



Preparing ALL students for THEIR Future

Areas of Focus (#4) within Board Goals: Operational Excellence:

Vision Statement: A well equipped, trained, and qualified operational staff will work seamlessly with campus and district faculty to create and sustain a safe, clean, and functional campus for our students, staff, and community.

Goal: We will recruit and train qualified personnel for the purpose of creating a safe educational environment for our students. With the proper training, operational staff will be invested in and contribute to positive student outcomes.

Reported on October 12, 2026



Preparing ALL students for THEIR Future

School Financial Integrity Rating System of Texas



Annual Financial Management Report



Preparing ALL students for THEIR Future

What is School FIRST?

Beginning with the 2001-02 fiscal year, the financial health of every school district in Texas is evaluated as part of the financial accountability system known as Schools **FIRST**.

A financial accountability system for Texas school districts developed by the Texas Education Agency in response to Senate Bill 875 of the 76th Texas Legislature in 1999 and amendments under House Bill 5, 83rd Texas Legislature, Regular Session, 2013.



Preparing ALL students for THEIR Future

Primary Goal/Development

- The **primary goal** is to **achieve quality performance** in the management of school districts' financial resources.
- First provides **accountability** for Texas Public Schools on the **quality** of their financial management practices and that they improve these practices.
- Designed to **encourage** Texas Public Schools to **better manage** their financial resources to provide the maximum allocation possible for direct instructional purposes.
- The **2025-26** School FIRST rating is based upon an analysis of staff and student data reported for the **2024-2025** school year, and budgetary and actual financial data for the fiscal year ended **August 31, 2025**.



Preparing ALL students for THEIR Future

How Ratings are Assessed

The School First accountability rating system assigns four possible financial accountability ratings to Texas school districts.

A = Superior 90-100 points

B = Above Standard 80-89 points

C = Meets Standard 60-79

F = Substandard Achievement <60



Preparing ALL students for THEIR Future

Palacios ISD School District's FIRST Rating

Palacios Independent School District received a rating of

A = Superior (Scoring 94 out of 100 points)

The "Superior" rating is the state's highest, demonstrating the quality of Palacios ISD's financial management and reporting system.



Preparing ALL students for THEIR Future

Indicator Categories

CRITICAL INDICATORS (1-4) Pass/Fail Outcome

Failure to meet the requirements of a “Critical Indicator” will cause a school district to fail FIRST for the applicable year.”

SOLVENCY INDICATORS (5-15)

FINANCIAL COMPETENCY INDICATORS (16-21) Credit is earned for these indicators either on a scale score of 1-10 or pass/fail threshold.



Preparing ALL students for THEIR Future

Indicator # 1

Was the complete annual financial report (AFR) and data submitted to the TEA on or before February 27, 2026?

YES



Preparing ALL students for THEIR Future

Indicator # 2

Was there an unmodified opinion in the AFR on the financial statements as a whole?

YES



Preparing ALL students for THEIR Future

Indicator # 3

Was the school district in compliance with the payment terms of all debt agreements at fiscal year end?

YES



Preparing ALL students for THEIR Future

Indicator # 4

Did the school district make timely payments to the Teachers Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other government agencies?

YES



Preparing ALL students for THEIR Future

Indicator # 5

Was the total net position in the governmental activities column in the Statement of Net Position (net of accretion of interest and premiums for capital appreciation bonds, net pension liability, and other post-employment benefits) greater than zero?

Passed



Preparing ALL students for THEIR Future

Indicator # 6

Was the average change in (assigned and unassigned) fund balances over 3 years less than a 25 percent decrease or did the current year's assigned and unassigned fund balances exceed 75 days of operational expenditures?

Passed



Preparing ALL students for THEIR Future

Indicator # 7

Was the number of days of cash on hand and current investments in the general fund for the school district sufficient to cover operating expenditures (excluding facilities acquisition and construction)?

10 Points



Preparing ALL students for THEIR Future

Indicator # 8

Was the measure of current assets to current liabilities ratio for the school district sufficient to cover short-term debt?

8 Points



Preparing ALL students for THEIR Future

Indicator # 9

Did the school district's general fund revenues equal or exceed expenditures (excluding facilities acquisition and construction)? If not, was the school district's number of days of cash on hand greater than or equal to 60 days?

