of deposit	15,000,000	-	15,000,000	-	9.17%	245	
Investment pools:							
TexPool	1,028,652	-	-	-	0.63%	23	AAAm
Investments measured at net asset Value (NAV):							
Investment pools:							
Lone Star	6,346,017	-	-	-	3.88%	6	AAAm
TexSTAR	8,977,985	-	-	-	5.49%	27	AAAm
Texas CLASS	60,602,837	-	-	-	37.06%	34	AAAm
LOGIC	8,554,260	-	-	-	5.23%	28	AAAm
Investment pools total	85,509,751	-	-	-			
Investments subject to fair value							
Agency securities	22,111,020	-	22,111,020	-	13.52%	807	
<b>Total Value</b>	<b>\$ 163,534,410</b>	<b>\$ -</b>	<b>\$ 37,111,020</b>	<b>\$ -</b>			

Portfolio weighted average maturity

147

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

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

## Irving Independent School District

### Notes to the Financial Statements

These local government investment pools operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. The Texas Local Government Investment Pool (TexPool), Local Government Investment Cooperative (LOGIC), Texas Short Term Asset Reserve Program (TexSTAR) and Lone Star Investment Pool are organized in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. LOGIC and TexSTAR are co-administered by JP Morgan Chase & Co. and First Southwest Asset Management under an agreement with their Boards of Directors.

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

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

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

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

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

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

U.S. Government Agency Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

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

## Irving Independent School District

### Notes to the Financial Statements

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

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

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

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

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

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

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

Concentration of credit risk is the risk associated with holding investments that are not in pools and in excess of 5% of the total portfolio. As of August 31, 2022, the District held \$0 of securities with a zero par amount. All agency securities held by the District are rated AA+ by Standard and Poor's and Aaa by Moody's Investors Service. The District controls this risk by laddering the portfolio, limiting the final maturity of each investment of a maximum of five years through its investment policy with most purchases between 1.5 and 3.5 years, and by diversifying between agency types when possible.

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

## Irving Independent School District

### Notes to the Financial Statements

#### Note 3. Property Taxes

Property taxes are considered available when they become due and receivable within the current accounting period or within 60 days thereafter. The District levies taxes on October 1 in conformity with Subtitle E, Texas Property Tax Code. Taxes are due upon receipt of the tax bill and are past due and subject to interest if not paid by the lien date, February 1 of the year following the October 1 levy date. The assessed value of the property tax roll on January 1, 2021, upon which the levy for the 2021-2022 fiscal year was based, was \$16,326,839,855. The roll was subsequently increased to a year-end assessed value of \$16,791,998,908. Taxes not paid by June 30 are subject to both penalty and interest charges plus 20% delinquent collection fees for attorney costs.

The tax rates assessed for the year ended August 31, 2022, to finance General Fund operations and the payment of principal and interest on general obligation long-term debt were \$0.9390 and \$0.2687 per \$100 valuation, respectively, for a total of \$1.2077 per \$100 valuation.

Current tax collections for the year ended August 31, 2022, were 98.90% of the year-end adjusted tax levy. Delinquent taxes are prorated between maintenance and debt service based on rates adopted for the year of the levy. Allowances for uncollectible taxes within the General and Debt Service Funds are based on historical experience in collecting taxes.

Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. As of August 31, 2022, property taxes receivable, net of estimated uncollectible taxes, totaled \$3,165,129 and \$874,675 for the General and Debt Service Funds, respectively.

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

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

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

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

# Irving Independent School District

## Notes to the Financial Statements

### Note 4. Due from Other Governments

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

Balances at August 31, 2022 consisted of the following Due from Other Governments:

Fund	State Entitlements	Federal Grants
General fund	\$ 251,062	\$ -
Food service fund	-	1,706,100
Debt service fund	33,776	-
Nonmajor special revenue funds	-	5,973,196
<b>Total</b>	<b>\$ 284,838</b>	<b>\$ 7,679,296</b>

### Note 5. Capital Assets

Capital asset activity, as reported in governmental activities, for the year ended August 31, 2022, was as follows:

	Beginning Balance	Additions	Deletions	Transfers	Ending Balance
Capital assets not depreciated:					
Land	\$ 20,073,841	\$ -	\$ -	\$ -	\$ 20,073,841
Construction in progress	1,122,964	557,456	-	-	1,680,420
<b>Total capital assets not depreciated</b>	<b>21,196,805</b>	<b>557,456</b>	<b>-</b>	<b>-</b>	<b>21,754,261</b>
Capital assets depreciated:					
Land improvements	23,801,393	-	-	-	23,801,393
Buildings and improvements	768,475,927	3,409,049	-	-	771,884,976
Right-to-Use Leased Equipment	-	613,983	-	-	613,983
Furniture and equipment	156,446,160	2,736,021	-	-	159,182,181
<b>Total capital assets depreciated</b>	<b>948,723,480</b>	<b>6,759,053</b>	<b>-</b>	<b>-</b>	<b>955,482,533</b>
<b>Total capital assets</b>	<b>969,920,285</b>	<b>7,316,509</b>	<b>-</b>	<b>-</b>	<b>977,236,794</b>
Less accumulated depreciation/amortization for:					
Land improvements	18,278,715	972,279	-	-	19,250,994
Buildings and improvements	322,035,808	14,461,143	-	-	336,496,951
Right-to-Use Leased Equipment	-	112,564	-	-	112,564
Furniture and equipment	137,260,191	2,398,939	-	-	139,659,130
<b>Total accumulated depreciation/amortization</b>	<b>477,574,714</b>	<b>17,944,925</b>	<b>-</b>	<b>-</b>	<b>495,519,639</b>
<b>Governmental activities capital assets, net</b>	<b>\$ 492,345,571</b>	<b>\$ (10,628,416)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 481,717,155</b>



# Irving Independent School District

## Notes to the Financial Statements

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

Governmental activities:		
Instruction	\$	10,753,397
Instructional resources & media services		358,763
Curriculum development & instructional staff development		15,475
Instructional leadership		106,850
School leadership		940,888
Guidance, counseling & evaluation services		647,506
Health services		136,921
Student transportation		587,818
Food services		1,396,876
Co-curricular/extracurricular activities		658,728
General administration		235,783
Plant maintenance & operations		525,429
Security & monitoring services		14,984
Data processing services		534,839
Facilities		1,030,668
		<hr/>
<b>Total depreciation/amortization expense, governmental activities</b>	\$	<b>17,944,925</b>

The District has active construction projects that started near the end of the fiscal year. Of the District's active construction projects, the total construction commitment as of August 31, 2022 is \$9,915,593 for projects under the General and Capital Project funds.

### Note 6. Defined Benefit Pension Plan

#### A. Plan Description

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

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

#### B. Pension Plan Fiduciary Net Position

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

# Irving Independent School District

## Notes to the Financial Statements

### C. Benefits Provided

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

### D. Contributions

Employee contribution rates are set in state statute, Texas Government Code 825.402. Contribution requirements are established or amended pursuant to Article XVI, section 67 of the Texas Constitution which requires the Texas legislature to establish a member contribution rate of not less than 6% of the member's annual compensation and a state contribution rate of not less than 6% and not more than 10% of the aggregate annual compensation paid to members of the system during the fiscal year. Texas Government Code section 821.006 prohibits benefit improvements if, as a result of the particular action, the time required to amortize TRS' unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action.

Rates for such plan fiscal years are as follows:

	Contribution Rates	
	2022	2021
Member	8.00%	7.70%
Non-employer contributing entity (State)	7.75%	7.50%
Employers (District)	7.75%	7.50%

The contribution amounts for the District's fiscal year 2022 are as follows:

2022 Employer Contributions	\$ 10,506,255
2022 Member Contributions	20,614,743
2022 NECE On-behalf Contributions	12,599,853

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

## Irving Independent School District

### Notes to the Financial Statements

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

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

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

- When employing a retiree of the Teacher Retirement System the employer shall pay both the member contribution and the state contribution as an employment-after-retirement surcharge.
- Public education employer contribution - all public schools, charter schools and regional education service centers must contribute 1.6% of the member's salary beginning in September 1, 2020, gradually increasing to 2.0% on September 1, 2025.

# Irving Independent School District

## Notes to the Financial Statements

### E. Actuarial Assumptions

The actuarial valuation of the total pension liability was performed as of August 31, 2020. Update procedures were used to roll forward the total pension liability to August 31, 2021 and was determined using the following actuarial methods and assumptions:

Actuarial cost method	Individual entry age normal
Asset valuation method	Market value
Single discount rate	7.25%
Long-term expected rate of return	7.25%
Municipal bond rate as of August 2021	1.95%. Source for the rate is the Fixed Income Market Data / Yield Curve / Data Municipal Bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index."
Last year ending August 31 in projection period (100 years)	2120
Inflation	2.30%
Salary increases	3.05% to 9.05% including inflation
Ad hoc post-employment benefit changes	None
Active mortality rates	Based on 90 percent of the RP 2014 Employee Mortality Tables for males and females with full generational mortality. The post-retirement mortality rates for healthy lives were based on the 2018 TRS of Texas Healthy Pensioner Mortality Tables with full generational projection using the ultimate improvement rates from the most recently published projection scale U-MP.

The actuarial methods and assumptions are based primarily on a study of actual experience for the three year period ending August 31, 2017, and adopted in July 2018.

# Irving Independent School District

## Notes to the Financial Statements

### F. Discount Rate

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

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in TRS's target asset allocation as of August 31, 2021 are summarized below:

Asset Class*	Target Allocation**	Long-term Expected Geometric Real Rate of Return***	Expected Contribution to Long-Term Portfolio Returns
Global equity:			
U.S.	18.00%	3.60%	0.94%
Non-U.S. developed	13.00%	4.40%	0.83%
Emerging markets	9.00%	4.60%	0.74%
Private equity	14.00%	6.30%	1.36%
Stable value:			
Government bonds	16.00%	-0.20%	0.01%
Absolute return	-	1.10%	-
Stable value hedge funds	5.00%	2.20%	0.12%
Real return:			
Real estate	15.00%	4.50%	1.00%
Energy, natural resources and infrastructure	6.00%	4.70%	0.35%
Commodities	-	1.70%	-
Risk parity:			
Risk parity	8.00%	2.80%	0.28%
Asset allocation leverage:			
Cash	2.00%	-0.70%	-0.01%
Asset allocation leverage	-6.00%	-0.50%	0.03%
Inflation expectation			2.20%
Volatility drag****			-0.95%
<b>Totals</b>	100.00%		6.90%

\*Absolute return includes credit sensitive investments.

\*\*Target allocations are based on the FY 2021 policy model.

\*\*\*Capital market assumptions come from Aon Hewitt (as of 8/31/2021).

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

# Irving Independent School District

## Notes to the Financial Statements

### G. Discount Rate Sensitivity Analysis

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

	1% Decrease in Discount Rate (6.25%)	Discount Rate (7.25%)	1% Increase in Discount Rate (8.25%)
District's proportionate share of the net pension liability:	\$ 130,395,333	\$ 59,673,163	\$ 2,296,017

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

At August 31, 2022, the District reported a liability of \$59,673,163 for its proportionate share of the TRS's net pension liability. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District are as follows:

District's proportionate share of the collective net pension liability	\$ 59,673,163
State's proportionate share that is associated with the District	<u>68,972,089</u>
<b>Total</b>	<u><u>\$ 128,645,252</u></u>

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 August 31, 2020 rolled forward to August 31, 2021. The District's proportion of the net pension liability was based on the District's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2020 through August 31, 2021. The net pension liability is typically liquidated by the General fund.

At the measurement date of August 31, 2021, the District's proportion of the collective net pension liability was 0.2343206%, which was an increase of .020999% from its proportion measured as of August 31, 2020.

### I. Changes Since the Prior Actuarial Valuation

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

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

## Irving Independent School District

### Notes to the Financial Statements

For the year ended August 31, 2022, the District recognized pension expense of \$3,959,192 and revenue of \$275,742 for support provided by the State.

At August 31, 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	\$ 99,861	\$ 4,201,038
Changes in actuarial assumptions	21,093,297	9,194,869
Difference between projected and actual investment earnings	-	50,035,173
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	8,823,015	4,642,498
Contributions paid to TRS subsequent to the measurement date	10,506,255	-
<b>Total</b>	<b>\$ 40,522,428</b>	<b>\$ 68,073,578</b>

\$10,506,255 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended August 31, 2023. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending August 31,	Pension Expense (Income)
2023	\$ (6,899,326)
2024	(6,976,641)
2025	(11,342,941)
2026	(14,188,803)
2027	985,567
Thereafter	364,739
<b>Total</b>	<b>\$ (38,057,405)</b>

# Irving Independent School District

## Notes to the Financial Statements

### Note 7. Defined Other Post-Employment Benefit Plan

#### A. Plan Description

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

#### B. OPEB Plan Fiduciary Net Position

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

#### C. Benefits Provided

TRS-Care provides a basic health insurance coverage (TRS-Care 1), at no cost to all retirees from public schools, charter schools, regional education service centers and other educational districts who are members of the TRS pension plan. Optional dependent coverage is available for an additional fee.

Eligible non-Medicare retirees and their dependents may enroll in TRS-Care Standard, a high-deductible health plan. Eligible Medicare retirees and their dependents may enroll in the TRS-Care Medicare Advantage medical plan and the TRS-Care Medicare Rx prescription drug plan. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system. The Board of Trustees of TRS is granted the authority to establish basic and optional group insurance coverage for participants as well as to amend benefit terms as needed under Chapter 1575.052.

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

TRS-Care Monthly Premium Rates

	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



# Irving Independent School District

## Notes to the Financial Statements

### D. Contributions

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

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

	Contribution Rates	
	2022	2021
Active employee	0.65%	0.65%
Non-employer contributing entity (State)	1.25%	1.25%
Employers (District)	0.75%	0.75%
Federal/private funding*	1.25%	1.25%

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

The contribution amounts for the District's fiscal year 2022 are as follows:

2022 District contributions	\$	2,228,656
2022 Member contributions		1,674,948
2022 NECE on-behalf contributions (state)		3,515,466

In addition, the State of Texas contributed \$1,072,202 and \$1,114,130, in 2022 and 2021, respectively, for on-behalf payments for Medicare Part D.

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

TRS-Care received a supplemental appropriation from the State of Texas as the Non-Employer Contributing Entity in the amount of \$5.5 million in fiscal year 2021 for consumer protections against medical health care billing by certain out-of-network providers.

