



UNITED INDEPENDENT SCHOOL DISTRICT AGENDA ACTION ITEM

TOPIC: Approval of Independent Audit Report for the Year Ended August 31, 2017

SUBMITTED BY: Samuel D. Flores **OF:** Comptroller

APPROVED FOR TRANSMITTAL TO SCHOOL BOARD: _____

DATE ASSIGNED FOR BOARD CONSIDERATION: January 24, 2018

RECOMMENDATION:

It is recommended that the Board of Trustees approve the independent audit report for the year ended August 31, 2017, as presented by the independent audit firm of Pattillo, Brown & Hill, L.L.P.

RATIONALE:

The Board is required to have accounting documents and records audited annually by an independent auditor. The current audit report contains an "unmodified" opinion indicating the financial statements and all accompanying notes and information present fairly the financial position of the District.

The audit firm will present preliminary audit findings at the Business Committee Meeting and will present the final audit report at the regularly scheduled board meeting of January 24, 2018.

BUDGETARY INFORMATION:

N/A

BOARD POLICY REFERENCE AND COMPLIANCE:

DRAFT

UNITED INDEPENDENT SCHOOL DISTRICT
ANNUAL FINANCIAL REPORT FOR THE
YEAR ENDED

AUGUST 31, 2017

DRAFT

UNITED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
AUGUST 31, 2017

EXHIBIT A-1

Data Control Codes	Primary Government
	Governmental Activities
ASSETS	
1110 Cash and Cash Equivalents	\$ 126,345,501
1120 Current Investments	90,236,000
1220 Property Taxes Receivable (Delinquent)	5,847,408
1230 Allowance for Uncollectible Taxes	(2,064,361)
1240 Due from Other Governments	20,060,035
1250 Accrued Interest	190,213
1290 Other Receivables, net	1,490,407
1300 Inventories	1,091,154
1410 Prepayments	772,233
Capital Assets:	
1510 Land	49,168,049
1520 Buildings, Net	368,042,805
1530 Furniture and Equipment, Net	19,328,680
1580 Construction in Progress	66,749,078
1000 Total Assets	747,257,202
DEFERRED OUTFLOWS OF RESOURCES	
1701 Deferred Charge for Refunding	2,778,176
1705 Deferred Outflow Related to TRS	47,690,079
1700 Total Deferred Outflows of Resources	50,468,255
LIABILITIES	
2110 Accounts Payable	20,392,709
2150 Payroll Deductions & Withholdings	650
2160 Accrued Wages Payable	12,956,916
2177 Due to Fiduciary Funds	1,500
2180 Due to Other Governments	287,616
2190 Due to Student Groups	85,404
2200 Accrued Expenses	1,159,001
2300 Unearned Revenue	283,166
2400 Payable from Restricted Assets	256,559
Noncurrent Liabilities	
2501 Due Within One Year	25,251,515
2502 Due in More Than One Year	507,619,516
2540 Net Pension Liability (District's Share)	107,737,646
2000 Total Liabilities	676,032,199
DEFERRED INFLOWS OF RESOURCES	
2601 Unavailable Revenue - Property Taxes	-
2605 Deferred Inflow Related to TRS	6,211,397
2600 Total Deferred Inflows of Resources	6,211,397
NET POSITION	
3200 Net Investment in Capital Assets	46,037,518
3820 Restricted for Federal and State Programs	2,484,355
3850 Restricted for Debt Service	9,946,484
3860 Restricted for Capital Projects	51,661,522
3890 Restricted for Other Purposes	1,150,996
3900 Unrestricted	4,200,986
3000 Total Net Position	\$ 115,481,861