10 Points



Preparing ALL students for THEIR Future

Indicator # 10

Did the school district average less than a 10 percent variance (90% to 110%) when comparing budgeted revenues to actual revenues for the last 3 fiscal years?

10 Points



Preparing ALL students for THEIR Future

Indicator # 11

Was the ratio of long-term liabilities to total assets for the school district sufficient to support long-term solvency? (If the school district's increase of students in membership over 5 years was 7 percent or more or 1,000 or more students in membership, then the school district passes this indicator.)

6 Points



Preparing ALL students for THEIR Future

Indicator # 12

What is the correlation between future debt requirements and the district's assessed property value?

10 Points



Preparing ALL students for THEIR Future

Indicator # 13

Was the school district's administrative cost ratio equal to or less than the threshold ratio?

10 Points



Preparing ALL students for THEIR Future

Indicator # 14

Did the school district not have a 15 percent decline in the students to staff ratio over 3 years (total enrollment to total staff)? (If the student enrollment did not decrease, the school district will automatically pass this indicator.)

10 Points



Preparing ALL students for THEIR Future

Indicator # 15

Was the school district's ADA within the allotted range of the district's biennial pupil projection(s) submitted to TEA? If the district did not submit pupil projections to TEA, did it certify TEA's projections? See ranges below in the Determination of Points section.

5 Points (max points)



Preparing ALL students for THEIR Future

Indicator # 16

Did the comparison of Public Education Information Management System (PEIMS) data to like information in the school district's AFR result in a total variance of less than 3 percent of all expenditures by function?

Passed



Preparing ALL students for THEIR Future

Indicator # 17

Did the external independent auditor report that the AFR was free of any instance(s) of material weaknesses in internal controls over financial reporting and compliance for local, state, or federal funds?

Passed



Preparing ALL students for THEIR Future

Indicator # 18

Did the external independent auditor indicate the AFR was free of any instance(s) of material noncompliance for grants, contracts, and laws related to local, state, or federal funds?

10 Points



Preparing ALL students for THEIR Future

Indicator # 19

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?

5 Points (max points)



Preparing ALL students for THEIR Future

Indicator # 20

Did the school district's administration and school board members discuss any changes and/or impact to local, state, and federal funding at a board meeting within 120 days before the district adopted its budget?

Passed



Preparing ALL students for THEIR Future

Indicator # 21

Did the school district receive an adjusted repayment schedule for more than one fiscal year for an over-allocation of Foundation School Program (FSP) funds because of a financial hardship?

Passed



Preparing ALL students for THEIR Future

Questions?

Questions regarding PISD's FIRST Report/Rating?

Contact:

Peggy Scantlen
Director of Finance
1209 Twelfth Street
Palacios, Texas 77465
361-972-5491
peggy@palaciosisd.org

School FIRST Annual Financial Management Report

PALACIOS INDEPENDENT SCHOOL DISTRICT

Title 19 Texas Administrative Code Chapter 109, Budgeting, Accounting, and Auditing Subchapter AA, Commissioner's Rules Concerning Financial Accountability Rating System, Section 109.1001(q). Effective 8/1/2018. The template has been established to help the districts in gathering their data and presenting it at their School FIRST hearing. The template may not be all inclusive.

Superintendent's Current Employment Contract

A copy of the superintendent's current employment contract at the time of the School FIRST hearing is to be provided. In lieu of publication in the annual School FIRST financial management report, the school district may chose to publish the superintendent's employment contract on the school district's Internet site. If published on the Internet, the contract is to remain accessible for twelve months.

Reimbursements Received by the Superintendent and Board Members

For the Twelve-Month Period
Ended June 30 or August 31, 20XX

<u>Description of Reimbursements</u>	Superintendent	Board Member 1	Board Member 2	Board Member 3	Board Member 4	Board Member 5	Board Member 6	Board Member 7
Meals	\$556.49	\$0.00	\$0.00	\$53.25	\$53.25	\$212.50	\$94.25	\$650.00
Lodging	\$3,409.04	\$0.00	\$0.00	\$467.72	\$467.72	\$1,693.83	\$738.30	\$1,851.96
Transportation	\$695.57	\$0.00	\$0.00	\$259.55	\$259.55	\$620.63	\$266.80	\$613.38
Motor Fuel	\$898.91	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Other	\$2,403.00	\$0.00	\$0.00	\$535.00	\$560.00	\$835.00	\$350.00	\$1,020.00
Total	<u>\$7,963.01</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$1,315.52</u>	<u>\$1,340.52</u>	<u>\$3,361.98</u>	<u>\$1,449.35</u>	<u>\$4,135.34</u>