# Irving Independent School District

## Notes to the Financial Statements

### E. Actuarial Assumptions

The actuarial valuation of the total OPEB liability was performed as of August 31, 2020. Update procedures were used to roll forward the total OPEB liability to August 31, 2021.

The actuarial valuation of the OPEB plan offered through TRS-Care is similar to the actuarial valuation performed for the pension plan, except that the OPEB valuation is more complex. The following assumptions used for the valuation of the TRS-Care OPEB liability are identical to the assumptions employed in the August 31, 2021 TRS annual pension actuarial valuation:

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

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

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

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

Actuarial cost method	Individual entry age normal
Single discount rate	1.95%
Aging factors	Based on plan specific experience
Election rates	Normal retirement: 65% participation prior to age 65 and 40% after age 65. 25% of pre-65 retirees are assumed to discontinue coverage at age 65.
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claims costs.
Ad hoc post-employment benefit changes	None

### F. Discount Rate

A single discount rate of 1.95% was used to measure the total OPEB liability at August 31, 2021. This was a decrease of 0.38% in the discount rate since the August 31, 2020 measurement date. The plan is essentially a "pay-as-you-go" plan, and based on the assumption that contributions are made at the statutorily required rates, the OPEB plan's fiduciary net position was projected to not be able to make all future benefit payments to current members and therefore, the single discount rate is equal to the prevailing municipal bond rate. The source for the rate is the Fixed Income Market Data / Yield Curve / Data Municipal Bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index" as of August 31, 2021.

# Irving Independent School District

## Notes to the Financial Statements

### G. Sensitivity of the Net OPEB Liability

#### Discount Rate

The following table presents the District's proportionate share of the TRS-Care net OPEB liability, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that was 1% less than and 1% greater than the discount rate that was used (1.95%) in measuring the net OPEB liability.

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

	1% Decrease (0.95%)	Current Discount Rate (1.95%)	1% Increase (2.95%)
District's Proportionate share of the Net OPEB Liability	\$ 122,309,179	\$ 101,397,856	\$ 84,939,964

#### Healthcare Cost Trend Rates

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

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

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
District's Proportionate share of the Net OPEB Liability	\$ 82,128,903	\$ 101,397,856	\$ 127,252,004

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

At August 31, 2022, the District reported a liability of \$101,397,856 for its proportionate share of the TRS's net OPEB liability. This liability reflects a reduction for State OPEB support provided to the District. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the net OPEB liability	\$ 101,397,856
State's proportionate share of the net OPEB liability associated with the District	<u>135,850,530</u>
<b>Total</b>	<u><u>\$ 237,248,386</u></u>

The net OPEB liability was measured as of August 31, 2021 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as August 31, 2020 rolled forward to August 31, 2021. The District's proportion of the net OPEB liability was based on the District's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2020 through August 31, 2021. The Net OPEB liability is typically liquidated by the General fund.

## Irving Independent School District

### Notes to the Financial Statements

At the measurement date of August 31, 2021, the employer's proportion of the collective Net OPEB Liability was 0.2628626% which was an increase of 0.0053125% from its proportion measured as of August 31, 2020.

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

- The discount rate changed from 2.33% as of August 31, 2020 to 1.95% as of August 31, 2021. This change increased the total OPEB liability.

#### Change of Benefit Terms Since the Prior Measurement Date

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

For the fiscal year ended August 31, 2022, the District recognized negative OPEB expense of \$9,163,036 and revenue of \$5,013,922 for support provided by the State.

At August 31, 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	\$ 4,365,658	\$ 49,083,656
Changes of assumptions	11,231,003	21,443,770
Net difference between projected and actual earnings on plan investments	110,086	-
Changes in proportion and differences between District contributions and proportionate share of contributions (cost-sharing plan)	3,334,160	7,889,476
District contributions after measurement date	2,228,657	-
<b>Totals</b>	<b>\$ 21,269,564</b>	<b>\$ 78,416,902</b>

\$2,228,657 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended August 31, 2023. The net amounts of the employer's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending August 31,	
2023	\$ (11,446,243)
2024	(11,448,723)
2025	(11,448,046)
2026	(8,778,984)
2027	(5,165,547)
Thereafter	(11,088,452)
<b>Total</b>	<b>\$ (59,375,995)</b>

**Irving Independent School District**  
Notes to the Financial Statements

**Note 8. Long-Term Liabilities**

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

	Beginning 09/01/21	Increases	Decreases	Balance 08/31/22	Current Portion
Claims payable	\$ 918,253	\$ 2,791,017	\$ 2,693,828	\$ 1,015,442	\$ 309,031

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

Description	Final Maturity	Interest Rate Payable	Amounts Original Issue	Bonds			Bonds		
				Outstanding at 09/01/2021	Additions	Reductions/ Refunded	Interest Accretion	Outstanding at 08/31/2022	Due Within One Year
2011 Qualified school construction bond	2026	None	34,770,000	\$ 9,040,000	\$ -	\$ (1,800,000)	\$ -	\$ 7,240,000	\$ 1,810,000
2012 School building	2025	2.00% - 5.00%	13,985,000	4,920,000	-	(1,160,000)	-	3,760,000	1,205,000
2013 Refunding	2023	2.00% - 4.00%	66,145,000	20,865,000	-	(10,215,000)	-	10,650,000	10,650,000
2014 Refunding	2027	4.00%	4,685,000	4,395,000	-	(255,000)	-	4,140,000	230,000
2015 Refunding	2033	4.00%	60,010,000	51,235,000	-	(435,000)	-	50,800,000	460,000
2015A Refunding	2031	4.00% - 5.00%	139,295,000	119,570,000	-	(10,860,000)	-	108,710,000	11,405,000
2016 Refunding	2038	2.00% - 5.00%	79,345,000	71,915,000	-	(4,880,000)	-	67,035,000	5,130,000
2016A Refunding	2033	3.00% - 5.00%	20,185,000	18,805,000	-	(270,000)	-	18,535,000	280,000
2017 Refunding	2029	3.00% - 5.00%	8,885,000	7,415,000	-	(1,485,000)	-	5,930,000	1,540,000
2019 Refunding	2040	3.00% - 5.00%	42,020,000	37,900,000	-	-	-	37,900,000	-
Total bonded indebtedness				346,060,000	-	(31,360,000)	-	314,700,000	32,710,000
Accreted interest and CAB premium				6,575,098	279,579	-	(390,000)	6,464,677	-
Premium/discounts on bonds				26,592,695	-	(4,781,621)	-	21,811,074	-
<b>Total bonds payable</b>				<b>\$ 379,227,793</b>	<b>\$ 279,579</b>	<b>\$ (36,141,621)</b>	<b>\$ (390,000)</b>	<b>\$ 342,975,751</b>	<b>\$ 32,710,000</b>
Right-to-use lease liability				\$ -	\$ 613,983	\$ (110,384)	\$ -	503,599	\$ 121,116
Net pension liability				114,250,470	11,144,582	(65,721,889)	-	59,673,163	-
Net OPEB liability				97,906,438	14,981,475	(11,490,057)	-	101,397,856	-
<b>Total long-term liabilities</b>				<b>\$ 591,384,701</b>	<b>\$ 27,019,619</b>	<b>\$ (113,463,951)</b>	<b>\$ (390,000)</b>	<b>\$ 504,550,369</b>	<b>\$ 32,831,116</b>

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

Year Ended August 31,	Principal	Interest	Total Requirements
2023	\$ 32,710,000	\$ 12,568,925	\$ 45,278,925
2024	32,565,000	12,560,850	45,125,850
2025	33,980,000	11,153,400	45,133,400
2026	32,195,000	9,872,500	42,067,500
2027	22,035,000	7,784,850	29,819,850
2028-2032	107,570,000	19,964,325	127,534,325
2033-2037	38,005,000	5,365,108	43,370,108
2038-2040	15,640,000	635,675	16,275,675
<b>Totals</b>	<b>\$ 314,700,000</b>	<b>\$ 79,905,633</b>	<b>\$ 394,605,633</b>

There are a number of limitations and restrictions contained in the various general obligation bond indentures. The District is in compliance with all limitations and restrictions at August 31, 2022.

# Irving Independent School District

Notes to the Financial Statements

## Note 9. Debt Issuances and Defeased Debt

In prior years, the District issued refunding bonds for the purpose of restructuring outstanding debt service requirements or decreasing the total debt service payments. These refunding issues defeased selected general obligation and maintenance bonds. There was no defeased debt outstanding as of August 31, 2022.

## Note 10. Leases Payable

The District has entered into multiple lease agreements as lessee. The leases allow the right-to-use copiers over the term of the lease. The District is required to make monthly payments at its incremental borrowing rate or the interest rate stated or implied within the leases. The lease rate, term and ending lease liability are as follows:

	<u>Interest Rate</u>	<u>Liability at Commencement</u>	<u>Lease Term in Years</u>	<u>Ending Balance</u>
<b>Governmental activities</b>				
Copiers	1.17	\$ 613,983	5	<u>\$ 503,599</u>
Total governmental activities				<u>\$ 503,599</u>

The future principal and interest lease payments as of fiscal year end are as follows:

<u>Fiscal Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 121,116	\$ 5,244	\$ 126,360
2024	122,541	3,819	126,360
2025	123,982	2,378	126,360
2026	125,441	919	126,360
2027	10,519	10	10,529
Total governmental activities	<u>\$ 503,599</u>	<u>\$ 12,370</u>	<u>\$ 515,969</u>

The value of the right-to-use assets as of the end of the current fiscal year was \$613,983 and had accumulated amortization of \$112,564.

# Irving Independent School District

## Notes to the Financial Statements

### Note 11. Interfund Receivables, Payables, and Transfers

In the fund financial statements, interfund balances are the results of normal transactions between funds and will be liquidated in the subsequent fiscal year. These balances at August 31, 2022, consisted of the following individual fund receivables and payables:

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>	<u>Reason</u>
General fund:			
Debt service fund	\$ 313,914	\$ -	To reclassify deficit pooled cash
Other nonmajor funds	5,772,060	-	To reclassify deficit pooled cash
Internal service	474,502	-	To reclassify deficit pooled cash
Debt service fund:			
General fund	-	313,914	To reclassify deficit pooled cash
Other nonmajor funds:			
General fund	-	5,772,060	To reclassify deficit pooled cash
Internal service:			
General fund	-	474,502	To reclassify deficit pooled cash
	<u>\$ 6,560,476</u>	<u>\$ 6,560,476</u>	

### Note 12. Litigation, Commitments, and Contingencies

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

The District participates in numerous state and federal grant programs which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies. Therefore, to the extent that the District has not complied with the rules and regulations governing the grants, if any, refunds of any money received may be required and the collectability of any related receivable at August 31, 2022, may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants, therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

# Irving Independent School District

## Notes to the Financial Statements

### Note 13. Local, Intermediate, and Out-of-State Revenues – Governmental Funds

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

	General Fund	Food Service Fund	Debt Service Fund	Nonmajor Other Funds	Total
Property taxes	\$ 151,051,551	\$ -	\$ 43,249,366	\$ -	\$ 194,300,917
Food sales	-	627,849	-	-	627,849
Investment income	780,676	151,112	22,094	-	953,882
Rental of facilities	50,878	-	-	-	50,878
Tuition	492,783	-	-	-	492,783
Gifts and bequests	302,077	-	-	-	302,077
Penalties, interest & other tax-related Income	1,606,752	-	255,721	-	1,862,473
Co-curricular					
Student activities	776,261	-	-	-	776,261
Athletics	199,127	-	-	-	199,127
Other	1,750,894	39,978	-	430,641	2,221,513
<b>Total</b>	<b>\$ 157,010,999</b>	<b>\$ 818,939</b>	<b>\$ 43,527,181</b>	<b>\$ 430,641</b>	<b>\$ 201,787,760</b>

### Note 14. Unearned Revenue and Deferred Inflows of Resources

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

	General Fund	Debt Service Fund	Nonmajor Other Funds	Total
Deferred inflows of resources:				
Net tax revenue	\$ 3,201,723	\$ 874,675	\$ -	\$ 4,076,398
Total deferred inflows of resources	<u>\$ 3,201,723</u>	<u>\$ 874,675</u>	<u>\$ -</u>	<u>\$ 4,076,398</u>
Unearned revenue:				
Other unearned revenues	\$ -	\$ -	\$ 1,595,433	\$ 1,595,433
<b>Total unearned revenue</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,595,433</u>	<u>\$ 1,595,433</u>

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



# Irving Independent School District

## Notes to the Financial Statements

### Note 15. Shared Services Arrangement

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

Expenditures billed to the SSA members as of August 31, 2022, are summarized below:

	<u>2022</u>
Duncanville ISD	\$ 144,278
Grand Prairie ISD	<u>252,113</u>
	<u>\$ 396,391</u>

### Note 16. New Accounting Pronouncements

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

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

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

The GASB issued Statement No. 99, *Omnibus 2022*. This standard becomes effective for the District in fiscal year 2023 (requirements related to PPPs and SBITAs are effective for the District in fiscal year 2023 and requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement No. 53 are effective for the District in fiscal year 2024).

The GASB issued Statement No. 100, *Accounting Changes and Error Corrections*. This standard becomes effective for the District in fiscal year 2024.

The GASB issued Statement No. 101, *Compensated Absences*. This standard becomes effective for the District in fiscal year 2025.

