

Agenda of Regular Meeting

The Board of Trustees Rains ISD

A Regular Meeting of the Board of Trustees of Rains ISD will be held Monday, January 11, 2021, beginning at 6:00 PM in the Rains High School Library, 1651 W. US Hwy. 69, Emory, Texas 75440.

The subjects to be discussed or considered or upon which any formal action may be taken are as listed below. Items do not have to be taken in the order shown on this meeting notice. Unless removed from the consent agenda, items identified within the consent agenda will be acted on at one time.

- I. OPENING - CALL TO ORDER, PLEDGE(S) OF ALLEGIANCE & INVOCATION
- II. WILDCAT ROAR
 - A. School Board Appreciation Month
- III. OPEN FORUM
- IV. ITEMS FOR DISCUSSION AND/OR ACTION
 - A. Consent Agenda
 1. Minutes of the Previous Meeting
 2. Board Member(s) Conflict of Interest Statement(s)- Board Policy BBFA (LEGAL)
 3. Financial Reports
 4. Annual Applications for Tax-Exempt Status, Historic or Archeological Site Property
 5. Superintendent Contract
 6. Bank Signatures
 7. TASB Board Policy Update 116, Affecting Local Policies (see list)
 - B. Business and Finance
 1. WAG Report
 2. Annual Audit Report for Previous Year
 3. Order- Rains Independent School District Unlimited Tax Refunding Bonds, Series 2021
 4. Resolution to Extend COVID Leave
 5. Consider the Purchase of Chromebooks
 - C. Superintendent Reports
 1. District Activities & Projects
 2. Report of Disbursements
 3. COVID 19- Update
- V. PERSONNEL ITEMS FOR DISCUSSION AND/OR ACTION
 - A. Personnel Changes/Update

VI. CLOSED SESSION

A. Personnel, Texas Government Code § 551.074

VII. BOARD CORRESPONDENCE, HANDOUTS (As Available)

If, during the course of the meeting, discussion of any item on the agenda should be held in a closed meeting, the Board will conduct a closed meeting in accordance with the Texas Open Meetings Act, Government Code, Chapter 551, Subchapters D and E or Texas Government Code section 418.183(f). Before any closed meeting is convened, the presiding officer will publicly identify the section or sections of the Act authorizing the closed meeting. All final votes, actions, or decisions will be taken in open meeting. [See BEC(LLEGAL)]

Posted on January 8, 2021 for the Rains I.S.D Board of Trustees.



Navigating To Success

School Board
Recognition Month
January 2021

Thank you, trustees!



**STATE OF TEXAS
OFFICE OF THE GOVERNOR**

As we continue to face the unprecedented challenges presented by the novel coronavirus (COVID-19) pandemic, the importance of ensuring a better tomorrow by securing our young peoples' bright and precious futures has never been greater.

This year has brought the indispensable value of education into sharp focus as school districts across Texas continue to dedicate time and resources to ensure Texas students receive the best education possible regardless of the circumstances. Though we have encountered many new trials, the fact remains that a rigorous and well-rounded education serves as the best foundation upon which young Texans can build successful lives out of their dreams.

School boards play a vital role in our efforts to improve education in the Lone Star State. Across Texas, dedicated school boards work with parents, educators, and community members to create successful learning environments. Our school boards have also been instrumental in our state's educational response to COVID-19 by leading their districts in implementing safety measures, coordinating and facilitating online learning, and providing support to administrative staff, teachers, parents, and students.

While school districts will always face new challenges as they serve the needs of students, Texans can count on their school board members, along with other dedicated school officials, to weather these trials, create opportunities to discuss important issues, develop innovative solutions, and empower educators while remaining focused on their students' futures.

At this time, I encourage all Texans to join in recognizing and celebrating the work and success of our many school board members across Texas, and to remember that the children we nurture today will become the leaders of our state and nation tomorrow.

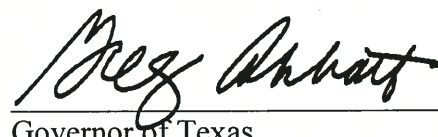
Therefore, I, Greg Abbott, Governor of Texas, do hereby proclaim January 2021 to be

School Board Recognition Month



in Texas, and urge the appropriate recognition whereof.

In official recognition whereof, I hereby affix my signature this the 14th day of December, 2020.


Governor of Texas

REGULAR BOARD MEETING MINUTES
Monday, December 14, 2020

Members Present: Philip D. Alexander, President
Denita Young, Vice President
Brennan Potts, Member
Robert Burns, Member
Paul Foley, Member
Eddie Elliott, Member

Members Absent: Heath Sisk, Secretary

Others Present: Jennifer Johnson, Superintendent
Pamela Gilliard, Executive Assistant to the Superintendent
Jeff Fisher, Assistant Superintendent of Finance
Chuck Fitts, Rains County Leader
Jayde Sustaire, Parent

I. OPENING - CALL TO ORDER/PLEDGE(S) OF ALLEGIANCE/INVOCATION

Philip Alexander called the meeting to order at 6:33 p.m., stating that a quorum was present, this meeting had been duly called and that notice of the meeting had been posted in accordance with the Texas Open Meetings Act, Texas Government Code Chapter 551.

Philip Alexander led the United States Flag Pledge of Allegiance and the Texas State Flag Pledge of Allegiance and Robert Burns gave the invocation.

II. PUBLIC HEARING

A. First Report

Assistant Superintendent Jeff Fisher presented the First Report – School Financial Integrity Rating System of Texas.

III. WILDCAT ROAR

The Fall Wildcat Athletic report was provided to the Board. This report included HS/JH football, volleyball, and cross-country individual and team honors and achievements.

IV. OPEN FORUM

A. Public Open Forum

There was no participation for Public Open Forum.

V. ITEMS FOR DISCUSSION AND/OR ACTION

A. Consent Agenda

A motion was made by Robert Burns and seconded by Heath Sisk, to approve the following items on the consent agenda:

- 1. Minutes of Previous Meeting(s) - Regular Meeting – November 9, 2020**
- 2. Financial Reports**
- 3. High School 2021-2022 Course Description Guide**

A motion was made by Robert Burns and seconded by Heath Sisk, to approve all items on the consent agenda as presented.

Motion carried by unanimous vote.

V. ITEMS FOR DISCUSSION AND/OR ACTION

B. Business and Finance

1. WAG Report

Assistant Superintendent Fisher provided the WAG Financial Report. No action was taken.

V. ITEMS FOR DISCUSSION AND/OR ACTION

B. Business and Finance

A quote from Longhorn Bus Sales was presented to the Board by Assistant Superintendent, Jeff Fisher. The quote is for two buses at the cost of \$94,662.00 each.

A motion was made by Paul Foley and seconded by Denita Young to purchase two buses.

Motion carried by unanimous vote.

V. ITEMS FOR DISCUSSION AND/OR ACTION

C. Superintendent Reports

1. District Activities & Projects

Superintendent Jennifer Johnson provided the Board an update on the current activities in the district. Mrs. Johnson was very excited to announce that JH/HS Band had students make All Region Band.

V. ITEMS FOR DISCUSSION AND/OR ACTION

C. Superintendent Reports

2. Report of Disbursements

The payment of bills/checks listing was provided to the Board.

V. ITEMS FOR DISCUSSION AND/OR ACTION

C. Superintendent Reports

3. COVID-19 Update

Superintendent Johnson gave the Board an update on positive student/employee cases in the district to date. Rapid testing for students/staff has begun and is going well. Mrs. Johnson provided the Board with an update on the issuing of student devices as well as the device agreement that will need to be signed and returned by both parent and student. Cases were purchased for the devices and they should arrive any day. No action was needed for this item.

V. ITEMS FOR DISCUSSION AND/OR ACTION

C. Superintendent Reports

4. iPad Purchase

A quote from Apple was provided to the Board for the purchase of 150 iPads for students at the elementary campus.

A motion was made by Robert Burns and seconded by Eddie Elliott to approve the purchase of iPads.

Motion carried by unanimous vote.

V. ITEMS FOR DISCUSSION AND/OR ACTION

C. Superintendent Reports

4. Amend the 2020-2021 Calendar

Superintendent Johnson presented the Board with the proposed amended 20-21 calendar which shows the change of early release days that were set for December 17 & 18, 2020 and May 26 & 27, 2021 switched to full days. If approved this would allow us to bank three days of minutes in case of another shutdown.

Regular Meeting Minutes – December 14, 2020

A motion was made by Paul Foley and seconded by Eddie Elliott to approve the amended 20-21 calendar as presented.

Motion carried by unanimous vote.

VI. PERSONNEL
A. Personnel Changes/Update

The following personnel changes were reported, but no action was required:

Employment:

- Victoria Mattison, Food Service. Effective 11/30/2020
- Paula Potts, Intermediate SpEd Aide. Effective 11/30/2020
- Sara Washburn, Caregiver. Effective 12/2/2020

Resignations/Terminations:

- Belinda Lewis, Custodian. Effective 11/6/2020
- Brittany Crawford, Custodian. Effective 11/25/2020
- Paula Wellman, Cosmetology. New Effective Date 12/18/2020
- Shane Webber, History Teacher/Coach. Effective 12/18/2020

Item VI.B. was moved to closed session.

At 7:09 p.m. Board President, Philip Alexander stated that the Board would go into closed session to discuss Personnel, §551.074.

VI. PERSONNEL
B. Superintendent Evaluation and Contract

Paul Foley made the motion seconded by Robert Burns to approve the Superintendent Evaluation.

Motion carried by unanimous vote.

VII. CLOSED SESSION
A. Personnel, Texas Government Code §551.074

The Board reconvened in regular session at 8:15 p.m.

VIII. BOARD CORRESPONDENCE

There were no miscellaneous correspondence items to be distributed to Board members.

The meeting was adjourned at 8:15 p.m.

Board President: Philip D. Alexander

Board Secretary: Heath Sisk

Expenditures
December 2020

Account Number Fnd	2020-21 Revised Budget	2020-21 FYTD Activity	Unencumbered Balance
181 E 36 --- COCURRE./EXTRACURR.ACTIVITIES	794,099.00	270,192.54	523,906.46
199 E 11 --- INSTRUCTION	9,211,083.00	3,078,685.78	6,132,397.22
199 E 12 --- INST. RESOURCES & MEDIA SVCS	186,544.00	68,215.48	118,328.52
199 E 13 --- CURRICULUM DEV.& INST.STF DEV	140,528.00	69,655.90	70,872.10
199 E 21 --- INSTRUCTIONAL LEADERSHIP	317,626.00	106,897.24	210,728.76
199 E 23 --- SCHOOL LEADERSHIP	886,414.00	281,936.94	604,477.06
199 E 31 --- GUIDANCE & COUNSELING	592,075.00	199,731.94	392,343.06
199 E 32 --- SOCIAL WORK SERVICES	37,000.00	35,162.00	1,838.00
199 E 33 --- HEALTH SERVICES	125,896.00	44,740.44	81,155.56
199 E 34 --- PUPIL TRANSPORTATION	1,030,864.00	461,544.54	569,319.46
199 E 36 --- COCURRE./EXTRACURR.ACTIVITIES	0.00	0.00	0.00
199 E 41 --- GENERAL ADMINISTRATION	640,989.00	224,355.78	416,633.22
199 E 51 --- PLANT MAINTENANCE & OPERATIONS	2,157,049.00	865,488.69	1,291,560.31
199 E 52 --- SECURITY & MONITORING SERVICES	94,269.00	21,675.99	72,593.01
199 E 53 --- DATA PROCESSING SERVICES	100,500.00	64,975.20	35,524.80
199 E 61 --- COMMUNITY SERVICES	0.00	0.00	0.00
199 E 71 --- DEBT PAYMENT	89,000.00	0.00	89,000.00
199 E 81 --- FACILITIES ACQUISITION	0.00	0.00	0.00
199 E 93 --- PAYMENTS TO FISCAL AGENTS\MBRS	0.00	0.00	0.00
199 E 99 --- Other Intergovernmental	302,000.00	147,372.34	154,627.66
240 E 35 --- FOOD SERVICES	816,209.00	314,370.78	501,838.22
	17,522,145.00	6,255,001.58	35.7% 11,267,143.42
			33.3% of year

**Non Payroll
Expenditures
December 2020**

Account Number Fnd	2020-21 Revised Budget	2020-21 FYTD Activity	Unencumbered Balance
181 E 36 --- COCURRE./EXTRACURR.ACTIVITIES	449,487.00	160,063.87	289,423.13
199 E 11 --- INSTRUCTION	752,843.00	341,125.49	411,717.51
199 E 12 --- INST. RESOURCES & MEDIA SVCS	51,380.00	21,133.47	30,246.53
199 E 13 --- CURRICULUM DEV.& INST.STF DEV	54,017.00	29,721.32	24,295.68
199 E 21 --- INSTRUCTIONAL LEADERSHIP	63,650.00	18,821.03	44,828.97
199 E 23 --- SCHOOL LEADERSHIP	33,200.00	16,426.96	16,773.04
199 E 31 --- GUIDANCE & COUNSELING	37,145.00	20,042.94	17,102.06
199 E 32 --- SOCIAL WORK SERVICES	37,000.00	35,162.00	1,838.00
199 E 33 --- HEALTH SERVICES	4,550.00	3,363.34	1,186.66
199 E 34 --- PUPIL TRANSPORTATION	395,335.00	245,823.56	149,511.44
199 E 36 --- COCURRE./EXTRACURR.ACTIVITIES	0.00	0.00	0.00
199 E 41 --- GENERAL ADMINISTRATION	172,002.00	77,916.08	94,085.92
199 E 51 --- PLANT MAINTENANCE & OPERATIONS	1,100,500.00	475,593.21	624,906.79
199 E 52 --- SECURITY & MONITORING SERVICES	19,400.00	6,194.33	13,205.67
199 E 53 --- DATA PROCESSING SERVICES	100,500.00	64,975.20	35,524.80
199 E 61 --- COMMUNITY SERVICES	0.00	0.00	0.00
199 E 71 --- DEBT SERVICE	89,000.00	0.00	89,000.00
199 E 81 --- FACILITIES ACQUISITION	0.00	0.00	0.00
199 E 93 --- PAYMENTS TO FISCAL AGENTS\MBRS	0.00	0.00	0.00
199 E 99 --- Other Intergovernmental	302,000.00	147,372.34	154,627.66
		0.00	0.00
240 E 35 --- FOOD SERVICES	474,500.00	174,390.52	300,109.48
	4,136,509.00	1,838,125.66	44.4% 2,298,383
			33.3% of year

**Payroll
Expenditures
December 2020**

Account Number Fnd	2020-21 Revised Budget	2020-21 FYTD Activity	Unencumbered Balance
181 E 36 --- COCURR./EXTRACURR.ACTIVITIES	344,612.00	110,128.67	234,483
199 E 11 --- INSTRUCTION	8,458,240.00	2,737,560.29	5,720,680
199 E 12 --- INST. RESOURCES & MEDIA SVCS	135,164.00	47,082.01	88,082
199 E 13 --- CURRICULUM DEV.& INST.STF DEV	86,511.00	39,934.58	46,576
199 E 21 --- INSTRUCTIONAL LEADERSHIP	253,976.00	88,076.21	165,900
199 E 23 --- SCHOOL LEADERSHIP	853,214.00	265,509.98	587,704
199 E 31 --- GUIDANCE & COUNSELING	554,930.00	179,689.00	375,241
199 E 32 --- SOCIAL WORK SERVICES	0.00	0.00	0
199 E 33 --- HEALTH SERVICES	121,346.00	41,377.10	79,969
199 E 34 --- PUPIL TRANSPORTATION	635,529.00	212,538.15	422,991
199 E 36 --- COCURR./EXTRACURR.ACTIVITIES	0.00	0.00	0
199 E 41 --- GENERAL ADMINISTRATION	468,987.00	146,439.70	322,547
199 E 51 --- PLANT MAINTENANCE & OPERATIONS	1,056,549.00	357,255.68	699,293
199 E 52 --- SECURITY & MONITORING SERVICES	74,869.00	15,481.66	59,387
199 E 53 --- DATA PROCESSING SERVICES	0.00	0.00	0
199 E 61 --- COMMUNITY SERVICES	0.00	0.00	0
199 E 81 --- FACILITIES ACQUISITION	0.00	0.00	0
199 E 93 --- PAYMENTS TO FISCAL AGENTS\MBRS	0.00	0.00	0
199 E 99 --- Other Intergovernmental	0.00	0.00	0
240 E 35 --- FOOD SERVICES	341,709.00	128,859.43	212,850
	13,385,636.00	4,369,932.46	32.6% 9,015,704 33.3% of year

SUPERINTENDENT EMPLOYMENT CONTRACT

THE STATE OF TEXAS

§

§

COUNTY OF RAINS

§

THIS CONTRACT is made and entered into by and between the **Board of Trustees** (the “Board”) of the **Rains Independent School District** (the “District”) and **Jennifer Johnson** (the “Superintendent”) (collectively, the “Parties”) and, when effective, supersedes any and all prior employment contracts, addenda, and/or other agreements of such nature between these Parties as if such prior employment contracts, addenda, and/or agreements had never existed.

NOW THEREFORE, the Board and the Superintendent, for and in consideration of the terms hereinafter established and pursuant to the authority of Chapter 21 and Section 11.201(b) of the Texas Education Code, have agreed, and do hereby agree, as follows:

1. TERM

- 1.1 *Employment.* The Board, by and on behalf of the District, does hereby employ the Superintendent, and the Superintendent does hereby accept employment as Superintendent of Schools for the District for a term of three (3) years, beginning on July 1, 2021, and ending on June 30, 2024. The District may, by action of the Board, and with the consent and approval of the Superintendent, extend the term of this Contract as permitted by state law.
- 1.2 *No Right of Tenure.* The Board has not adopted any policy, rule, regulation, law or practice providing for tenure. No right of tenure is created by this Contract. No contractual obligation, expectancy of continued employment, claim of entitlement, or property interest, express or implied, is created beyond the contract term.

2. EMPLOYMENT

- 2.1 *Duties.* The Superintendent shall faithfully perform the duties of the Superintendent of Schools for the District as prescribed in the job description and/or Board policy 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 adopted or amended. The Superintendent agrees to devote her time, skill, labor and attention to the performance of her duties during the term of this Contract. All duties assigned to the Superintendent by the Board shall be appropriate to and consistent with the professional role and responsibility of the Superintendent.
- 2.2 *Professional Certification and Records.* The Superintendent shall, at all times

during employment by the District, hold a valid certificate required of a superintendent by the State of Texas and issued by the Texas Education Agency or the State Board for Educator Certification and all other certificates required by law or Board policy. This Contract is conditioned on the Superintendent providing the necessary certification and experience records, medical records, oath of office, and other records required for the personnel files or payroll purposes. Failure to provide necessary certification shall render this Contract void. Any material and intentional misrepresentation may be grounds for dismissal.

- 2.3 *Criminal History.* The Superintendent represents that she has made written disclosure to the Board of any conviction, no contest or guilty plea, or other adjudication of the Superintendent for any felony, offense involving moral turpitude, or any other offense listed at 19 Tex. Admin. Code § 249.16(c). The Superintendent shall also be subject to a criminal history record check, and her employment is contingent upon such results being favorable and consistent with information previously disclosed to the Board. The Superintendent also agrees that, during the term of this Contract, she will notify the Board, in writing, of any arrest, indictment, conviction, no contest or guilty plea, or other adjudication of the Superintendent for any of the offenses referenced herein. Such notification shall be provided to the Board as soon as possible, but no later than seven calendar days after the event giving rise to the notification.
- 2.4 *Reassignment.* The Superintendent cannot be reassigned from the position of Superintendent to another position without the Superintendent's express written consent.
- 2.5 *Consultant Activities.* The Superintendent agrees to devote her time, skill, labor and attention to performing her duties, but may, with the permission of the board, undertake consulting work, speaking engagements, lecturing, training and other professional duties (collectively referred to as "Consulting Services") that do not conflict or interfere with the Superintendent's professional responsibilities to the District. The Superintendent may accept a reimbursement of expenses for such Consulting Services at no expense to the District. Consulting Services provided by the Superintendent under the terms and conditions of this paragraph must be consistent with state and federal law.
- 2.6 *Professional Growth.* The Board encourages the Superintendent to attend, actively participate in, and/or join professional and civic organizations at the local, state and national levels. The Superintendent may attend and participate in appropriate professional organization meetings with prior Board approval. Reasonable and necessary expenses associated with the attendance at said meetings shall be reimbursed by Rains Independent School District. The District shall also pay membership fees and dues of the Superintendent to the Texas Association of School Administrators and, subject to Board approval, one additional professional

organization membership necessary to maintain and improve the Superintendent's professional skills. Subject to Board approval, the District shall also pay membership fees and dues of the Superintendent to up to two (2) local civic organizations of the Superintendent's choice during the term of this Contract.

- 2.7 *Board/Superintendent Relations.* The Board, individually and collectively, shall refer in a timely manner all substantive criticisms, complaints, and suggestions called to the Board's attention either: (a) to the Superintendent for study and appropriate action, and the Superintendent shall refer such matter to the appropriate district employee or shall investigate such matter and shall within a reasonable time inform the board of the results of such efforts; or (b) to the appropriate complaint resolution procedure as established by District board policies.
- 2.8 *Attendance at Board Meetings.* The Superintendent shall attend all meetings of the Board, both public and closed, with the exception of 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 shall attend such meetings.

3. COMPENSATION

- 3.1 *Salary.* The District shall provide the Superintendent with an annual salary in the sum of One Hundred Thirty-Five Thousand Dollars and No Cents (\$135,000.00). This annual salary rate shall be paid to the Superintendent in equal monthly installments consistent with the Board's policies. This compensation shall begin on July 1, 2021.
- 3.2 *Discretionary Salary Adjustments.* At any time during the term of this Contract, the Board may, in its discretion, review and adjust the salary of the Superintendent. However, no such adjustment shall result in the Superintendent being paid less than the salary set forth in this Contract without the mutual consent of both parties.
- 3.3 *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. With the exception of out-of-district mileage expenses (*see* Paragraph 3.5 below), the District shall also reimburse the Superintendent for out-of-district travel expenses incurred by the Superintendent in the continuing performance of the Superintendent's duties under this Contract to the extent allowed by law and Board policy, so long as said out-of-district travel is authorized by the Board. The Superintendent shall comply with all reimbursement procedures and documentation requirements in accordance with Board policy.