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

DRAFT

UNITED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED AUGUST 31, 2017

EXHIBIT B-1

Net (Expense)
Revenue and
Changes in Net
Position

Data Control Codes	1	Program Revenues		6
		3	4	
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Gov. Governmental Activities
Primary Government:				
GOVERNMENTAL ACTIVITIES:				
11 Instruction	\$ 249,826,579	\$ 46,570	\$ 32,335,373	\$ (217,444,636)
12 Instructional Resources and Media Services	6,880,825	-	439,229	(6,441,596)
13 Curriculum and Staff Development	4,062,750	-	3,671,586	(391,164)
21 Instructional Leadership	9,187,746	-	2,501,557	(6,686,189)
23 School Leadership	27,361,535	-	1,655,265	(25,706,270)
31 Guidance, Counseling and Evaluation Services	16,352,054	-	3,138,694	(13,213,360)
32 Social Work Services	3,148,804	-	155,091	(2,993,713)
33 Health Services	4,855,753	-	285,885	(4,569,868)
34 Student (Pupil) Transportation	20,838,285	-	724,018	(20,114,267)
35 Food Services	27,085,640	344,759	26,496,058	(244,823)
36 Extracurricular Activities	14,218,612	5,343,767	126,807	(8,748,038)
41 General Administration	12,230,834	142,156	465,192	(11,623,486)
51 Facilities Maintenance and Operations	39,755,785	-	1,007,797	(38,747,988)
52 Security and Monitoring Services	9,022,734	-	490,240	(8,532,494)
53 Data Processing Services	2,782,970	-	118,101	(2,664,869)
61 Community Services	611,379	-	301,412	(309,967)
72 Debt Service - Interest on Long Term Debt	17,243,834	-	142,294	(17,101,540)
73 Debt Service - Bond Issuance Cost and Fees	1,127,614	-	-	(1,127,614)
81 Capital Outlay	-	-	-	-
95 Payments to Juvenile Justice Alternative Ed. Prg.	174,960	-	-	(174,960)
99 Other Intergovernmental Charges	2,115,552	-	-	(2,115,552)
[TP] TOTAL PRIMARY GOVERNMENT:	\$ 468,884,245	\$ 5,877,252	\$ 74,054,599	(388,952,394)

Data Control Codes	General Revenues:	
	Taxes:	
MT	Property Taxes, Levied for General Purposes	144,166,428
DT	Property Taxes, Levied for Debt Service	25,613,373
SF	State Aid - Formula Grants	168,638,715
GC	Grants and Contributions not Restricted	10,116,273
IE	Investment Earnings	1,548,157
MI	Miscellaneous Local and Intermediate Revenue	3,040,562
TR	Total General Revenues	353,123,508
CN	Change in Net Position	(35,828,886)
NB	Net Position - Beginning	151,310,747
NE	Net Position--Ending	\$ 115,481,861

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

DRAFT

UNITED INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
AUGUST 31, 2017

Data Control Codes	10 General Fund	50 Debt Service Fund	60 Capital Projects
ASSETS			
1110 Cash and Cash Equivalents	\$ 48,555,642	\$ 2,033,948	\$ 71,740,550
1120 Investments - Current	31,000,000	2,000,000	57,200,000
1220 Property Taxes - Delinquent	5,001,222	846,186	-
1230 Allowance for Uncollectible Taxes (Credit)	(1,780,835)	(283,526)	-
1240 Receivables from Other Governments	13,484,209	-	-
1250 Accrued Interest	166,256	1,140	22,713
1260 Due from Other Funds	5,016,864	-	4,024,531
1290 Other Receivables	857,966	-	65,748
1300 Inventories	1,091,154	-	-
1410 Prepayments	772,233	-	-
1000 Total Assets	<u>\$ 104,164,711</u>	<u>\$ 4,597,748</u>	<u>\$ 133,053,542</u>
LIABILITIES			
2110 Accounts Payable	\$ 4,377,647	\$ -	\$ 13,076,058
2150 Payroll Deductions and Withholdings Payable	650	-	-
2160 Accrued Wages Payable	12,291,619	-	-
2170 Due to Other Funds	591,758	-	4,005,730
2180 Due to Other Governments	-	287,616	-
2190 Due to Student Groups	-	-	-
2300 Unearned Revenues	252,026	-	-
2400 Payable from Restricted Assets	256,559	-	-
2000 Total Liabilities	<u>17,770,259</u>	<u>287,616</u>	<u>17,081,788</u>
DEFERRED INFLOWS OF RESOURCES			
2601 Unavailable Revenue - Property Taxes	3,569,291	562,660	-
2600 Total Deferred Inflows of Resources	<u>3,569,291</u>	<u>562,660</u>	<u>-</u>
FUND BALANCES			
Nonspendable Fund Balance:			
3410 Inventories	1,091,154	-	-
3430 Prepaid Items	772,233	-	-
Restricted Fund Balance:			
3450 Federal or State Funds Grant Restriction	1,735,281	-	-
3470 Capital Acquisition and Contractual Obligation	-	-	115,971,754
3480 Retirement of Long-Term Debt	6,199,011	3,747,472	-
3490 Other Restricted Fund Balance	-	-	-
Assigned Fund Balance:			
3550 Construction	2,912,505	-	-
3570 Capital Expenditures for Equipment	2,697,074	-	-
3580 Self-Insurance	125,000	-	-
3600 Unassigned Fund Balance	67,292,903	-	-
3000 Total Fund Balances	<u>82,825,161</u>	<u>3,747,472</u>	<u>115,971,754</u>
4000 Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ 104,164,711</u>	<u>\$ 4,597,748</u>	<u>\$ 133,053,542</u>