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



## Required Supplementary Information



**Irving Independent School District**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget and Actual - General Fund  
 For the Year Ended August 31, 2022

**Exhibit G-1**

<b>DATA CONTROL CODES</b>		<b>ORIGINAL BUDGET</b>	<b>FINAL AMENDED BUDGET</b>	<b>FISCAL YEAR ACTUAL</b>	<b>VARIANCE POSITIVE OR (NEGATIVE)</b>
<b>REVENUES</b>					
5700	Local and intermediate sources	\$ 155,701,147	\$ 156,347,040	\$ 157,010,999	\$ 663,959
5800	State program revenues	173,388,172	173,388,172	167,306,269	(6,081,903)
5900	Federal program revenues	8,250,000	8,250,000	6,607,384	(1,642,616)
5020	Total revenues	337,339,319	337,985,212	330,924,652	(7,060,560)
<b>EXPENDITURES</b>					
Current					
0010	Instruction and instructional-related services				
0011	Instruction	207,112,942	205,954,995	202,358,800	3,596,195
0012	Instructional resources and media services	5,835,743	6,189,223	5,522,214	667,009
0013	Curriculum development and instructional staff development	6,243,489	5,698,518	5,259,287	439,231
	Total instruction and instructional-related services	219,192,174	217,842,736	213,140,301	4,702,435
0020	Instructional and school leadership				
0021	Instructional leadership	6,694,264	7,635,483	7,236,780	398,703
0023	School leadership	21,442,778	22,533,175	21,603,571	929,604
	Total instructional and school leadership	28,137,042	30,168,658	28,840,351	1,328,307
0030	Support services - student (pupil)				
0031	Guidance, counseling, and evaluation services	16,594,182	16,580,321	16,360,307	220,014
0032	Social work services	1,339,196	1,542,819	1,380,257	162,562
0033	Health services	3,511,571	3,624,384	3,182,227	442,157
0034	Student (pupil) transportation	12,738,232	14,355,022	10,853,728	3,501,294
0035	Food services	759,846	758,246	459,894	298,352
0036	Co-curricular/extracurricular activities	6,206,606	6,796,288	6,199,256	597,032
	Total support services - student (pupil)	41,149,633	43,657,080	38,435,669	5,221,411
0040	Administrative support services				
0041	General administration	10,228,713	11,573,703	10,562,741	1,010,962
	Total administrative support services	10,228,713	11,573,703	10,562,741	1,010,962
0050	Support services - nonstudent based				
0051	Plant maintenance and operations	32,751,820	36,701,865	33,761,299	2,940,566
0052	Security and monitoring services	4,434,074	6,885,891	4,532,083	2,353,808
0053	Data processing services	5,447,746	9,952,957	9,059,160	893,797
	Total support services - nonstudent based	42,633,640	53,540,713	47,352,542	6,188,171
0060	Ancillary services				
0061	Community services	501,179	1,060,579	897,629	162,950
	Total ancillary services	501,179	1,060,579	897,629	162,950
0080	Capital outlay				
0081	Facilities acquisition and construction	14,138	3,171,429	2,574,827	596,602
	Total capital outlay	14,138	3,171,429	2,574,827	596,602
0090	Intergovernmental charges				
0095	Payments to JJAEP	190,000	190,000	11,094	178,906
0099	Intergovernmental charges	625,457	625,457	615,541	9,916
	Total intergovernmental charges	815,457	815,457	626,635	188,822
6030	Total expenditures	342,671,976	361,830,355	342,430,695	19,399,660
	Excess (deficiency) of revenues				
1100	Over (under) expenditures	(5,332,657)	(23,845,143)	(11,506,043)	12,339,100
<b>OTHER FINANCING SOURCES (USES)</b>					
7912	Proceeds from sale of capital assets	-	-	40,610	40,610
7919	Insurance Recoveries	-	-	1,599,566	1,599,566
8911	Transfers out	-	(10,027,000)	(10,007,000)	20,000
	Total other financing sources (uses)	-	(10,027,000)	(8,366,824)	1,660,176
1200	Net change in fund balances	(5,332,657)	(33,872,143)	(19,872,867)	13,999,276
0100	Fund balance - September 1 (beginning)	118,093,034	118,093,034	118,093,034	-
3000	<b>FUND BALANCE - AUGUST 31 (ENDING)</b>	<b>\$ 112,760,377</b>	<b>\$ 84,220,891</b>	<b>\$ 98,220,167</b>	<b>\$ 13,999,276</b>

See Notes to the Required Supplementary Information.



**Irving Independent School District**
**Exhibit G-2**

 Schedule of Revenues, Expenditures and Changes In Fund Balance  
 Budget and Actual - Food Service Fund  
 For The Year Ended August 31, 2022

DATA CONTROL CODES		ORIGINAL BUDGET	FINAL AMENDED BUDGET	FISCAL YEAR ACTUAL	VARIANCE POSTIVE OR (NEGATIVE)
	<b>REVENUES</b>				
5700	Local and intermediate sources	\$ 2,185,000	\$ 2,185,000	\$ 818,939	\$ (1,366,061)
5800	State program revenues	120,000	120,000	38,416	(81,584)
5900	Federal program revenues	21,410,193	21,410,193	27,833,604	6,423,411
5020	Total revenues	23,715,193	23,715,193	28,690,959	4,975,766
	<b>EXPENDITURES</b>				
	Current				
0030	Support services - student (pupil)				
0035	Food services	21,162,462	21,378,597	20,775,032	603,565
	Total support services - student (pupil)	21,162,462	21,378,597	20,775,032	603,565
0050	Support services - nonstudent based				
0051	Plant maintenance and operations	799,015	1,082,880	239,921	842,959
	Total support services - nonstudent based	799,015	1,082,880	239,921	842,959
0080	Capital outlay				
0081	Facilities acquisition and construction	3,000,000	3,000,000	-	3,000,000
	Total capital outlay	3,000,000	3,000,000	-	3,000,000
6030	Total expenditures	24,961,477	25,461,477	21,014,953	4,446,524
1100	Excess (deficiency) of revenues over (under) expenditures	(1,246,284)	(1,746,284)	7,676,006	9,422,290
1200	Net change in fund balances	(1,246,284)	(1,746,284)	7,676,006	9,422,290
0100	Fund balance - September 1 (beginning)	5,176,509	5,176,509	5,176,509	-
3000	<b>FUND BALANCE - AUGUST 31 (ENDING)</b>	<b>\$ 3,930,225</b>	<b>\$ 3,430,225</b>	<b>\$ 12,852,515</b>	<b>\$ 9,422,290</b>

See Notes to the Required Supplementary Information.

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>
District's proportion of the net pension liability	0.2343206%	0.2133212%	0.2215461%
District's proportionate share of net pension liability	\$ 59,673,163	\$ 114,250,470	\$ 115,166,596
State's proportionate share of the net pension liability associated with the district	<u>68,972,089</u>	<u>167,803,830</u>	<u>145,983,130</u>
<b>TOTALS</b>	<u>\$ 128,645,252</u>	<u>\$ 282,054,300</u>	<u>\$ 261,149,726</u>
District's covered payroll	247,403,973	234,382,771	226,131,194
District's proportionate share of the net pension liability as a percentage of its covered payroll	24.12%	48.75%	50.93%
Plan fiduciary net position as a percentage of the total pension liability	88.79%	75.54%	75.24%

Note: GASB 68,81,2,a requires that the information on this schedule be data from the period corresponding with the period covered as of the measurement date of August 31, 2021 - the period from September 1, 2020 - August 31, 2021.

Note: Ten years of data is not available.



**Exhibit G-3**

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
0.2284947%	0.2323111%	0.2260375%	0.2410883%	0.1782444%
\$ 125,769,039	\$ 74,280,583	\$ 85,416,214	\$ 85,221,505	\$ 47,611,544
<u>163,101,251</u>	<u>100,274,354</u>	<u>123,700,991</u>	<u>122,441,157</u>	<u>105,347,641</u>
<u>\$ 288,870,290</u>	<u>\$ 174,554,937</u>	<u>\$ 209,117,205</u>	<u>\$ 207,662,662</u>	<u>\$ 152,959,185</u>
226,139,762	225,816,020	219,842,627	218,700,802	210,264,992
55.62%	32.89%	38.85%	38.97%	22.64%
73.74%	82.17%	78.00%	78.43%	83.25%

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ 7,665,090	\$ 5,874,293	\$ 4,813,250
Contribution in relation to the contractually required contribution	<u>(7,665,090)</u>	<u>(5,874,293)</u>	<u>(4,813,250)</u>
<b>CONTRIBUTIONS DEFICIENCY (EXCESS)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	257,684,288	247,403,973	234,382,771
Contributions as a percentage of covered payroll	2.97%	2.37%	2.05%

Note: GASB 68, Paragraph 81.2.b. requires that the data in this schedule be presented as the District's current fiscal year as opposed to the time period covered by the measurement date of September 1, 2020 - August 31, 2021.

Note: Ten years of data is not available.

**Exhibit G-4**

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 5,500,632	\$ 5,412,795	\$ 5,272,151	\$ 5,816,323	\$ 5,760,719
<u>(5,500,632)</u>	<u>(5,412,795)</u>	<u>(5,272,151)</u>	<u>(5,816,323)</u>	<u>(5,760,719)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
226,131,194	226,139,762	225,816,020	219,842,627	218,700,802
2.43%	2.39%	2.33%	2.65%	2.63%

See Notes to the Required Supplementary Information.

## Irving Independent School District

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>
District's proportion of the net OPEB liability	0.2628626%	0.2575501%	0.2669724%
District's proportionate share of net OPEB liability	\$ 101,397,856	\$ 97,906,438	\$ 126,254,519
State's proportionate share of the net OPEB liability associated with the District	<u>135,850,530</u>	<u>131,562,784</u>	<u>167,764,011</u>
<b>TOTALS</b>	<u>\$ 237,248,386</u>	<u>\$ 229,469,222</u>	<u>\$ 294,018,530</u>
District's covered payroll	247,403,973	234,382,771	226,131,194
District's proportionate share of the net pension liability as a percentage of its covered payroll	40.98%	41.77%	55.83%
Plan fiduciary net position as a percentage of the total pension liability	6.18%	4.99%	2.66%

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

<u>2019</u>	<u>2018</u>
0.2748384%	0.2735990%
\$ 137,229,320	\$ 118,977,920
<u>191,416,641</u>	<u>174,501,471</u>
<u>\$ 328,645,961</u>	<u>\$ 293,479,391</u>
226,139,762	225,816,020
60.68%	52.69%
1.57%	0.91%

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ 2,228,657	\$ 2,052,843	\$ 1,955,632
Contribution in relation to the contractually required contribution	<u>(2,228,657)</u>	<u>(2,052,843)</u>	<u>(1,955,632)</u>
<b>CONTRIBUTIONS DEFICIENCY (EXCESS)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	257,684,288	247,403,973	234,382,771
Contributions as a percentage of covered payroll	0.86%	0.83%	0.83%

Note: The amounts presented for the fiscal year were determined as of the District's fiscal year end August 31, 2022. Ten years of data is not available.

<u>2019</u>	<u>2018</u>
\$ 1,895,974	\$ 1,901,915
<u>(1,895,974)</u>	<u>(1,901,915)</u>
<u>\$ -</u>	<u>\$ -</u>
226,131,194	226,139,762
0.84%	0.84%





## **Irving Independent School District**

### Notes to the Required Supplementary Information

#### **Note 1. Budgetary Legal Compliance**

##### **A. Budgetary Information**

The Official Budget was prepared for adoption prior to August 16, 2021 for all required Governmental Funds on the modified accrual basis of accounting, which is consistent with generally accepted accounting principles (see Note 1(D) in the Notes to the Financial Statements). The budget is adopted by fund and function for expenditures and by fund and object for revenues. The appropriate department head or campus principal controls the budget. Therefore, management may transfer appropriations at the object level as necessary without the approval of the Board. The Board of Trustees maintains control within Fund Groups at the function code level for appropriations and object code level for revenues.

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

Should any change in the approved budget be required, budget amendment requests are presented to the Board of Trustees for consideration. Amendments are made before the fact and, once approved, are reflected in the official minutes. During the year, the budget was properly amended in accordance with the above procedures. The Board of Trustees approved the final amendment on August 16, 2022.



## **Other Supplementary Information**



## **Combining and Individual Fund Statements and Schedules**



## **Nonmajor Governmental Funds**





Irving Independent School District  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 August 31, 2022

Exhibit H-1

<u>DATA CONTROL CODES</u>		<u>FEDERAL SPECIAL REVENUE</u>	<u>STATE SPECIAL REVENUE</u>	<u>LOCAL SPECIAL REVENUE</u>	<u>TOTALS NONMAJOR GOVERNMENTAL FUNDS</u>
	<b>ASSETS</b>				
1110	Cash and cash equivalents	\$ 717,584	\$ 462,532	\$ 79,039	\$ 1,259,155
	Receivables				
1240	Due from other governments	5,973,196	-	-	5,973,196
1000	<b>TOTAL ASSETS</b>	<u>\$ 6,690,780</u>	<u>\$ 462,532</u>	<u>\$ 79,039</u>	<u>\$ 7,232,351</u>
	<b>LIABILITIES</b>				
2110	Accounts payable	\$ 32,591	\$ 19,325	\$ -	\$ 51,916
2170	Due to other funds	5,772,060	-	-	5,772,060
2180	Due to Other Governments	-	-	-	-
2300	Unearned revenue	894,913	633,311	67,209	1,595,433
2000	Totals liabilities	6,699,564	652,636	67,209	7,419,409
	<b>FUND BALANCE</b>				
	Restricted	-	-	11,830	11,830
	Unassigned	(8,784)	(190,104)	-	(198,888)
3000	Total fund balance	(8,784)	(190,104)	11,830	(187,058)
4000	<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 6,690,780</u>	<u>\$ 462,532</u>	<u>\$ 79,039</u>	<u>\$ 7,232,351</u>

**Irving Independent School District**  
Combining Statement of Revenues, Expenditures, and  
Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended August 31, 2022