- 3.4 *Mileage Allowance.* All out-of-district travel will be covered pursuant to Board Policy and IRS Regulations as required by the reimbursement requirements of Texas law. The District agrees to pay the actual and incidental costs incurred by the Superintendent for out-of-district travel, including, but not necessarily limited to, gasoline, hotel accommodations, meals, rental car, airfare, and other incidental expenses reasonably incurred in the performance of the business of the District. The Superintendent shall comply with all procedures and documentation requirements in accordance with Board policy.
- 3.5 *Health Insurance.* The District shall provide benefits to the Superintendent as provided by state law and Board policies. The District shall pay the same amount toward the premiums for the Superintendent's health insurance coverage that the District contributes for other 12-month employees. The Board reserves the right to amend its policies at any time during the term of this Contract to reduce or increase these benefits, at the Board's sole discretion. Annually, Superintendent shall undergo a physical examination performed by a licensed physician.
- 3.6 *Electronic Devices.* The District shall provide the Superintendent with a laptop at District expense to be used for District business and for a reasonable amount of personal use. The Superintendent is further authorized to use other District equipment, such as desktop computer and telephone, for a reasonable amount of personal use.
- 3.7 *Communications Allowance.* The District shall provide the Superintendent with a communications allowance of One Thousand Two Hundred Dollars (\$1,200.00) per year, to be paid in monthly increments of One Hundred Dollars (\$100.00). The Superintendent shall maintain a personal account for communications service and shall not open an account in the name of the District. The Superintendent shall have total responsibility for payment of her personal account and the District shall have no obligation or responsibility related to said communications account other than making the monthly payment to the Superintendent of the communications allowance stated herein.
- 3.8 *Vacation, Holidays and Sick Leave.* The Superintendent may observe the same legal holidays as provided by Board policy for other professional staff on 12-month contracts and shall be allowed the same number of days for vacation, sick leave, and/or personal leave as provided by Board policy for the professional staff on 12-month contracts. The Superintendent will seek Board approval for any vacations that will require the Superintendent to be absent from her office for a period of ten (10) consecutive working days. The vacation days taken by the Superintendent will be taken at such time or times as will least interfere with the performance of the Superintendent's duties as set forth in this Contract.

4. REVIEW OF PERFORMANCE

- 4.1 *Development of Goals.* The Superintendent shall submit to the Board a preliminary list of goals for the District each year for the Board's consideration and adoption. The Superintendent and the Board shall then meet, and the Board shall approve or revise the list of goals. The Superintendent shall submit to the Board for its approval a plan to implement the goals. The Superintendent and the Board shall meet biannually to assess the goals and may adjust or revise the goals either by action of the Board or upon recommendation of the Superintendent and approval of the Board. The goals approved by the Board shall at all times be reduced to writing ("District Goals") and shall be among the criteria on which the Superintendent's performance is reviewed and evaluated. The Board agrees to work with and support the Superintendent in achieving the District goals.
- 4.2 *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 toward accomplishing the District Goals.
- 4.3 *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.
- 4.4 *Evaluation Format and Procedure.* The evaluation format and procedure shall be in accordance with the Board's policies and state and federal law. In the event that 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. The 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. 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, the

Superintendent shall be provided a reasonable period of time to demonstrate such expected performance before being evaluated.

5. RENEWAL OR NON-RENEWAL

5.1 *Renewal/Non-renewal.* Renewal or non-renewal of this Contract shall be in accordance with Board policy and applicable law.

6. TERMINATION OF EMPLOYMENT

6.1 *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. After the Superintendent has returned the signed contract, the Superintendent will not be released from this Contract without the written consent of the Board.

6.2 *Death/Retirement.* This Contract shall be terminated upon the death of the Superintendent or upon the Superintendent's retirement under the Teacher Retirement System of Texas.

6.3 *Dismissal for Good Cause.* The Board may dismiss the Superintendent during the term of the Contract for good cause. The term "good cause" is defined as follows:

- (a) Failure to fulfill duties or responsibilities as set forth under the terms and conditions of this Contract;
- (b) Incompetence or inefficiency in the performance of required duties as documented by evaluations, supplemental memoranda, or other written communication from the Board; provided, however, the terms and conditions of this paragraph shall not justify good cause unless the Board has provided the Superintendent a reasonable opportunity to remediate any incompetency or inefficiency;
- (c) Insubordination or failure to comply with lawful written Board directives;
- (d) Failure to comply with the Board's policies or the District's administrative regulations;
- (e) Neglect of duties;
- (f) Drunkenness or excessive use of alcoholic beverages;
- (g) Illegal use of drugs, hallucinogens, or other substances regulated by the Texas Controlled Substances Act;

- (h) Conviction of a felony or crime involving moral turpitude;
- (i) Failure to meet the District's standards of professional conduct;
- (j) Failure to comply with reasonable district professional development requirements regarding advanced course work or professional development;
- (k) Disability, not otherwise protected by law, that impairs performance of the required duties of the Superintendent;
- (l) Immorality, which is conduct the Board determines is not conformity with the accepted moral standards of the community encompassed by the District. Immorality is not confined to sexual matters, but includes conduct inconsistent with rectitude or indicative of corruption, indecency, or depravity;
- (m) Assault on an employee or student;
- (n) Knowingly falsifying records or documents related to the District's activities;
- (o) Conscious misrepresentation of facts to the Board or other District officials in the conduct of the District's business;
- (p) Failure to fulfill requirements for superintendent certification; or
- (q) Any other reason constituting "good cause" under Texas law or decisions of the Texas Commissioner of Education.

6.4 *Termination Procedure.* In the event that the Board proposes to terminate this Contract or suspend the Superintendent without pay for good cause, the Superintendent shall be afforded all the rights set forth in the Board's policies and state law.

6.5 *Resignation.* The Superintendent may leave the employment of the District at the end of the school year without penalty by filing a written resignation with the Board. The resignation must be addressed to the Board and filed no later than the 45th day before the first day of instruction of the following school year. The Superintendent may resign, with the consent of the Board, at any other time.

7. PROFESSIONAL LIABILITY

- 7.1 To the extent it may be permitted to do so by applicable law, including, but not limited to Texas Civil Practice & Remedies Code, Chapter 102, the District does hereby agree to defend, hold harmless, and indemnify Superintendent from any and all demands, claims, suits, actions, judgments, expenses and attorneys' fees incurred in any legal proceedings brought against Superintendent in the Superintendent's official capacity as an employee and as Superintendent of the District, provided the incident(s) which is (are) the basis of such demands, claims, suits, actions, judgments, expenses, and/or attorneys' fees, arose or do arise in the future from an act or omission of Superintendent as an employee of the District, acting within the course and scope of Superintendent's employment with the District, excluding however, any such demand, claim, suits, actions, judgments, expenses, and/or attorneys' fees for those claims or any causes of action where it is determined that Superintendent committed official misconduct, or committed a willful or wrongful act or omission, or an act or omission constituting gross negligence, or acted in bad faith; and excluding any costs, fees, expenses or damages that would be recoverable or payable under an insurance contract, held either by the District or by Superintendent. The selection of Superintendent's legal counsel shall be with the mutual agreement of Superintendent and the District if such legal counsel is not also District's legal counsel. A legal defense may be provided through insurance coverage, in which case Superintendent's right to agree to legal counsel provided for Superintendent will depend upon the terms of the applicable insurance contract. To the extent this Section 7.1 exceeds the authority provided and limitations imposed by applicable Texas law, this provision shall be construed and modified accordingly.
- 7.2 The Board shall not be required to pay any costs of any legal proceedings in the event the Board and the Superintendent are adverse parties to each other in any such proceedings.
- 7.3 During the term of this Contract, including any future extensions, the Superintendent shall fully cooperate with the District in the defense of any and all demands, claims, suits, actions, and/or legal proceedings brought against the District.

8. MISCELLANEOUS

- 8.1 *Controlling Law.* This Contract shall be governed by the laws of the State of Texas, without regard to any choice of law provisions contained therein, and shall be performable in Rains County. Venue for any action brought pertaining to this Contract shall be proper in Rains County, Texas.
- 8.2 *Amendment.* This Contract embodies the entire agreement between the parties and cannot be amended except by written agreement of the parties.

- 8.3 *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, the terms of this Contract shall take precedence over the contrary provisions of the Board’s policies or any such permissive law, unless otherwise prohibited by law.

- 8.4 *Savings Clause.* In the event any one or more of the provisions contained in this Contract shall, for any reason, be held to be invalid, illegal, or unenforceable, such invalidity, illegality, or unenforceability shall not affect any other provision thereof, and this Contract shall be construed as if such invalid, illegal or unenforceable provision had never been contained herein.

- 8.5 *Acceptance.* This offer shall expire unless signed and returned to the Board or its authorized representative by 5:00 p.m. on the 15th day of February, 2021.

EXECUTED on this, the ____ day of _____, 2021.

RAINS INDEPENDENT SCHOOL DISTRICT

BY: _____
PHILIP D. ALEXANDER
PRESIDENT, BOARD OF TRUSTEES

BY: _____
HEATH SISK
SECRETARY, BOARD OF TRUSTEES

DATE: _____

DATE: _____

ACCEPTED BY SUPERINTENDENT

JENNIFER JOHNSON

DATE: _____

Explanatory Notes

TASB Localized Policy Manual Update 116

Rains ISD

ATTN(NOTE)

GENERAL INFORMATION ABOUT THIS UPDATE

New! Local Policy Overview for Update 116: The newly redesigned publication *Local Policy Overview* is available in the myTASB Policy Service Resource Library. *Local Policy Overview* is presented in both video and written document formats and replaces *Vantage Points*, previously provided on yellow paper in mailed update packets and available online.

Like *Vantage Points*, the *Local Policy Overview* provides a general, high-level overview of the changes to the (LOCAL) policies included in TASB updates. This resource has been redesigned to better present the information and to meet accessibility standards for individuals with visual impairments. Both the video and written formats of the *Local Policy Overview* are available on myTASB in [Policy Manual Update Re-sources](#). From there, you may forward them electronically or print the written document for distribution to staff and board members.

(LEGAL) policies provide the legal framework for key areas of district operations; they are not adopted by the board.

A25(INDEX)

CROSS-INDEX

The cross-index has been updated to reflect new terms and revisions to content and coding in the policy manual.

AIA(LEGAL)

ACCOUNTABILITY: ACCREDITATION AND PERFORMANCE INDICATORS

Revisions from Administrative Code rules incorporate details previously included in the [Local Accountability Systems Guide](#). The *Guide* is no longer adopted by reference in the Administrative Code but is available online.

AIB(LEGAL)

ACCOUNTABILITY: PERFORMANCE REPORTING

We have added revised Administrative Code rules addressing Results Driven Accountability, a framework to evaluate district performance in regard to certain populations of students in select program areas.

AIC(LEGAL)

ACCOUNTABILITY: INTERVENTIONS AND SANCTIONS

Provisions regarding Monitoring Reviews and On-Site Investigations have been revised to better reflect statute.

BE(LEGAL)

BOARD MEETINGS

Provisions at Persons with Hearing Impairments have been revised to better reflect statute.

BJCB(LEGAL)

SUPERINTENDENT: PROFESSIONAL DEVELOPMENT

Details from revised Administrative Code rules have been added to the provision requiring superintendents to receive training on identifying and reporting potential victims of sexual abuse, human trafficking, and other maltreatment of children.

C(LEGAL)

BUSINESS AND SUPPORT SERVICES

The title of CX has been revised to Contracts for Facilities to better reflect the content.

CBB(LEGAL)

STATE AND FEDERAL REVENUE SOURCES: FEDERAL

Extensive revisions to this legally referenced policy are based on Office of Management and Budget (OMB) amendments to federal regulations addressing awards and grants.

Explanatory Notes

TASB Localized Policy Manual Update 116

Rains ISD

CCG(LLEGAL)

LOCAL REVENUE SOURCES: AD VALOREM TAXES

Provisions, effective January 1, 2021, from Senate Bill 2, 86th Legislative Session, have been added and address:

- Use and submission of the comptroller's tax rate calculation forms to calculate the no-new-revenue and voter-approval tax rates; and
- Taxpayer injunctions restraining the collection of taxes and prohibiting a district from adopting a tax rate if certain requirements are not met.

Guidance from the Texas Tax Code on calculating the voter approval tax rate has also been added.

CE(LLEGAL)

ANNUAL OPERATING BUDGET

We have added a provision requiring the board to attach the forms used to calculate the no-new-revenue and voter-approval tax rates as an appendix to the district's budget. The provision is effective January 1, 2021, and is from Senate Bill 2, 86th Legislative Session.

CFC(LLEGAL)

ACCOUNTING: AUDITS

Revised Administrative Code rules clarify that the district's independent auditor must be associated with a certified public accountancy firm licensed by the Texas State Board of Public Accountancy or a state licensing agency from another state.

CKB(LLEGAL)

SAFETY PROGRAM/RISK MANAGEMENT: ACCIDENT PREVENTION AND REPORTS

New Administrative Code rules on mandatory school drills have been added.

CO(LLEGAL)

FOOD AND NUTRITION MANAGEMENT

We have updated web links in this legally referenced policy.

COA(LLEGAL)

FOOD AND NUTRITION MANAGEMENT: PROCUREMENT

We have updated web links in this legally referenced policy.

COB(LLEGAL)

FOOD AND NUTRITION MANAGEMENT: FREE AND REDUCED-PRICE MEALS

We have updated web links in this legally referenced policy.

CQA(LLEGAL)

TECHNOLOGY RESOURCES: DISTRICT, CAMPUS, AND CLASSROOM WEBSITES

A new required internet posting has been added from revised Administrative Code rules. A district with a local accountability system must post on the district's website an explanation of the methodology used to assign local campus accountability performance ratings.

CQB(LOCAL)

TECHNOLOGY RESOURCES: CYBERSECURITY

To ease compliance with state law provisions requiring the board to select a cybersecurity training program and verify and report cybersecurity training by district employees, recommended revisions to this policy provide for the board to delegate these responsibilities to the superintendent.

Explanatory Notes

TASB Localized Policy Manual Update 116

Rains ISD

CX(LLEGAL) CONTRACTS FOR FACILITIES

The title to this legally referenced policy has been changed to Contracts for Facilities, and the text has been revised to better reflect statute.

DAA(LLEGAL) EMPLOYMENT OBJECTIVES: EQUAL EMPLOYMENT OPPORTUNITY

This legally referenced policy has been significantly reorganized to focus on discrimination in hiring and discharging employees. Some details on disability discrimination have been moved to DIA, addressing discrimination, harassment, and retaliation in other aspects of employment.

For clarification a Note has been added to indicate that Title VII, the Americans with Disabilities Act, and the Genetic Information Nondiscrimination Act only apply to employers with 15 or more employees as described in the Note.

DBA(LLEGAL) EMPLOYMENT REQUIREMENTS AND RESTRICTIONS: CREDENTIALS AND RECORDS

This legally referenced policy has been updated to clarify that holders of intern or probationary certificates may be employed on an emergency permit under certain circumstances.

DCD(LOCAL) EMPLOYMENT PRACTICES: AT-WILL EMPLOYMENT

Recommended revisions clarify that an at-will employee's appeal of dismissal would follow the district's employee grievance policy and not begin with the board.

The *Legal Issues in Update 116* memo describes common legal concerns and best practices specific to [this policy topic](#).

DEAA(LLEGAL) COMPENSATION PLAN: INCENTIVES AND STIPENDS

References have been added to new Administrative Code rules on optional local teacher designation systems and mentor teacher training programs.

DH(EXHIBIT) EMPLOYEE STANDARDS OF CONDUCT

The Educators' Code of Ethics has been updated to reflect current Administrative Code rules.

DIA(LLEGAL) EMPLOYEE WELFARE: FREEDOM FROM DISCRIMINATION, HARASSMENT, AND RETALIATION

This legally referenced policy has been significantly reorganized to focus on the prohibition against discrimination, harassment, and retaliation with respect to compensation, terms, conditions, or privileges of employment.

For clarification a Note has been added to indicate that Title VII, the Americans with Disabilities Act, and the Genetic Information Nondiscrimination Act only apply to employers with 15 or more employees as described in the Note.

DP(LLEGAL) PERSONNEL POSITIONS

Revised Administrative Code rules implement House Bill 1501 from the 86th Legislative Session, which created the Texas Behavioral Health Executive Council to regulate psychological services in public schools, including services provided by a licensed specialist in school psychology.

Explanatory Notes

TASB Localized Policy Manual Update 116

Rains ISD

EHAC(LEGAL) BASIC INSTRUCTIONAL PROGRAM: REQUIRED INSTRUCTION (SECONDARY)

Revisions from amended Administrative Code rules align the required secondary curriculum with changes to the technology applications and CTE TEKS and legislation from the 86th Legislative Session.

In addition, provisions on personal financial literacy were moved within the policy for clarity.

EHBC(LEGAL) SPECIAL PROGRAMS: COMPENSATORY/ACCELERATED SERVICES

From amended Administrative Code rules, we have added provisions explaining:

- How educationally disadvantaged students are defined for the compensatory education allotment and the methods a district may use to verify eligibility; and
- The approval process a district must use to claim students receiving a full-time virtual education through TXVSN in their counts of educationally disadvantaged students.

EIF(LEGAL) ACADEMIC ACHIEVEMENT: GRADUATION

We have added a new Administrative Code rule addressing the option for an elementary school student to complete a course in American Sign Language to satisfy one of the required graduation credits for languages other than English.

EKB(LEGAL) TESTING PROGRAMS: STATE ASSESSMENT

Amended Administrative Code rules require a student in grades 3 through 8 who is enrolled in an accelerated course and who will complete the high school end-of-course assessment for the content area prior to high school to take the ACT or SAT in high school.

Revisions at Accountability Testing are to better match statutory wording.

EKBA(LEGAL) STATE ASSESSMENT: ENGLISH LANGUAGE LEARNERS/LEP STUDENTS

Revised Administrative Code rules address the administration of the alternate English language proficiency assessment for students with the most significant cognitive disabilities and amend terminology in some places from *English language learner* to *English learner*.

FDD(LEGAL) ADMISSIONS: MILITARY DEPENDENTS

Under new Administrative Code rules, a campus may qualify to earn a Purple Star Designation if the campus meets criteria demonstrating supports and resources for its military-connected students.

FFAC(LOCAL) WELLNESS AND HEALTH SERVICES: MEDICAL TREATMENT

Policy Service recommends several revisions to this local policy on student medical treatment to reflect current guidance from the Texas Department of State Health Services (DSHS) and common district practices.

- Administrative details on student illness and accidents are recommended for removal.
- Provisions on administering medication provided by parents direct the superintendent to designate the employees authorized to administer medication and refer to administrative regulations for detailed requirements.
- In accordance with DSHS guidance, the policy now reflects that the district shall not purchase non-prescription medication to administer to students. **Contact the district's policy consultant if the**

Explanatory Notes

TASB Localized Policy Manual Update 116

Rains ISD

district purchases or provides any medication for students, including providing nonprescription medication in the district's athletic program, unassigned epinephrine auto-injectors, or unassigned prescription asthma medication.

- Medical treatment provisions have been updated to clarify who may complete medical treatment authorization forms and reflect that the district shall seek appropriate emergency care for a student as required or deemed necessary. This new text is recommended to replace previous text that covered emergency treatment forms.

See FFAC in the [TASB Regulations Resource Manual](#) for updated procedures and forms.

The *Legal Issues in Update 116* memo describes common legal concerns and best practices specific to [this policy topic](#).

FFEB(LLEGAL) COUNSELING AND MENTAL HEALTH: MENTAL HEALTH

Revised Administrative Code rules adopted by the Texas Behavioral Health Executive Council address consent regarding school psychological services provided by a licensed specialist in school psychology.

FFG(LLEGAL) STUDENT WELFARE: CHILD ABUSE AND NEGLECT

Revisions at SBEC Disciplinary Action are from amended Administrative Code rules. We have also added a Note connecting the general child abuse and neglect investigation provisions in this legally referenced policy with the more specific provisions at GRA(LLEGAL) addressing investigations of abuse and neglect at school.

FFH(LLEGAL) STUDENT WELFARE: FREEDOM FROM DISCRIMINATION, HARASSMENT, AND RETALIATION

A revision clarifies that the notification of nondiscrimination required by Title IX does not need to state that it extends to admission.

FL(LLEGAL) STUDENT RECORDS

Revisions have been made to reorganize the provisions for better flow and to better match statutory text. Provisions on flagging records of missing children and notifying law enforcement of subsequent requests for those records have been moved to GRAA(LLEGAL). Provisions regarding student information a district receives from law enforcement have been removed, as these provisions are duplicated at GRAA(LLEGAL).

GKA(LOCAL) COMMUNITY RELATIONS: CONDUCT ON SCHOOL PREMISES

A recommended revision specifies that a person filing a complaint regarding refusal of entry to or ejection from property based on Education Code 37.105 shall be permitted to address the board within 90 "calendar" days. This change aligns with changes made at Update 115 to the grievance policies at FNG and GF.

The *Legal Issues in Update 116* memo describes common legal concerns and best practices specific to [this policy topic](#).

GNC(LLEGAL) RELATIONS WITH EDUCATIONAL ENTITIES: COLLEGES AND UNIVERSITIES

Details on contracting with an institution of higher education for design or construction of instructional or athletic facilities have been removed, as this information is located in CX(LLEGAL).

Explanatory Notes
TASB Localized Policy Manual Update 116

Rains ISD

GRA(LLEGAL)

**RELATIONS WITH GOVERNMENTAL ENTITIES: STATE AND LOCAL
GOVERNMENTAL AUTHORITIES**

New Administrative Code rules implement the Child Abuse and Treatment Act, resulting in extensive revisions to this legally referenced policy addressing Department of Family and Protective Services investigations of abuse and neglect at school.

GRAA(LLEGAL)

**STATE AND LOCAL GOVERNMENTAL AUTHORITIES: LAW
ENFORCEMENT AGENCIES**

Provisions on flagging records of missing children and notifying law enforcement of subsequent requests for those records have been moved to this code from FL(LLEGAL).