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

DRAFT

EXHIBIT C-1

Other Funds	Total Governmental Funds
\$ 1,157,526	\$ 123,487,666
36,000	90,236,000
-	5,847,408
-	(2,064,361)
6,575,826	20,060,035
104	190,213
598	9,041,993
-	923,714
-	1,091,154
-	772,233
<u>\$ 7,770,054</u>	<u>\$ 249,586,055</u>
\$ 1,010,251	\$ 18,463,956
-	650
665,297	12,956,916
4,897,016	9,494,504
-	287,616
85,404	85,404
31,140	283,166
-	256,559
<u>6,689,108</u>	<u>41,828,771</u>
-	4,131,951
-	4,131,951
-	1,091,154
-	772,233
54,950	1,790,231
-	115,971,754
-	9,946,483
1,025,996	1,025,996
-	2,912,505
-	2,697,074
-	125,000
-	67,292,903
<u>1,080,946</u>	<u>203,625,333</u>
<u>\$ 7,770,054</u>	<u>\$ 249,586,055</u>

DRAFT

UNITED INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
AUGUST 31, 2017

EXHIBIT C-2

Total Fund Balances - Governmental Funds	\$ 203,625,333
1 The District uses internal service funds to charge the costs of certain activities, such as self-insurance to appropriate functions in other funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. The net effect of this consolidation is to increase net position.	787,784
2 Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. At the beginning of the year, the cost of these assets was \$727,614,042, the accumulated depreciation was \$293,054,862, and the deferred charge on refunding of \$3,122,590. In addition, long-term liabilities, including bonds payable, Public Property Finance Contractual Obligations (PPFCO's), leases and Loan Star IV Program totaled \$416,780,863 and other long-term liabilities of \$3,863,258 are not due and payable in the current period, and, therefore are not reported as liabilities in the funds. The recognition of the District's proportionate share of the net pension liability require by GASB 68 in the amount of \$102,429,379, a deferred resource inflow related to TRS in the amount of \$7,621,647 and a deferred resource outflow related to TRS in the amount of \$53,254,830 which is a (decrease) in Net Position of \$56,796,196. The net effect of including the beginning balances for capital assets (net of depreciation) and long-term debt and TRS GASB 68 in the governmental activities is to (decrease) net position.	(39,758,546)
3 Current year capital outlays of \$93,235,108 (\$96,525,658 from facilities acquisition and construction with an adjustment of \$3,290,550 coming from the various other functions) and long-term debt principal payments of \$23,027,864, amortization of premiums in the amount of \$2,348,324, the and reductions of \$4,437,985 of other liabilities, and the reduction on the Capital Appreciation Bonds of \$2,443,464 are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. The net effect of issuing General Obligation Bonds of \$103,635,000, refunding bonds in the amount of \$6,055,000, a new capital lease of \$2,218,858 and participation in the Loan STAR IV program of \$7,565,495, the premium of the new bonds of \$17,349,051 and the premium of the refunding bonds of \$1,221,999, the retirement of capital assets of \$121,395, the accretion on Capital Appreciation Bonds of \$1,512,520, the deferred charge of \$344,414 and the accumulation of other benefits of \$4,926,623 in the financial statements should be as decreases in capital assets and increases in long-term debt in the government-wide financial statements. The net effect of including the 2017 capital outlays and debt principal payments is to (decrease) net position.	(19,457,611)
4 GASB 68 required that certain plan expenditures be de-expended and recorded as deferred resource outflows. These contributions made after the measurement date of the plan caused the change in ending net position to increase by \$8,574,991. Contributions made before the measurement date and during the previous fiscal year were also expended and recorded as a reduction in net pension liability. This caused a decrease in net position totaling \$9,045,051. Finally, the proportionate share of the TRS pension expense on the plan as a whole had to be recorded. The net pension expense decreased the change in net position by \$8,992,708. The net result is an increase (decrease) in the change in net position.	(9,462,768)
5 The 2017 depreciation expense of \$32,003,751 net of adjustments/disposals of \$7,619,470 increases accumulated depreciation. The net effect of the current year's depreciation is to (decrease) net position.	(24,384,281)
6 Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing unavailable revenue from property taxes as revenue, eliminating interfund transactions, reclassifying the proceeds of bond sales as an increase in bonds payable, and recognizing the liabilities associated with maturing long-term debt and interest. The net effect of these reclassifications and recognitions is to increase net position.	4,131,950
19 Net Position of Governmental Activities	\$ 115,481,861