**Exhibit H-2**

DATA CONTROL CODES		FEDERAL SPECIAL REVENUE	STATE SPECIAL REVENUE	LOCAL SPECIAL REVENUE	TOTALS NONMAJOR GOVERNMENTAL FUNDS
<b>REVENUES</b>					
5700	Local and intermediate sources	\$ -	\$ 396,641	\$ 34,000	\$ 430,641
5800	State program revenues	-	2,475,184	-	2,475,184
5900	Federal program revenues	41,849,632	-	-	41,849,632
5020	Total revenues	41,849,632	2,871,825	34,000	44,755,457
<b>EXPENDITURES</b>					
Current					
0010	Instruction and instructional-related services				
0011	Instruction	15,103,519	2,561,428	3,000	17,667,947
0012	Instructional resources and media services	25,409	-	-	25,409
0013	Curriculum development and instructional staff development	8,984,880	33,230	2,000	9,020,110
	Total instruction and instructional-related services	24,113,808	2,594,658	5,000	26,713,466
0020	Instructional and school leadership				
0021	Instructional leadership	1,378,480	103,577	-	1,482,057
0023	School Leadership	94,162	1,500	-	95,662
	Total instructional and school leadership	1,472,642	105,077	-	1,577,719
0030	Support services - student (pupil)				
0031	Guidance, counseling, and evaluation services	4,276,284	-	-	4,276,284
0032	Social work services	146,019	-	-	146,019
0033	Health services	903,025	-	-	903,025
0034	Student (pupil) transportation	-	960	-	960
0035	Food services	506,464	-	-	506,464
	Total support services - student (pupil)	5,831,792	960	-	5,832,752
0040	Administrative support services				
0041	General administration	1,657,303	-	-	1,657,303
	Total administrative support services	1,657,303	-	-	1,657,303
0050	Support services - nonstudent based				
0051	Plant Maintenance and Operation	17,720	-	-	17,720
0052	Security and Monitoring Services	516,259	400,307	-	916,566
0053	Data processing services	5,478,033	19,560	-	5,497,593
	Total support services - nonstudent based	6,012,012	419,867	-	6,431,879
0060	Ancillary services				
0061	Community services	2,444,089	779	-	2,444,868
	Total ancillary services	2,444,089	779	-	2,444,868
0080	Capital outlay				
0081	Facilities acquisition and construction	317,981	-	-	317,981
	Total capital outlay	317,981	-	-	317,981
6030	Total expenditures	41,849,627	3,121,341	5,000	44,975,968
1200	Net change in fund balances	5	(249,516)	29,000	(220,511)
0100	Fund balance - September 1 (beginning)	(8,789)	59,412	(17,170)	33,453
	<b>FUND BALANCE - AUGUST 31 (ENDING)</b>	<b>\$ (8,784)</b>	<b>\$ (190,104)</b>	<b>\$ 11,830</b>	<b>\$ (187,058)</b>

# Internal Service Funds

**Irving Independent School District**  
Combining Statement of Net Position  
Internal Service Funds  
August 31, 2022

<u>DATA CONTROL CODES</u>		<u>WORKERS' COMPENSATION</u>	<u>UNEMPLOYMENT</u>
	<b>ASSETS</b>		
	Current assets		
1110	Cash and temporary investments	\$ 1,908,748	\$ 582,156
1290	Other Receivables	125,000	-
1310	Inventories, at cost	-	-
	Total current assets	<u>2,033,748</u>	<u>582,156</u>
	Non-Current Assets:		
1500	Right-to-use leased assets	-	-
	Total Noncurrent Assets	<u>-</u>	<u>-</u>
1000	Total assets	2,033,748	582,156
	<b>LIABILITIES</b>		
	Current liabilities		
2110	Accounts payable	943	-
2170	Due to other funds	-	-
2800	Claims due within one year	309,031	-
2800	Right-to-use lease liability - current portion	-	-
	Total current liabilities	<u>309,974</u>	<u>-</u>
	Noncurrent liabilities		
	Claims due in more than one year	706,411	-
	Right-to-use lease liability	-	-
	Total long-term liabilities	<u>706,411</u>	<u>-</u>
2000	Total liabilities	1,016,385	-
	<b>NET POSITION</b>		
3900	Unrestricted net position	<u>1,017,363</u>	<u>582,156</u>
3000	<b>TOTAL NET POSITION</b>	<u>\$ 1,017,363</u>	<u>\$ 582,156</u>

<u>SCIENCE KIT REFURBISHMENT</u>	<u>PRINT SHOP</u>	<u>TOTALS INTERNAL SERVICE FUNDS</u>
\$ -	\$ -	\$ 2,490,904
-	-	125,000
122,507	80,048	202,555
<hr/>	<hr/>	<hr/>
122,507	80,048	2,818,459
<hr/>	<hr/>	<hr/>
-	501,419	501,419
<hr/>	<hr/>	<hr/>
-	501,419	501,419
<hr/>	<hr/>	<hr/>
122,507	581,467	3,319,878
<hr/>	<hr/>	<hr/>
174	-	1,117
404,892	69,610	474,502
-	-	309,031
-	121,116	121,116
<hr/>	<hr/>	<hr/>
405,066	190,726	905,766
<hr/>	<hr/>	<hr/>
-	-	706,411
-	382,483	382,483
<hr/>	<hr/>	<hr/>
-	382,483	1,088,894
<hr/>	<hr/>	<hr/>
405,066	573,209	1,994,660
<hr/>	<hr/>	<hr/>
(282,559)	8,258	1,325,218
<hr/>	<hr/>	<hr/>
\$ (282,559)	\$ 8,258	\$ 1,325,218
<hr/>	<hr/>	<hr/>

**Irving Independent School District**  
Combining Statement of Revenues, Expenses, and  
Changes in Net Position  
Internal Service Funds  
For the Year Ended August 31, 2022

<u>DATA CONTROL CODES</u>		<u>WORKERS' COMPENSATION</u>	<u>UNEMPLOYMENT</u>
<b>OPERATING REVENUES</b>			
5700	Charges for services	\$ 1,342,275	\$ 12,218
5020	Total operating revenues	1,342,275	12,218
<b>OPERATING EXPENSES</b>			
6100	Payroll costs	73,848	16,196
6200	Professional/contracted services	83,988	-
6300	Supplies and materials	7,236	-
6400	Claims, administration, and other expenses	1,033,276	59,732
6030	Total operating expenses	1,198,348	75,928
	Operating income (loss)	143,927	(63,710)
<b>NONOPERATING REVENUES</b>			
7955	Interest income	12,521	-
7915	Transfers in	-	-
	Change in net position	156,448	(63,710)
0100	Total net position - September 1 (beginning)	860,915	645,866
3000	<b>TOTAL NET POSITION - AUGUST 31 (ENDING)</b>	<b>\$ 1,017,363</b>	<b>\$ 582,156</b>

SCIENCE KIT REFURBISHMENT	PRINT SHOP	TOTALS INTERNAL SERVICE FUNDS
\$ 460,093	\$ 127,904	\$ 1,942,490
460,093	127,904	1,942,490
237,290	-	327,334
2,173	16,593	102,754
351,141	31,786	390,163
706	112,564	1,206,278
591,310	160,943	2,026,529
(131,217)	(33,039)	(84,039)
-	-	12,521
-	42,000	42,000
(131,217)	8,961	(29,518)
(151,342)	(703)	1,354,736
\$ (282,559)	\$ 8,258	\$ 1,325,218

**Irving Independent School District**  
Combining Statement of Cash Flows  
Internal Service Funds  
For the Year Ended August 31, 2022

	<u>WORKERS' COMPENSATION</u>	<u>UNEMPLOYMENT</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash received for premiums and services	\$ 1,439,869	\$ 12,218
Cash paid to employees	(73,848)	(16,196)
Cash Paid for claims, administration, and other costs	(1,124,500)	(59,732)
	<hr/>	<hr/>
Net cash provided by (used in) operating activities	241,521	(63,710)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Transfers from Other Funds	-	-
	<hr/>	<hr/>
Net cash provided by noncapital financing activities	-	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	12,521	-
	<hr/>	<hr/>
Net cash provided by investing activities	12,521	-
	<hr/>	<hr/>
Net increase (decrease) in cash & cash equivalents	254,042	(63,710)
Cash and cash equivalents at beginning of the year	1,654,706	645,866
	<hr/>	<hr/>
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<u>\$ 1,908,748</u>	<u>\$ 582,156</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>		
Operating income (loss)	\$ 143,927	\$ (63,710)
	<hr/>	<hr/>
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities		
Decrease (increase) in inventories	-	-
Increase in right-to-use leased assets	-	-
Increase (decrease) in accounts payable	405	-
Increase (decrease) in due to other funds	-	-
Increase in long-term claims reserve	97,189	-
Increase in right-to-use lease liability	-	-
	<hr/>	<hr/>
Total adjustments	97,594	-
	<hr/>	<hr/>
<b>NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>	<u>\$ 241,521</u>	<u>\$ (63,710)</u>



<u>SCIENCE KIT REFURBISHMENT</u>	<u>PRINT SHOP</u>	<u>TOTALS INTERNAL SERVICE FUNDS</u>
\$ 600,461	\$ 633,514	\$ 2,686,062
(237,290)	-	(327,334)
<u>(363,171)</u>	<u>(675,514)</u>	<u>(2,222,917)</u>
-	(42,000)	135,811
-	42,000	42,000
<u>-</u>	<u>42,000</u>	<u>42,000</u>
-	42,000	42,000
<u>-</u>	<u>-</u>	<u>12,521</u>
-	-	12,521
<u>-</u>	<u>-</u>	<u>190,332</u>
-	-	2,300,572
<u>-</u>	<u>-</u>	<u>2,300,572</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,490,904</u>
\$ (131,217)	\$ (33,039)	\$ (84,039)
(7,346)	2,011	(5,335)
-	(501,419)	(501,419)
(1,805)	-	(1,400)
140,368	(13,152)	127,216
-	-	97,189
-	503,599	503,599
<u>131,217</u>	<u>(8,961)</u>	<u>219,850</u>
<u>\$ -</u>	<u>\$ (42,000)</u>	<u>\$ 135,811</u>



# Fiduciary Funds



**Irving Independent School District**  
Combining Statement of Fiduciary Net Position  
Custodial Funds  
August 31, 2022

**Exhibit H-6**

	<b>STUDENT ACTIVITY FUNDS</b>	<b>FLEXIBLE BENEFITS</b>	<b>TOTAL CUSTODIAL FUNDS</b>
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>			
Cash and temporary investments	\$ 722,366	\$ 180,279	\$ 902,645
<b>TOTAL ASSETS</b>	<u>\$ 722,366</u>	<u>\$ 180,279</u>	<u>\$ 902,645</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 25,612	\$ -	\$ 25,612
<b>TOTAL LIABILITIES</b>	<u>25,612</u>	<u>-</u>	<u>25,612</u>
<b>NET POSITION</b>			
Restricted for for students and other organizations	696,754	180,279	877,033
<b>TOTAL NET POSITION</b>	<u>\$ 696,754</u>	<u>\$ 180,279</u>	<u>\$ 877,033</u>

**Irving Independent School District**

**Exhibit H-7**

Combining Statement of Changes in Fiduciary Net Position

Custodial Funds

For the Year Ended August 31, 2022

	<b>STUDENT ACTIVITY FUNDS</b>	<b>FLEXIBLE BENEFITS</b>	<b>TOTAL CUSTODIAL FUNDS</b>
<b>ADDITIONS</b>			
Miscellaneous revenue from student groups	\$ 1,230,756	\$ -	\$ 1,230,756
Additions from flex funds	-	973,972	973,972
<b>TOTAL ADDITIONS</b>	<u>1,230,756</u>	<u>973,972</u>	<u>2,204,728</u>
<b>DEDUCTIONS</b>			
Dues and fees	1,199,657	-	1,199,657
Distribution of flex funds	-	984,938	984,938
<b>TOTAL DEDUCTIONS</b>	<u>1,199,657</u>	<u>984,938</u>	<u>2,184,595</u>
Change in net position	<u>31,099</u>	<u>(10,966)</u>	<u>20,133</u>
Net position, beginning	<u>665,655</u>	<u>191,245</u>	<u>856,900</u>
Net position, ending	<u><u>\$ 696,754</u></u>	<u><u>\$ 180,279</u></u>	<u><u>\$ 877,033</u></u>

## **Required T.E.A. Schedules**

**Irving Independent School District**  
 Schedule of Delinquent Taxes Receivable  
 For the Year Ended August 31, 2022

LAST TEN YEARS TAX ROLL FISCAL YEAR ENDING August 31	OPERATIONS	INTEREST & SINKING	3 ASSESSED/ APPRAISED VALUE FOR SCHOOL TAX
2013 & Prior Years	Various	Various	Various
2014	1.0400	0.4250	9,423,271,055
2015	1.0400	0.3950	9,875,806,062
2016	1.1700	0.4050	10,428,027,790
2017	1.1700	0.2750	11,457,829,623
2018	1.1700	0.2614	12,120,027,696
2019	1.1700	0.2311	13,358,205,288
2020	1.0310	0.2741	14,537,517,847
2021	1.0148	0.2603	15,884,792,736
2022	0.9390	0.2687	16,791,998,908 *

**1000 TOTALS**

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

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

Column 20 - Current Year's Tax Levy:

This amount is calculated by multiplying the total tax rate times per \$100 of Assessed/Appraised value, then deducting the levy lost due to the over 65 tax freeze exemption and proration of taxes of \$5,413,167.

\* Source: 2021 School District Report of Property Value  
 (Includes all Supplements and Litigated Accounts).



10 BEGINNING BALANCE 9/1/2021	20 CURRENT YEAR'S TOTAL LEVY	30 MAINTENANCE TOTAL COLLECTIONS	30a DEBT SERVICE TOTAL COLLECTIONS	40 FISCAL YEAR'S ADJUSTMENT	50 ENDING BALANCE 8/31/2022
\$ 1,101,928	\$ -	\$ 31,522	\$ 11,172	\$ (82,947)	\$ 976,287
203,715	-	8,162	3,336	(47,028)	145,189
235,212	-	10,195	3,872	(54,098)	167,047
335,755	-	25,592	9,966	(75,987)	224,210
382,254	-	40,564	9,534	(58,783)	273,373
558,541	-	37,796	8,444	(124,759)	387,542
732,889	-	89,267	17,632	(91,763)	534,227
1,330,099	-	53,107	14,119	(275,389)	987,484
2,907,082	-	(1,104,540)	(283,319)	(3,112,449)	1,182,492
-	191,766,083	151,845,157	43,451,328	5,697,894	2,167,492
<u>\$ 7,787,475</u>	<u>\$ 191,766,083</u>	<u>\$ 151,036,822</u>	<u>\$ 43,246,084</u>	<u>\$ 1,774,691</u>	<u>\$ 7,045,343</u>

Column 30 - Fiscal Year Collections:

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

Column 40 - Fiscal Year's Adjustments:

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

Column 50 - Ending balance 8/31/22:

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

**Irving Independent School District**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget and Actual - Debt Service Fund  
 For the Year Ended August 31, 2022