Update 116 Local Policy Overview

December 11, 2020

Introduction

Update 116 includes recommended (LOCAL) policy revisions concerning the dismissal appeal process for employees, cybersecurity training, student medical treatment, and community conduct on school premises.

While not covered in this publication, many of the (LEGAL) policies included in this update were affected by recent changes to Administrative Code rules or legislation from the 86th Legislative Session that will be effective as of January 1, 2021.

TASB Numbered Update Reminders

You should also review your own district's customized Update 116 materials for your specific policy recommendations. Please remember that (LEGAL) policies provide the legal framework for key areas of district operations; they are not adopted by the board.

CQB: Technology Resources, Cybersecurity

Current state law requires the board to select a cybersecurity training program and to verify and report cybersecurity training completed by employees. To ease compliance with this law, the recommend revision delegates these responsibilities to the superintendent.

DCD: Employment Practices, At-Will Employment

DCE: Employment Practices, Other Types of Contracts

Most districts have adopted an employee complaint policy that can be found at DGBA(LOCAL). It establishes a process that an employee would follow before a complaint is heard by the board.

Both DCD(LOCAL) and DCE(LOCAL) reference DGBA under the sections that address appeals. The recommended revisions are intended to clarify that an at-will employee who is dismissed or a non-Chapter 21 contract employee whose contract is not reissued would follow the grievance process as outlined in policy DGBA, including proceeding through the relevant hearing levels before a complaint goes to the board.

FFAC: Wellness and Health Services, Medical Treatment

Substantial revisions at policy FFAC(LOCAL) are recommended:

- To align the policy with current Texas Department of State Health Services (DSHS) guidance;
- To include only those board-level decisions that should be reflected in policy; and
- To remove provisions that are more appropriate in the district's administrative regulations.

Recommended for removal from this policy and inclusion in the district's regulations are administrative details concerning:

- How the district responds when a student becomes ill;
- What steps to take when a student is involved in an accident; and
- Requirements for administering medication provided by parents.

Some districts have policies that would permit the district to purchase nonprescription medication for use in the district athletic program. Special provisions are included in those districts' policies to address this practice.

In accordance with DSHS guidance, however, in most districts' policies the text now reflects that the district shall not otherwise purchase nonprescription medication to administer to students.

Districts also have the option to purchase unassigned, prescription epinephrine auto-injectors and unassigned, prescription asthma medications. If your district purchases epinephrine auto-injectors or asthma medication, state law requires board-adopted policy. Please contact your policy consultant if your district currently purchases these specific prescription medications or if your district purchases nonprescription medications not currently reflected in policy.

The provisions covering medical treatment have also been updated to clarify who may complete the medical treatment authorization form and to reflect that the district will seek appropriate emergency care for a student as required or deemed necessary.

GKA: Community Relations, Conduct on School Premises

The recommended revision in this policy specifies that a person filing a complaint regarding refusal of entry to or ejection from property based on Education Code 37.105 shall be permitted to address the board within 90 "calendar" days unless the complaint is resolved before coming to the board.

Thank You!

That covers the local policies in Update 116 for most districts. We hope you find this overview helpful. Should you have any questions or want further

clarification, please feel free to contact your assigned policy consultant at the [TASB Policy Service website](#).¹

¹ TASB Policy Service: <https://policy.tasb.org>



(LOCAL) Policy Comparison Packet

This packet is generated by an automated process that compares the updated policy to the district's current policy as found in TASB records.

In this packet, you will find:

- Policies being recommended for revision (annotated)
- New policies (not annotated)
- Policies recommended for deletion (annotated in PDF; omitted in Word)

Annotations are shown as follows.

- *Deletions* are shown in a red strike-through font: ~~deleted text~~.
- *Additions* are shown in a blue, bold font: **new text**.
- Blocks of text that have been *moved* without alteration are shown in green, with double underline and double strike-through formatting to distinguish the text's destination from its origin: ~~moved text~~ becomes moved text.
- *Revision bars* appear in the right margin, as above.

Note: While the annotation software competently identifies simple changes, large or complicated changes—as in an extensive rewrite—may be more difficult to follow. In addition, TASB's recent changes to the policy templates to facilitate accessibility sometimes makes formatting changes appear tracked, even though the text remains the same.

For further assistance in understanding policy changes, please refer to the explanatory notes in your Localized Policy Manual update packet or contact your policy consultant.

Contact:	School Districts and Education Service Centers	Community Colleges
	policy.service@tasb.org	colleges@tasb.org
	800.580.7529 512.467.0222	800.580.1488 512.467.3689

Plan The District shall develop a cybersecurity plan to secure the District's cyberinfrastructure against a cyberattack or any other cybersecurity incidents, determine cybersecurity risk, and implement appropriate mitigation planning.

Coordinator The Superintendent shall designate a cybersecurity coordinator. The cybersecurity coordinator shall serve as the liaison between the District and the Texas Education Agency (TEA) in cybersecurity matters and as required by law report to TEA breaches of system security.

Training The Board delegates to the Superintendent the authority to:

1. Determine ~~Each District employee and Board member shall annually complete~~ the cybersecurity training program ~~to be annually completed~~ ~~designated~~ by each employee and Board member; and
2. Verify ~~the District. The District shall verify~~ and report compliance with staff training requirements ~~in accordance with guidance from~~ the Department of Information Resources.

~~The~~ ~~Additionally, the~~ District shall complete periodic audits to ensure compliance with the cybersecurity training requirements.

Security Breach Notifications Upon discovering or receiving notification of a breach of system security, the District shall disclose the breach to affected persons or entities in accordance with the time frames established by law. The District shall give notice by using one or more of the following methods:

1. Written notice.
2. Email, if the District has email addresses for the affected persons.
3. Conspicuous posting on the District's websites.
4. Publication through broadcast media.

The District's cybersecurity coordinator shall disclose a breach involving sensitive, protected, or confidential student information to TEA and parents in accordance with law.

EMPLOYMENT PRACTICES
AT-WILL EMPLOYMENT

DCD
(LOCAL)

Personnel not hired under a contract shall be employed on an at-will basis.

[For information regarding contractual employment, see DCA, DCB, DCC, and DCE, as appropriate]

Dismissal

At-will employees may be dismissed at any time for any reason not prohibited by law or for no reason, as determined by the needs of the District. At-will employees who are dismissed shall receive pay through the end of the last day worked.

Appeal of
Employment
Actions to Board

A dismissed employee may ~~appeal request to be heard by the dismissal~~ ~~Board~~ in accordance with DGBA(LOCAL).

Student Illness Procedures shall be established by the administration to ensure that proper attention is given to any student who becomes ill during the course of a school day.

Accidents Involving Students Emergency procedures shall be established by the administration to ensure proper attention for any student injured at school. Records shall be maintained on all accidents that require the attention of a medical doctor.

Emergency Treatment Forms Each year, students and parents shall complete and sign a form that provides emergency information and authorizes school officials to obtain emergency medical treatment, as provided by law.

Administering Medication No employee shall give any student prescription medication, non-prescription medication, herbal substances, anabolic steroids, or dietary supplements of any type, except as authorized by this or other District policy provided below.

Medication Exceptions The Superintendent shall designate the employees who are authorized to ~~or designee may~~ administer medication that has been provided by a student's parent. An authorized employee is permitted to administer the following medication in accordance with administrative regulations to students:

~~Employees authorized by the Parent Provided by Parent~~
Provided by Parent

1. Prescription medication in accordance with legal requirements. ~~[See FFAC(LEGAL)]~~
2. Nonprescription medication, upon a parent's written request, when properly labeled and in the original container.
3. Herbal substances or dietary supplements provided by the parent and only if required by the individualized education program or Section 504 plan ~~for~~ of a student with disabilities.

No Medication Provided by District

4. ~~The District shall not purchase Nonprescription medication provided on an emergency basis by the District and consistent with:~~
 - ~~a. Protocols established by the District's medical adviser who must be licensed to administer to a student, practice medicine in the state of Texas; and~~
 - ~~b.a. Parental consent given on the emergency treatment form.~~

Psychotropics Except as permitted by ~~law Education Code 38.016~~, an employee shall not:

1. Recommend to a student or a parent that the student use a psychotropic drug;
2. Suggest a particular diagnosis; or

1. Exclude the student from a class or a school-related activity because of the parent's refusal to consent to psychiatric evaluation or examination or treatment of the student.

Medical Treatment

A student's parent, legal guardian, or other person having lawful control shall annually complete and sign a form that provides emergency information and addresses authorization regarding medical treatment. A student who has reached age 18 shall be permitted to complete this form.

3. The District shall seek appropriate emergency care for a student as required or deemed necessary.

COMMUNITY RELATIONS
CONDUCT ON SCHOOL PREMISES

GKA
(LOCAL)

**Access to District
Property**

Authorized District officials, including school resource officers and District police officers if applicable, may refuse to allow a person access to property under the District's control in accordance with law.

District officials may request assistance from law enforcement in an emergency or when a person is engaging in behavior rising to the level of criminal conduct.

**Ejection or
Exclusion under
Education Code
37.105**

In accordance with Education Code 37.105, a District official shall provide a person refused entry to or ejected from property under the District's control written information explaining the right to appeal such refusal of entry or ejection under the District's grievance process.

A person appealing under the District's grievance process shall be permitted to address the Board in person within 90 **calendar** days of filing the initial complaint, unless the complaint is resolved before the Board considers it. [See FNG and GF]

**Off-Campus
Activities**

Employees shall be designated to ensure appropriate conduct of participants and others attending a school-related activity at non-District or out-of-District facilities. Those so designated shall coordinate their efforts with persons in charge of the facilities.

Prohibitions

Tobacco and
E-Cigarettes

The District prohibits smoking and the use of tobacco products and e-cigarettes on District property, in District vehicles, or at school-related activities.

Weapons

The District prohibits the unlawful use, possession, or display of any firearm, location-restricted knife, club, or prohibited weapon, as defined at FNCG, on all District property at all times.

Exceptions

No violation of this policy occurs when:

1. A Texas handgun license holder stores a handgun or other firearm in a locked vehicle in a parking lot, parking garage, or other parking area provided by the District, as long as the handgun or other firearm is not in plain view; or
2. The use, possession, or display of an otherwise prohibited weapon takes place as part of a District-approved activity supervised by proper authorities. [See FOD]

WAG Report FY 2020-21

	ADA	WADA	
Budget Revenue 8/19	1580	2332	\$ 17,535,625
Current estimated ADA variance	0		
WADA Variance from budget		0	\$ -
ESSR Funds			\$ 350,000
			\$ -
			\$ -
Projected Revenue			\$ 17,885,625
<hr/>			
Budget Expenditures adopted 8/19			\$ 17,535,625
<i>To date adjustments</i>			
Fuel Tanks			\$ 153,000
			\$ -
			\$ -
			\$ -
			\$ -
			\$ -
To date adjustments			\$ 153,000
Projected Expenditures			\$ 17,688,625
<hr/>			
Fund Balance			
August 31, 2019 Fund Balance per Audit			\$ 2,542,317
Unaudited adjustment per books			\$ -
August 31, 2019 Fund Bal after Commitments			\$ 2,542,317
			\$ -
			\$ -
Projected change in Fund Balance			\$ 197,000
Projected Fund Balance as of 8-31-2020			\$ 2,739,317
State Minimum Recommended			\$ 2,769,271
State Maximum Recommended			\$ 4,153,906

12/9/2020 These numbers assume 100% of the budget is spent and all budget assumptions are 100% accurate. It does not include accruals or any state adjustments from prior years and should not be compared to year end Audit numbers.

RAINS INDEPENDENT SCHOOL DISTRICT
ANNUAL FINANCIAL REPORT
YEAR ENDED AUGUST 31, 2020

RUTHERFORD, TAYLOR & COMPANY, P.C.
Certified Public Accountants
3500 Joe Ramsey Blvd.
Greenville, Texas 75401
(903) 455-6252

RAINS INDEPENDENT SCHOOL DISTRICT
ANNUAL FINANCIAL REPORT
YEAR ENDED AUGUST 31, 2020

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CERTIFICATE OF BOARD

Rains Independent School District
Name of School District

Rains
County

190-903
Co.-Dist. Number

We, the undersigned, certify that the attached auditor's report of the above named school district was reviewed and _____ **approved**/ _____ **disapproved** for the year ended August 31, 2020, at a meeting of the board of school trustees of such school district on _____.

Signature of Board Secretary

Signature of Board President

If the auditor's report was checked above as disapproved, the reasons(s) therefore is/are (attach list if necessary):

FINANCIAL SECTION

**RUTHERFORD,
TAYLOR &
COMPANY, P.C.**
Certified Public Accountants

3500 Joe Ramsey Blvd.

Greenville, Texas 75401

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INDEPENDENT AUDITOR'S REPORT

Members of the Board

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Rains Independent School District (District), as of and for the year ended August 31, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Rains Independent School District as of August 31, 2020, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information, 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements as a whole. The schedules identified in the table of contents as other supplementary information are presented for the purpose of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The schedule of expenditures of federal awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used in the preparation of the basic financial statements. Such information has been subjected to the auditing procedures of the basic financial statement 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 the basic financial statements themselves, and other additional procedures in accordance with the auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The other supplementary information schedules 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. 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 assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 11, 2021, 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 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 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.

January 11, 2021
Greenville, Texas

RUTHERFORD,
TAYLOR &
COMPANY, P.C.
Certified Public Accountants

3500 Joe Ramsey Blvd.

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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*

Members of the Board

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Rains Independent School District (District), as of and for the year ended August 31, 2020, 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 11, 2021.

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) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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

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 determination of financial statement amounts. 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 an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standard* as identified in the accompanying schedule of findings and questioned costs as item 2020 - 1.

Report on Internal Control – Continued

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.

January 11, 2021
Greenville, Texas

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

Members of the Board

Report on Compliance for Each Major Federal Program

We have audited Rains Independent School District's (District) compliance with the types of compliance requirements described 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, 2020. 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.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to each of its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of *Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2020.

Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

Internal Control over Compliance with the Uniform Guidance – Continued

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 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses, or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.

January 11, 2021
Greenville, Texas

RAINS INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED AUGUST 31, 2020

Summary of Auditor's Results (Section I)

Financial Statements –

Type of auditor's report issued Unmodified Opinion

Internal Control over Financial Reporting:
 Material Weaknesses identified None
 Significant deficiencies identified that are
 not considered to be material weaknesses None reported

Noncompliance material to the financial
 statements noted None

Federal Awards –

Internal control over major programs:
 Material weaknesses identified None
 Significant deficiencies identified that are
 not considered to be material weaknesses None reported

Type of Auditor's report issued on
 compliance for major programs Unmodified

Any audit findings disclosed that are
 required to be reported in accordance
 with the Uniform Guidance No

Identification of Major Programs ESSA, Title I, Part A (84.010)

Dollar threshold used to distinguish
 between Type A and B programs \$ 750,000

Entity qualifies as a low risk auditee Yes

Pass-through Entity Texas Education Agency

RAINS INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED AUGUST 31, 2020

Financial Statement Findings (Section II)

2020 – 1

Depository Security

Criteria	Per contract, the District's approved depository bank must provide securities with market value in excess of cash on deposit making adjustments for Federal Deposit Insurance Corporation coverage.
Condition Found	The Depository utilizes investment grade securities to provide coverage of the District's cash balances. The District's cash balance was \$ 6,214,123 with FDIC covering the first \$ 500,000. Securities pledged to the account had a market value of \$ 5,580,150 leaving an uncovered balance of \$ 133,973.
Questioned Costs/Basis:	None
Instances/Universe:	The District's deposits were found to be unsecured one period out of twelve periods reviewed.
Effect:	District depository funds are at risk of loss during periods of inadequate security.
Recommendation:	The District should request a monthly report from the depository that compares the balances on deposit with the depository with the market value of pledged securities and available FDIC insurance coverage. If amounts are not secured, the depository should provide additional securities to cover the deficit. These monthly reports should be reviewed by the District to ensure appropriate actions are taken by the depository to comply with contractual assurances to secure the District's funds on deposit.

RAINS INDEPENDENT SCHOOL DISTRICT
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED AUGUST 31, 2020

Federal Award Findings and Questioned Costs (Section III)

NONE

RAINS INDEPENDENT SCHOOL DISTRICT
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED AUGUST 31, 2020

Prior Year Findings (Section IV)

NONE

RAINS INDEPENDENT SCHOOL DISTRICT
CORRECTIVE ACTION PLAN
YEAR ENDED AUGUST 31, 2020

Corrective Action Plan (Section V)

2020 – 1

Depository Security

The District will monitor future depository pledge reports to ensure compliance is maintained. If items are left unsecured, the District will work with depository personnel to ensure actions are taken to correct the deficiency.

Contact Person: Jeff. Fisher, Assistant Superintendent

Projected Completion Date: Current year

RAINS INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED AUGUST 31, 2020

This section of Rains Independent School District's annual financial report presents our discussion and analysis of the District's financial performance during the year ended August 31, 2020. Please read it in conjunction with the District's basic financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

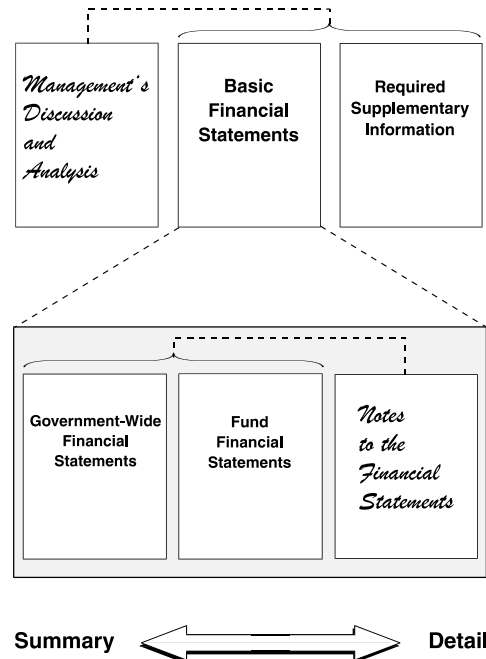
- The District's total combined net position was \$ 6,625,825 at August 31, 2020.
- During the year, the District's expenses were \$ 360,134 more than the \$ 20,802,241 generated in taxes and other revenues for governmental activities.
- The District experienced disruption in educational services and processed due to the state and national response to the COVID-19 pandemic during the year.
- The General Fund reported a fund balance this year of \$ 2,683,248, an increase of \$ 140,931 from the prior year.
- The District issued no new debt during the year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts—management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the District's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the government, reporting the District's operations in more detail than the government-wide statements.
- The governmental funds statements tell how general government services were financed in the short term as well as what remains for future spending.
- Proprietary fund statements offer short- and long-term financial information about the activities the government operates like businesses, such as the print shop.
- Fiduciary fund statements provide information about the financial relationships in which the District acts solely as a trustee or agent for the benefit of others, to whom the resources in question belong.

Figure A-1, Required Components of the District's Annual Financial Report



The basic financial statements also include notes that explain some of the information in the basic financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the basic financial statements. Figure A-1 shows how the required parts of this annual report are arranged and related to one another.

**RAINS INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED AUGUST 31, 2020**

Figure A-2 summarizes the major features of the District's basic financial statements, including the portion of the District government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

Figure A-2. Major Features of the District's Government-wide and Fund Financial Statements

<i>Type of Statements</i>	Fund Statements			
	Government-wide	Governmental Funds	Proprietary Funds	Fiduciary Funds
<i>Scope</i>	Entire Agency's government (except fiduciary funds) and the Agency's component units	The activities of the district that are not proprietary or fiduciary	Activities the district operates similar to private businesses: self insurance	Instances in which the district is the trustee or agent for someone else's resources
<i>Required financial statements</i>	<ul style="list-style-type: none"> • Statement of net assets • Statement of activities 	<ul style="list-style-type: none"> • Balance sheet • Statement of revenues, expenditures & changes in fund balances 	<ul style="list-style-type: none"> • Statement of net assets • Statement of revenues, expenses and changes in fund net assets • Statement of cash flows 	<ul style="list-style-type: none"> • Statement of fiduciary net assets • Statement of changes in fiduciary net assets
<i>Accounting basis and measurement focus</i>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
<i>Type of asset/liability information</i>	All assets and liabilities, both financial and capital, short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; the Agency's funds do not currently contain capital assets, although they can
<i>Type of inflow/outflow information</i>	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid	All revenues and expenses during year, regardless of when cash is received or paid

GOVERNMENT-WIDE STATEMENTS

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's net assets and how they have changed. Net assets—the difference between the District's assets and liabilities—is one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the District, one needs to consider additional nonfinancial factors such as changes in the District's tax base and student population.

The government-wide financial statements of the District include the governmental activities. Most of the District's basic services are included here, such as instruction, extracurricular activities, curriculum and staff development, health services and general administration. Property taxes and grants finance most of these activities.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the District's most significant funds—not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by State law and by bond covenants.
- The Board of Trustees establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

The District has the following kinds of funds:

- Governmental funds—Most of the District's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information on the subsequent page that explains the relationship (or differences) between them.

RAINS INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED AUGUST 31, 2020

- Proprietary funds—Services for which the District charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long-term and short-term financial information. We use internal service funds to report activities that provide supplies and services for the District's other programs and activities.
- Fiduciary funds—The District is the trustee, or fiduciary, for certain funds. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the District's fiduciary activities are reported in a separate statement of fiduciary net assets. We exclude these activities from the District's government-wide financial statements because the District cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

The District's combined net assets were \$ 6,625,825 at August 31, 2020.

Rains Independent School District's Net Position			Table A-1
	Governmental Activities		Total Percentage Change
	2020	2019	2019-2020
Assets:			
Cash and Investments	\$ 3,746,052	\$ 2,718,796	37.78%
Other Assets	2,050,958	1,896,887	8.12%
Capital Assets less Accumulated	26,910,252	27,691,822	-2.82%
Total Assets	\$ 32,707,262	\$ 32,307,505	1.24%
Total Deferred Outflows of Resources	\$ 3,903,468	\$ 4,148,017	-5.90%
Liabilities:			
Current Liabilities	\$ 1,578,974	\$ 892,122	76.99%
Long-term Liabilities	24,146,484	25,597,526	-5.67%
Total Liabilities	\$ 25,725,458	\$ 26,489,648	-2.88%
Total Deferred Inflows of Resources	\$ 4,259,447	\$ 2,979,915	42.94%
Net Position:			
Net Investment in Capital Assets	\$ 15,035,535	\$ 15,024,525	0.07%
Restricted	393,478	219,590	79.19%
Unrestricted	(8,803,188)	(8,258,156)	-6.60%
Total Net Position	\$ 6,625,825	\$ 6,985,959	-5.16%

Approximately \$ 388,478 of the District's restricted net assets represent funds collected for debt retirement. These funds are restricted for retirement of tax supported debt. The unrestricted net asset represents resources available to fund the programs of the District next year.