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

DRAFT

UNITED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED AUGUST 31, 2017

Data Control Codes	10 General Fund	50 Debt Service Fund	60 Capital Projects
REVENUES:			
5700 Total Local and Intermediate Sources	\$ 150,031,677	\$ 26,039,149	\$ 510,992
5800 State Program Revenues	186,102,894	493,643	-
5900 Federal Program Revenues	31,979,277	-	-
5020 Total Revenues	<u>368,113,849</u>	<u>26,532,792</u>	<u>510,992</u>
EXPENDITURES:			
Current:			
0011 Instruction	204,442,876	-	-
0012 Instructional Resources and Media Services	5,777,273	-	-
0013 Curriculum and Instructional Staff Development	296,936	-	-
0021 Instructional Leadership	6,705,819	-	-
0023 School Leadership	22,337,446	-	-
0031 Guidance, Counseling and Evaluation Services	13,390,949	-	-
0032 Social Work Services	3,068,237	-	-
0033 Health Services	4,652,240	-	-
0034 Student (Pupil) Transportation	17,176,824	-	-
0035 Food Services	24,798,212	-	-
0036 Extracurricular Activities	12,020,552	-	-
0041 General Administration	11,700,131	-	-
0051 Facilities Maintenance and Operations	35,755,040	-	-
0052 Security and Monitoring Services	8,478,434	-	-
0053 Data Processing Services	2,631,400	-	-
0061 Community Services	300,499	-	-
Debt Service:			
0071 Principal on Long Term Debt	1,965,000	13,530,000	-
0072 Interest on Long Term Debt	535,044	15,063,738	-
0073 Bond Issuance Cost and Fees	1,102	142,460	984,052
Capital Outlay:			
0081 Facilities Acquisition and Construction	7,154,061	-	89,371,597
Intergovernmental:			
0095 Payments to Juvenile Justice Alternative Ed. Prg.	174,960	-	-
0099 Other Intergovernmental Charges	2,115,552	-	-
6030 Total Expenditures	<u>385,478,587</u>	<u>28,736,198</u>	<u>90,355,649</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(17,364,738)</u>	<u>(2,203,406)</u>	<u>(89,844,657)</u>
OTHER FINANCING SOURCES (USES):			
7901 Refunding Bonds Issued	-	6,055,000	-
7911 Capital Related Debt Issued (Regular Bonds)	-	-	103,635,000
7913 Capital Leases	2,218,858	-	-
7914 Non-Current Loans	5,572,934	-	-
7916 Premium or Discount on Issuance of Bonds	-	1,221,999	17,349,051
8940 Payment to Bond Refunding Escrow Agent (Use)	-	(7,141,587)	-
7080 Total Other Financing Sources (Uses)	<u>7,791,792</u>	<u>135,412</u>	<u>120,984,051</u>
1200 Net Change in Fund Balances	(9,572,947)	(2,067,994)	31,139,394
0100 Fund Balance - September 1 (Beginning)	<u>92,398,107</u>	<u>5,815,466</u>	<u>84,832,360</u>
3000 Fund Balance - August 31 (Ending)	<u>\$ 82,825,161</u>	<u>\$ 3,747,472</u>	<u>\$ 115,971,754</u>