**Exhibit J-2**

<b>DATA CONTROL CODES</b>		<b>ORIGINAL BUDGET</b>	<b>FINAL AMENDED BUDGET</b>	<b>FISCAL YEAR ACTUAL</b>	<b>VARIANCE POSITIVE OR (NEGATIVE)</b>
<b>REVENUES</b>					
5700	Local and intermediate sources	\$ 43,660,644	\$ 43,660,644	\$ 43,527,181	\$ (133,463)
5800	State program revenues	546,520.00	546,520.00	574,204	27,684
5020	Total revenues	44,207,164	44,207,164	44,101,385	(105,779)
<b>EXPENDITURES</b>					
0070	Debt service				
0071	Principal	31,360,000	31,360,000	31,750,000	(390,000)
0072	Interest and charges on long-term debt	13,917,025	13,917,025	13,527,025	390,000
0073	Bond issue costs and fees	300,000	300,000	8,750	291,250
	Total debt services	45,577,025	45,577,025	45,285,775	291,250
6030	Total expenditures	45,577,025	45,577,025	45,285,775	291,250
1100	Excess (deficiency) of revenues over (under) expenditures	(1,369,861)	(1,369,861)	(1,184,390)	185,471
1200	Net change in fund balances	(1,369,861)	(1,369,861)	(1,184,390)	185,471
0100	Fund balance - September 1 (beginning)	10,914,557	10,914,557	10,914,557	-
3000	<b>FUND BALANCE - AUGUST 31 (ENDING)</b>	<b>\$ 9,544,696</b>	<b>\$ 9,544,696</b>	<b>\$ 9,730,167</b>	<b>\$ 185,471</b>

<u>Data Codes</u>		<u>Responses</u>
<b><u>Section A: Compensatory Education Programs</u></b>		
AP1	Did your LEA expend any state compensatory education program state allotment funds during the District's fiscal year?	Yes
AP2	Does the LEA have written policies and procedures for its state compensatory education program?	Yes
AP3	List the total state allotment funds received for state compensatory education programs during the District's fiscal year.	\$ 44,284,624
AP4	List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year. (PICs 24, 26, 28, 29, 30, 34)	\$ 24,372,466
<b><u>Section B: Bilingual Education Programs</u></b>		
AP5	Did your LEA expend any bilingual education program state allotment funds during the LEA's fiscal year?	Yes
AP6	Does the LEA have written policies and procedures for its bilingual education program?	Yes
AP7	List the total state allotment funds received for bilingual education programs during the LEA's fiscal year.	\$ 9,970,629
AP8	List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year. (PICs 25, 35)	\$ 15,120,986

# Irving Independent School District

## Index for Statistical Section

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

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



## Irving Independent School District

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

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Governmental activities				
Net investment in capital assets	\$ 33,082,682	\$ 34,787,416	\$ 32,289,637	\$ 32,387,346
Restricted				
Federal and state programs	8,548,803	5,840,117	5,434,057	6,190,761
Debt service	9,270,928	11,811,520	10,505,814	4,202,628
Unrestricted	27,784,480	25,431,713	(482,474)	19,157,439
<b>TOTAL GOVERNMENTAL NET POSITION</b>	<b><u>\$ 78,686,893</u></b>	<b><u>\$ 77,870,766</u></b>	<b><u>\$ 47,747,034</u></b>	<b><u>\$ 61,938,174</u></b>
Business-type activities				
Unrestricted	\$ -	\$ -	\$ -	\$ -
<b>TOTAL BUSINESS-TYPE NET POSITION</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>
Total primary government				
Net investment in capital assets	\$ 33,082,682	\$ 34,787,416	\$ 32,289,637	\$ 32,387,346
Restricted				
Federal and state programs	8,548,803	5,840,117	5,434,057	6,190,761
Debt service	9,270,928	11,811,520	10,505,814	4,202,628
Unrestricted	27,784,480	25,431,713	(482,474)	19,157,439
<b>TOTAL PRIMARY GOVERNMENT</b>	<b><u>\$ 78,686,893</u></b>	<b><u>\$ 77,870,766</u></b>	<b><u>\$ 47,747,034</u></b>	<b><u>\$ 61,938,174</u></b>

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

Exhibit S-1

2017	2018	2019	2020	2021	2022
\$ 49,947,282	\$ 76,698,608	\$ 89,114,218	\$ 118,667,802	\$ 139,875,980	\$ 162,764,128
6,926,005	6,687,877	5,722,247	2,867,679	5,235,921	12,864,345
4,239,051	4,792,224	16,675,173	14,646,882	11,328,895	10,010,118
32,925,745	(134,227,899)	(127,105,683)	(137,914,164)	(136,549,851)	(138,000,569)
<u>\$ 94,038,083</u>	<u>\$ (46,049,190)</u>	<u>\$ (15,594,045)</u>	<u>\$ (1,731,801)</u>	<u>\$ 19,890,945</u>	<u>\$ 47,638,022</u>
\$ (48,721)	\$ (182,385)	\$ -	\$ -	\$ -	\$ -
<u>\$ (48,721)</u>	<u>\$ (182,385)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 49,947,282	\$ 76,698,608	\$ 89,114,218	\$ 118,667,802	\$ 139,875,980	\$ 162,764,128
6,926,005	6,687,877	5,722,247	2,867,679	5,235,921	12,864,345
4,239,051	4,792,224	16,675,173	14,646,882	11,328,895	10,010,118
32,877,024	(134,410,284)	(127,105,683)	(137,914,164)	(136,549,851)	(138,000,569)
<u>\$ 93,989,362</u>	<u>\$ (46,231,575)</u>	<u>\$ (15,594,045)</u>	<u>\$ (1,731,801)</u>	<u>\$ 19,890,945</u>	<u>\$ 47,638,022</u>

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

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b>EXPENSES</b>				
Governmental activities				
Instruction	\$ 188,974,526	\$ 209,800,052	\$ 211,808,998	\$ 217,338,877
Instructional resources and media services	5,595,410	5,915,181	5,488,376	6,368,683
Curriculum and staff development services	6,703,099	8,471,201	9,135,362	8,217,047
Instructional leadership	5,311,012	5,112,718	4,577,973	5,027,383
School leadership	17,688,291	19,926,467	20,401,286	21,467,618
Guidance, counseling, & evaluation services	14,731,022	15,040,908	15,721,776	17,071,237
Social work services	452,558	584,649	1,576,516	1,556,815
Health services	2,728,362	2,814,171	3,001,895	3,294,065
Student transportation	4,600,440	6,354,947	5,267,894	6,032,429
Food service	19,032,015	19,309,738	19,738,827	21,381,006
Extracurricular activities	6,338,475	6,559,814	6,538,184	6,986,735
General administration	7,559,425	8,104,538	7,122,438	7,791,108
Plant maintenance and operations	21,523,347	21,912,291	22,191,155	23,796,087
Security and monitoring services	2,998,649	3,182,215	3,130,271	3,467,941
Data processing services	3,888,670	4,261,484	4,031,182	4,254,484
Community services	1,839,893	1,818,555	1,724,124	2,323,519
Interest on long-term debt	27,340,450	26,343,364	20,023,429	20,103,591
Facilities acquisition/construction	2,559	10,703	71,682	92,834
Intergovernmental charges	56,430	116,850	173,772	15,882
Payments to TIF	3,100,836	2,182,197	6,465,553	8,945,883
Other intergovernmental charges	520,707	534,086	538,945	568,476
Total governmental activities expenses	<u>340,986,176</u>	<u>368,356,129</u>	<u>368,729,638</u>	<u>386,101,700</u>
Business-type activities				
Vending	-	-	-	-
Total business-type activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL PRIMARY EXPENSES</b>	<u>\$ 340,986,176</u>	<u>\$ 368,356,129</u>	<u>\$ 368,729,638</u>	<u>\$ 386,101,700</u>
<b>PROGRAM REVENUES</b>				
Governmental activities				
Charges for services				
Instruction	\$ 440,510	\$ 425,016	\$ 360,438	\$ 242,247
Food service	3,131,771	3,284,981	3,110,102	3,136,952
Extracurricular activities	1,381,483	1,421,847	1,814,044	1,861,280
Plant maintenance and operations	2,045,158	231,145	388,564	466,364
Operating grants and contributions	48,772,209	51,231,188	57,542,541	62,385,043
Total governmental activities revenues	<u>55,771,131</u>	<u>56,594,177</u>	<u>63,215,689</u>	<u>68,091,886</u>
Business-type activities				
Charges for services				
Vending	-	-	-	-
Total business-type activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL PRIMARY GOVERNMENT REVENUES</b>	<u>\$ 55,771,131</u>	<u>\$ 56,594,177</u>	<u>\$ 63,215,689</u>	<u>\$ 68,091,886</u>

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



2017	2018	2019	2020	2021	2022
\$ 224,360,321	\$ 155,169,170	\$ 237,621,653	\$ 246,100,617	\$ 245,346,028	\$ 220,104,380
6,581,856	7,625,079	6,293,049	6,491,369	6,151,185	5,523,746
9,400,847	7,027,424	10,023,173	10,855,730	11,864,739	13,648,762
5,654,331	3,800,568	6,218,861	7,699,350	7,765,880	8,391,814
22,393,869	14,444,144	23,225,973	24,539,037	24,270,416	21,452,598
17,081,638	11,411,772	17,879,474	20,161,822	19,150,363	20,165,604
1,728,065	1,022,686	1,719,611	1,607,543	1,523,025	1,437,039
3,403,554	2,317,808	3,711,880	4,058,513	3,924,641	4,013,444
7,009,837	6,857,230	10,376,215	7,584,884	7,636,526	10,268,381
22,262,789	18,844,875	22,592,999	23,473,075	21,833,111	22,192,009
7,151,176	5,866,123	7,372,719	7,231,954	6,718,733	6,600,210
7,939,216	5,431,463	8,335,489	9,385,916	14,940,341	11,845,009
25,112,397	23,008,223	28,772,770	27,820,383	28,203,793	33,065,611
3,551,287	3,030,946	4,237,373	4,753,222	5,221,637	5,241,723
4,868,754	4,606,508	7,528,670	9,281,368	12,772,715	16,510,308
2,144,097	1,411,289	2,057,946	2,602,644	2,598,094	3,216,080
16,096,943	13,029,722	13,689,128	12,573,923	11,916,900	11,098,813
122,425	475,180	589,580	774,581	1,401,030	1,186,808
42,900	21,162	11,322	19,986	2,394	11,094
11,010,364	13,382,139	15,380,261	248,209	-	-
583,498	599,317	624,457	607,393	613,334	615,541
398,500,164	299,382,828	428,262,603	427,871,519	433,854,885	416,588,974
476,486	453,958	261,306	-	-	-
476,486	453,958	261,306	-	-	-
\$ 398,976,650	\$ 299,836,786	\$ 428,523,909	\$ 427,871,519	\$ 433,854,885	\$ 416,588,974
\$ 572,448	\$ 651,901	\$ 651,901	\$ 406,586	\$ 251,178	\$ 560,783
2,782,044	2,565,563	2,565,563	1,175,220	290,826	627,849
1,885,027	1,855,358	1,855,358	1,065,052	507,212	975,388
331,195	383,429	383,429	72,766	7,004	54,792
75,499,383	7,052,625	7,052,625	73,015,452	83,618,350	76,495,151
81,070,097	12,508,876	12,508,876	75,735,076	84,674,570	78,713,963
321,361	320,294	320,294	-	-	-
321,361	320,294	320,294	-	-	-
\$ 81,391,458	\$ 12,829,170	\$ 12,829,170	\$ 75,735,076	\$ 84,674,570	\$ 78,713,963

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

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b>NET (EXPENSE)/REVENUE</b>				
Governmental activities	\$ (285,215,045)	\$ (311,761,952)	\$ (305,513,949)	\$ (318,009,814)
Business-type activities	-	-	-	-
	<u>(285,215,045)</u>	<u>(311,761,952)</u>	<u>(305,513,949)</u>	<u>(318,009,814)</u>
Total primary government expenses	(285,215,045)	(311,761,952)	(305,513,949)	(318,009,814)
<b>GENERAL REVENUES</b>				
Governmental activities				
Taxes				
Property taxes levied for general purposes	89,907,666	91,269,145	96,135,459	100,440,711
Property taxes levied for debt service	36,708,071	37,578,332	36,447,373	38,749,543
State aid formula grants	165,468,694	184,171,041	187,211,926	184,411,595
Investment earnings	410,848	254,184	285,316	832,337
Miscellaneous	3,985,381	2,693,365	9,254,222	7,766,768
Special item	-	-	-	-
Transfers	-	-	-	-
	<u>296,480,660</u>	<u>315,966,067</u>	<u>329,334,296</u>	<u>332,200,954</u>
Total governmental activities	296,480,660	315,966,067	329,334,296	332,200,954
Business-type activities				
Transfers	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total business-type activities	-	-	-	-
Total primary government	296,480,660	315,966,067	329,334,296	332,200,954
<b>CHANGE IN NET POSITION</b>				
Governmental activities	11,265,615	4,204,115	23,820,347	14,191,140
Business-type activities	-	-	-	-
	<u>11,265,615</u>	<u>4,204,115</u>	<u>23,820,347</u>	<u>14,191,140</u>
<b>TOTAL PRIMARY GOVERNMENT</b>	<u>\$ 11,265,615</u>	<u>\$ 4,204,115</u>	<u>\$ 23,820,347</u>	<u>\$ 14,191,140</u>

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

Exhibit S-3

<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ (317,906,553)	\$ (286,873,952)	\$ (415,753,727)	\$ (352,136,443)	\$ (349,180,315)	\$ (337,875,011)
(155,125)	(133,664)	58,988	-	-	-
(318,061,678)	(287,007,616)	(415,694,739)	(352,136,443)	(349,180,315)	(337,875,011)
122,229,287	127,929,303	141,267,808	144,594,888	157,647,163	151,607,384
28,770,790	28,367,128	27,771,138	38,586,051	40,238,396	43,505,087
187,453,054	175,530,606	174,875,485	177,306,711	170,517,817	167,880,473
1,612,463	3,016,736	4,769,472	2,861,202	394,410	966,403
9,570,786	13,846,942	12,302,304	2,649,835	2,005,275	1,662,741
-	6,268,735	-	-	-	-
(106,404)	-	(208,532)	-	-	-
349,529,976	354,959,450	360,777,675	365,998,687	370,803,061	365,622,088
106,404	-	208,532	-	-	-
106,404	-	208,532	-	-	-
349,636,380	354,959,450	360,986,207	365,998,687	370,803,061	365,622,088
31,623,423	68,085,498	(54,976,052)	13,862,244	21,622,746	27,747,077
(48,721)	(133,664)	267,520	-	-	-
\$ 31,574,702	\$ 67,951,834	\$ (54,708,532)	\$ 13,862,244	\$ 21,622,746	\$ 27,747,077