CHANGES IN NET ASSETS

The District's total revenues were \$ 20,802,241. 36% of the District's revenue comes from local property taxes (See Table A-2). 60% comes from state aid and federal grants, while only 4% relates to charges for services and other sources including investment earnings.

The total cost of all programs and services was \$ 21,162,375. 55% of these costs are for instruction and instructional related student services.

The District's current tax collection percentage (base tax only – current and delinquent) was 98.22%. The total tax collection percentage (base tax and penalty and interest) was 99.83%.

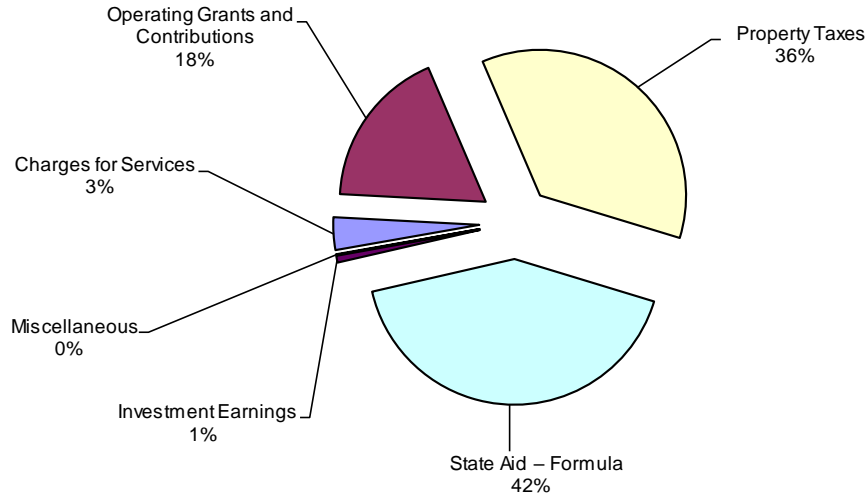
RAINS INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED AUGUST 31, 2020

GOVERNMENTAL ACTIVITIES

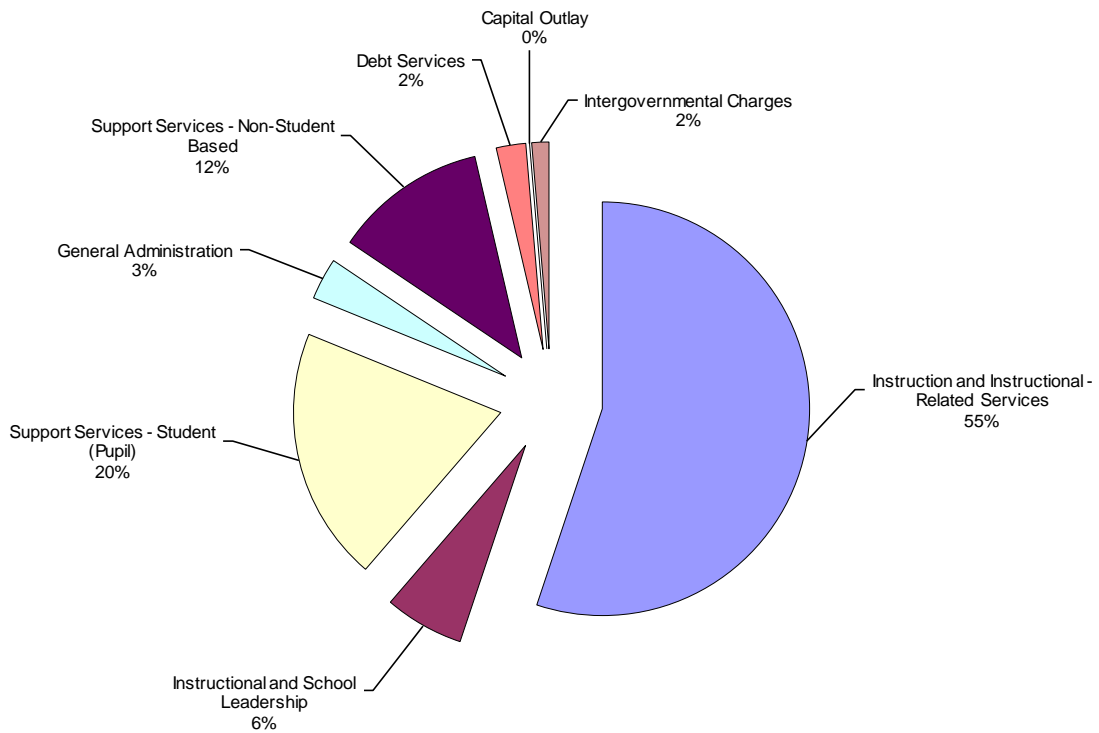
Changes in Rains Independent School District's Net Position			Table A-2
	Governmental Activities		Total Percentage Change
	2020	2019	2019-2020
Program Revenues:			
Charges for Services	\$ 752,353	\$ 794,533	-5.31%
Operating Grants and Contributions	3,688,112	3,500,323	5.36%
General Revenues:			
Property Taxes	7,517,637	7,105,025	5.81%
State Aid – Formula	8,673,363	7,865,674	10.27%
Investment Earnings	157,137	96,428	62.96%
Miscellaneous	13,639	20,589	33.76%
Total Revenues	\$ 20,802,241	\$ 19,382,572	7.32%
Expenses:			
Instruction	\$ 11,257,121	\$ 10,082,696	11.65%
Instructional Resources and Media Services	215,126	191,312	12.45%
Curriculum and Staff Development	192,340	149,690	28.49%
Instructional Leadership	289,537	234,926	23.25%
School Leadership	1,020,947	834,425	22.35%
Guidance, Counseling and Evaluation Services	896,212	802,547	11.67%
Social Work Services	-	61,483	-100.00%
Health Services	155,723	136,418	14.15%
Student (Pupil) Transportation	810,146	788,664	2.72%
Food Services	907,266	898,967	0.92%
Cocurricular/Extracurricular Activities	1,433,685	1,420,863	0.90%
General Administration	690,420	672,513	2.66%
Plant Maintenance and Operations	1,997,837	1,973,480	1.23%
Security and Monitoring Services	135,634	81,464	66.50%
Data Processing Services	165,636	74,237	123.12%
Community Services	225,195	200,552	12.29%
Debt Service	487,060	458,891	6.14%
Capital Outlay	-	52	100.00%
Other Intergovernmental Charges	282,490	269,857	4.68%
Total Expenses	\$ 21,162,375	\$ 19,333,037	9.46%
Excess (Deficiency) Before Other Resources, Uses and Transfers	\$ (360,134)	\$ 49,535	-827.03%
Increase (Decrease) in Net Position	\$ (360,134)	\$ 49,535	-827.03%
Net Position - Beginning (September 1)	6,985,959	6,936,424	0.71%
Net Position - Ending (August 31)	\$ 6,625,825	\$ 6,985,959	-5.16%

**RAINS INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED AUGUST 31, 2020**

Sources of Revenue for Fiscal Year 2020 - See Table A-2



Functional Expenses for Fiscal Year 2020 - See Table A-2



RAINS INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED AUGUST 31, 2020

- Table A-3 presents the cost of selected District functions as well as the selected function's net cost (total cost less fees generated by the activities and intergovernmental aid). The net cost reflects what was funded by state revenues as well as local tax dollars.
- The cost of all governmental activities this year was \$ 21,162,375.
- However, the amount that our taxpayers paid for these activities through local property taxes was only \$ 7,517,637.
- Some of the cost was paid by those who directly benefited from the programs \$ 752,353, or
- By grants and contributions \$ 3,688,112.

Rains Independent School District's Net Cost of Selected District Functions							Table A-3
	Total Cost of Services		%	Net Cost of Services		%	
	2020	2019		2020	2019		Change
Instruction	\$ 11,257,121	\$ 10,082,696	11.65%	\$ 8,740,404	\$ 7,668,010	13.99%	
School Leadership	1,020,947	834,425	22.35%	922,086	769,572	19.82%	
General Administration	690,420	672,513	2.66%	639,505	633,542	0.94%	
Plant Maintenance and Operations	1,997,837	1,973,480	1.23%	1,867,403	1,875,125	-0.41%	
Debt Service	487,060	458,891	6.14%	442,737	385,753	-14.77%	

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Revenues from governmental fund types totaled \$ 20,106,449, which is a \$ 1,195,708 increase from the prior year. The increase is representative of increased state revenue resulting from the changes in state funding related to HB3.

Expenditures for governmental fund types totaled \$ 19,779,121, which is a \$ 1,432,980 increase from the prior year. The increase reflects an increase in capital outlay of facility upgrades and expansions completed during the year. Additionally, personnel costs increased as required by HB3 provisions.

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised its General Fund budget several times. With these adjustments, actual expenditures were \$ 612,086 less than final General Fund budget amounts. The most significant positive variance resulted in the Pupil Transportation functional category.

Resources available were \$ 94,251 below the final General Fund budgeted amount. The unfavorable variance was the result of less than anticipated local and federal revenue.

RAINS INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED AUGUST 31, 2020

CAPITAL ASSETS AND DEBT ADMINISTRATION

CAPITAL ASSETS

At year end, the District had invested \$ 46,225,940 in a broad range of capital assets, including land, equipment, buildings, and vehicles (See Table A-4).

Rains Independent School District's Capital Assets			Table A-4
	Governmental Activities		Total Percentage Change 2019-2020
	2020	2019	
Land	\$ 754,477	\$ 754,477	0.00%
Buildings and Improvements	40,343,947	40,196,697	0.37%
Vehicles	3,723,160	3,530,072	5.47%
Equipment	1,404,356	1,348,601	4.13%
Totals at Historical Cost	\$ 46,225,940	\$ 45,829,847	0.86%
Less Accumulated Depreciation	(19,315,688)	(18,138,025)	6.49%
Net Capital Assets	<u>\$ 26,910,252</u>	<u>\$ 27,691,822</u>	-2.82%

DEBT

At year end, the District had \$ 11,918,717 in debt outstanding as shown in Table A-5. More detailed information about the District's debt is presented in the notes to the basic financial statements.

Bond Ratings -
The District's bonds presently carry "AAA" ratings.

Rains Independent School District's Debt			Table A-5
	Governmental Activities		Total Percentage Change 2019-2020
	2020	2019	
Bonds Payable	\$ 11,065,000	\$ 11,720,000	-5.59%
Loans Payable	85,829	168,928	-49.19%
Retirement Benefits Payable	44,000	40,350	9.05%
Other Debt Payable	723,888	778,369	-7.00%
Total Debt Payable	<u>\$ 11,918,717</u>	<u>\$ 12,707,647</u>	-6.21%

RAINS INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED AUGUST 31, 2020

ECONOMIC FACTORS

The District's property values for 2020 were up from the prior year. This was due to overall gains in the economy. While property values for the audit period are higher, we are aware of and are preparing for the potential changes in the coming period.

Local property tax rates for maintenance and operations are restricted by Statute to \$.97, without local elections. The State Legislature passed HB3 which included various changes to the property tax rate setting process thus limiting school districts' opportunities for tax modifications and compressing the rates charged to taxpayers. The additional changes required under HB3 could impact the District's financial operations, including cash flow.

Student population has remained at a steady historical growth rate in the District. The economic outlook for the area is for growth to be at or near the historical trend line. Housing has not expanded at the rate of other north central Texas communities. These economic conditions allow the District to maintain constant funding and staffing levels.

The State has increased funding levels for the 2020-2021 biennium, which will affect the revenue levels of the District. The level of funding per attendance credits increased significantly. With these increases, the state imposed requirements to spend at least 30% of the new funding on salaries to personnel with at least 75% of the 30% to be for teachers and other designated classes of employees. With these increases in funding, the District anticipates monitoring expenditure levels to ensure financial stability remains strong.

The global outbreak of coronavirus disease 2019 ("COVID-19") presents various global risks. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. Management of the District is actively monitoring the global situation on its financial condition, liquidity, operations, supplies, vendors, and industry. Given the evolution of the COVID-19 outbreak and the global responses to curb its spread, the District is not able to estimate the effects, if any, of the COVID-19 outbreak on its results of operations and financial condition.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Jeff Fisher, Assistant Superintendent of Finance for the District.

BASIC FINANCIAL STATEMENTS

RAINS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
AUGUST 31, 2020

1

Data Control Codes	Governmental Activities
ASSETS	
1110 Cash and Investments	\$ 3,746,052
1225 Property Taxes Receivable, Net	715,473
1240 Due from Other Governments	1,187,890
1290 Other Receivables, Net	9,806
1300 Inventories	25,450
1410 Unrealized Expenses	112,339
Capital Assets:	
1510 Land	754,477
1520 Building and Improvements, Net	25,228,867
1530 Furniture and Equipment, Net	926,908
1000 Total Assets	\$ 32,707,262
DEFERRED OUTFLOWS OF RESOURCES	
1701 Deferred Outflows - Refunding	\$ 511,763
1705 Deferred Outflows - Pensions	2,372,743
1706 Deferred Outflows - OPEB	1,018,962
1700 Total Deferred Outflows of Resources	\$ 3,903,468
LIABILITIES	
2110 Accounts Payable	\$ 420,708
2140 Interest Payable	17,955
2165 Accrued Liabilities	800,698
2300 Unearned Revenues	339,613
Noncurrent Liabilities:	
2501 Due within one year	760,829
2502 Due in more than one year	11,157,888
2540 Net Pension Liability	4,805,615
2545 Net OPEB Liability	7,422,152
2000 Total Liabilities	\$ 25,725,458
DEFERRED INFLOWS OF RESOURCES	
2605 Deferred Inflows - Pensions	\$ 826,430
2606 Deferred Inflows - OPEB	3,433,017
2600 Total Deferred Inflows of Resources	\$ 4,259,447
NET POSITION	
3200 Net Investment in Capital Assets	\$ 15,035,535
Restricted For:	
3850 Debt Service	388,478
3890 Other Purposes	5,000
3900 Unrestricted	(8,803,188)
3000 Total Net Position	\$ 6,625,825

The accompanying notes are an integral part of this statement.

RAINS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED AUGUST 31, 2020

Data	1	3	4	Net (Expense) Revenue and Changes in Net Assets
Control	Program Revenues			
Codes Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental Activities:				
11 Instruction	\$ 11,257,121	\$ 28,550	\$ 2,488,167	\$ (8,740,404)
12 Instructional Resources and Media Services	215,126	-	9,179	(205,947)
13 Curriculum and Staff Development	192,340	-	19,338	(173,002)
21 Instructional Leadership	289,537	-	25,884	(263,653)
23 School Leadership	1,020,947	-	98,861	(922,086)
31 Guidance, Counseling and Evaluation Services	896,212	-	73,139	(823,073)
33 Health Services	155,723	-	17,054	(138,669)
34 Student (Pupil) Transportation	810,146	-	67,660	(742,486)
35 Food Services	907,266	195,968	597,895	(113,403)
36 Cocurricular/Extracurricular Activities	1,433,685	385,560	39,318	(1,008,807)
41 General Administration	690,420	-	50,915	(639,505)
51 Plant Maintenance and Operations	1,997,837	5,300	125,134	(1,867,403)
52 Security and Monitoring Services	135,634	-	6,577	(129,057)
53 Data Processing Services	165,636	-	-	(165,636)
61 Community Services	225,195	136,975	24,668	(63,552)
72 Interest on Long-term Debt	485,370	-	44,323	(441,047)
73 Debt Issuance Costs and Fees	1,690	-	-	(1,690)
99 Other Intergovernmental Charges	282,490	-	-	(282,490)
TG Total Governmental Activities	<u>\$ 21,162,375</u>	<u>\$ 752,353</u>	<u>\$ 3,688,112</u>	<u>\$ (16,721,910)</u>
TP Total Primary Government	<u>\$ 21,162,375</u>	<u>\$ 752,353</u>	<u>\$ 3,688,112</u>	<u>\$ (16,721,910)</u>
General Revenues:				
MT Property Taxes, Levied for General Purposes				\$ 6,307,622
DT Property Taxes, Levied for Debt Service				1,210,015
IE Investment Earnings				157,137
GC Grants and Contributions Not Restricted to Specific Programs				8,673,363
MI Miscellaneous				13,639
TR Total General Revenues				<u>\$ 16,361,776</u>
CN Change in Net Position				\$ (360,134)
NB Net Position - Beginning (September 1)				<u>6,985,959</u>
NE Net Position - Ending (August 31)				<u>\$ 6,625,825</u>

The accompanying notes are an integral part of this statement.

RAINS INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET - GOVERNMENTAL FUNDS
AUGUST 31, 2020

Data Control Codes	10 General Fund	Other Governmental Funds	98 Total Governmental Funds
ASSETS			
1110 Cash and Investments	\$ 3,071,216	\$ 246,669	\$ 3,317,885
1225 Property Taxes Receivable, Net	604,892	110,581	715,473
1240 Due from Other Governments	683,910	503,980	1,187,890
1290 Other Receivables	8,256	1,550	9,806
1300 Inventories	-	25,450	25,450
1410 Unrealized Expenditures	112,339	-	112,339
1000 Total Assets	<u>\$ 4,480,613</u>	<u>\$ 888,230</u>	<u>\$ 5,368,843</u>
LIABILITIES			
Current Liabilities:			
2110 Accounts Payable	\$ 202,080	\$ 149,262	\$ 351,342
2150 Payroll Deductions & Withholdings	(7,260)	-	(7,260)
2160 Accrued Wages Payable	807,958	-	807,958
2300 Unearned Revenue	189,695	149,918	339,613
2000 Total Liabilities	<u>\$ 1,192,473</u>	<u>\$ 299,180</u>	<u>\$ 1,491,653</u>
DEFERRED INFLOWS OF RESOURCES			
2601 Deferred Property Tax Revenue	\$ 604,892	\$ 110,581	\$ 715,473
2600 Total Deferred Inflows of Resources	<u>\$ 604,892</u>	<u>\$ 110,581</u>	<u>\$ 715,473</u>
FUND BALANCES			
Nonspendable Fund Balances:			
3410 Inventories	\$ -	\$ 25,450	\$ 25,450
Restricted Fund Balances:			
3450 Federal/State Funds Grants	-	(25,450)	(25,450)
3480 Retirement of Long-Term Debt	-	295,370	295,370
3490 Other Restrictions of Fund Balance	-	5,000	5,000
Committed Fund Balances:			
3545 Other Committed Fund Balance	-	178,099	178,099
Assigned Fund Balances:			
3570 Capital Expenditures for Equipment	153,700	-	153,700
3600 Unassigned	2,529,548	-	2,529,548
3000 Total Fund Balances	<u>\$ 2,683,248</u>	<u>\$ 478,469</u>	<u>\$ 3,161,717</u>
4000 Total Liabilities, Deferred Inflow of Resources and Fund Balances	<u>\$ 4,480,613</u>	<u>\$ 888,230</u>	<u>\$ 5,368,843</u>

The accompanying notes are an integral part of this statement.

RAINS INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE BALANCE SHEET (GOVERNMENTAL FUNDS)
TO THE STATEMENT OF NET POSITION
AUGUST 31, 2020

Total fund balances - Balance Sheet (governmental funds)	\$	3,161,717
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
Capital assets used in governmental activities are not reported in the funds.		26,910,252
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.		715,473
The assets and liabilities of internal service funds are included in governmental activities in the SNP.		358,801
Payables for bond principal which are not due in the current period are not reported in the funds.		(11,065,000)
Payables for debt interest which are not due in the current period are not reported in the funds.		(17,955)
Payables for notes which are not due in the current period are not reported in the funds.		(85,829)
Payables for compensated absences which are not due in the current period are not reported in the funds.		(44,000)
Other long-term assets are not available to pay for current period expenditures and are deferred in the funds.		511,763
Recognition of the District's proportionate share of the net pension liability is not reported in the funds.		(4,805,615)
Deferred Resource Inflows related to the pension plan are not reported in the funds.		(826,430)
Deferred Resource Outflows related to the pension plan are not reported in the funds.		2,372,743
Bond premiums are amortized in the SNA but not in the funds.		(723,888)
Recognition of the District's proportionate share of the net OPEB liability is not reported in the funds.		(7,422,152)
Deferred Resource Inflows related to the OPEB plan are not reported in the funds.		(3,433,017)
Deferred Resource Outflows related to the OPEB plan are not reported in the funds.		<u>1,018,962</u>
Net position of governmental activities - Statement of Net Position	\$	<u>6,625,825</u>

The accompanying notes are an integral part of this statement.