All "reimbursements" expenses, regardless of the manner of payment, including direct pay, credit card, cash, and purchase order are to be reported. Items to be reported per category include:
Meals – Meals consumed out of town, and in-district meals at area restaurants (outside of board meetings, excludes catered board meeting meals).
Lodging - Hotel charges.
Transportation - Airfare, car rental (can include fuel on rental, taxis, mileage reimbursements, leased cars, parking and tolls).
Motor fuel – Gasoline.
Other: - Registration fees, telephone/cell phone, internet service, fax machine, and other reimbursements (or on-behalf of) to the superintendent and board member not defined above.

Outside Compensation and/or Fees Received by the Superintendent for Professional Consulting and/or Other Personal Services

For the Twelve-Month Period
Ended June 30 or August 31, 20XX
Name(s) of Entity(ies)

Amount Received
\$

Total

\$0.00

Compensation does not include business revenues generated from a family business (farming, ranching, etc.) that has no relation to school district business.

**Gifts Received by Executive Officers and Board Members (and First Degree Relatives, if any)
(gifts that had an economic value of \$250 or more in the aggregate in the fiscal year)**

For the Twelve-Month Period
Ended June 30 or August 31, 20XX

	Superintendent	Board Member 1	Board Member 2	Board Member 3	Board Member 4	Board Member 5	Board Member 6	Board Member 7
Total	\$	\$	\$	\$	\$	\$	\$	\$

Note – An executive officer is defined as the superintendent, unless the board of trustees or the district administration names additional staff under this classification for local officials.

Business Transactions Between School District and Board Members

For the Twelve-Month Period
Ended June 30 or August 31, 20XX

	Board Member 1	Board Member 2	Board Member 3	Board Member 4	Board Member 5	Board Member 6	Board Member 7
Amounts	\$	\$	\$	\$	\$	\$	\$

Note - The summary amounts reported under this disclosure are not to duplicate the items disclosed in the summary schedule of reimbursements received by board members.

Superintendent Term Contract

This Superintendent Term Contract ("Contract") is entered into between the Board of Trustees (the "Board") of Palacios Independent School District (the "District") and Mr. Jason P. Valentine (the "Superintendent").

The Board and the Superintendent, for and in consideration for the terms stated in this Contract, and pursuant to Chapter 11, Subchapters D and E, Section 11.201 and Chapter 21 of the Texas Education Code hereby agree as follows:

1. **Term.** The Board agrees to employ the Superintendent for a term of three (3) years, beginning May 11, 2026 and ending June 30, 2029. The Board and the Superintendent (the "Parties") may extend the term of this Contract by agreement.
2. **Certification.** The Superintendent agrees to maintain the required certification throughout the term of employment with the District. If the Superintendent's certification expires, is canceled, or is revoked, this Contract is void.
3. **Representations.** The Superintendent makes the following representations:
 - 3.1 **Beginning of Contract:** At the beginning of this Contract, and at any time during this Contract, the Superintendent specifically agrees to submit to a review of his national criminal history record information (NCHRI) if required by the District, TEA, or SBEC. The Superintendent understands that a criminal history record acceptable to the Board, at its sole discretion, is a condition precedent to this Contract.
 - 3.2 **During Contract:** The Superintendent also agrees that, during the term of this Contract, the Superintendent will notify the Board in writing of any arrest or of any indictment, conviction, no contest or guilty plea, or other adjudication of the Superintendent for any felony, any offense involving moral turpitude, and any offenses set forth in Policy DH (Local). The Superintendent agrees to provide such notification in writing within seven calendar days of the event or any shorter period specified in Board policy.
 - 3.3 **False Statements and Misrepresentations:** The Superintendent represents that any records or information provided in connection with his employment application are true and correct. Any false statements, misrepresentations, omissions of requested information, intentionally made, or fraud by the Superintendent in or concerning any required records or in the employment application may be grounds for termination or nonrenewal, as applicable.
4. **Duties.** The Superintendent shall be the educational leader and chief executive officer of the District. The Superintendent is the chief executive of the District and shall faithfully perform the duties of the Superintendent of Schools for the District as prescribed in district policy and state law, and as may be lawfully assigned by the Board, and shall comply with all lawful Board directives, state and federal law, district policy, rules, and regulations as they exist or may hereafter be amended. The Superintendent agrees to perform his duties as follows:

- 4.1 Authority:** The Superintendent shall perform such duties and have such powers as may be prescribed by law including sections 11.201(d), 11.1512 and 11.1513 of the Texas Education Code ("TEC") and as may be lawfully assigned by the Board. The Board shall have the right to assign additional duties to the Superintendent and to make changes in responsibilities or work at any time during the Contract term. All duties assigned by the Board shall be appropriate to and consistent with state law, Board policy, and the professional role and responsibility of the Superintendent.
 - 4.2 Standard:** Except as otherwise permitted by this Contract, the Superintendent agrees to devote his full time and energy to the performance of his duties. The Superintendent shall perform his duties with reasonable care, skill, and diligence. The Superintendent shall comply with all lawful Board directives, state and federal laws and rules, Board policy, and regulations as they exist or may hereafter be amended.
- 5. Compensation.** The District shall pay the Superintendent an annual salary as follows:
 - 5.1 Salary.** The District shall pay the Superintendent an annual salary of ONE HUNDRED FORTY-ONE THOUSAND TWO HUNDRED FIVE DOLLARS AND NO/CENTS (\$141,205.00). The annual salary shall be paid to the Superintendent in equal monthly installments consistent with the Board's policies. At any time during the term of this Contract, the Board may, in its discretion, review and adjust the salary of the Superintendent, but in no event shall the Superintendent be paid less than the salary set forth in Section 5.1 of this Contract except by mutual agreement of the two parties or as permitted by law, subject to any legal challenges by Superintendent. In such event, the parties agree to provide their best efforts and reasonable cooperation to execute a new contract incorporating the adjusted salary. Subject to and without waiving any Constitutional and/or other legal challenges by the Superintendent, the Superintendent acknowledges that the District may have certain rights pursuant to Education Code Sections 21.4021 and/or 21.4032.
 - 5.2 Benefits:** In addition to the benefits expressly set forth herein, the District shall provide other benefits to the Superintendent as provided to District employees by state law and Board policies. The Board reserves the right to amend its policies at any time during the term of this Contract to reduce or increase such other benefits, at the Board's sole discretion.
 - 5.3 Civic Activities.** The Superintendent is encouraged to participate in community and civic affairs. The Board concludes that such participation will serve a legitimate purpose related to the educational mission of the District. The Superintendent may hold offices or accept responsibilities in these professional organizations, provided that such responsibilities do not interfere with the performance of his duties as Superintendent. Prior to engaging in these activities, the Superintendent shall seek approval from the Board President in writing of the activity. The Board President will notify the Superintendent if the activity is approved or if it presents a conflict or interferes with the performance of his duties as Superintendent. The expense of these activities, subject to Board approval in advance, may be borne by the District.

- 5.4 Professional Organizations.** The Superintendent shall devote the Superintendent's time, attention, and energy to the direction, administration, and supervision of the District. The Board, however, encourages the continued professional growth of the Superintendent through the Superintendent's active attendance and participation in appropriate professional meetings, seminars, conferences, or courses at the local, regional, state, and national level. In its encouragement of the Superintendent to grow professionally, the Board shall permit a reasonable amount of release time for the Superintendent as the Superintendent and the Board deem appropriate, to attend such meetings, seminars, conferences, or courses. The District does hereby agree to provide in the District's budget per contract year an amount to be used for registration, travel, meals, lodging, and other related expenses. The District shall pay for the Superintendent's membership dues to the Texas Association of School Administrators and one other professional organization selected by the Superintendent. The District shall pay for other memberships necessary to maintain and improve the Superintendent's professional skills, subject to Board approval and the District's budget. The District shall bear the reasonable cost and expense for registration, travel, meals, lodging, and other related expenses for such attendance and membership, subject to Board approval and the District's budget.
- 5.5 Texas Teacher Retirement System.** For performance of Superintendent duties, the District shall supplement the Superintendent's salary by an amount equal to the Superintendent's portion of the member contribution to the Texas Teacher Retirement System ("TRS") during the Term of this Contract, including any extensions thereof. This salary supplement shall include both the retirement and TRS-Care parts of the TRS member contribution, as applicable. This additional salary supplement for services rendered shall be paid to the Superintendent in regular monthly payroll installments and shall be reported as "creditable compensation" by the District for purposes of TRS, to the extent permitted by TRS.
- 5.6 Vacation, Holiday and Personal Leave.** The Superintendent may take, at the Superintendent's choice, the same number of days of vacation authorized by policies adopted by the Board for administrators on twelve-month contracts, the days to be taken in a single period or at different times. The vacation days taken by the Superintendent will be taken at such time or times as will not substantially interfere with the performance of the Superintendent's duties as set forth in this Contract. The Superintendent shall observe the same legal holidays as provided by Board policies for administrative employees on twelve-month contracts. The Superintendent is hereby granted the same personal leave benefits as authorized by Board policies for administrative employees on twelve-month contracts, the days to be taken in a single period or at different times. In addition, starting with the 2026-2027 school year, the Superintendent will be entitled to an additional seven (7) days of local paid leave designated as vacation days.