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

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
General fund				
Nonspendable	\$ 1,286,199	\$ 1,351,036	\$ 976,874	\$ 1,207,087
Assigned	6,310,707	5,919,083	17,091,518	9,696,748
Unassigned	<u>89,241,873</u>	<u>91,248,384</u>	<u>89,501,266</u>	<u>92,208,290</u>
<b>TOTAL GENERAL FUND</b>	<u>\$ 96,838,779</u>	<u>\$ 98,518,503</u>	<u>\$ 107,569,658</u>	<u>\$ 103,112,125</u>
All other governmental funds				
Nonspendable	\$ 113,409	\$ 183,405	\$ 268,747	\$ 283,454
Restricted	49,865,661	38,826,806	33,001,787	20,287,005
Assigned	-	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL ALL OTHER GOVERNMENTAL FUNDS</b>	<u>\$ 49,979,070</u>	<u>\$ 39,010,211</u>	<u>\$ 33,270,534</u>	<u>\$ 20,570,459</u>

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

Exhibit S-4

<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ 1,249,468	\$ 738,981	\$ 706,024	\$ 803,181	\$ 767,488	\$ 924,923
3,402,196	2,959,931	3,024,775	35,357,935	30,589,413	15,575,890
<u>109,226,931</u>	<u>101,102,211</u>	<u>101,393,315</u>	<u>78,516,748</u>	<u>86,736,133</u>	<u>81,719,354</u>
<u>\$ 113,878,595</u>	<u>\$ 104,801,123</u>	<u>\$ 105,124,114</u>	<u>\$ 114,677,864</u>	<u>\$ 118,093,034</u>	<u>\$ 98,220,167</u>
\$ 79,029	\$ 301,724	\$ 203,880	\$ -	\$ -	\$ -
18,846,703	12,171,275	22,122,651	17,283,119	16,150,478	22,594,512
-	21,148,829	9,661,547	6,329,038	5,511,642	11,683,215
-	(3,014)	(3,014)	(3,612)	(25,959)	(198,888)
<u>\$ 18,925,732</u>	<u>\$ 33,618,814</u>	<u>\$ 31,985,064</u>	<u>\$ 23,608,545</u>	<u>\$ 21,636,161</u>	<u>\$ 34,078,839</u>

## Irving Independent School District

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

Last Ten Fiscal Years (Unaudited)

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b>REVENUES</b>				
Federal sources				
Federal grants	\$ 23,543,714	\$ 22,794,674	\$ 24,456,450	\$ 27,010,564
Food service	18,417,218	18,888,553	19,241,145	19,662,942
Capital projects	752,305	729,889	729,102	-
Total federal sources	42,713,237	42,413,116	44,426,697	46,673,506
State sources				
State grants and other	157,474,464	178,517,736	182,775,755	177,764,921
Public education capital outlay				
Food service	116,578	119,653	119,678	140,759
Debt service	10,197,164	12,008,997	10,203,552	8,106,227
Total state sources	167,788,206	190,646,386	193,098,985	186,011,907
Local sources				
Local & intermediate sources	99,972,999	100,004,325	112,277,764	120,590,560
Food service	3,136,942	3,286,672	3,112,454	3,150,051
Debt service	36,744,653	37,613,336	36,478,013	38,831,336
Capital projects	121,990	36,458	20,001	58,264
Total local sources	139,976,584	140,940,791	151,888,232	162,630,211
<b>TOTAL REVENUES</b>	<u>\$ 350,478,027</u>	<u>\$ 374,000,293</u>	<u>\$ 389,413,914</u>	<u>\$ 395,315,624</u>

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

**Note:**

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

Exhibit S-5

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$	27,194,891	\$ 22,754,974	\$ 28,404,157	\$ 23,476,893	\$ 37,188,710	\$ 48,457,016
	19,972,952	19,519,459	19,317,791	19,329,531	21,354,176	27,833,604
	-	-	-	-	2,706,475	-
	47,167,843	42,274,433	47,721,948	42,806,424	61,249,361	76,290,620
	184,875,873	174,183,511	179,619,223	178,375,154	171,370,950	169,781,453
	119,779	120,605	108,021	101,455	106,702	38,416
	5,898,837	2,557,992	2,361,280	650,956	1,540,582	574,204
	190,894,489	176,862,108	182,088,524	179,127,565	173,018,234	170,394,073
	148,042,048	160,412,398	174,329,176	152,799,363	160,679,841	157,441,640
	2,813,945	2,667,739	3,055,992	1,533,389	336,446	818,939
	28,920,869	28,450,971	28,079,531	38,792,525	40,252,185	43,527,181
	126,741	223,268	-	-	-	-
	179,903,603	191,754,376	205,464,699	193,125,277	201,268,472	201,787,760
\$	<u>417,965,935</u>	<u>\$ 410,890,917</u>	<u>\$ 435,275,171</u>	<u>\$ 415,059,266</u>	<u>\$ 435,536,067</u>	<u>\$ 448,472,453</u>

# Irving Independent School District

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

Last Ten Fiscal Years (Unaudited)

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b>EXPENDITURES</b>				
Governmental funds				
11 Instruction	\$ 182,329,142	\$ 195,714,227	\$ 198,653,525	\$ 197,401,989
12 Instructional resources & media services	5,307,001	5,300,771	4,988,675	5,526,231
13 Curriculum & staff development services	6,689,081	8,456,104	9,182,998	7,969,790
Total function 10	194,325,224	209,471,102	212,825,198	210,898,010
21 Instructional leadership	5,232,228	5,026,844	4,583,961	5,016,246
23 School leadership	16,804,379	19,002,786	19,658,156	19,783,704
Total function 20	22,036,607	24,029,630	24,242,117	24,799,950
31 Guidance, counseling, & evaluation services	14,117,350	14,402,200	15,195,030	15,879,307
32 Social work services	452,578	584,539	1,591,463	1,499,289
33 Health services	2,599,288	2,679,805	2,891,635	3,116,593
34 Student transportation	4,573,269	6,327,776	5,240,723	6,005,258
35 Food service	18,185,254	18,468,763	21,441,982	21,770,990
36 Extracurricular activities	5,862,983	5,959,930	6,324,888	6,261,632
Total function 30	45,790,722	48,423,013	52,685,721	54,533,069
41 General administration	7,468,154	7,996,682	7,038,599	7,380,628
Total function 40	7,468,154	7,996,682	7,038,599	7,380,628
51 Plant maintenance and operations	21,510,075	21,707,212	22,166,761	23,605,883
52 Security and monitoring services	3,010,376	3,647,381	3,192,050	3,434,715
53 Data processing services	4,312,260	4,533,127	4,065,945	4,855,841
Total function 50	28,832,711	29,887,720	29,424,756	31,896,439
61 Community services	1,839,947	1,810,100	1,775,912	2,271,083
Total function 60	1,839,947	1,810,100	1,775,912	2,271,083
71 Debt service				
Principal on long-term debt	19,379,223	17,901,432	22,133,623	28,884,818
Interest on long-term debt	28,839,306	28,633,014	24,989,938	25,751,096
Bond issuance costs and fees	535,898	150,754	1,147,082	1,895,655
Total function 70	48,754,427	46,685,200	48,270,643	56,531,569
81 Facilities acquisition/construction	29,255,048	14,841,570	6,679,429	16,547,033
Total function 80	29,255,048	14,841,570	6,679,429	16,547,033
95 Payments to JJAEP	56,430	116,850	173,772	15,882
97 Payments to TIF	3,100,836	2,182,197	6,465,553	8,945,883
99 Intergovernmental charges	520,707	534,086	538,945	568,476
Total function 90	3,677,973	2,833,133	7,178,270	9,530,241
<b>TOTAL EXPENDITURES</b>	<b>\$ 381,980,813</b>	<b>\$ 385,978,150</b>	<b>\$ 390,120,645</b>	<b>\$ 414,388,022</b>
Debt service as a percentage of noncapital expenditures	13.9%	12.7%	12.5%	14.0%

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

**Notes:**

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



2017	2018	2019	2020	2021	2022
\$ 200,221,263	\$ 199,797,948	\$ 200,765,138	\$ 206,544,626	\$ 220,889,648	\$ 220,891,113
5,504,998	5,330,043	5,410,461	5,437,001	5,471,182	5,547,623
9,020,339	9,281,871	9,066,158	9,703,012	11,277,269	14,279,397
214,746,600	214,409,862	215,241,757	221,684,639	237,638,099	240,718,133
5,183,399	5,227,105	5,527,490	6,679,890	7,221,635	8,718,837
20,127,642	19,832,979	19,927,818	20,590,610	21,890,998	21,699,233
25,311,041	25,060,084	25,455,308	27,270,500	29,112,633	30,418,070
15,488,239	15,296,284	15,493,457	17,137,376	17,382,209	20,636,591
1,547,947	1,535,770	1,528,468	1,394,998	1,424,180	1,526,276
3,076,661	3,200,964	3,190,606	3,417,307	3,548,961	4,085,252
6,982,666	8,337,203	12,836,911	8,122,489	7,066,573	10,854,688
21,909,340	19,983,800	20,340,593	20,812,466	20,124,379	21,741,390
6,320,974	6,657,455	6,220,574	5,986,379	5,777,843	6,199,256
55,325,827	55,011,476	59,610,609	56,871,015	55,324,145	65,043,453
7,399,101	7,352,690	7,420,674	8,252,606	14,116,306	12,220,044
7,399,101	7,352,690	7,420,674	8,252,606	14,116,306	12,220,044
23,849,262	24,908,521	24,960,391	25,371,458	27,565,054	34,018,940
3,406,129	3,663,243	4,040,839	4,474,203	5,064,923	5,448,649
5,893,963	5,308,629	7,008,988	10,626,975	12,224,096	16,292,987
33,149,354	33,880,393	36,010,218	40,472,636	44,854,073	55,760,576
1,964,314	1,884,851	1,878,956	2,347,479	2,472,111	3,342,497
1,964,314	1,884,851	1,878,956	2,347,479	2,472,111	3,342,497
27,860,000	28,230,000	28,720,000	30,990,000	30,490,000	31,750,000
18,811,331	18,335,258	17,854,470	15,596,599	14,789,600	13,527,025
226,110	147,775	14,550	412,082	14,050	8,750
46,897,441	46,713,033	46,589,020	46,998,681	45,293,650	45,285,775
12,528,765	7,122,345	28,277,832	9,540,400	4,809,851	4,085,635
12,528,765	7,122,345	28,277,832	9,540,400	4,809,851	4,085,635
42,900	21,162	11,322	19,986	2,394	11,094
11,010,364	13,382,139	15,380,261	248,209	-	-
583,498	599,317	624,457	607,393	613,334	615,541
11,636,762	14,002,618	16,016,040	875,588	615,728	626,635
\$ 408,959,205	\$ 405,437,352	\$ 436,500,414	\$ 414,313,544	\$ 434,236,596	\$ 457,500,818
12.0%	11.9%	11.5%	11.6%	10.6%	10.0%

## Irving Independent School District

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

Last Ten Fiscal Years (Unaudited)

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	\$ (31,502,786)	\$ (11,977,857)	\$ (706,731)	\$ (19,072,398)
Other financing sources (uses)				
Proceeds from sale of bonds	-	-	-	-
Premium or (discount) on bonds issued	6,487,601	5,165,908	8,319,033	54,633,023
Proceeds from sale of refunding bonds	66,145,000	4,685,000	60,010,000	218,640,000
Sale of real or personal property	304,732	148,857	668,453	25,711
Extraordinary other uses	-	-	2,764,638	-
Transfers in	489,118	487,672	-	364,551
Transfers out	-	-	-	(364,551)
Insurance recoveries	9,654,036	2,061,466	20,108	-
Payments to escrow agents	(72,703,808)	(9,860,181)	(67,764,023)	(271,383,944)
Total other financing sources (uses)	<u>10,376,679</u>	<u>2,688,722</u>	<u>4,018,209</u>	<u>1,914,790</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (21,126,107)</u>	<u>\$ (9,289,135)</u>	<u>\$ 3,311,478</u>	<u>\$ (17,157,608)</u>

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

Exhibit S-7

<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ 9,006,730	\$ 5,453,565	\$ (1,225,243)	\$ 745,722	\$ 1,299,471	\$ (9,028,365)
-	-	-	-	-	-
2,334,052	1,114,581	-	2,152,914	-	-
20,105,000	8,885,000	-	42,020,000	-	-
-	40,907	123,016	33,128	143,315	40,610
-	-	-	-	-	-
19,161,450	36,995,556	35,340,431	6,650,000	-	9,965,000
(19,267,854)	(36,995,556)	(35,548,963)	(6,650,000)	-	(10,007,000)
-	-	-	-	-	1,599,566
(22,217,635)	(9,878,443)	-	(43,774,533)	-	-
<u>115,013</u>	<u>162,045</u>	<u>(85,516)</u>	<u>431,509</u>	<u>143,315</u>	<u>1,598,176</u>
<u>\$ 9,121,743</u>	<u>\$ 5,615,610</u>	<u>\$ (1,310,759)</u>	<u>\$ 1,177,231</u>	<u>\$ 1,442,786</u>	<u>\$ (7,430,189)</u>



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

**Exhibit S-8**

YEAR	APPRAISED VALUE <sup>1</sup>			TOTAL ESTIMATED TAXABLE VALUE	TOTAL DIRECT RATE <sup>2</sup>
	RESIDENTIAL OR REAL PROPERTY	PERSONAL PROPERTY	LESS: EXEMPTIONS		
2013	7,770,689,855	1,727,551,530	438,181,976	9,060,059,409	1.465
2014	7,968,927,106	1,815,107,590	476,189,436	9,307,845,260	1.465
2015	8,540,194,076	1,851,556,660	515,944,674	9,875,806,062	1.435
2016	9,196,806,320	1,970,652,639	739,431,169	10,428,027,790	1.445
2017	10,063,104,220	2,159,669,550	764,944,147	11,457,829,623	1.975
2018	10,815,368,840	2,176,647,460	871,988,604	12,120,027,696	1.431
2019	12,177,326,684	2,266,360,810	1,085,482,216	13,358,205,278	1.401
2020	13,340,709,844	2,359,943,750	1,163,135,747	14,537,517,847	1.305
2021	14,563,116,768	2,520,764,560	1,199,088,592	15,884,792,736	1.275
2022	15,008,883,159	2,840,488,460	1,057,372,711	16,791,998,908	1.208