RAINS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
YEAR ENDED AUGUST 31, 2020

Data Control Codes	10 General Fund	Other Governmental Funds	98 Total Governmental Funds
REVENUES			
5700 Local and Intermediate Sources	\$ 6,511,916	\$ 1,872,013	\$ 8,383,929
5800 State Program Revenues	9,526,353	348,202	9,874,555
5900 Federal Program Revenues	105,980	1,741,985	1,847,965
5020 Total Revenues	\$ 16,144,249	\$ 3,962,200	\$ 20,106,449
EXPENDITURES			
Current:			
0011 Instruction	\$ 8,696,266	\$ 1,162,805	\$ 9,859,071
0012 Instructional Resources and Media Services	175,257	-	175,257
0013 Curriculum and Staff Development	123,043	60,937	183,980
0021 Instructional Leadership	265,589	-	265,589
0023 School Leadership	914,231	13,517	927,748
0031 Guidance, Counseling and Evaluation Services	654,027	154,820	808,847
0033 Health Services	137,366	-	137,366
0034 Student (Pupil) Transportation	845,142	-	845,142
0035 Food Services	-	849,791	849,791
0036 Cocurricular/Extracurricular Activities	807,140	274,683	1,081,823
0041 General Administration	636,668	-	636,668
0051 Plant Maintenance and Operations	2,048,984	8,723	2,057,707
0052 Security and Monitoring Services	69,081	48,870	117,951
0053 Data Processing Services	165,636	-	165,636
0061 Community Services	-	207,625	207,625
0071 Principal on Long-term Debt	83,099	655,000	738,099
0072 Interest on Long-term Debt	5,566	431,075	436,641
0073 Bond Issuance Costs and Fees	-	1,690	1,690
0099 Other Intergovernmental Charges	282,490	-	282,490
6030 Total Expenditures	\$ 15,909,585	\$ 3,869,536	\$ 19,779,121
1100 Excess (Deficiency) of Revenues Over Expenditures	\$ 234,664	\$ 92,664	\$ 327,328
OTHER FINANCING SOURCES (USES)			
7915 Transfers In	\$ -	\$ 93,733	\$ 93,733
8911 Transfers Out	(93,733)	-	(93,733)
7080 Net Other Financing Sources (Uses)	\$ (93,733)	\$ 93,733	\$ -
1200 Net Changes in Fund Balances	\$ 140,931	\$ 186,397	\$ 327,328
0100 Fund Balances - Beginning (September 1)	2,542,317	292,072	2,834,389
3000 Fund Balances - Ending (August 31)	\$ 2,683,248	\$ 478,469	\$ 3,161,717

The accompanying notes are an integral part of this statement.

RAINS INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED AUGUST 31, 2020

Net change in fund balances - total governmental funds	\$	327,328
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays are not reported as expenses in the SOA.		396,093
The depreciation of capital assets used in governmental activities is not reported in the funds.		(1,177,663)
Certain property tax revenues are deferred in the funds. This is the change in these amounts this year.		61,838
Expenses not requiring the use of current financial resources are not reported as expenditures in the funds.		(50,170)
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.		655,000
Repayment of loan principal is an expenditure in the funds but is not an expense in the SOA		83,099
(Increase) decrease in accrued interest expense from beginning of period to end of period.		1,440
The net revenue (expense) of internal service funds is reported with government activities.		103,869
Compensated absences are reported as the amounts are earned in the SOA but as the amount paid in the funds.		(3,650)
OPEB expense relating to GASB 75 is recorded in the SOA but not in the funds.		(73,091)
OPEB contributions in the CY are de-expended and recorded as deferred resource outflows.		120,075
OPEB contributions deferred in the prior year were expended in the current year.		(110,853)
Pension expense relating to GASB 68 is recorded in the SOA but not in the funds.		(713,096)
Pension contributions in the CY are de-expended and recorded as deferred resource outflows.		342,174
Pension contributions deferred in the prior year were expended in the current year.		<u>(322,527)</u>
Change in net position of governmental activities - Statement of Activities	\$	<u>(360,134)</u>

The accompanying notes are an integral part of this statement.

RAINS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF FUND NET POSITION - PROPRIETARY FUNDS
AUGUST 31, 2020

Data Control Codes		Internal Service Fund
		<u> </u>
	ASSETS	
	Current Assets:	
1110	Cash and Investments	<u>\$ 428,167</u>
	Total Current Assets	<u>\$ 428,167</u>
1000	Total Assets	<u>\$ 428,167</u>
	LIABILITIES	
	Current Liabilities:	
2110	Accounts Payable	<u>\$ 69,366</u>
	Total Current Liabilities	<u>\$ 69,366</u>
2000	Total Liabilities	<u>\$ 69,366</u>
	NET POSITION	
3900	Unrestricted Net Position	<u>\$ 358,801</u>
3000	Total Net Position	<u><u>\$ 358,801</u></u>

The accompanying notes are an integral part of this statement.

RAINS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN FUND NET POSITION - PROPRIETARY FUNDS
YEAR ENDED AUGUST 31, 2020

<u>Data Control Codes</u>	<u>Internal Service Fund</u>
 OPERATING REVENUES	
5700 Local and Intermediate Sources	\$ 143,597
5020 Total Operating Revenues	\$ 143,597
 OPERATING EXPENSES	
6400 Other Operating Costs	\$ 39,728
6030 Total Operating Expenses	\$ 39,728
1300 Change in Net Position	\$ 103,869
0100 Total Net Position - Beginning (September 1)	254,932
3300 Total Net Position - Ending (August 31)	\$ 358,801

The accompanying notes are an integral part of this statement.

RAINS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
YEAR ENDED AUGUST 31, 2020

		Internal Service Fund
Cash Flows from Operating Activities		
Cash Receipts from Interest	\$	1,078
Cash Receipts from Quasi-External Operating Transfers		137,390
Cash Payments for Claims		(8,375)
Cash Payments for Administration on Reinsurance		(31,353)
Net Cash Provided by (Used for) Operating Activities	\$	98,740
Cash Flows from Capital and Other Related Financing Activities		
NONE		
Cash Flows from Noncapital Financing Activities		
NONE		
Cash Flows from Investing Activities		
NONE		
Net Increase (Decrease) in Cash and Investments	\$	98,740
Cash and Investments - Beginning (September 1)		329,427
Cash and Investments - Ending (August 31)	\$	428,167
Reconciliation of Operating Income to Net Cash Provided by Operating Activities		
Operating Income (Loss)	\$	103,869
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:		
Increase (Decrease) in Claims Liability		(5,129)
Net Cash Provided by (Used for) Operating Activities	\$	98,740

The accompanying notes are an integral part of this statement.

RAINS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF FUND NET POSITION - FIDUCIARY FUNDS
AUGUST 31, 2020

Data Control Codes		Private-Purpose Trust Funds <hr/> Scholarship Funds <hr/>
	ASSETS	
	Current Assets:	
1110	Cash and Investments	\$ 4,910
1800	Restricted Assets	<hr/> 77,842
	Total Current Assets	<hr/> \$ 82,752
1000	Total Assets	<hr/>\$ 82,752
	LIABILITIES	
	Current Liabilities:	
2110	Accounts Payable	<hr/> \$ -
	Total Current Liabilities	<hr/> \$ -
2000	Total Liabilities	<hr/>\$ -
	NET POSITION	
3800	Held in Trust	<hr/> \$ 82,752
3000	Total Net Position	<hr/><hr/>\$ 82,752

The accompanying notes are an integral part of this statement.

RAINS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - FIDUCIARY FUNDS
YEAR ENDED AUGUST 31, 2020

	Private-Purpose Trust Funds
	Scholarship Funds
REVENUES	
Investment Earnings - Interest Revenue	\$ 4,709
Contributions	5,500
Total Revenues	\$ 10,209
EXPENSES	
Scholarship Payments	\$ 6,150
Total Expenses	\$ 6,150
Changes in Net Position	\$ 4,059
Net Position - Beginning (September 1)	78,693
Net Position - Ending (August 31)	\$ 82,752

The accompanying notes are an integral part of this statement.

RAINS INDEPENDENT SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

A. Summary of Significant Accounting Policies

The basic financial statements of the Rains Independent School District (District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) applicable to governmental units in conjunction with the Texas Education Agency's *Financial Accountability System Resource Guide (Guide)*. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

1. Reporting Entity

The Board of School Trustees (Board), a seven member group, has governance responsibilities over all activities related to public elementary and secondary education within the jurisdiction of the District. The Board is elected by the public and as a body corporate has the exclusive power and duty to govern and oversee the management of the public schools of the District. All powers and duties not specifically delegated by statute to the Texas Education Agency (Agency) or to the State Board of Education are reserved for the Board, and the Agency may not substitute its judgment for the lawful exercise of those powers and duties by the Board. The District is not included in any other governmental "reporting entity" as defined by GASB in its Statement No. 14, "The Financial Reporting Entity." There are no component units included within the reporting entity.

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

2. Basis of Presentation – Basis of Accounting

a. Basis of Presentation

Government-wide Statements – The statement of net position (SNA) and the statement of activities include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

The statement of activities (SOA) presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. The District does not allocate indirect expenses in the statement of activities. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements – The fund financial statements provide information about the District's funds, with separate statements presented for each fund category. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

The District reports the following major governmental funds:

General Fund – This is the District's primary operating fund. It accounts for all financial resources of the District except those required to be accounted for in another fund.

RAINS INDEPENDENT SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

A. Summary of Significant Accounting Policies (Continued)

In addition, the District reports the following fund types:

Special Revenue Funds – The District accounts for resources restricted to or designated for specific purposes by the District or a grantor in a special revenue fund. Most Federal and some State financial assistance is accounted for in a special revenue fund, and sometimes unused balances must be returned to the grantor at the close of specified project years. The Board can commit specific types of resources to specific purposes which are included as special revenue funds.

Debt Service Fund – This fund is used to account for the accumulation of resources for, and the payment of general long-term Debt principal, interest and related costs.

Internal Service Funds – These funds are proprietary type funds. These funds are used to account for revenues and expenses related to services provided to parties inside the District. These funds facilitate distribution of support costs to the users of support services on a cost-reimbursement basis. Because the principal users of the internal services are the District's governmental activities, this fund type is included in the "Governmental Activities" column of the government-wide financial statements. The District uses internal service funds for self insured workers compensation and self insured technology repair activities.

Agency Funds – These funds are reported in the fiduciary fund financial statements. These funds are used to report student activity funds and other resources held in a purely custodial capacity (assets equal liabilities). Agency funds typically involve only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments.

b. **Measurement Focus – Basis of Accounting**

Government-wide, Proprietary, and Fiduciary Fund Financial Statements – These financial statements are reported using the economic resources measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements – Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available.

The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State are recognized under the susceptible-to-accrual concept. Miscellaneous revenues are recorded as revenue when received in cash because they are generally measurable until received. Investment earnings are recorded as earned, since they are both measurable and available. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, which are recognized as expenditures to the extent they have matured. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of long-term debt and acquisitions under capital lease are reported as other financing sources.

When the District incurs an expenditure or expense for which both restricted and unrestricted resources may be used, it is the District's policy to use restricted resources first, then unrestricted resources.

RAINS INDEPENDENT SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED AUGUST 31, 2020

A. Summary of Significant Accounting Policies (Continued)

3. Budgetary Data

The official budget was prepared for adoption for the general, food service and debt service funds. The following procedures are followed in establishing the budgetary data reflected in the basic financial statements:

- a. Prior to August 20 of the preceding fiscal year, the District prepares a budget for the next succeeding fiscal year beginning September 1.
- b. A meeting of the Board is called for the purpose of adopting the proposed budget with public notice given at least 10 days prior to the meeting.
- c. Prior to the expenditure of funds, the budget is adopted by the Board.

After adoption, the budget may be amended through action by the Board. Budget amendments are approved at the functional expenditure level. All amendments are before the fact and reflected in the official minutes of the Board. Budgets are controlled at the function level by personnel responsible for organizational financial reporting. All budget appropriations lapse at the year end. Budget amendments throughout the year were not significant.

4. Encumbrance Accounting

Encumbrances for goods or purchased services are documented by purchase orders or contracts. Under Texas law, appropriations lapse at August 31, and encumbrances outstanding at that time are to be either canceled or appropriately provided for in the subsequent year's budget.

End-of-year outstanding encumbrances that were provided for in the subsequent year's budget are:

General Fund	\$	-0-
Special Revenue Fund		-0-
Debt Service Fund		-0-
Total	\$	-0-

5. Financial Statement Amounts

Cash and Investments

The District pools cash resources of its various funds in order to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balance in the pooled accounts is available to meet current operating requirements. Cash in excess of current requirements is invested in various interest-bearing securities and disclosed as a part of the District's cash and temporary investments.

For the purpose of the statement of cash flows, highly liquid investments are considered to be cash equivalents if they have a maturity of three months or less when purchased.

Fund Balance

Governmental funds utilize a fund balance presentation for equity. Fund balance is categorized as nonspendable, restricted, committed, assigned or unassigned.

Nonspendable fund balance – represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaids) or legally required to remain intact (such as notes receivable or principal of a permanent fund).

Restricted fund balance – represents amounts with external constraints placed on the use of these resources (such as debt covenants, grantors, other governments, etc.) or imposed by enabling legislation. Restrictions may be changed or lifted only with the consent of resource providers.

Committed fund balance – represents amounts that can only be used for specific purposes imposed by a formal action of the District's highest level of decision-making authority, the Board. Committed resources cannot be used for any other purpose unless the Board removes or changes the specific use by taking the same formal action that imposed the constraint originally.

RAINS INDEPENDENT SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED AUGUST 31, 2020

A. Summary of Significant Accounting Policies (Continued)

Assigned fund balance – represents amounts the District intends to use for specific purposes as expressed by the Board or an official delegated the authority. The Board has delegated the authority to assign fund balances to the Superintendent.

Unassigned fund balance – represents the residual classification for the general fund or deficit balances in other funds.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

The following schedule provides information about the specific fund balance classification by fund:

	General	Other Governmental	Total
Nonspendable			
Inventory	\$ -	\$ 25,450	\$ 25,450
Restricted			
Food Service	-	(25,450)	(25,450)
Scholarships	-	5,000	5,000
Debt Retirement	-	295,370	295,370
Committed			
Campus Activity Funds	-	178,099	178,099
Assigned			
Capital Improvements	153,700	-	153,700
Unassigned	2,529,548	-	2,529,548
Totals	\$ 2,683,248	\$ 478,469	\$ 3,161,717

Inventories

The purchase method is used to account for inventories of school supplies, athletic equipment and food products. Under this method, supplies and materials are debited as expenditures when purchased.

Prepaid Items

Certain payments to vendors reflect cost applicable to future accounting years and are recorded as prepaid items. Prepaid items are recorded as expenditures when the items are consumed or occur.

Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of the donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. capitalization threshold of \$ 5,000 is used.

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

Asset Class	Estimated Useful Lives
Buildings and Improvements	15-50
Vehicles	5-10
Other Equipment	3-15

Unearned Revenues

Unearned revenues include state funds received but have not been earned in the year. The balance will be earned in the future year and not returned as liabilities.

RAINS INDEPENDENT SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

A. Summary of Significant Accounting Policies (Continued)

6. Deferred Outflows and Inflows of Resources

The District implemented GASB Statement Number 68, *Accounting and Financial Reporting for Pensions* and GASB Statement Number 75, *Accounting and Financial Reporting for Postemployment Benefits and Other Pensions*. In addition to assets and liabilities, the government-wide Statement of Net Position and governmental fund Balance Sheet report separate sections for deferred outflows and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position/fund balance that applies to a future year and will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred inflows of resources represent the acquisition of net position/fund balance that applies to a future year and will not be recognized as an inflow of resources (revenue) until that time. The District reports certain deferred inflows and outflows related to pensions on the government-wide Statement of Net Position. At the governmental fund level, earned but unavailable revenue is reported as a deferred inflow of resources.

The District also implemented GASB Statement Number 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, which amends the transition provisions of GASB 68. GASB 71 requires that, at transition, governments recognize a beginning deferred outflow of resource for pension contributions made subsequent to the measurement date of the beginning Net Pension Liability. Implementation is reflected in the financial statements and the prior year adjustment.

7. Receivable and Payable Balances

The District believes that sufficient detail of receivable and payable balances is provided in the financial statements to avoid the obscuring of significant components by aggregation. Therefore, no disclosure is provided which disaggregates those balances.

There are no significant receivables which are not scheduled for collection within one year of year end.

8. Interfund Activities

Interfund activity results from loans, service provided, reimbursements or transfers between funds. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers In and Transfers Out are netted and presented as a single "Transfer" line on the government-wide statement of activities. Similarly, interfund receivables and payables are netted and presented as a single "Internal Balances" line of the government-wide statement of net position.

9. Vacation, Sick Leave, and Other Compensated Absences

District employees are entitled to certain compensated absences based on their length of employment. Sick leave accrues at various rates established by the State and adopted by the Board of Trustees. Sick leave vests, accumulates, and is recorded as expense as it is incurred. Sick leave is paid upon separation from the District.

The District reimburses employees who voluntarily retire through the Teacher Retirement System (TRS) for up to 50 days of accrued leave based on rates established by the board of trustees. The rate approved is varied based on tenure with the District.

10. 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. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teacher Retirement System of Texas (TRS) and additions to/ deductions from TRS's fiduciary net position have been determined on the same basis as they are reported by TRS. For this purpose, 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.

RAINS INDEPENDENT SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

A. Summary of Significant Accounting Policies (Continued)

11. Other Post-Employment Benefits (OPEB)

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 OPEB, OPEB expenses, 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 term. There are no investments as this a pay-as-you-go plan and all cash is held in a cash account.

12. Use of Estimates

The preparation of financial statements in conformity with GAAP requires the use of management's estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could vary from these estimates.

13. Data Control Codes

Data control codes refer to the account code structure prescribed by the Agency in the *Guide*. The Agency requires the District to display these codes in its financial statements filed with the Agency in order to ensure accuracy in building a statewide database for policy development and funding plans.

14. Accounting System

In accordance with Texas Education Code, Chapter 44, Subchapter A, the District adopted and implemented an accounting system which at least meets the minimum requirements prescribed by the State Board of Education and approved by the State Auditor. The District's accounting system uses codes and the code structure presented in the accounting code section of the *Guide*. Mandatory codes are utilized in the form provided in that section.

B. Deposits, Securities and Investments

The District's funds are deposited and invested under the terms of a depository contract. The contract requires the depository to pledge approved securities in an amount significant to protect the District's day-to-day balances. The pledge is waived only to the extent of the dollar amount of Federal Deposit Insurance District (FDIC) insurance. At year end, all District cash deposits appear to have been adequately covered by FDIC insurance or by pledged collateral held by the District or the depository in the District's name. The District's deposits appear to have not been properly secured throughout the year specifically one month the coverage was inadequate.

The District's investment policies and types of investments are governed by the Public Funds Investment Act (PFIA). The Act requires specific training reporting and establishment of local policies. The District appears to be in compliance with all the requirements of the Act.

The PFIA (Government Code Chapter 256) contains specific provisions in the areas of investment practices, management reports, and establishment of appropriate policies. Among other things, it requires a governmental entity to adopt, implement and publicize an investment policy. That policy must address the following areas (1) safety of principal and liquidity, (2) portfolio diversifications, (3) allowable investments, (4) acceptable risk level, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the state maturity date of portfolio, (8) investment staff quality and capabilities, (9) and bid solicitation preference for certificates of deposit. Statutes authorize the District to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) banker's acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, (10) and common trust funds. The PFIA governs the District's investment policies and types of investments.

The District's management believes that it complies with the requirements of the PFIA and the District's investment policies.

District investments include investments in TexPool, and Lone Star Investment Pool which are local government investment pools. All investments are reported at fair value and are presented as cash and investments.

RAINS INDEPENDENT SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED AUGUST 31, 2020

B. Deposits, Securities and Investments (Continued)

The following table lists the District's investments at year end:

	Credit Rating	Fair Value
Lone Star Investment Pool	AAAm	\$ 214
TexPool	AAAm	206,679
Total		\$ 206,893

Texas Local Government Investment Pool

The District invests in the Texas Local Government Investment Pool (TexPool), which is a local government investment pool that was established in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and operates under the PFIA, Chapter 2256 of the Texas Government Code. The State Comptroller of Public Accounts oversees TexPool. Federated Investors, Inc. is the administrator and investment manager of TexPool under contract with the State Comptroller. In accordance with the Public Funds Investment Act, the State Comptroller has appointed the TexPool Investment Advisory Board to advise with respect to TexPool. The board is composed equally of participants in TexPool Portfolios and other persons who do not have a business relationship with TexPool Portfolios and are qualified to advise in respect to Texpool Portfolios. The Advisory Board members review the investment policy and management fee structure. TexPool is rated AAAM by Standard and Poor's and operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. All investments are stated at amortized cost, which approximates market value of the securities. The stated objective of TexPool is to maintain a stable average \$1.00 per unit net asset value; however, the \$1.00 net asset value is not guaranteed or insured. The financial statements can be obtained from the Texas Trust Safekeeping Trust Company website at www.ttstc.org.

Lone Star Investment Pool

The *Lone Star Investment Pool* is an investment pool available to governmental entities. The pool was established under the guidance of the Texas Public Funds Investment Act. A board of directors made up of members of the pool is responsible for the overall operation of the pool. The Board has employed various third party organizations to assist in the operations. These third parties are as follows: American Beacon Advisors and BNY Mellon Cash Investment Strategies – Investment Managers, RBC Wealth Management – Investment Consultant, Bank of New York Mellon – Custodian, First Public – Administration. In combination with these third party organizations, the pool has received a AAAM rating from Standard and Poor's. This rating allows the pool to meet the standards required by the Texas Public Funds Investment Act.

GASB Statement No. 40 requires a determination as to whether the District was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures:

a. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized agencies are designed to give an indication of credit risk. At year end, the District was not significantly exposed to credit risk.

b. Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the District's name.

Investment securities are exposed to custodial risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent but not in the Districts' name. At year end, the District was not exposed to custodial credit risk.

The largest combined balances of cash, saving and time deposit accounts amounted to \$ 6,214,123 and occurred in January 2020. The amount of bond or market value of securities pledged as of the date of the highest combined balance on deposit was \$ 5,580,150. The total amount of FDIC coverage at the time of the highest combined balance was \$ 500,000. Commercial Bank of Texas, Emory, Texas is the District's depository.

RAINS INDEPENDENT SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED AUGUST 31, 2020

B. Deposits, Securities and Investments (Continued)

c. Concentration of Credit Risk

This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. At year end, the District was not exposed to concentration of credit risk.

d. Interest Rate Risk

This is the risk that changes in interest rates will adversely affect the fair value of an investment. District investments are limited to short term maturities to limit any potential interest rate risk. At year end, the District was not exposed to interest rate risk.

e. Foreign Currency Risk

This is the risk that exchange rates will adversely affect the fair value of an investment. State statutes do not allow for foreign investments this eliminating foreign currency rate risk. The District was not exposed to foreign currency risk.

f. Fair Value Measurements

The District categorizes its fair value measurements with the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The District's assessment of the significance of particular inputs to these fair value measurements require judgement and considers factors specific to each asset or liability.