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

DRAFT

EXHIBIT C-3

	Other Funds	Total Governmental Funds
\$	3,324,489	\$ 179,906,308
	5,085,903	191,682,440
	26,048,113	58,027,390
	34,458,505	429,616,138
	21,509,599	225,952,475
	133,188	5,910,461
	3,504,218	3,801,154
	2,060,706	8,766,525
	3,651,253	25,988,699
	2,283,314	15,674,263
	-	3,068,237
	54,554	4,706,794
	-	17,176,824
	814,005	25,612,217
	-	12,020,552
	-	11,700,131
	4,086	35,759,126
	67,362	8,545,796
	-	2,631,400
	288,466	588,965
	2,836,327	18,331,327
	142,294	15,741,076
	-	1,127,614
	-	96,525,658
	-	174,960
	-	2,115,552
	37,349,373	541,919,807
	(2,890,868)	(112,303,669)
	-	6,055,000
	-	103,635,000
	-	2,218,858
	-	5,572,934
	-	18,571,050
	-	(7,141,587)
	-	128,911,255
	(2,890,868)	16,607,586
	3,971,814	187,017,747
\$	1,080,946	\$ 203,625,333

DRAFT

UNITED 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, 2017

Total Net Change in Fund Balances - Governmental Funds	\$ 16,607,586
<p>The District uses internal service funds to charge the costs of certain activities, such as self-insurance to appropriate functions in other funds. The net income (loss) of internal service funds are reported with governmental activities. The net effect of this consolidation is to increase net position.</p>	528,723
<p>Current year capital outlays of \$93,235,108 (\$96,525,658 from facilities acquisition and construction with an adjustment of \$3,290,550 coming from the various other functions) and long-term debt principal payments of \$23,027,864, amortization of premiums in the amount of \$2,348,324, the and reductions of \$4,437,985 of other liabilities, and the reduction on the Capital Appreciation Bonds of \$2,443,464 are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. The net effect of issuing General Obligation Bonds of \$103,635,000, refunding bonds in the amount of \$6,055,000, a new capital lease of \$2,218,858 and participation in the Loan STAR IV program of \$7,565,495, the premium of the new bonds of \$17,349,051 and the premium of the refunding bonds of \$1,221,999, the retirement of capital assets of \$121,395, the accretion on Capital Appreciation Bonds of \$1,512,520, the deferred charge of \$344,414 and the accumulation of other benefits of \$4,926,623 in the financial statements should be as decreases in capital assets and increases in long-term debt in the government-wide financial statements. The net effect of including the 2017 capital outlays and debt principal payments is to (decrease) net position.</p>	(19,457,611)
<p>Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The net effect of the current year's depreciation is to (decrease) net position.</p>	(24,384,281)
<p>Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing unavailable revenue from property taxes as revenue, adjusting current year revenue to show the revenue earned from the current year's tax levy, eliminating interfund transactions, reclassifying the proceeds of bond sales, and recognizing the liabilities associated with maturing long-term debt and interest. The net effect of these reclassifications and recognitions is to increase net position.</p>	339,465
<p>GASB 68 required that certain plan expenditures be de-expended and recorded as deferred resource outflows. These contributions made after the measurement date of the plan caused the change in ending net position to increase by \$8,574,991. Contributions made before the measurement date and during the previous fiscal year were also expended and recorded as a reduction in net pension liability. This caused a decrease in net position totaling \$9,045,051. Finally, the proportionate share of the TRS pension expense on the plan as a whole had to be recorded. The net pension expense decreased the change in net position by \$8,992,708. The net result is an increase (decrease) in the change in net position.</p>	(9,462,768)
Change in Net Position of Governmental Activities	\$ (35,828,886)

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

DRAFT

UNITED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
AUGUST 31, 2017

EXHIBIT D-1

	Governmental Activities -
	Internal Service Fund
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 2,857,835
Due from Other Funds	451,011
Other Receivables	566,693
Total Assets	<u>3,875,539</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable	1,928,754
Accrued Expenses	1,159,001
Total Liabilities	<u>3,087,755</u>
NET POSITION	
Unrestricted Net Position	<u>787,784</u>
Total Net Position	<u>\$ 787,784</u>