**Source:** Dallas Central Appraisal District

**Notes:**

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

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

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

FISCAL YEAR	IRVING INDEPENDENT SCHOOL DISTRICT			OVERLAPPING RATES <sup>1</sup>	
	MAINTENANCE AND OPERATIONS	DEBT SERVICE	TOTAL	CITY OF IRVING	IRVING FLOOD CONTROL DISTRICT SECTION 1
2013	1.040	0.425	1.465	0.599	0.500
2014	1.040	0.425	1.465	0.594	0.505
2015	1.040	0.395	1.435	0.594	0.520
2016	1.170	0.275	1.445	0.594	0.520
2017	1.170	0.275	1.445	0.594	0.453
2018	1.170	0.261	1.431	0.594	0.446
2019	1.170	0.231	1.401	0.594	0.455
2020	1.031	0.274	1.305	0.594	0.471
2021	1.015	0.260	1.275	0.594	0.506
2022	0.939	0.269	1.208	0.594	0.527

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

**Note:**

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

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

OVERLAPPING RATES <sup>1</sup>

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<u>CITY OF GRAND PRAIRIE</u>	<u>CITY OF DALLAS</u>	<u>DALLAS COUNTY</u>	<u>DALLAS COUNTY COMMUNITY COLLEGE</u>	<u>DALLAS COUNTY HOSPITAL</u>	<u>DALLAS COUNTY FLOOD CONTROL</u>	<u>DALLAS COUNTY SCHOOLS</u>	<u>DALLAS COUNTY UTILITY AND RECLAMATION</u>
0.670	0.797	0.243	0.125	0.271	2.750	0.010	1.791
0.670	0.797	0.243	0.125	0.276	2.750	0.010	1.983
0.670	0.797	0.243	0.124	0.286	2.650	0.010	1.590
0.670	0.797	0.243	0.124	0.286	2.250	0.009	1.590
0.670	0.783	0.243	0.123	0.279	2.250	0.009	1.295
0.670	0.780	0.243	0.124	0.279	2.000	0.010	1.249
0.670	0.777	0.243	0.124	0.279	1.800	-	1.111
0.670	0.777	0.243	0.124	0.270	1.500	-	0.986
0.670	0.776	0.240	0.124	0.266	1.500	-	0.937
0.665	0.773	0.228	0.124	0.255	0.300	-	0.817





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

**Exhibit S-10**

TAXPAYER	2022			2013		
	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF TOTAL TAXABLE ASSESSED	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF TOTAL TAXABLE ASSESSED
Frito Lay Inc.	\$ 237,859,380	1	1.4%	\$ 47,300,850	9	0.5%
AGRE Williams Square	228,083,500	2	1.4%			
PCPI UT Owners LP	151,692,790	3	0.9%			
Texas Utilities	138,187,900	4	0.8%	82,389,940	4	0.9%
Las Colinas Irving	130,250,000	5	0.8%			
PPF AMLI	125,607,000	6	0.7%			
JDFW II LLC	123,000,000	7	0.7%			
Amazon Com Services Inc	117,407,200	8	0.7%			
San Mar Corporation	116,758,480	9	0.7%	91,006,620	3	1.0%
Alesio Garden	104,420,000	10	0.6%			
F6TAWS LLC				209,651,470	1	2.3%
Verizon				193,285,510	2	2.1%
Dr. Pepper Bottling Co.				75,195,060	5	0.8%
SP Millennium				71,000,000	6	0.8%
4150 North MacArthur				67,299,200	7	0.7%
Owens Corning				47,546,020	8	0.5%
Rosemont Summit				46,963,000	10	0.5%
	<u>\$ 1,473,266,250</u>		<u>8.7%</u>	<u>\$ 931,637,670</u>		<u>10.1%</u>

Source: Dallas Central Appraisal District

**Note:**

<sup>1</sup> Total appraised taxable value for 2022 = \$16,791,998,908

8.7

<sup>2</sup> Total appraised taxable value for 2013 = \$9,060,059,409

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

**Exhibit S-11**

FISCAL YEAR ENDING	TAXES LEVIED FOR THE FISCAL YEAR <sup>2</sup>	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS OTHER THAN CURRENT YEAR	TOTAL COLLECTION TO DATE <sup>3</sup>	
		AMOUNT	PERCENTAGE OF LEVY	DELINQUENT TAXES	AMOUNT	PERCENTAGE OF TOTAL COLLECTIONS TO TAX LEVY
2013	129,608,617	128,579,225	99.21%	1,001,456	129,580,681	99.98%
2014	133,509,350	132,829,508	99.49%	937,831	133,767,339	100.19%
2015	139,082,613	136,448,528	98.11%	(1,092,647)	135,355,881	97.32%
2016	147,746,423	146,065,624	98.86%	(19,273)	146,046,351	98.85%
2017	162,102,609	160,305,584	98.89%	685,256	160,990,840	99.31%
2018	169,627,666	167,602,097	98.81%	(309,075)	167,293,023	98.62%
2019	182,531,008	180,268,628	98.76%	613,277	180,881,906	99.10%
2020	185,126,866	182,282,195	98.46%	422,344	182,704,539	98.69%
2021	197,250,132	194,343,050	98.53%	48,755	194,391,805	99.06%
2022	197,463,977	195,296,481	98.90%	-	195,296,481	98.39%

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

**Notes:**

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

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

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

**Irving Independent School District**

**Exhibit S-12**

Outstanding Debt By Type<sup>1</sup>  
Last Ten Fiscal Years (Unaudited)

FISCAL YEAR	GOVERNMENTAL ACTIVITIES		TOTAL PRIMARY GOVERNMENT	PERCENTAGE OF PERSONAL INCOME <sup>2</sup>	PER CAPITA <sup>2</sup>
	GENERAL OBLIGATION BONDS	CONTRACTUAL OBLIGATIONS			
2013	600,739,284	-	600,739,284	10.17%	2,721
2014	595,590,237	-	595,590,237	9.73%	2,623
2015	575,787,804	-	575,787,804	9.44%	2,519
2016	548,208,687	-	548,208,687	8.89%	2,373
2017	517,484,320	-	517,484,320	7.44%	2,205
2018	484,133,205	-	484,133,205	6.65%	2,039
2019	449,855,021	-	449,855,021	5.80%	1,817
2020	414,677,805	-	414,677,805	5.04%	1,658
2021	379,227,793	-	379,227,793	4.57%	1,531
2022	342,975,751	-	342,975,751	3.49%	1,309

**Source:** Dallas Central Appraisal District

**Notes:**

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

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



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

**Exhibit S-13**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE <sup>1</sup>	ESTIMATED SHARE OF DIRECT AND OVERLAPPING DEBT
City of Irving	\$ 746,810,000	47.46%	\$ 354,436,026
Irving Flood Control District # 1	3,255,000	94.58%	3,078,579
City of Grand Prairie	449,467,000	0.58%	2,606,909
City of Dallas	1,952,170,416	0.19%	3,709,124
Dallas College	110,835,000	4.87%	5,397,665
Dallas County Utility and Reclamation	136,755,000	49.04%	67,064,652
Dallas County Hospital	559,905,000	4.87%	27,267,374
Dallas County Flood Control	19,230,000	35.53%	6,832,419
Dallas County	236,605,000	4.87%	11,522,664
Subtotal, overlapping bonded debt			481,915,412
Irving Independent School District direct debt	\$ 342,975,751	100.00%	\$ 342,975,751
<b>TOTAL DIRECT AND OVERLAPPING DEBT</b>			<b>\$ 824,891,163</b>
<b>RATIO OF (NET) GENERAL BONDED DEBT TO THE ESTIMATED ACTUAL PROPERTY VALUE</b>			<b>2.04%</b>

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

**Notes:**

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

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

# Irving Independent School District

# Exhibit S-14

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

FISCAL YEAR	POPULATION <sup>1</sup>	ASSESSED VALUE <sup>2</sup>	TOTAL BONDED DEBT OUTSTANDING <sup>3</sup>	LESS DEBT SERVICE FUNDS	NET BONDED DEBT OUTSTANDING	RATIO OF NET BONDED DEBT ASSESSED VALUE	NET BONDED DEBT PER CAPITA
2013	220,750	9,060,059,409	600,739,282	12,567,151	588,172,131	6.49%	2,664
2014	227,030	9,307,845,260	595,590,237	15,495,011	580,095,226	6.23%	2,555
2015	228,610	9,875,806,062	575,827,393	14,519,439	561,307,954	5.68%	2,455
2016	231,040	10,428,027,790	542,765,501	6,766,016	535,999,485	5.14%	2,320
2017	234,710	11,457,829,623	517,484,320	6,909,698	510,574,622	4.46%	2,175
2018	237,490	12,120,027,696	484,133,205	5,751,972	478,381,233	3.95%	2,014
2019	247,615	13,358,205,278	449,855,021	16,572,259	433,282,762	3.24%	1,750
2020	250,063	14,537,517,847	414,677,805	14,415,440	400,262,365	2.75%	1,601
2021	247,669	15,884,792,736	379,227,793	10,914,557	368,313,236	2.32%	1,487
2022	261,915	16,791,998,908	342,975,751	9,730,167	333,245,584	1.98%	1,272

**Source:**

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

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

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

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

**Exhibit S-15**

<b>PERIOD ENDING</b>	<b>POPULATION <sup>1</sup></b>	<b>PERSONAL INCOME <sup>2</sup> (THOUSANDS OF DOLLARS)</b>	<b>PER CAPITA PERSONAL INCOME <sup>2</sup> (DOLLARS)</b>	<b>UNEMPLOYMENT RATE <sup>3</sup></b>
2013	220,750	5,905,946	26,754	6.58%
2014	227,030	6,122,999	26,970	5.79%
2015	228,610	6,096,800	26,669	4.90%
2016	231,040	6,166,771	26,691	3.60%
2017	234,710	6,953,988	29,628	3.52%
2018	237,490	7,281,918	30,662	3.20%
2019	247,615	7,750,597	31,301	3.11%
2020	250,063	8,221,321	32,877	6.79%
2021	247,669	8,295,921	33,496	5.72%
2022	261,915	9,832,027	37,539	3.54%

**Sources:**

<sup>1</sup> Texas Home Town Locator

<sup>2</sup> Calculated by multiplying population by per capital income divided by 1,000

<sup>3</sup> Texas Workforce Commission





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

Exhibit S-16

EMPLOYER	2022 <sup>1</sup>			2013 <sup>2</sup>		
	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT
Citigroup, Inc.	6,500	1	2.98%	7,500	1	3.61%
Irving Independent School District	4,322	2	1.98%	4,220	2	2.03%
Verizon Communications	3,260	3	1.50%	3,260	3	1.57%
Accenture	2,235	4	1.03%			
Irving Mall	2,100	5	0.96%	2,100	4	1.01%
McKesson Corp	2,000	6	0.92%			
Vizient Inc	2,000	7	0.92%			
YRC Freight	1,941	8	0.89%			
Vistra Corp	1,900	9	0.87%			
7-Eleven Inc	1,580	10	0.72%			
Nokia				1,700	5	0.82%
Allstate Insurance				1,650	6	0.79%
NEC Corp of America				1,515	7	0.73%
Microsoft Corporation				1,351	8	0.65%
Neiman Marcus Direct				1,339	9	0.64%
HMS				1,299	10	0.62%
<b>TOTAL</b>	<b>27,838</b>		<b>12.77%</b>	<b>25,934</b>		<b>12.47%</b>

Source(s):

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

<sup>2</sup> Irving ISD 2013 ACFR

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

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b>TEACHERS</b>	2,304.0	2,351.3	2,351.7	2,284.0
<b>PROFESSIONAL SUPPORT</b>				
Associate School Psychologist	9.0	10.6	9.2	9.6
Counselor	79.5	85.0	87.4	88.3
Educational Diagnostician	32.5	31.4	36.4	39.9
Librarian	27.0	32.0	32.9	29.0
Occupational Therapist	5.5	5.6	5.6	5.5
Physical Therapist	2.0	2.0	3.0	3.0
School Nurse	36.0	35.9	38.0	38.0
Speech Therapist/Speech- Language Pathologist	30.3	34.9	35.1	38.4
Teacher Facilitator	37.9	40.7	78.4	76.8
Campus Professional Personnel	51.0	83.8	75.1	75.0
Non-Campus Professional Personnel	80.0	78.9	92.0	93.4
<b>Total Professional Support</b>	<u>390.7</u>	<u>440.8</u>	<u>493.1</u>	<u>496.9</u>
<b>CAMPUS ADMINISTRATION</b>				
Assistant Principal	69.0	65.0	71.9	70.2
Instructional Officer	0.0	0.0	0.0	0.0
Principal	38.0	36.9	37.0	37.0
Teacher Supervisor	30.0	33.0	36.9	37.7
Athletic Director	1.0	1.0	1.0	1.0
<b>Total Campus Administration</b>	<u>138.0</u>	<u>135.9</u>	<u>146.8</u>	<u>145.9</u>
<b>CENTRAL ADMINISTRATION</b>				
Assistant/Assoc./Deputy Superintendent	7.0	5.7	4.0	4.0
Superintendent	1.0	0.6	1.0	1.0
Instructional Program Director or Exec Director	13.0	12.0	12.9	13.0
Business Manager	1.0	1.0	1.0	1.0
Tax Assessor &/or Collector	1.0	1.0	3.0	3.0
Director of Personnel/HR	2.0	1.7	2.0	2.0
<b>Total Central Administration</b>	<u>25.0</u>	<u>22.0</u>	<u>23.9</u>	<u>24.0</u>
<b>EDUCATIONAL AIDES</b>				
Educational Aides	387.5	403.5	426.1	437.4
Interpreter	4.0	8.3	9.5	8.5
<b>Total Educational Aides</b>	<u>391.5</u>	<u>411.8</u>	<u>435.6</u>	<u>445.9</u>
<b>AUXILIARY STAFF</b>	<u>707.0</u>	<u>721.3</u>	<u>732.0</u>	<u>709.9</u>
<b>TOTAL ALL FULL-TIME EQUIVALENT EMPLOYEES</b>	<u><u>3,956.2</u></u>	<u><u>4,083.1</u></u>	<u><u>4,183.1</u></u>	<u><u>4,106.6</u></u>