Assets and Liabilities Measured at Fair Value on a Recurring Basis

<u>Investment by Fair Value Level</u>	<u>Fair Value</u>	<u>Fair Value Measurements Using</u>		
		<u>Quoted Prices in Active Markers for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
TexPool	\$ 206,679	\$ -	\$ 206,679	\$ -
Lone Star Investment Pool	214	-	214	-

The Districts investments in the various local government investment pools is not required to be measured at fair value but is measured at amortized cost.

C. Property Taxes

Property taxes are levied by October 1, in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the October 1 levy date. On January 1 of each year, a tax lien attaches to property to secure the payment of all taxes, penalties and interest ultimately imposed. Property tax revenues are considered available when collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year.

Property taxes are prorated between maintenance and debt service based on rates adopted for the year of the levy. Allowances for uncollectibles within the General and Debt Service Funds are based upon historical experience in collecting property taxes. Section 33.05, Property Tax Code, requires the tax collector for the District to cancel and remove from the delinquent tax rolls a tax on real property that has been delinquent for more than 20 years or a tax on personal property that has been delinquent for more than 10 years. Delinquent taxes meeting this criteria may not be canceled if litigation concerning these taxes is pending.

The District levied taxes on property within the District at \$ 0.97 to fund general operations and \$ 0.185 for the payment of principal and interest on long term debt. The rates were levied on property assessed totaling \$ 646,596,982. The District contracts with a tax attorney for the collection of all delinquent taxes. Delinquent taxes are subject to both penalty and interest plus a 25% delinquent tax attorney collection fee.

RAINS INDEPENDENT SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

D. Capital Assets

Capital asset activities during the year were as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<u>Governmental Activities</u>				
Capital Assets not being Depreciated:				
Land	\$ 754,477	\$ -	\$ -	\$ 754,477
Total Capital Assets not being Depreciated	\$ 754,477	\$ -	\$ -	\$ 754,477
Capital Assets being Depreciated:				
Building and Improvements	\$ 40,196,697	\$ 147,250	\$ -	\$ 40,343,947
Equipment	1,348,601	55,755	-	1,404,356
Vehicles	3,530,072	193,088	-	3,723,160
Total Capital Assets being Depreciated	\$ 45,075,370	\$ 396,093	\$ -	\$ 45,471,463
Less Accumulated Depreciation for:				
Buildings and Improvements	\$ 14,110,154	\$ 1,004,926	\$ -	\$ 15,115,080
Equipment	1,108,206	63,662	-	1,171,868
Vehicles	2,919,665	109,075	-	3,028,740
Total Accumulated Depreciation	\$ 18,138,025	\$ 1,177,663	\$ -	\$ 19,315,688
Total Capital Assets being Depreciated, Net	\$ 26,937,345	\$ (781,570)	\$ -	\$ 26,155,775
Governmental Activities Capital Assets, Net	\$ 27,691,822	\$ (781,570)	\$ -	\$ 26,910,252

Depreciation was charged to governmental activities functions as follows:

Instruction	\$ 648,565
Instructional Resources and Media Services	21,501
Curriculum and Instructional Staff Development	87
Instructional Leadership	1,489
School Leadership	10,660
Guidance, Counseling and Evaluation Services	7,983
Health Services	6,781
Student (Pupil) Transportation	104,937
Food Services	26,104
Cocurricular/Extracurricular Activities	310,842
General Administration	9,093
Plant Maintenance and Operations	21,810
Security and Monitoring Services	7,811
Total	<u>\$ 1,177,663</u>

E. Long Term Obligations

Long Term Obligation Activity

Long-term obligation activities during the year were as follows:

	Beginning Balances	Increases	Decreases	Ending Balances	Amounts Due Within One Year
<u>Governmental Activities:</u>					
General Obligation Bonds	\$ 11,720,000	\$ -	\$ 655,000	\$ 11,065,000	\$ 675,000
Loans Payable	168,928	-	83,099	85,829	85,829
Unamortized Bond Premium (Discount)	778,369	-	54,481	723,888	-
Retirement Benefits Payable	40,350	3,650	-	44,000	-
Total Governmental Activities	<u>\$ 12,707,647</u>	<u>\$ 3,650</u>	<u>\$ 792,580</u>	<u>\$ 11,918,717</u>	<u>\$ 760,829</u>

RAINS INDEPENDENT SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED AUGUST 31, 2020

E. Long Term Obligations (Continued)

Bonds

The District has issued various series of general obligation bonds to fund facility construction and improvements. Bonds mature at various times with varying rates of interest. The bonds issued require the District to levy an ad valorem tax annually to retire the current maturities. The District is required to make annual interest payments along with annual principal payments.

The following bonded debt issues are outstanding at year end:

Description	Interest Rate	Original Amount	Outstanding Balances
Unlimited Tax School Building Bonds, Series 2009	4.40%	\$ 9,900,000	\$ 545,000
Unlimited Tax School Refunding Bonds, Series 2010	3.61%	3,000,000	1,985,000
Unlimited Tax School Building Bonds, Series 2016	2.72%	8,980,000	8,535,000
Totals			<u>\$ 11,065,000</u>

Maturity requirements on bonded debt at year end are as follows:

Year Ending August 31	Principal	Interest	Total Requirements
2021	\$ 675,000	\$ 408,050	\$ 1,083,050
2022	695,000	385,038	1,080,038
2023	720,000	361,900	1,081,900
2024	745,000	335,550	1,080,550
2025	775,000	305,150	1,080,150
2026 - 2030	4,380,000	1,023,850	5,403,850
2031 - 2035	3,075,000	170,125	3,245,125
Totals	<u>\$ 11,065,000</u>	<u>\$ 2,989,663</u>	<u>\$ 14,054,663</u>

There are a number of limitations and restrictions contained in the general obligation bond indentures. The District appears to be in compliance with all significant limitations and restrictions as of year end.

Loans

The District issued various agreements identified here as loans. These Loans include financing arrangements including maintenance tax notes. The District executed a note with Austin Bank for the financing of energy management equipment and software. The note requires annual payments of \$ 88,665 with the final maturity date of February 2021. The note incurs interest of 3.29%.

The following schedule lists the outstanding loans at year end:

Description	Interest Rate	Original Balance	Outstanding Balance
Austin Bank - Energy Management	3.297%	\$ 331,429	\$ 85,829

Maturity requirements on loans at year end are as follows:

Year Ending August 31	Principal	Interest	Total Requirements
2021	\$ 85,829	\$ 2,836	\$ 88,665

RAINS INDEPENDENT SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED AUGUST 31, 2020

F. Defined Benefits Pension Plan

1. *Plan Description*

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

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

2. *Pension Plan Fiduciary Net Position*

Detailed information about the Teacher Retirement System'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.state.tx.us/about/documents/cafr.pdf#CAFR>; by writing to TRS at 1000 Red River Street, Austin, TX 78701-2698; or by calling (512) 542-6592. The information provided in the Notes to the Financial Statements in the 2020 Comprehensive Annual Financial Report for TRS provides the following information regarding the Pension Plan fiduciary net position as of August 31, 2020 and 2018.

Net Pension Liability	2019	2018
Total Pension Liability	\$ 209,961,325,288	\$ 209,611,328,793
Less: Plan Fiduciary Net Position	(157,978,199,075)	(154,568,901,833)
Net Pension Liability	\$ 51,983,126,213	\$ 55,042,426,960
Net Position as percentage of Total Pension Liability	75.24%	73.74%

3. *Benefits Provided*

TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in Texas. The pension formula is calculated using 2.3 percent (multiplier) times the average of the five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity except for members who are grandfathered, the three highest annual salaries are used. The normal service retirement is at age 65 with 5 years of credited service or when the sum of the member's age and years of credited service equals 80 or more years. Early retirement is at age 55 with 5 years of service credit or earlier than 55 with 30 years of service credit. There are additional provisions for early retirement if the sum of the member's age and years of service credit total at least 80, but the member is less than age 60 or 62 depending on date of employment, or if the member was grandfathered in under a previous rule. There are no automatic post-employment benefit changes; including automatic COLAs. Ad hoc post-employment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as noted in the Plan description in (1) above.

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.

In May, 2020, the 86th Texas Legislature approved the TRS Pension Reform Bill (Senate Bill 12) that provides for gradual contribution increases from the state, participating employers and active employees to make the pension fund actuarially sound. This action causing the pension fund to be actuarially sound, allowed the legislature to approve funding for a 13th check in September 2020. All eligible members retired as of December 31, 2018 received an extra annuity check in either the matching amount of their monthly annuity or \$ 2,000, whichever was less.

4. *Contributions*

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

RAINS INDEPENDENT SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED AUGUST 31, 2020

F. Defined Benefits Pension Plan (Continued)

Employee contribution rates are set in state statute, Texas Government Code Section 825.402. The TRS Pension Reform Bill (SB12) of the 86th Texas Legislature amended Texas Government Code Section 825.402 for member contributions and increased employee and employer contribution rates for fiscal years 2020 thru 2025.

		<u>Contribution Rates</u>	
		<u>2019</u>	<u>2020</u>
	Member	7.7%	7.7%
	Non-Employer Contributing Entity (State)	6.8%	7.5%
	Employers	6.8%	7.5%
Current Year	Employer Contributions	\$	342,174
Current Year	Member Contributions	\$	863,265
Measurement Period	NECE On-Behalf Contributions	\$	526,418

Contributors to the plan include members, employers and the State of Texas as the only non-employer contributing entity. The State contributes to the plan in accordance with state statutes and the General Appropriations Act (GAA).

As the non-employer contributing entity for public education, the State of Texas contributes to the retirement system an amount equal to the current employer contribution rate times the aggregate annual compensation of all participating members of the pension trust fund during that fiscal year reduced by the amounts described below which are paid by the employers. Employers including public 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.

In addition to the employer contributions listed above, there are two additional 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.

A Public Education Employer contribution surcharge of 1.5% on all covered payroll.

5. *Actuarial Assumptions*

The total pension liability in the August 31, 2018 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	August 31, 2018 rolled forward to August 31, 2019
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Market Value
Single Discount Rate	7.25%
Long-Term Expected Investment Rate of Return	7.25%
Inflation	2.30%
Salary Increases Including Inflation	3.05% to 9.05%
Benefit Changes During the Year	None
Ad hoc Post-Employment Benefit Changes	None
Municipal Bond Rate	2.63%
Ending Year in Projection Period	2116

The actuarial assumptions used in this determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2018. A full description of the assumptions are included with the report dated November 9, 2018.

RAINS INDEPENDENT SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

F. Defined Benefits Pension Plan (Continued)

6. *Discount Rate*

A single discount rate of 7.25% was used to measure the total pension liability. The single discount rate was based on the expected rate of return on plan investments of 7.25%. The projection of cash flows used to determine this single discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the legislature during the 2020 session. It is assumed that future employer and state contributions will be 8.50% of payroll in fiscal year 2020 gradually increasing to 9.55% of payroll over the next several years. This includes all employer and state contributions for active and rehired retirees.

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

The long-term rate of return on pension plan investments is 7.25%. The long-term expected rate of return on pension plan investments was determined using a building block method in which best estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in the Systems target asset allocation as August 31, 2020 are summarized below:

Asset Class	FY 2019 Target Allocation ¹ %	New Target Allocation ² %	Long -Term Expected Geometric Real Rate of Return ³
Global Equity			
U.S.	18.0%	18.0%	6.4%
Non-U.S. Developed	13.0%	13.0%	6.3%
Emerging Markets	9.0%	9.0%	7.3%
Directional Hedge Funds	4.0%	-	-
Private Equity	13.0%	14.0%	8.4%
Stable Value			
U.S. Treasuries ⁴	11.0%	16.0%	3.1%
Absolute Return	0.0%	0.0%	0.0%
Stable Value Hedge Funds	4.0%	5.0%	4.5%
Real Return			
Global Inflation Linked Bonds ⁴	3.0%	-	-
Real Estate	14.0%	15.0%	8.5%
Energy, Natural Resources and Infrastructure	5.0%	6.0%	7.3%
Commodities	0.0%	0.0%	0.0%
Risk Parity			
Risk Parity	5.0%	8.0%	5.8%/6.5% ⁵
Leverage			
Cash	1.0%	2.0%	2.50%
Asset Allocation Leverage	-	-6.0%	2.70%
Expected Return	<u>100%</u>	<u>100.0%</u>	<u>7.23%</u>

¹ Target allocations are based on the Strategic Asset Allocations as of FY2019

² New allocations are based on the Strategic Asset Allocations to be implemented FY2020

³ 10-Year annualized geometric nominal returns include the real rate of return and inflation of 2.1%

⁴ New Target Allocation groups Government Bonds within the stable value allocation.

This includes global sovereign nominal and inflation-linked bonds

⁵ 5.8% (6.5%) return expectation corresponds to Risk Parity with a 10% (12%) target volatility

7. *Discount Rate Sensitivity Analysis*

The following presents the District's share of the net pension liability of the plan using the discount rate of 7.25% as well as what the District's share of the net pension liability would be if it were calculated using a discount rate that is 1 – percentage point lower (6.25%) or 1 – percentage point higher (7.25%) than the current rate:

	1% Decrease in Discount Rate	Discount Rate	1% Increase in Discount Rate
District's proportionate share of the net pension liability	\$ 7,386,929	\$ 4,805,615	\$ 2,714,253

RAINS INDEPENDENT SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

F. Defined Benefits Pension Plan (Continued)

8. *Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

At August 31, 2020, the District reported a liability of \$ 4,805,615 for its proportionate share of the TRS's net pension liability. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the collective net pension liability	\$	4,805,615
State's proportionate share that is associated with the District		7,818,587
 Total		 \$ 12,624,202

The net pension liability was measured as August 31, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer's proportion of the net pension liability was based on the employer's contribution to the pension plan relative to the contributions of all employers to the plan for the year September 1, 2018 thru August 31, 2020.

At August 31, 2019, the employer's proportion of the collective net pension liability was 0.0092445674%, which was a decrease of 0.0001360420% from its proportion measured as of August 31, 2018.

Changes Since the Prior Actuarial Valuation

The following changes have occurred to the actuarial assumptions or other inputs that affects measurement of the total pension liability since the prior measurement date:

- a. The single discount rate as of August 31, 2018 was a blended rate of 6.907% and that has changed to the long-term rate of return of 7.25% as of August 31, 2020.
- b. With the enactment of HB 3 by the 2020 Texas Legislature, an assumption has been made about how this would impact future salaries. It is assumed that eligible active members will each receive a \$ 2,700 increase in fiscal year 2020. This is in addition to the salary increase expected in the actuarial assumptions.
- c. The Texas Legislature approved funding for a 13th check. All eligible members retired as of December 31, 2018 will receive an extra annuity check in September 2020 in either the matching amount of their monthly annuity payment or \$ 2,000, whichever is less.

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

For the current year, the District recognized pension expense of \$ 2,263,813 and revenue of \$ 1,228,190 for support provided by the State.

At year end, 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 actuarial experiences	\$ 20,188	\$ 166,859
Changes of actuarial assumptions	1,490,938	616,126
Differences between projected and actual investment earnings	48,254	-
Changes in proportion and differences between the employer's contributions and the proportionate share of contributions	471,189	43,445
 Total as of August 31, 2018 measurement date	 \$ 2,030,569	 \$ 826,430
Contributions paid to TRS subsequent to the measurement date	342,174	-
 Total at fiscal year end	 \$ 2,372,743	 \$ 826,430

RAINS INDEPENDENT SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED AUGUST 31, 2020

F. Defined Benefits Pension Plan (Continued)

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

<u>Year Ending</u> <u>August 31</u>	<u>Amount</u>
2021	\$ 328,217
2022	270,650
2023	301,643
2024	266,129
2025	84,692
Thereafter	(47,192)

G. Other Post-Employment Benefit Plans

1. *Plan Description*

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

2. *OPEB Plan Fiduciary Net Position*

Detail Information about the TRS-Care's fiduciary net position is available in the separately issued TRS Comprehensive Annual Financial Report that includes financial statements and required supplementary information. That report may be obtained on the internet at <http://www.trs.state.tx.us/about/documents/cafr/pdf#CAFR>; by writing to TRS at 1000 Red River Street, Austin, TX 78701-2698; or by calling (512) 542-6592.

The components of the Net OPEB Liability of the TRS-Care plan as of August 31, 2020 and 2018 are as follows:

Description	2019	2018
Total OPEB Liability	\$ 48,583,247,239	\$ 50,729,490,103
Less: Plan Fiduciary Net Position	(1,292,022,349)	798,574,633
Net OPEB Liability	\$ 47,291,224,890	\$ 49,930,915,470
Net Position as percentage of Total Pension Liability	2.66%	1.57%

3. *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 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. There are no automatic post-employment benefit changes; including automatic COLAs.

RAINS INDEPENDENT SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED AUGUST 31, 2020

G. Other Post-Employment Benefit Plans (Continued)

The premium rates for retirees are presented in the table below:

TRS-Care Monthly Premium Rates		
	<u>Medicare</u>	<u>Non Medicare</u>
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

4. *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 0.75% 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 public. The actual employer contribution rate is prescribed by the Legislature in the General Appropriations Act. The following table shows contributions to the TRS-Care plan by type of contributor.

Contribution Rates		
	<u>2019</u>	<u>2020</u>
Active Employee	0.65%	0.65%
Non-Employer Contributing Entity (State)	1.25%	1.25%
Employers	0.75%	0.75%
Federal/Private Funding remitted by Employers	1.25%	1.25%
Current Year Employer Contributions	\$	120,075
Current Year Member Contributions	\$	72,848
Measurement Period NECE On-Behalf Contributions	\$	148,001

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

TRS-Care received supplemental appropriations from the State of Texas as the Non-Employer Contributing Entity in the amount of \$ 15.6 million in fiscal year 2017, \$ 212 million in fiscal year 2018 and \$ 73.6 million in fiscal year 2020.

5. *Actuarial Assumptions*

The total OPEB liability in the August 31, 2018 actuarial valuation was rolled forward to August 31, 2020. The actuarial valuation was determined using the following actuarial assumptions:

The actuarial valuation of TRS-Care is similar to the actuarial valuation performed for the pension plan, except that the OPEB valuation is more complex. All of the demographic assumptions, rates of retirement, termination, and disability including general inflation and salary increases are identical to those used in the respective TRS Pension valuation. These assumptions were developed in the experience study performed for TRS for the measurement period ended August 31, 2017.

RAINS INDEPENDENT SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED AUGUST 31, 2020

G. Other Post-Employment Benefit Plans (Continued)

The active mortality rates were based on 90 percent of the RP-2014 Employee Mortality Tables for males and females with full generational mortality using scale BB. The past 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 scale (U-MP).

The following assumptions and other inputs used for members of TRS-Care are identical to the assumptions used in the August 31, 2020 TRS pension actuarial valuation:

Rates of Mortality	General Inflation
Rates of Retirement	Wage Inflation
Rates of Termination	Salary Increases
Rates of Disability	

Additional Actuarial Methods and Assumptions:

Valuation Date	August 31, 2017 rolled forward to August 31, 2019
Actuarial Cost Method	Individual Entry Age Normal
Inflation	2.30%
Discount Rate	3.69%
Aging Factors	Based on plan specific experience
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claims costs.
Projected Salary Increases	3.05% to 9.05%
Healthcare Trend Rates	4.50% to 12.00%
Election Rates	Normal Retirement: 70% participation prior to age 65 and 75% participation after age 65
Ad hoc post-employment benefit changes	None

6. *Discount Rate*

A single discount rate of 2.63% was used to measure the total OPEB liability. There was a decrease of 1.06% in the discount rate since the previous year. Because the plan is essentially a “pay-as-you-go” plan, the single discount rate is equal to the prevailing municipal bond rate. The projection of cash flows used to determine the discount rate assumed that contributions from active members and those of the contributing employers and the non-employer contributing entity are made at the statutorily required rates. Based on those assumptions, the OPEB plan’s fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, the municipal bond rate was applied to all years of projected benefit payments to determine the total OPEB liability.

7. *Discount Rate Sensitivity Analysis*

The following schedule shows the impact of the net OPEB liability if the discount rate used was 1% greater than the discount rate that was used (2.63%) in measuring the net OPEB liability.

	<u>1% Decrease in</u> <u>Discount Rate</u>	<u>Discount Rate</u>	<u>1% Increase in</u> <u>Discount Rate</u>
District's proportionate share of the net OPEB liability	\$ 8,960,922	\$ 7,422,152	\$ 6,218,375

8. *Healthcare Cost Trend Rates Sensitivity Analysis*

The following presents the net OPEB liability of the plan using the assumed healthcare cost trend rate (8.5%), as well as what the net OPEB liability would be if it were calculated using a trend rate that is one-percentage point lower or one-percentage point higher than the assumed healthcare cost trend rate.

	<u>1% Decrease</u>	<u>Current Healthcare</u> <u>Cost Trend Rate</u>	<u>1% Increase</u>
District's proportionate share of the net OPEB liability	\$ 6,054,733	\$ 7,422,152	\$ 9,253,871

RAINS INDEPENDENT SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED AUGUST 31, 2020

G. Other Post-Employment Benefit Plans (Continued)

9. *OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.*

At year end, the District reported a liability of \$ 7,422,152 for its proportionate share of the TRS's net OPEB liability. This liability reflects a reduction for State OPEB support provided to the District. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the collective net OPEB liability	\$	7,422,152
State's proportionate share that is associated with the District		9,862,383
 Total		 \$ 17,284,535

The net OPEB liability was measured as August 31, 2019. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. 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 year September 1, 2018 thru August 31, 2019.

At August 31, 2019, the District's proportion of the collective net OPEB liability was 0.0156945696%, which was an increase of .0002200597% from its proportion measured as of August 31, 2018.

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

- a. Discount rate decreased from 3.69% to 2.63%.
- b. The participation rate for pre-65 retirees was lowered from 70% to 65%. Post-65 retirees participation rate was lowered from 75% to 50%. 25% of pre-65 retirees are assumed to discontinue coverage at age 65. This was not considered in previous calculations.
- c. Healthcare trend rates were reset.
- d. The percentage of retirees who are assumed to have two person coverage was lowered from 20% to 15%.
- e. Participation assumption for surviving spouses that die while actively employed was lowered from 20% to 10%.

There were no changes of benefit terms that affected measurement of the total OPEB liability during the measurement year.