- 5.7 Unused Vacation, Local and State Leave-Supplemental Pay.** Starting with the 2026-2027 school year, the District agrees to pay the Superintendent up to four (4) days for any accrued vacation days that the Superintendent has not used during his Contract at his daily rate of pay. The payment shall be made annually beginning in the 2026-2027 school year, on July 1st of each academic year of his Contract. This payment shall be made in a lump sum computed on a per diem basis determined by dividing the Superintendent's current TRS creditable compensation by Two Hundred Twenty-Six (226) days at the time that Superintendent requests the payment ("daily rate").
- 5.8 Residence in District.** The Superintendent shall have until June 10, 2026 to establish a residence within twenty (20) miles of the Palacios ISD boundary. The parties may extend this timeframe upon mutual agreement. As a condition of employment with the Palacios Independent School District, the Superintendent shall reside within twenty (20) miles of the geographic boundaries of the District at all other times while employed as Superintendent by the District. Any school aged children living at the Superintendent's residence must attend Palacios Independent School District.
- 5.9 Supplemental Retirement Plan.** Annually during the term of this Contract, beginning July 1, 2027, the District shall add to the Salary of the Superintendent the amount of 5.5% of the annual maximum voluntary contribution allowable under Section 402(g) of the Code for a 403(b) and 457(b) Plan, at the beginning of the Contract year, as indexed, including the age 50 catch-up, if applicable ("Additional Salary"). One-twelfth of this amount shall be paid as a monthly salary deferral contribution, at the election of the Superintendent, to a plan established by the District under Section 403(b) and/or Section 457(b) of the Code. In the event the Superintendent executes a salary deferral agreement in accordance with the requirements of Sections 403(b) and/or 457(b) of the Internal Revenue Code (the "Code") in at least the amount of the Additional Salary, the Additional Salary shall be paid as a salary deferral contribution ("Salary Deferral Contribution"). Under and pursuant to applicable Internal Revenue Service rules the Superintendent shall have the option to elect to receive the Additional Salary in cash rather than as a Salary Deferral Contribution. All such Salary Deferral Contributions contemplated herein shall be paid to a plan that is (i) established by the District under Section 403(b) and/or Section 457(b) of the Code; and (ii) available to all TRS members employed by the District. Such plans shall include investments as allowed under Sections 403(b), 403(b)(7) and/or 457(b) of the Code, respectively, and the investments for the Superintendent's accounts shall be solely at his/her discretion. The Superintendent shall always be 100% vested in his/her account under the 403(b) and/or 457(b) plan. The Salary Deferral Contributions contemplated herein shall be treated as salary deferrals under the Code and shall be reported as "creditable compensation" by the District for purposes of the Teacher Retirement System of Texas. No payments under this Section shall be made after the Superintendent's employment terminates.
- 5.9 Expenses.** The District shall pay or reimburse the Superintendent for reasonable expenses incurred by the Superintendent in the continuing performance of the Superintendent's duties under this Contract. The District agrees to pay the actual and incidental costs incurred by the Superintendent for travel in accordance with Board policy. Such actual or incidental costs may include, but are not limited to, gasoline, hotels and accommodations, meals, rental car, and other expenses incurred in the performance of the

business of the District. The Superintendent shall comply with all procedures and documentation requirements in accordance with Board policies.