Source: District records from the Fall PEIMS submission

**Notes:**

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

2017	2018	2019	2020	2021	2022
2,283.4	2,261.9	2,220.8	2,146.3	2,191.9	2,239.6
10.5	10.9	10.0	8.9	9.7	9.0
87.8	89.3	88.6	96.7	95.5	104.4
39.7	38.4	37.9	40.8	41.1	39.6
29.0	28.8	26.9	29.4	31.2	29.1
7.0	7.0	7.0	6.0	6.0	6.0
3.0	2.9	3.0	3.0	4.0	4.0
39.0	37.9	37.5	39.0	37.3	38.9
36.9	36.9	38.7	37.4	41.8	39.7
85.7	87.0	84.4	88.7	68.7	71.0
77.2	59.4	58.8	55.2	66.6	63.6
95.7	75.8	74.2	80.8	89.3	97.5
511.5	474.3	467.0	485.9	491.2	502.8
72.9	73.0	74.0	74.9	77.1	77.1
0.0	0.0	0.0	0.0	0.0	0.0
37.0	37.0	37.0	37.0	37.0	39.0
37.0	37.0	33.0	35.1	38.8	49.8
1.0	1.0	2.0	1.0	1.0	1.0
147.9	148.0	146.0	148.0	153.9	166.9
4.0	4.9	6.0	9.0	7.9	7.0
1.0	1.0	1.0	1.0	1.0	1.0
12.0	52.8	36.0	38.3	37.2	49.6
1.0	1.0	1.0	1.0	1.0	1.0
3.0	3.0	3.0	1.0	1.0	1.0
2.0	3.0	3.0	3.0	4.0	5.0
23.0	65.7	50.0	53.3	52.1	64.6
446.1	460.0	459.7	464.9	534.5	543.1
8.0	7.9	6.0	7.9	7.0	5.5
454.1	467.9	465.7	472.8	541.5	548.6
717.1	676.7	680.4	701.6	826.5	799.6
4,137.0	4,094.5	4,029.9	4,007.9	4,257.1	4,322.1



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

Exhibit S-18

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF	PUPIL-TEACHING RATIO	PERCENTAGE OF STUDENTS RECEIVING FREE OR REDUCED-PRICE MEALS
2013	35,114	257,769,548	7,341	4.92 %	2,304.0	15.2	81.3%
2014	35,403	276,784,658	7,818	6.49 %	2,351.3	15.1	80.5%
2015	35,191	288,104,156	8,187	4.72 %	2,351.7	15.0	76.9%
2016	34,929	307,995,593	8,818	7.71 %	2,284.0	15.3	77.2%
2017	34,792	305,606,427	8,784	(0.39)%	2,283.4	15.2	77.2%
2018	33,971	308,520,704	9,082	3.39 %	2,261.9	15.0	73.5%
2019	33,464	320,576,970	9,580	5.48 %	2,220.8	15.1	72.5%
2020	33,544	316,543,475	9,437	(1.49)%	2,146.3	15.6	75.9%
2021	33,544	331,507,325	9,883	4.73 %	2,191.9	15.3	75.0%
2022	32,378	342,430,695	10,576	7.01 %	2,239.6	14.5	76.1%

Source: District records

**Irving Independent School District**  
 Capital Asset Information  
 Last Ten Fiscal Years (Unaudited)

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b>SCHOOL</b>				
Elementary				
Buildings	24	24	24	24
Square feet	2,025,940	2,025,940	2,027,517	2,027,517
Maximum capacity	20,000	20,000	20,000	20,000
Enrollment	18,178	18,406	17,912	17,912
Middle				
Buildings	8	8	8	8
Square feet	1,328,012	1,328,012	1,328,012	1,328,012
Maximum capacity	8,000	8,000	8,000	8,000
Enrollment	7,397	7,355	7,454	7,454
High				
Buildings	7	7	7	7
Square feet	1,546,281	1,546,281	1,546,281	1,546,281
Maximum capacity	9,800	9,800	9,800	9,800
Enrollment	9,490	9,632	9,778	9,778
Administrative				
Buildings	9	9	9	9
Square feet	247,992	247,992	247,992	255,064
Transportation				
Buses (quantity) <sup>1</sup>	0	0	0	0
Athletics				
Football fields (quantity)	15	15	15	15
Soccer fields (quantity)	11	11	11	11
Running tracks (quantity)	11	11	11	11
Baseball/softball (quantity)	6	6	6	6
Playgrounds (quantity)	24	24	24	24
Natatorium (quantity)	-	-	-	-

**Source:** District records

**Note:**

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

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

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

<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
24	24	24	24	24	24
2,027,517	2,027,517	2,027,517	2,027,517	2,027,517	2,027,517
20,000	20,000	20,000	20,000	20,000	20,000
17,912	16,585	15,945	15,841	15,203	15,442
8	8	8	8	8	8
1,328,012	1,328,012	1,328,012	1,328,012	1,328,012	1,328,012
8,000	8,000	8,000	8,000	8,000	8,000
7,454	7,451	7,514	7,696	7,533	7,115
7	7	7	7	7	7
1,546,281	1,546,281	1,587,400	1,587,400	1,587,400	1,587,400
9,800	9,800	9,800	9,800	9,800	9,800
9,778	9,935	10,005	10,007	9,946	9,821
9	9	9	9	13	9
255,064	255,064	255,064	255,064	269,286	255,064
0	175 <sup>2</sup>	175 <sup>2</sup>	181 <sup>2</sup>	181 <sup>2</sup>	180 <sup>2</sup>
15	15	15	15	15	15
11	11	11	11	11	11
11	11	11	11	11	11
6	6	6	6	6	6
24	24	24	39	39	47
-	1 <sup>3</sup>	1 <sup>3</sup>	1 <sup>3</sup>	1 <sup>3</sup>	1 <sup>3</sup>





# Single Audit Reports





**Independent Auditor's Report on Internal Control Over  
Financial Reporting and on Compliance and Other  
Matters Based on an Audit of Financial Statements Performed  
in Accordance with *Government Auditing Standards***

Board of Trustees  
Irving Independent School District

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Irving Independent School District (the District) as of and for the year ended August 31, 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 January 13, 2023.

***Report on Internal Control over Financial Reporting***

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing 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*.

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

Board of Trustees  
Irving Independent School District

**Purpose of this Report**

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

*Weaver and Tidwell, L.L.P.*

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas  
January 13, 2023



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

Board of Trustees  
Irving Independent School District

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

***Opinion on Each Major Federal Program***

We have audited Irving Independent School District's (the District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended August 31, 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 compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended August 31, 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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

***Responsibilities of Management for Compliance***

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

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

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

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

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

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

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

### **Report on Internal Control Over Compliance**

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance.

Board of Trustees  
Irving Independent School District

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.

*Weaver and Tidwell, L.L.P.*

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas  
January 13, 2023

**Irving Independent School District**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended August 31, 2022**

**Exhibit K-1**

Federal Grantor/Pass-Through Grantor/ Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
<b>U.S. DEPARTMENT OF EDUCATION</b>			
<b>Passed Through State Department of Education:</b>			
Texas Education For Homeless Children & Youth	84.196A	224600057110039	\$ 67,588
Title I Part A Improving Basic Programs	84.010A	20610101057912	3,504
Title I Part A Improving Basic Programs	84.010A	21610101057912	21,800
Title I Part A Improving Basic Programs	84.010A	22610101057912	10,294,414
Title I 1003 School Improvement	84.010A	22610141057912	32,059
2021-2023 TIL I, 1003 ESF-Focused Support	84.010A	226101577110076	845,229
Total Assistance Listing # 84.010A			11,197,006
Adult Ed English Literacy & Civics Awareness	84.002A	IISD-AEL1-2020-1	662,675
IDEA-B Formula	84.027A	216600010579126000	84,120
IDEA-B Formula	84.027A	226600010579126000	6,022,526
COVID-19 IDEA-B Formula - ARP	84.027X	225350010579125000	253,255
IDEA-B Preschool	84.173A	226610010579126000	82,653
IDEA-B Discretionary Deaf	84.027A	226610010579126000	81,162
Total Special Education Cluster (IDEA) Cluster			6,523,716
2021-2023 P-TECH Planning and Implementation	84.048A	213922027110023	10,380
Carl D Perkins Basic Grant for Career & Technology	84.048A	22420006057912	424,798
Carl D Perkins Basic Grant for Career & Technology	84.048A	23420006057912	4,626
Total Assistance Listing # 84.048A			439,804
Title II Part A- Supporting Effective Instruction	84.367A	22694501057912	1,173,304
Title IV, Part A, Subpart 1	84.424A	22680101057912	683,363
Title III Part A Limited English Proficiency	84.365A	21671001057912	49
Title III Part A Limited English Proficiency	84.365A	22671001057912	1,543,189
Total Assistance Listing # 84.365A			1,543,238
COVID-19 CARES Act ESSER I	84.425D	20521001057912	3,340,344
COVID-19 CRRSA ESSER II	84.425D	21521001057912	1,419,830
COVID-19 ARP ESSER III	84.425U	21528001057912	11,431,581
COVID-19 TCLAS ESSER III	84.425U	21528042057912	384,035
Total Assistance Listing # 84.425D, 84.425U			16,575,790
LEP Summer School	84.369A	69552002	1,095
<b>TOTAL U.S. DEPARTMENT OF EDUCATION</b>			<b>38,867,579</b>
<b>U.S. TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			
<b>Passed through Texas Health and Human Services Commission:</b>			
Medicaid Administrative Claiming (MAC)	93.778	529-07-0157-00133	304,257
<b>Passed through State Department of Education:</b>			
COVID-19 School Health Support	93.323	39352201	426,610
<b>TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			<b>730,867</b>
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
<b>Child Nutrition Cluster:</b>			
<b>Passed through State Department of Agriculture</b>			
USDA Donated Commodities - Noncash assistance	10.555	806780706	2,115,033
<b>Passed through State Department of Education:</b>			
National School Lunch	10.555	71400701	18,807,388
School Breakfast Program	10.553	71300701	6,406,011
Total Child Nutrition Cluster			27,328,432
<b>Passed through State Department of Agriculture:</b>			
Child & Adult Care Program	10.558	00057912	505,172
<b>TOTAL U.S. DEPARTMENT OF AGRICULTURE</b>			<b>27,833,604</b>
<b>U.S. DEPARTMENT OF DEFENSE</b>			
Reserve Officer Training Corps	12.000	N/A	258,232
<b>TOTAL U.S. DEPARTMENT OF DEFENSE</b>			<b>258,232</b>
<b>FEDERAL COMMUNICATIONS COMMISSION</b>			
COVID-19 Emergency Connectivity Fund Program	32.009	N/A	3,625,600
<b>TOTAL FEDERAL COMMUNICATIONS COMMISSION</b>			<b>3,625,600</b>
<b>U.S. DEPARTMENT OF LABOR</b>			
<b>Passed through State Department of Education:</b>			
2021-2023 P-TECH Planning and Implementation	17.258	213933017110023	88,400
<b>TOTAL U.S. DEPARTMENT OF LABOR</b>			<b>88,400</b>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<b>\$ 71,404,282</b>

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



**Irving Independent School District**  
 Notes to Schedule of Expenditures of Federal Awards  
 For the Year Ended August 31, 2022

**Note 1. Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the District under programs of the federal government for the year ended August 31, 2021. The information in this schedule is presented in accordance with Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position or cash flows of the District.

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

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

The District accounts for all awards under federal programs in the General Fund and certain Special Revenue funds in accordance with the Texas Education Agency's Financial Accountability System Resource Guide. These programs are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current assets.

The modified accrual basis of accounting is used for these funds. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e. both measurable and available, and expenditures in the accounting period in which the liability is incurred, if measurable, except for certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources. Expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited to reimbursement. Pass-through entity identifying numbers are presented where available.

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

**Note 3. Reconciliation to Basic Financial Statements**

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

Total expenditures of federal awards per Exhibit K-1	\$ 71,404,282
E-Rate	-
SHARS	<u>4,886,338</u>
<b>Total federal revenues per Exhibit C-2</b>	<u><u>\$ 76,290,620</u></u>

**Irving Independent School District**  
 Schedule of Findings and Questioned Costs  
 For the Year Ended August 31, 2022

**Section 1. Summary of Auditor's Results**

Financial Statements

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

Major Programs

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

84.425D	COVID-19 CARES Act ESSER I
84.425D	COVID-19 CRRSA ESSER II
84.425U	COVID-19 ARP ESSER III
84.425U	COVID-19 TCLAS ESSER III
32.009	COVID-19 Emergency Connectivity Fund Program
- h. The dollar threshold used to distinguish between Type A and Type B programs: \$2,142,128
- i. Auditee qualified as a low-risk auditee?  Yes  No

**Irving Independent School District**

Schedule of Findings and Questioned Costs - Continued

For the Year Ended August 31, 2022

**Section 2. Financial Statement Findings**

None

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

No

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

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

**84.010A – Title I Part A Improving Basic Programs**

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

Person(s) Responsible

Martina Fernandez, Federal Programs Monitoring & Compliance Specialist

Mahdia Lalee, Director of Business Operations

Corrective Action

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

Status – Corrected

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

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

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

Person(s) Responsible

Mahdia Lalee, Director of Business Operations

Gretchen McConathy, Payroll Coordinator

Corrective Action Plan

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

Status – Corrected

**Irving Independent School District**  
 Schedule of Required Responses to Selected  
 School FIRST Indicators (Unaudited)  
 For the Fiscal Year Ended August 31, 2022

<u>Data Control Codes</u>		<u>Response</u>
SF1	Was there an unmodified opinion in the Annual Financial Report on the financial statements as a whole?	Yes
SF2	Were there any disclosures in the Annual Financial Report and/or other sources of information concerning nonpayment of any terms of any debt agreement at fiscal year-end?	No
SF3	Did the school district make timely payments to the Teacher Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other government agencies?	Yes
SF4	Was the school district issued a warrant hold? Even if the issue surrounding the initial warrant hold was resolved and cleared within 30 days, the school district is considered to have been issued a warrant hold.	No
SF5	Did the Annual Financial Report disclose any instances of material weaknesses in internal controls over financial reporting and compliance for local, state, or federal funds?	No
SF6	Was there any disclosure in the Annual Financial Report of material noncompliance for grants, contracts, and laws related to local, state, or federal funds?	No
SF7	Did the school district post the required financial information on its website in accordance with Government Code, Local Government Code, Texas Education Code, Texas Administrative Code and other statutes, laws and rules that were in effect at the school district's fiscal year end?	Yes
SF8	Did the school board members discuss the school district's property values at a board meeting within 120 days before the school district adopted its budget?	Yes
SF9	Total accumulated accretion on capital appreciation bonds included in	\$ 6,464,677