For the current year, the District recognized OPEB expense of \$ 443,876 and revenue of \$ 259,932 for support provided by the State.

At year end, 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 actuarial experiences	\$ 364,120	\$ 1,214,557
Changes in actuarial assumptions	412,243	1,996,377
Differences between projected and actual investment earnings	801	-
Changes in proportion and differences between the employer's contributions and the proportionate share of contributions	121,723	222,083
 Total as of August 31, 2019 measurement date	 \$ 898,887	 \$ 3,433,017
Contributions paid to TRS subsequent to the measurement date	120,075	-
 Total at fiscal year end	 \$ 1,018,962	 \$ 3,433,017

RAINS INDEPENDENT SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED AUGUST 31, 2020

G. Other Post-Employment Benefit Plans (Continued)

The net amounts of the employer's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expenses as follows:

H. Medicare Part D Coverage

The Medicare Prescription Drug, Improvement and Modernization Act of 2003 established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. Under Medicare Part D, TRS-Care receives retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. For the years ended August 31, 2020, 2019 and 2018, the subsidy payments received by TRS-Care on behalf of the District were \$ 53,325, \$ 38,390 and \$ 30,829, respectively. These payments are recorded as equal revenues and expenditures in the governmental funds financial statement of the District.

<u>Year Ending</u> <u>August 31</u>	<u>Amount</u>
2021	\$ (425,923)
2022	(425,923)
2023	(426,182)
2024	(426,330)
2025	(426,292)
Thereafter	(403,480)

I. Risk Management

Health Care

During the year, employees of the District were covered by a health insurance plan (the Plan). The District paid premiums of \$ 275 per month per employee and employees, at their option, authorized payroll withholdings to provide dependents coverage under the Plan. All premiums were paid to a licensed insurer. The Plan was authorized by Article 3.51-2, Texas Insurance Code and was documented by contractual agreement.

The contract between the Rains Independent School District and Aetna is renewable September 1 of each year and terms of coverage and premium costs are included in the contractual provisions.

Latest financial statements for Aetna are available for the year ended December 31, 2020 and have been filed with the Texas State Board of Insurance, Austin, Texas, and are public records

Workers Compensation

The District participates in the East Texas Educational Insurance Association Workers Compensation Self Insurance Joint Fund. The District is partially self-funded to a loss fund maximum of \$ 85,842 for the 19-20 fiscal year. Additionally, the District incurred fixed costs of \$ 29,800 for their share of claims administration, loss control, record keeping, and cost of excess insurance.

Claims administration is provided by Claims Administrative Services, Inc. Reinsurance is provided for aggregate claim losses exceeding \$ 225,000. The fixed cost charge is based on total payroll paid by the District. Increases or decreases in the fixed costs will adjust subsequent year charges.

The accrued liability for workers' compensation self-insurance of \$ 69,366 includes \$ 40,378 of incurred but not reported claims. This liability is based on the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues," which require that a liability for claims be reported if information indicates that it is probable that a liability has been incurred and the amount of loss can be reasonably estimated. The liability recorded is an undiscounted actuarial calculation.

RAINS INDEPENDENT SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED AUGUST 31, 2020

I. Risk Management (Continued)

Changes in the workers' compensation claims liability amounts in the years of 2020 and 2019 are represented below:

	2020	2019
Beginning Claims Liability	\$ 73,171	\$ 69,077
Claims Incurred (Reduced)	10,138	19,854
Claim Payments	(13,943)	(15,760)
Ending Claims Liability	\$ 69,366	\$ 73,171

Unemployment Compensation Pool

During the current year, the District provided unemployment compensation coverage to its employees through participation in the TASB Risk Management Fund (the Fund). The Fund was created and is operated under the provisions of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code. The Fund's Unemployment Compensation Program is authorized by Section 22.005 of the Texas Education Code and Chapter 172 of the Texas Local Government Code. All members participating in the Fund execute interlocal agreements that define the responsibilities of the parties.

The Fund meets its quarterly obligation to the Texas Workforce Commission. Expenses are accrued each month until the quarterly payment has been made. Expenses can be reasonably estimated; therefore, there is no need for specific or aggregate stop loss coverage for Unemployment Compensation pool.

The Fund engages the services of an independent auditor to conduct a financial audit after the close of each plan year on August 31. The audit is accepted by the Fund's Board of Trustees in February of the following year. The Fund's audited financial statements as of August 31, 2019, are available at the TASB offices and have been filed with the Texas Department of Insurance in Austin.

Other 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. During fiscal year 2020, the District purchased commercial insurance to cover these liabilities. There were not significant reductions in coverage in the past fiscal year, and there were no settlements exceeding insurance coverage for each of the past three fiscal years.

J. Litigation

The District appears to have no pending litigation as of August 31, 2020.

K. Commitments and 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 year end, 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 combined financial statements for such contingencies.

The global outbreak of coronavirus disease 2019 ("COVID-19") presents various global risks. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. Management of the District is actively monitoring the global situation on its financial condition, liquidity, operations, supplies, vendors, and industry. Given the evolution of the COVID-19 outbreak and the global responses to curb its spread, the District is not able to estimate the effects, if any, of the COVID-19 outbreak on its results of operations and financial condition.

L. Subsequent Events

Management has evaluated all events or transactions that occurred after August 31, 2020 up through January 11, 2021 the date the financial statements were issued.

RAINS INDEPENDENT SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2020

N. Revenue from Local and Intermediate Sources

During the year, the District received revenue from local and intermediate in the District's major funds and aggregate non major funds consisting of the following:

	Other		Totals
	General	Governmental	
Property Tax Collections	\$ 6,258,735	\$ 1,197,062	\$ 7,455,797
Investment Income	155,798	1,339	157,137
Food Service Income	-	195,967	195,967
Cocurricular/Extracurricular Activities	58,615	326,944	385,559
Tuition and Fees	3,550	136,975	140,525
Other	35,218	13,726	48,944
Total	<u>\$ 6,511,916</u>	<u>\$ 1,872,013</u>	<u>\$ 8,383,929</u>

O. Receivables

Receivables at year end, for the District's individual major funds and aggregate nonmajor funds, including any applicable allowances for uncollectible accounts are as follows:

	Other		Totals
	General	Governmental	
Due from Other Governments	\$ 683,910	\$ 503,980	\$ 1,187,890
Property Taxes Receivable	672,102	122,868	794,970
Less: Allowance for Uncollectible			
Property Taxes	(67,210)	(12,287)	(79,497)
Other Receivables	8,256	1,550	9,806
Net Receivables	<u>\$ 1,297,058</u>	<u>\$ 616,111</u>	<u>\$ 1,913,169</u>

P. State Aid Reconciliation

The State provides various types of funding for local school districts as provided for in state statute. The following reconciliation presents funding earned by the District in each category presented. Because of the State's delay in reconciling the funding to local districts, the summary below represents an estimate of earnings. The settle up with the State will occur some 9 to 10 months following the fiscal year end.

Funding is earned for: 1) Available – annual allocation based on prior year enrollment; 2) Foundation – annual allocation based on student attendance, property tax collections and valuations, and special student population; 3) Instructional Facilities Allotment – based on property wealth; and 4) Existing Debt Allotment – based on eligible debt, student attendance and property wealth. Various other sources are received but not reconciled here as these are the major sources of funding.

	Available	Foundation	IFA	EDA
CY Summary of Finances (SOF)	\$ 507,272	\$ 7,732,930	Not	\$ 41,584
Prior Year Settle Ups	-	4,052	Eligible	-
August Instructional Days Change	38,378	390,731		2,739
				-
Financial Statement Earnings	<u>\$ 545,650</u>	<u>\$ 8,127,713</u>	\$ -	<u>\$ 44,323</u>
Financial Statement Amounts				
SOF Receivable (Overpayment)	\$ -	\$ (189,695)	\$ -	\$ (3,109)
August Instructional Days Receivable	50,259	643,690	-	-

* Overpayments are represented in the financial statements as Unearned Revenue (government-wide and governmental).

RAINS INDEPENDENT SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED AUGUST 31, 2020

Q. Compliance, Stewardship, and Accountability

Expenditures over Appropriations

The following individual funds incurred expenditures in excess of appropriations at functional expenditure levels:

	Budget	Actual	Excess
General Fund			
Guidance, Counseling and Evaluation Services	\$ 653,961	\$ 654,027	\$ 66

R. Interfund Balances and Activities

Transfer between Funds

Transfers To	Transfers From	Amount	Reason
Food Service Fund	General Fund	\$ 37,241	Cover Annual Deficit
After School Program	General Fund	56,492	Cover Excess Cost
Total		\$ 93,733	

REQUIRED SUPPLEMENTARY INFORMATION

RAINS INDEPENDENT SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED AUGUST 31, 2020

Data Control Codes	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
5700 Local and Intermediate Sources	\$ 6,561,400	\$ 6,561,400	\$ 6,511,916	\$ (49,484)
5800 State Program Revenues	9,047,100	9,347,100	9,526,353	179,253
5900 Federal Program Revenues	330,000	330,000	105,980	(224,020)
5020 Total Revenues	\$ 15,938,500	\$ 16,238,500	\$ 16,144,249	\$ (94,251)
EXPENDITURES				
Instruction and Instructional Related Services:				
0011 Instruction	\$ 8,662,089	\$ 8,848,089	\$ 8,696,266	\$ 151,823
0012 Instructional Resources and Media Services	173,587	180,087	175,257	4,830
0013 Curriculum and Staff Development	149,063	155,563	123,043	32,520
Total Instruction and Instr. Related Services	\$ 8,984,739	\$ 9,183,739	\$ 8,994,566	\$ 189,173
Instructional and School Leadership:				
0021 Instructional Leadership	\$ 237,652	\$ 307,152	\$ 265,589	\$ 41,563
0023 School Leadership	883,933	916,933	914,231	2,702
Total Instructional and School Leadership	\$ 1,121,585	\$ 1,224,085	\$ 1,179,820	\$ 44,265
Support Services - Student (Pupil):				
0031 Guidance, Counseling and Evaluation Services	\$ 641,961	\$ 653,961	\$ 654,027	\$ (66)
0033 Health Services	131,564	137,564	137,366	198
0034 Student (Pupil) Transportation	1,032,063	1,043,063	845,142	197,921
0036 Cocurricular/Extracurricular Activities	781,928	829,428	807,140	22,288
Total Support Services - Student (Pupil)	\$ 2,587,516	\$ 2,664,016	\$ 2,443,675	\$ 220,341
Administrative Support Services:				
0041 General Administration	\$ 612,546	\$ 652,546	\$ 636,668	\$ 15,878
Total Administrative Support Services	\$ 612,546	\$ 652,546	\$ 636,668	\$ 15,878
Support Services - Nonstudent Based:				
0051 Plant Maintenance and Operations	\$ 2,045,131	\$ 2,150,131	\$ 2,048,984	\$ 101,147
0052 Security and Monitoring Services	102,154	103,154	69,081	34,073
0053 Data Processing Services	108,000	168,000	165,636	2,364
Total Support Services - Nonstudent Based	\$ 2,255,285	\$ 2,421,285	\$ 2,283,701	\$ 137,584
Debt Service:				
0071 Principal on Long Term Debt	\$ 89,000	\$ 89,000	\$ 83,099	\$ 5,901
0072 Interest on Long Term Debt	-	-	5,566	(5,566)
Total Debt Service	\$ 89,000	\$ 89,000	\$ 88,665	\$ 335
Intergovernmental Charges:				
0099 Other Intergovernmental Charges	\$ 272,000	\$ 287,000	\$ 282,490	\$ 4,510
Total Intergovernmental Charges	\$ 272,000	\$ 287,000	\$ 282,490	\$ 4,510
6030 Total Expenditures	\$ 15,922,671	\$ 16,521,671	\$ 15,909,585	\$ 612,086
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 15,829	\$ (283,171)	\$ 234,664	\$ 517,835
OTHER FINANCING SOURCES (USES)				
8911 Transfers Out	-	-	\$ (93,733)	\$ (93,733)
7080 Net Other Financing Sources (Uses)	\$ -	\$ -	\$ (93,733)	\$ (93,733)
1200 Net Change in Fund Balance	\$ 15,829	\$ (283,171)	\$ 140,931	\$ 424,102
0100 Fund Balance - Beginning (September 1)	2,542,317	2,542,317	2,542,317	-
3000 Fund Balance - Ending (August 31)	\$ 2,558,146	\$ 2,259,146	\$ 2,683,248	\$ 424,102

RAINS INDEPENDENT SCHOOL DISTRICT
 SCHEDULES OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 TEACHER RETIREMENT SYSTEM OF TEXAS
 YEAR ENDED AUGUST 31, 2020

	<u>2019*</u>	<u>2018*</u>	<u>2017*</u>	<u>2016*</u>	<u>2015*</u>	<u>2014*</u>
District's proportion of the net pension liability	0.0092445674%	0.0093806094%	0.0089773456%	0.0087516790%	0.0086088000%	0.0052139000%
District's proportionate share of the net pension liability	\$ 4,805,615	\$ 5,163,315	\$ 2,870,471	\$ 3,307,129	\$ 3,043,096	\$ 1,392,705
State's proportionate share of the net pension liability associated with the District	<u>7,818,587</u>	<u>8,326,588</u>	<u>5,239,078</u>	<u>6,379,864</u>	<u>6,133,761</u>	<u>5,293,328</u>
Total	<u>\$ 12,624,202</u>	<u>\$ 13,489,903</u>	<u>\$ 8,109,549</u>	<u>\$ 9,686,993</u>	<u>\$ 9,176,857</u>	<u>\$ 6,686,033</u>
District's covered-employee payroll (for Measurement Year)	\$ 10,298,894	\$ 10,075,498	\$ 9,853,002	\$ 9,821,723	\$ 9,329,100	\$ 8,961,707
District's proportionate share of the net pension liability as a percentage of it's covered-employee payroll	46.66%	51.25%	29.13%	33.67%	32.62%	15.54%
Plan fiduciary net position as a percentage of the total pension liability	75.24%	73.74%	82.17%	78.00%	78.43%	83.25%

Note: Only six years of data is presented in accordance with GASB 68, paragraph 138. "The information for all periods for the 10-year schedules that are required to be presented as required supplementary information may not be available initially. In these cases, during the transition period, that information should be presented for as many years as are available. The schedules should not include information that is not measured in accordance with the requirements of this Statement."

* The years above present data for the measurement period ending date. The measurement period represents the period for which the pension plan prepares its reports which provides a 10 month delay for financial reporting in accordance with GASB 68.

RAINS INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF DISTRICT CONTRIBUTIONS
 TEACHER RETIREMENT SYSTEM OF TEXAS
 YEAR ENDED AUGUST 31, 2020

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contributions	\$ 342,174	\$ 322,527	\$ 314,709	\$ 294,225	\$ 278,063	\$ 254,881
Contributions in relations to the contractual required contributions	<u>(342,174)</u>	<u>(322,527)</u>	<u>(314,709)</u>	<u>(294,225)</u>	<u>(278,063)</u>	<u>(254,881)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered employee payroll	\$ 11,211,214	\$ 10,298,894	\$ 10,075,498	\$ 9,853,002	\$ 9,821,723	\$ 9,329,100
Contributions as a percentage of covered employee payroll	3.05%	3.13%	3.12%	2.99%	2.83%	2.73%

Note: Only six years of data is presented in accordance with GASB 68, paragraph 138. "The information for all periods for the 10-year schedules that are required to be presented as required supplementary information may not be available initially. In these cases, during the transition period, that information should be presented for as many years as are available. The schedules should not include information that is not measured in accordance with the requirements of this Statement."

RAINS INDEPENDENT SCHOOL DISTRICT
SCHEDULES OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
YEAR ENDED AUGUST 31, 2020

	<u>2019*</u>	<u>2018*</u>	<u>2017*</u>
District's proportion of the Net OPEB Liability (Asset)	0.0156945696%	0.0154745099%	0.0159364920%
District's proportionate share of the Net OPEB Liability (Asset)	\$ 7,422,152	\$ 7,726,564	\$ 6,930,183
State's proportionate share of the Net OPEB Liability (Asset) associated with the District	<u>9,862,383</u>	<u>8,193,405</u>	<u>7,592,075</u>
Total	<u>\$ 17,284,535</u>	<u>\$ 15,919,969</u>	<u>\$ 14,522,258</u>
District's covered-employee payroll (for Measurement Year)	\$ 10,298,894	\$ 10,075,498	\$ 9,853,002
District's proportionate share of the Net OPEB Liability as a percentage of it's covered-employee payroll	72.07%	76.69%	70.34%
Plan fiduciary net position as a percentage of the Total OPEB Liability	2.66%	1.57%	0.91%

Note: Only three years of data is presented in accordance with GASB 75 paragraph 245. "The information for all periods for the 10-year schedules that are required to be presented as required supplementary information may not be available initially. In these cases, during the transition period, that information should be presented for as many years as are available. The schedules should not include information that is not measured in accordance with the requirements of this Statement."

* The years above present data for the measurement period ending date. The measurement period represents the period for which the pension plan prepares its reports which provides a 12 month delay for financial reporting in accordance with GASB 75.

RAINS INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S OPEB CONTRIBUTIONS
TEACHER RETIREMENT SYSTEM OF TEXAS
YEAR ENDED AUGUST 31, 2020

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required contributions	\$ 120,075	\$ 110,853	\$ 106,752
Contributions in relations to the contractual required contributions	<u>(120,075)</u>	<u>(110,853)</u>	<u>(106,752)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered employee payroll	\$ 11,211,214	\$ 10,298,894	\$ 10,075,498
Contributions as a percentage of covered employee payroll	1.07%	1.08%	1.06%

Note: Only three years of data is presented in accordance with GASB 75, paragraph 245. "The information for all periods for the 10-year schedules that are required to be presented as required supplementary information may not be available initially. In these cases, during the transition period, that information should be presented for as many years as are available. The schedules should not include information that is not measured in accordance with the requirements of this Statement."

RAINS INDEPENDENT SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED AUGUST 31, 2020

A. Budget

The official budget was prepared for adoption for all Government Fund Types. The budget was prepared in accordance with accounting practices generally accepted in the United States of America. The following procedures are followed in establishing the budgetary data reflected in the basic financial statements:

1. Prior to August 20 of the preceding fiscal year, the District prepares a budget for the next succeeding fiscal year beginning September 1. The operating budget includes proposed expenditures and the means of financing them.
2. A meeting of the Board is then called for the purpose of adopting the proposed budget after ten days' public notice of the meeting has been given.
3. Prior to September 1, the budget is legally enacted through passage of a resolution by the Board.

Once a budget is approved, it can be amended at function and fund level only by approval of a majority of the members of the Board. Amendments are presented to the Board at its regular meetings.

Each amendment must have Board approval. Such amendments are made before the fact, are reflected in the official minutes of the Board and are not made after fiscal year end as required by law.

Each amendment is controlled by the budget coordinator at the revenue and expenditure function/object level. Budgeted amounts are as amended by the Board. All budget appropriations lapse at year end.

Encumbrances for goods or purchased services are documented by purchase orders or contracts. Under Texas law, appropriations lapse at August 31, and encumbrances outstanding at the time are to be either cancelled or appropriately provided for in the subsequent year's budget. There were no end-of-year outstanding encumbrances that were provided for in the subsequent year's budget.

B. Defined Benefit Pension Plan

1. Changes of Assumptions Since the Prior Measurement Date

The following changes occurred in the plan assumptions:

- a. The single discount rate as of August 31, 2018 was a blended rate of 6.907% and that has changed to the long-term rate of return of 7.25% as of August 31, 2020.
- b. With the enactment of HB 3 by the 2020 Texas Legislature, an assumption has been made about how this would impact future salaries. It is assumed that eligible active members will each receive a \$ 2,700 increase in fiscal year 2020. This is in addition to the salary increase expected in the actuarial assumptions.
- c. The Texas Legislature approved funding for a 13th check. All eligible members retired as of December 31, 2018 will receive an extra annuity check in September 2020 in either the matching amount of their monthly annuity payment or \$ 2,000, whichever is less.

2. Changes of Benefit Terms Since the Prior Measurement Date

There were no changes of benefit terms that affected measurement of the total pension liability during the measurement period. However, the Texas Legislature approved the TRS Pension Reform Bill (SB12) that provides for increased contributions from the state, participating employers and active employees to ensure the pension fund is actuarially sound. Because of this legislation, the fund was declared actuarially sound and an additional benefit disbursement was made to all eligible members.

RAINS INDEPENDENT SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED AUGUST 31, 2020

C. OPEB Healthcare Plan

1. Changes of Assumptions Since the Prior Measurement Date

The following changes occurred in the plan assumptions.

- a. The discount rate changed from 3.69% to 2.63%.
- b. The participation rate for the pre-65 retirees was lowered from 70% to 65%. The participation rate for post-65 retirees was lowered from 75% to 50%. 25% of pre-65 retirees are assumed to discontinue their coverage at age 65. There was no lapse assumption in the prior valuation.
- c. The trend rates were reset to better reflect the plan's anticipated experience.
- d. The percentage of retirees who are assumed to have two person coverage was lowered from 20% to 15%. In addition, the participation assumption for the surviving spouses of employees that die while actively employed was lowered from 20% to 10%.

2. Changes of Benefit Terms Since the Prior Measurement Date

There were no changes of benefit terms that affected measurement of the total OPEB liability since the prior measurement date.