5.10 Technology. The Superintendent shall maintain a personal account for mobile telephone service and shall not open an account in the name of the District. The Superintendent shall have total responsibility for payment of such personal account and the District shall have no obligation or responsibility related to said mobile telephone account. The District shall provide the Superintendent with other technology devices for the Superintendent professional and personal use, consistent with Board policy and District practices. The Superintendent understands that information stored in his/her cell phone, computer or other device is subject to public disclosure if such information is related to the public business of the School District or to his/her duties as Superintendent. Notwithstanding the location of personal data on the cell phone, computer or other device, whether such device is owned by the District or Superintendent, the parties agree that any personal or private information of the Superintendent contained such devices shall be deemed private and the Superintendent's sole property; provided it shall be the responsibility of the Superintendent to assert, and to bear any costs of asserting, privacy or other confidentiality privileges or rights as to any such data or information. Personal use of District's technology resources shall be in accordance with District policy.

6. Suspension. In accordance with Texas Education Code chapter 21, the Board may suspend the Superintendent without pay during the term of this Contract for good cause.

7. Termination and Nonrenewal of Contract.

7.1 Extension/Nonrenewal. Extension and/or nonrenewal shall be in accordance with Board policy, Texas Education Code Chapter 21, Subchapter E, and applicable law.

7.2 Termination.

7.2.1 Mutual Agreement. This Contract may be terminated by the mutual agreement of the Superintendent and the Board in writing upon such terms and conditions as may be mutually agreed upon.

7.2.2 Retirement or Death. This Contract shall be terminated upon the retirement or death of the Superintendent.

7.2.3 Dismissal for Good Cause. The Board may dismiss the Superintendent during the term of the Contract for good cause in accordance with applicable law.

7.2.4 Termination Procedure. If the Board proposes to terminate/terminates this Contract for "good cause," the Superintendent shall be afforded all the rights as set forth in the Board's policies and state and federal law.

7.2.5 Resignation of Superintendent. The Superintendent may leave the employment of the District at the end of a school year without penalty by filing a written resignation with the Board. The resignation must be addressed to the Board and filed not later than the 45th day before the first day of instruction of the following year. The

Superintendent may resign with the consent of the Board at any other time.

8. General Provisions.

- 8.1 Amendment:** This Contract may not be amended except by written agreement of the Parties.
- 8.2 Severability:** If any provision in this Contract is, for any reason, held to be invalid, illegal, or unenforceable, such invalidity, illegality, or unenforceability shall not affect any other provision of the Contract. This Contract shall be construed as if such invalid, illegal, or unenforceable provision had never been a part of the Contract.
- 8.3 Entire Agreement:** All existing agreements and contracts, both verbal and written, between the Parties regarding the employment of the Superintendent for the term stated herein are superseded by this Contract. This Contract constitutes the entire agreement between the Parties.
- 8.4 Applicable Law and Venue:** Texas law shall govern construction of this Contract. The Parties agree that venue for any litigation relating to the Superintendent's employment with the District, including this Contract, shall be the county in which the District's administration building is located. If litigation is brought in federal court, the Parties agree that venue shall be the federal district and division in which the district's administration building is located.
- 8.5 Paragraph Headings:** The headings used at the beginning of each numbered paragraph in this Contract are not intended to have any legal effect; the headings do not limit or expand the meaning of the paragraphs that follow them.
- 8.6 Legal Representation:** Both Parties have been represented by legal counsel of their choice, or have had the opportunity to consult with legal counsel, in the negotiation and execution of this Contract.
- 8.7 Conflicts.** In the event of any conflict between the terms, conditions, and provisions of this Contract and the provisions of the Board's policies, or any permissive state or federal law, then, unless otherwise prohibited by law, the terms of this Contract shall take precedence over the contrary provisions, except as noted in paragraph 5.1 in accordance with Education Code Sections 21.4021 and/or 21.4032, subject to legal challenges by the Superintendent.

9. Notices.

- 9.1 To Superintendent:** The Superintendent agrees to keep a current address on file with the District's human resources office and the Board President. The Superintendent agrees that the Board may meet any legal obligation it has to give the Superintendent written notice regarding this Contract or the Superintendent's employment by hand-delivery, or by certified mail, regular mail, and/or express delivery service to the Superintendent's address of record.

9.2 To Board: The Board agrees that the Superintendent may meet any legal obligation to give the Board written notice regarding this Contract or the Superintendent's employment by providing one copy of the notice to the President of the Board and one copy to the Vice President of the Board. The Superintendent may provide such notices by hand delivery, or by certified mail, regular mail, and/or express delivery service, to the Board President and Vice President's addresses of record, as provided to the District.