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

DRAFT

EXHIBIT D-2

UNITED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED AUGUST 31, 2017

	Governmental Activities -
	Internal Service Fund
OPERATING REVENUES:	
Local and Intermediate Sources	\$ 38,095,939
Total Operating Revenues	<u>38,095,939</u>
OPERATING EXPENSES:	
Payroll Costs	52,336
Professional and Contracted Services	3,154,509
Claims Expense	34,361,721
Total Operating Expenses	<u>37,568,566</u>
Operating Income	<u>527,373</u>
NONOPERATING REVENUES (EXPENSES):	
Earnings from Temporary Deposits & Investments	1,349
Total Nonoperating Revenues (Expenses)	<u>1,349</u>
Change in Net Position	528,722
Total Net Position - September 1 (Beginning)	<u>259,062</u>
Total Net Position - August 31 (Ending)	<u>\$ 787,784</u>

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

DRAFT

EXHIBIT D-3

UNITED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED AUGUST 31, 2017

	Governmental Activities -
	Internal Service Fund
Cash Flows from Operating Activities:	
Cash Received from User Charges	\$ 38,728,063
Cash Payments to Employees for Services	(52,336)
Cash Payments for Contracted Services	(3,154,509)
Cash Payments for Suppliers	400,004
Cash Payments for Other Operating Expenses	(34,361,721)
Net Cash Provided by Operating Activities	1,559,501
Cash Flows from Investing Activities:	
Interest and Dividends on Investments	1,349
Net Increase in Cash and Cash Equivalents	1,560,850
Cash and Cash Equivalents at Beginning of Year	1,296,985
Cash and Cash Equivalents at End of Year	\$ 2,857,835
Reconciliation of Operating Income to Net Cash	
Provided by Operating Activities:	\$ 527,373
Operating Income:	
Effect of Increases and Decreases in Current Assets and Liabilities:	
Decrease (increase) in Receivables	224,052
Decrease (increase) in Due from Other	408,072
Increase (decrease) in Accounts Payable	(318,427)
Increase (decrease) in Accrued Expenses	718,431
Net Cash Provided by Operating Activities	\$ 1,559,501

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

DRAFT

EXHIBIT E-1

UNITED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
AUGUST 31, 2017

	Agency Fund
<hr/>	
ASSETS	
Cash and Cash Equivalents	\$ 1,462,026
Due from Other Funds	1,500
Other Receivables	18,575
	<hr/>
Total Assets	<u>\$ 1,482,101</u>
LIABILITIES	
Accounts Payable	\$ 3,990
Due to Student Groups	1,478,111
	<hr/>
Total Liabilities	<u>\$ 1,482,101</u>

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

DRAFT

UNITED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED AUGUST 31, 2017

EXHIBIT G-1

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)	
	Original	Final			
REVENUES:					
5700	Total Local and Intermediate Sources	\$ 145,033,488	\$ 148,738,488	\$ 150,031,677	\$ 1,293,189
5800	State Program Revenues	161,479,070	188,317,661	186,102,894	(2,214,767)
5900	Federal Program Revenues	30,158,375	30,158,375	31,979,277	1,820,902
5020	Total Revenues	336,670,933	367,214,524	368,113,849	899,325
EXPENDITURES:					
Current:					
0011	Instruction	189,997,269	206,244,189	204,442,876	1,801,313
0012	Instructional Resources and Media Services	5,363,353	5,826,531	5,777,273	49,258
0013	Curriculum and Instructional Staff Development	247,343	420,538	296,936	123,602
0021	Instructional Leadership	6,410,102	6,840,290	6,705,819	134,471
0023	School Leadership	21,253,256	22,490,315	22,337,446	152,869
0031	Guidance, Counseling and Evaluation Services	12,329,008	13,487,493	13,390,949	96,544
0032	Social Work Services	3,053,536	3,153,312	3,068,237	85,075
0033	Health Services	5,106,186	4,717,923	4,652,240	65,683
0034	Student (Pupil) Transportation	15,089,521	17,503,905	17,176,824	327,081
0035	Food Services	25,767,817	26,378,431	24,798,212	1,580,219
0036	Extracurricular Activities	9,890,058	12,353,008	12,020,552	332,456
0041	General Administration	10,674,650	11,832,960	11,700,131	132,829
0051	Facilities Maintenance and Operations	34,242,911	37,186,778	35,755,040	1,431,738
0052	Security and Monitoring Services	8,313,176	8,817,496	8,478,434	339,062
0053	Data Processing Services	2,484,134	2,852,673	2,631,400	221,273
0061	Community Services	295,101	321,330	300,499	20,831
Debt Service:					
0071	Principal on Long Term Debt	1,965,000	1,965,000	1,965,000	-
0072	Interest on Long Term Debt	535,046	535,046	535,044	2
0073	Bond Issuance Cost and Fees	5,000	5,000	1,102	3,898
Capital Outlay:					
0081	Facilities Acquisition and Construction	250,000	11,242,304	7,154,061	4,088,243
Intergovernmental:					
0095	Payments to Juvenile Justice Alternative Ed. Prg.	200,000	210,000	174,960	35,040
0099	Other Intergovernmental Charges	2,200,000	2,200,000	2,115,552	84,448
6030	Total Expenditures	355,672,467	396,584,522	385,478,587	11,105,935
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	(19,001,534)	(29,369,998)	(17,364,738)	12,005,260
OTHER FINANCING SOURCES (USES):					
7913	Capital Leases	-	2,218,858	2,218,858	-
7914	Non-Current Loans	-	5,572,934	5,572,934	-
7080	Total Other Financing Sources (Uses)	-	7,791,792	7,791,792	-
1200	Net Change in Fund Balances	(19,001,534)	(21,578,206)	(9,572,947)	12,005,259
0100	Fund Balance - September 1 (Beginning)	92,398,107	92,398,107	92,398,107	-
3000	Fund Balance - August 31 (Ending)	\$ 73,396,573	\$ 70,819,901	\$ 82,825,161	\$ 12,005,260