10. Employment.

10.1 Reassignment. The Superintendent cannot be reassigned from the position of Superintendent to another position without the Superintendent's express written consent.

10.2 Board Meetings. The Superintendent has a duty and not a right to attend all meetings of the Board, both public and closed, except for those closed meetings devoted to the consideration of any action or lack of action on the Superintendent's Contract, or the Superintendent's evaluation, or for purposes of resolving conflicts between individual Board members, or when the Board is acting in its capacity as a tribunal. In the event of illness or Board-approved absence, the Superintendent's designee may attend such meetings subject to the Board's approval. In accordance with section 11.051(a-1) of the Education Code, the Board shall provide the Superintendent an opportunity to provide verbal or written recommendation(s) and/or information as to each of the items of business considered and voted on by the Board at each Board meeting.

10.3 Criticisms, Complaints, and Suggestions. The Board, individually and collectively, shall refer all substantive criticisms, complaints, and suggestions called to the Board's attention, by employees, students or members of the public, to the Superintendent or other appropriate administrator for review and appropriate action in accordance with Board policy.

10.4 Insurance. The District warrants and represents that it shall maintain and continue in full force and effect, liability insurance coverage in appropriate amounts to sufficiently insure the Superintendent from any and all demands, claims, including but not limited to suits, actions, judgments, expenses and attorneys' fees incurred in any legal proceedings or administrative proceedings currently pending or subsequently hereto brought against the Superintendent in his/her individual and/or official capacity as an employee and as Superintendent of the District, providing the incident(s) which is (are) the basis of any claim or lawsuit arose or does arise in the future while the Superintendent, as Superintendent and as an employee of the District, was acting within the scope of his/her employment with the District. The District's obligation under this Section shall continue after termination of the Contract for qualifying acts or failures to act occurring during the term of the Superintendent's employment by the District.

11. Review of Performance.

11.1 Time and Basis of Evaluation. The Board shall evaluate and assess in writing the performance of the Superintendent at least once each year during the term of this Contract. The Board's evaluation and assessment of the Superintendent shall be reasonably related to the duties of the Superintendent as outlined in the Superintendent's job description and shall be based on the District's progress towards accomplishing the District Goals.

11.2 **Confidentiality.** Unless the Superintendent expressly requests otherwise in writing, the evaluation of the Superintendent shall, at all times, be conducted in executive session and shall be considered confidential to the extent permitted by law. Nothing herein shall prohibit the Board or the Superintendent from sharing the content of the Superintendent's evaluation with their respective legal counsel.

11.3 **Evaluation Format and Procedures.** The evaluation format and procedure shall be in accordance with the Board's policies and state and federal law. If the Board determines that the performance of the Superintendent is unsatisfactory in any respect, it shall describe in writing, in reasonable detail, specific instances of unsatisfactory performance. The evaluation shall include recommendations as to areas of improvement in all instances where the Board deems performance to be unsatisfactory. A copy of the written evaluation shall be delivered to the Superintendent. The Superintendent shall have the right to make a written response to the evaluation within thirty (30) days of receipt of the written evaluation from the board. That response shall become a permanent attachment to the evaluation in the Superintendent's personnel file. Within sixty (60) days of the delivery of the written evaluation to the Superintendent, the Board shall meet with the Superintendent to discuss the evaluation. The Board shall devote a portion of, or all of, one executive session annually to a discussion of the working relationship between the Superintendent and the Board. It is the Superintendent's responsibility to remind the Board of this 60-day deadline and the annual discussion requirement referenced in this provision. In the event the Board deems that the evaluation instrument, format, and/or procedure is to be modified by the Board and such modifications would require new or different performance expectations, such modifications must be adopted with input from the Superintendent and the Superintendent shall be provided a reasonable period to demonstrate such expected performance before being evaluated.

12. **Authority.** The Board of Trustees have been authorized to execute this Contract on behalf of the District by action of a majority of a quorum of the Trustees present at a properly called and posted meeting on May 5, 2026

I have read this Contract and agree to abide by its terms and conditions:

Superintendent: Jason P. Valentine
Mr. Jason P. Valentine

Date signed: May 5, 2026

By: Haley Garcia
PALACIOS INDEPENDENT SCHOOL DISTRICT
Haley Garcia, Presiding Officer, Board of Trustees

Date signed: May 5, 2026