DRAFT

EXHIBIT J-4

UNITED INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - CHILD NUTRITION PROGRAM
 FOR THE YEAR ENDED AUGUST 31, 2017

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 458,700	\$ 458,700	\$ 364,381	\$ (94,319)
5800 State Program Revenues	154,000	764,614	721,913	(42,701)
5900 Federal Program Revenues	25,730,000	25,730,000	24,962,760	(767,240)
5020 Total Revenues	26,342,700	26,953,314	26,049,054	(904,260)
EXPENDITURES:				
0035 Food Services	25,767,817	26,378,431	24,798,212	1,580,219
0051 Facilities Maintenance and Operations	574,883	574,883	401,515	173,368
6030 Total Expenditures	26,342,700	26,953,314	25,199,727	1,753,587
1200 Net Change in Fund Balances	-	-	849,327	849,327
0100 Fund Balance - September 1 (Beginning)	1,580,078	1,580,078	1,580,078	-
3000 Fund Balance - August 31 (Ending)	\$ 1,580,078	\$ 1,580,078	\$ 2,429,405	\$ 849,327

DRAFT

EXHIBIT J-5

UNITED INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - DEBT SERVICE FUND
 FOR THE YEAR ENDED AUGUST 31, 2017

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)	
	Original	Final			
REVENUES:					
5700	Total Local and Intermediate Sources	\$ 26,120,246	\$ 26,120,246	\$ 26,039,149	\$ (81,097)
5800	State Program Revenues	362,759	362,759	493,643	130,884
5020	Total Revenues	26,483,005	26,483,005	26,532,792	49,787
EXPENDITURES:					
Debt Service:					
0071	Principal on Long Term Debt	13,530,000	13,530,000	13,530,000	-
0072	Interest on Long Term Debt	15,063,738	15,063,738	15,063,738	-
0073	Bond Issuance Cost and Fees	5,000	150,000	142,460	7,540
6030	Total Expenditures	28,598,738	28,743,738	28,736,198	7,540
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,115,733)	(2,260,733)	(2,203,406)	57,327
OTHER FINANCING SOURCES (USES):					
7901	Refunding Bonds Issued	-	6,055,000	6,055,000	-
7916	Premium or Discount on Issuance of Bonds	-	1,221,999	1,221,999	-
8940	Payment to Bond Refunding Escrow Agent (Use)	-	(7,141,587)	(7,141,587)	-
7080	Total Other Financing Sources (Uses)	-	135,412	135,412	-
1200	Net Change in Fund Balances	(2,115,733)	(2,125,321)	(2,067,994)	57,327
0100	Fund Balance - September 1 (Beginning)	5,815,466	5,815,466	5,815,466	-
3000	Fund Balance - August 31 (Ending)	\$ 3,699,733	\$ 3,690,145	\$ 3,747,472	\$ 57,327