OTHER SUPPLEMENTARY INFORMATION

RAINS INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF DELINQUENT TAXES RECEIVABLE
 YEAR ENDED AUGUST 31, 2020

Tax Roll Year	Last Ten Years Ended August 31	1 Tax Rates		3 Assessed/Appraised Value For School Tax Purposes	10 Beginning Balance 9/1/2019	20 Current Year's Total Levy	30 Maintenance Tax Collections	30a Debt Service Tax Collections	40 Entire Year's Adjustments	50 Ending Balance 8/31/2020
		Maintenance	Debt Service							
XXXX	2011 and Prior Years	Various	Various	Various	\$ 83,240	\$ -	\$ 1,621	\$ 139	\$ 20,267	\$ 101,747
2011	2012	1.040000	0.195000	476,012,632	13,444	-	755	142	3,231	15,778
2012	2013	1.040000	0.195000	492,038,369	16,649	-	1,207	226	3,576	18,792
2013	2014	1.040000	0.195000	505,940,139	21,878	-	1,978	371	7,433	26,962
2014	2015	1.040000	0.195000	496,884,368	31,501	-	2,515	471	7,905	36,420
2015	2016	1.040000	0.205000	482,644,772	43,954	-	5,614	1,107	3,004	40,237
2016	2017	1.040000	0.190000	495,281,538	67,916	-	17,255	3,152	10,313	57,822
2017	2018	1.040000	0.190000	550,933,902	94,254	-	40,244	7,352	49,590	96,248
2018	2019	1.040000	0.190000	569,388,495	207,372	-	89,220	16,300	40,636	142,488
2019	2020	0.970000	0.185000	646,596,982	-	7,468,195	6,000,785	1,144,478	(64,456)	258,476
1000	Totals				\$ 580,208	\$ 7,468,195	\$ 6,161,194	\$ 1,173,738	\$ 81,499	\$ 794,970

RAINS INDEPENDENT SCHOOL DISTRICT
SCHOOL BREAKFAST AND NATIONAL SCHOOL LUNCH PROGRAM
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED AUGUST 31, 2020

Data Control Codes	Budgeted Amounts		Actual	Variance with Final Budget	
	Original	Final		Positive (Negative)	
REVENUES					
5700	Local and Intermediate Sources	\$ 190,000	\$ 190,000	\$ 195,968	\$ 5,968
5800	State Program Revenues	5,000	5,000	13,490	8,490
5900	Federal Program Revenues	607,000	607,000	577,266	(29,734)
5020	Total Revenues	\$ 802,000	\$ 802,000	\$ 786,724	\$ (15,276)
EXPENDITURES					
Current:					
Support Services - Student (Pupil):					
0035	Food Services	\$ 817,600	\$ 925,600	\$ 849,791	\$ 75,809
	Total Support Services - Student (Pupil)	\$ 817,600	\$ 925,600	\$ 849,791	\$ 75,809
6030	Total Expenditures	\$ 817,600	\$ 925,600	\$ 849,791	\$ 75,809
1100	Excess (Deficiency) of Revenues Over Expenditures	\$ (15,600)	\$ (123,600)	\$ (63,067)	\$ 60,533
OTHER FINANCING SOURCES (USES)					
7915	Transfers In	\$ -	\$ -	\$ 37,241	\$ 37,241
7080	Net Other Financing Sources (Uses)	\$ -	\$ -	\$ 37,241	\$ 37,241
1200	Net Change in Fund Balance	\$ (15,600)	\$ (123,600)	\$ (25,826)	\$ 97,774
0100	Fund Balance - Beginning (September 1)	25,826	25,826	25,826	-
3000	Fund Balance - Ending (August 31)	\$ 10,226	\$ (97,774)	\$ -	\$ 97,774

RAINS INDEPENDENT SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED AUGUST 31, 2020

Data Control Codes	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)	
	Original	Final			
REVENUES					
5700	Local and Intermediate Sources	\$ 1,089,699	\$ 1,089,699	\$ 1,198,402	\$ 108,703
5800	State Program Revenues	-	-	44,323	44,323
5020	Total Revenues	\$ 1,089,699	\$ 1,089,699	\$ 1,242,725	\$ 153,026
EXPENDITURES					
Debt Service:					
0071	Principal on Long-term Debt	\$ 640,000	\$ 640,000	\$ 655,000	\$ (15,000)
0072	Interest on Long-term Debt	442,700	442,700	431,075	11,625
0073	Debt Issuance Costs and Fees	-	-	1,690	(1,690)
	Total Debt Service	<u>\$ 1,082,700</u>	<u>\$ 1,082,700</u>	<u>\$ 1,087,765</u>	<u>\$ (5,065)</u>
6030	Total Expenditures	\$ 1,082,700	\$ 1,082,700	\$ 1,087,765	\$ (5,065)
1100	Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 6,999</u>	<u>\$ 6,999</u>	<u>\$ 154,960</u>	<u>\$ 147,961</u>
1200	Net Change in Fund Balance	\$ 6,999	\$ 6,999	\$ 154,960	\$ 147,961
0100	Fund Balance - Beginning (September 1)	<u>140,410</u>	<u>140,410</u>	<u>140,410</u>	<u>-</u>
3000	Fund Balance - Ending (August 31)	<u>\$ 147,409</u>	<u>\$ 147,409</u>	<u>\$ 295,370</u>	<u>\$ 147,961</u>

RAINS INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF REQUIRED RESPONSES TO SELECTED SCHOOL FIRST INDICATORS
 AS OF AUGUST 31, 2020

<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 / other sources 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? (If the school district was issued a warrant hold and the warrant hold was not cleared within 30 days from the date the warranty hold was issued, the school district is considered to not have made timely payments). Payments to the TRS and TWC are considered timely if a warrant hold that was issued in connection to the untimely payment was cleared within 30 days from the date the warrant hold was issued. Payments to the IRS are considered timely if a penalty or delinquent payment notice was cleared within 30 days from the date the notice	Yes
SF4	Was the school district issued a warrant hold? Even if the issue surrounding the initial hold was resolved and cleared within 30 days, the shool district is considered to have been inssued 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 post the required financial information on its website in accordance with Government Code, Local Government Code, Texas Administrative Code and other statues, laws and rules that were in effect at the school districts fiscal year-end?	Yes
SF8	Did the school board members discuss the school districts property value at a board meeting within 120 days before the school district	Yes
SF9	Total accumulated accretion on CABs included in government-wide financial statements at fiscal year-end.	\$ -

FEDERAL AWARDS SECTION

RAINS INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED AUGUST 31, 2020

(01) Federal Grantor/ Pass Through Grantor/ Program Title	(02) Federal CFDA Number	(02A) Pass-Through Identifying Grant Number	(03) Federal Expenditures
<u>U.S. DEPARTMENT OF EDUCATION</u>			
Passed through the Texas Education Agency:			
Special Education Cluster:			
IDEA-B Formula	84.027	206600011909036600	\$ 392,131
IDEA-B Discretionary	84.027	206600021909036677	191,097
<i>Total CFDA 84.027</i>			583,228
IDEA-B Preschool	84.173	206601011909036601	2,815
<i>Total Special Education Cluster</i>			586,043
ESSA Title I Part A - Improving Basic Programs*	84.010	20610101190903	404,391
ESSA Title V Part B, Subpart 2 - Rural Low Income	84.358	20696001190903	31,342
ESSA Title II Part A - Supporting Effective Instruction	84.367	20694501190903	59,293
Instructional Continuity	84.377	17610740190903	10,500
ESSA Title IV Part A Subpart I	84.424	20680101190903	31,846
Carl D. Perkins Basic Formula Grant	84.425	20420006190903	23,744
<i>Total passed through the Texas Education Agency</i>			1,147,159
Total Department of Education			1,147,159
<u>U.S. DEPARTMENT OF TREASURY</u>			
Passed through the Texas Department of Emergency Management:			
Coronavirus Relief Fund	21.019	190903	17,560
<i>Total passed through the Texas Department of Emergency Management</i>			17,560
Total Department of Treasury			17,560
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
Passed through the Texas Department of Agriculture:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	0600	147,106
National School Lunch Program	10.555	0600	378,889
<i>Total Child Nutrition Cluster</i>			525,995
USDA Food Commodity Distribution	10.565	190901A	51,271
Total Department of Agriculture			577,266
Total Expenditure of Federal Awards			\$ 1,741,985

*Major Programs

The accompanying notes are an integral part of this statement.

RAINS INDEPENDENT SCHOOL DISTRICT
 NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 YEAR ENDED AUGUST 31, 2020

A. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Rains Independent School District and is presented on the modified accrual basis of accounting. Expenditures are recognized in the accounting period in which a fund liability occurs. Funds are considered earned to the extent of expenditures made.

The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

B. Food Distribution

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed.

C. Reconciliation of Federal Revenue with Financial Statements

The District records amounts received from the federal government or other recipients of federal grant as federal revenue in the financial statements. This reconciliation identifies the difference between the financial statement revenues and the schedule of expenditures of federal awards:

Total Federal Expenditures (Exhibit K-1)	\$ 1,741,985
School Health and Related Services (SHARS)	<u>105,980</u>
Federal Revenue (Exhibit C-3)	<u>\$ 1,847,965-</u>

**ORDER
AUTHORIZING THE ISSUANCE OF**

**RAINS INDEPENDENT SCHOOL DISTRICT
UNLIMITED TAX REFUNDING BONDS,
SERIES 2021**

Adopted: January 11, 2021

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AN ORDER authorizing the issuance of “Rains Independent School District Unlimited Tax Refunding Bonds, Series 2021”; levying a continuing direct annual ad valorem tax for the payment of such Bonds; and resolving other matters incident and related to the issuance, sale, payment, and delivery of such Bonds, including establishing parameters and delegating matters to an authorized District official; and resolving other matters incident and related thereto

WHEREAS, the Board of Trustees (the “Board”) of the Rains Independent School District (the “District”) has heretofore issued, sold, and delivered, and there are currently outstanding bonds of the District payable from ad valorem taxes of the following issue or series (hereinafter collectively called the “Refundable Bonds”), to wit:

(1) “Rains Independent School District Unlimited Tax School Building Bonds, Series 2009”, dated February 15, 2009; and

(2) “Rains Independent School District Unlimited Tax School Building Bonds, Series 2010”, dated August 1, 2010; and

WHEREAS, pursuant to the provisions of Texas Government Code, Chapter 1207, as amended, the Board is authorized to issue refunding bonds and deposit the proceeds of sale directly with the place of payment for the bonds to be refunded, or other authorized depository, and such deposit, when made in accordance with such statute, shall constitute the making of firm banking and financial arrangements for the discharge and final payment of the bonds to be refunded; and

WHEREAS, the District shall by this Order, in accordance with the provisions of Chapter 1207, Texas Government Code, as amended, delegate to a Pricing Officer (hereafter designated) the authority to determine the principal amount of Bonds to be issued, negotiate the terms of sale thereof and to select the specific maturities (whole or part) of the Refundable Bonds to be refunded; and

WHEREAS, the Board hereby finds and determines that it is a public purpose and in the best interests of the District to refund all or part of the Refundable Bonds in order to achieve net present value savings, with such savings, among other information and terms, to be included in a pricing certificate (the “Pricing Certificate”) to be executed by the Pricing Officer, all in accordance with the provisions of Texas Government Code, Chapter 1207, as amended; now, therefore,

BE IT ORDERED BY THE BOARD OF TRUSTEES OF THE RAINS INDEPENDENT SCHOOL DISTRICT:

SECTION 1: Authorization - Series Designation - Principal Amount - Purpose - Bond Date. Unlimited tax bonds of the District shall be and are hereby authorized to be issued in the maximum aggregate principal amount hereinafter set forth to be designated and bear the title “RAINS INDEPENDENT SCHOOL DISTRICT UNLIMITED TAX REFUNDING BONDS, SERIES 2021” or any different designation as specified in the Pricing Certificate (herein referred

to as the “Bonds”), for the purpose of (i) providing funds for the discharge and final payment of all or part of the Refundable Bonds (those Refundable Bonds actually refunded, as identified in the Pricing Certificate, are referred to herein as the “Refunded Bonds”) and (ii) to pay the costs and expenses of issuance, in accordance with the authority conferred by and in conformity with the Constitution and laws of the State of Texas, including Texas Government Code, Chapter 1207, as amended. The Bonds shall be dated (the “Bond Date”) as provided in the Pricing Certificate.

SECTION 2: Fully Registered Interest Paying/Non-Interest Paying Obligations - Terms. The Bonds shall be issued as fully registered obligations, without coupons, and as either or both “Current Interest Bonds” (obligations paying accrued interest to the holders or owners on and at stated intervals prior to maturity) and “Capital Appreciation Bonds” (obligations paying no accrued interest to the holders or owners prior to maturity).

(a) **Current Interest Bonds.** Current Interest Bonds (other than the Initial Bonds referenced in Section 8 hereof) shall be in denominations of \$5,000 or any integral multiple (within a Stated Maturity) thereof, shall be lettered “R” and numbered consecutively from one (1) upward and principal shall become due and payable on a date certain in each of the years and in amounts (the “Stated Maturities”) and bear interest at the rate(s) per annum in accordance with the details of the Current Interest Bonds as set forth in the Pricing Certificate.

Current Interest Bonds shall bear interest on the unpaid principal amounts from the date specified in the Pricing Certificate at the rate(s) per annum shown in the Pricing Certificate (calculated on the basis of a 360-day year of twelve 30-day months). Interest on the Current Interest Bonds shall be payable in each year on the dates, and commencing on the date, set forth in the Pricing Certificate.

(b) **Capital Appreciation Bonds.** Capital Appreciation Bonds (other than the Initial Bonds referenced in Section 8 hereof) shall each be issued in Maturity Amounts (the “Accreted Value” [as hereinafter defined] at maturity) of \$5,000, or any integral multiple thereof within a Stated Maturity, shall be lettered “CAB-” and numbered consecutively from one (1) upward, and the original principal amounts of the Capital Appreciation Bonds, shall accrue interest at the interest rate(s) stated in the Pricing Certificate, and shall become due and payable on a date certain in each of the years (the “Stated Maturities”) in the Maturity Amounts set forth in the Pricing Certificate.

Interest on the Capital Appreciation Bonds shall accrue from the date of delivery of the Bonds to the initial purchasers, and be compounded semiannually in each year on the dates (the “Compounding Dates”), and commencing on the date, set forth in the Pricing Certificate, until the Stated Maturity or earlier redemption thereof. The accrued interest on Capital Appreciation Bonds shall be payable at maturity or earlier redemption as a portion of the Maturity Amount or Accreted Value thereof.

The term “Accreted Value”, as used herein with respect to Capital Appreciation Bonds, shall mean the original principal amount of a Capital Appreciation Bond, plus the initial premium, if any, paid therefor, with interest thereon compounded semiannually to the

Compounding Date next preceding the date of such calculation (or the date of calculation, if such calculation is made on a Compounding Date), at the respective interest rates stated in the Pricing Certificate therefor and, with respect to each \$5,000 Accreted Value at maturity, as set forth in the Accreted Value table attached to the Pricing Certificate and in the Official Statement referred to in the Pricing Certificate. For any day other than a Compounding Date, the Accreted Value of a Capital Appreciation Bond shall be determined by a straight line interpolation between the values for the applicable semiannual Compounding Dates (based on 30-day months).

SECTION 3: Delegation of Authority to Pricing Officer.

(a) As authorized by Texas Government Code, Chapters 1207, as amended, each of the Superintendent of Schools and the Assistant Superintendent of Finance of the District, each acting individually (each, the "Pricing Officer"), is hereby authorized to act on behalf of the District in selling and delivering the Bonds and carrying out the other procedures specified in this Order, including selecting the specific maturities (whole or part) of the Refundable Bonds to be refunded, determining the aggregate original principal amount of the Bonds, the date of the Bonds, any different designation or title by which the Bonds shall be known, the price at which the Bonds will be sold, the manner of sale (negotiated, privately placed or competitively bid), the years in which the Bonds will mature, the principal amount to mature in each of such years, the rate or rates of interest to be borne by each such maturity, the interest payment dates, the record date, the compounding dates, the price and terms upon and at which the Bonds shall be subject to redemption prior to maturity at the option of the District, as well as any mandatory sinking fund redemption provisions, the designation of a paying agent/registrars, the designation of an escrow agent satisfying the requirements of Texas Government Code, Chapter 1207, as amended, and all other matters relating to the issuance, sale, and delivery of the Bonds, including any modification of the continuing disclosure undertaking contained in Section 35 hereof, all of which shall be specified in the Pricing Certificate; provided that:

- (i) the aggregate original principal amount of the Bonds shall not exceed \$2,145,000;
- (ii) the refunding must produce net present value savings of at least 5.00%, net of any District contribution;
- (iii) the true interest cost rate of the Bonds shall not exceed 2.00%; and
- (iv) the maximum maturity date for the Bonds shall not exceed February 15, 2033.

The execution of the Pricing Certificate shall evidence the sale date of the Bonds by the District to the Purchasers (hereinafter defined).

(b) In establishing the aggregate principal amount of the Bonds, the Pricing Officer shall establish an amount not exceeding the amount authorized in Subsection (a)(i) above, which shall be sufficient in amount to provide for the purposes for which such Bonds are authorized and to pay costs of issuing such Bonds. The delegation made hereby shall expire if not exercised by the Pricing Officer on or prior to 180 days from the date hereof.

SECTION 4: Terms of Payment-Paying Agent/Registrar. The principal of, premium, if any, and the interest on the Bonds, due and payable by reason of maturity, redemption or otherwise, shall be payable only to the registered owners or holders of the Bonds (hereinafter called the “Holders”) appearing on the registration and transfer books maintained by the Paying Agent/Registrar, and the payment thereof shall be in any coin or currency of the United States of America, which at the time of payment is legal tender for the payment of public and private debts, and shall be without exchange or collection charges to the Holders.

In the Pricing Certificate, the Pricing Officer shall designate the entity to serve as Paying Agent/Registrar for the Bonds. Books and records relating to the registration, payment, exchange and transfer of the Bonds (the “Security Register”) shall at all times be kept and maintained on behalf of the District by the Paying Agent/Registrar, all as provided herein, in accordance with the terms and provisions of a “Paying Agent/Registrar Agreement,” substantially in the form attached hereto as **Exhibit A** and such reasonable rules and regulations as the Paying Agent/Registrar and the District may prescribe. The Pricing Officer is hereby authorized to execute and deliver a Paying Agent/Registrar Agreement in connection with the delivery of the Bonds. The District covenants to maintain and provide a Paying Agent/Registrar at all times until the Bonds are paid and discharged, and any successor Paying Agent/Registrar shall be a commercial bank, trust company, financial institution, or other entity qualified and authorized to serve in such capacity and perform the duties and services of Paying Agent/Registrar. Upon any change in the Paying Agent/Registrar for the Bonds, the District agrees to promptly cause a written notice thereof to be sent to each Holder by United States mail, first-class, postage prepaid, which notice shall also give the address of the new Paying Agent/Registrar.

Principal of and premium, if any, on the Bonds shall be payable at the Stated Maturities or redemption thereof, only upon presentation and surrender of the Bonds to the Paying Agent/Registrar at its designated offices as provided in the Pricing Certificate (the “Designated Payment/Transfer Office”); provided, however, while a Bond is registered to Cede & Co., the payment of principal upon a partial redemption of the principal amount thereof may be accomplished without presentation and surrender of such Bond. Interest accrued on a Capital Appreciation Bond shall be payable at its Stated Maturity or redemption as a portion of the Accreted Value or Maturity Amount. Interest on a Current Interest Bond shall be paid by the Paying Agent/Registrar to the Holder whose name appears in the Security Register at the close of business on the Record Date (which shall be set forth in the Pricing Certificate) and such interest payments shall be made (i) by check sent United States mail, first-class, postage prepaid, to the address of the Holder recorded in the Security Register or (ii) by such other method, acceptable to the Paying Agent/Registrar, requested by, and at the risk and expense of, the Holder. If the date for the payment of the principal of or interest on the Bonds shall be a Saturday, Sunday, a legal holiday, or a day on which banking institutions in the city where the Designated Payment/Transfer Office of the Paying Agent/Registrar is located are authorized by law or executive order to be closed, then the date for such payment shall be the next succeeding day which is not such a Saturday, Sunday, legal holiday, or day on which banking institutions are authorized to be closed; and payment on such date shall have the same force and effect as if made on the original date payment was due.

In the event of a nonpayment of interest on a scheduled payment date on the Current Interest Bonds, and for thirty (30) days thereafter, a new record date for such interest payment (a "Special Record Date") will be established by the Paying Agent/Registrar, if and when funds for the payment of such interest have been received from the District. Notice of the Special Record Date and of the scheduled payment date of the interest due and payable (which shall be 15 days after the Special Record Date) shall be sent at least five (5) business days prior to the Special Record Date by United States mail, first-class, postage prepaid, to the address of each Holder of the Current Interest Bonds appearing on the Security Register at the close of business on the last business day next preceding the date of mailing of such notice.

SECTION 5: Registration - Transfer - Exchange of Bonds - Predecessor Bonds. The Paying Agent/Registrar shall obtain, record, and maintain in the Security Register the name and address of each and every owner of the Bonds issued under and pursuant to the provisions of this Order, or if appropriate, the nominee thereof. Any Bond may be transferred or exchanged for Bonds of like kind (Current Interest Bonds or Capital Appreciation Bonds), maturity and amount and in authorized denominations by the Holder, in person or by his duly authorized agent, upon surrender of such Bond to the Designated Payment/Transfer Office of the Paying Agent/Registrar for cancellation, accompanied by a written instrument of transfer or request for exchange duly executed by the Holder or by his duly authorized agent, in form satisfactory to the Paying Agent/Registrar.

Upon surrender of any Bond (other than the Initial Bonds authorized in Section 8 hereof) for transfer at the Designated Payment/Transfer Office of the Paying Agent/Registrar, one or more new Bonds shall be registered and issued to the assignee or transferee of the previous Holder; such Bonds to be in authorized denominations, of like Stated Maturity and of a like aggregate principal amount (with respect to Current Interest Bonds) or Maturity Amount (with respect to Capital Appreciation Bonds) as the Bond or Bonds surrendered for transfer.

At the option of the Holder, Bonds (other than the Initial Bonds authorized in Section 8 hereof) may be exchanged for other Bonds of authorized denominations and having the same Stated Maturity, bearing the same rate of interest and of like aggregate principal amount (with respect to Current Interest Bonds) or Maturity Amount (with respect to Capital Appreciation Bonds) as the Bonds surrendered for exchange, upon surrender of the Bonds to be exchanged at the Designated Payment/Transfer Office of the Paying Agent/Registrar. Whenever any Bonds are surrendered for exchange, the Paying Agent/Registrar shall register and deliver new Bonds to the Holder requesting the exchange.

All Bonds issued in any transfer or exchange of Bonds shall be delivered to the Holders at the Designated Payment/Transfer Office of the Paying Agent/Registrar or sent by United States mail, first-class, postage prepaid, to the Holders, and, upon the registration and delivery thereof, the same shall be the valid obligations of the District, evidencing the same obligation to pay and entitled to the same benefits under this Order, as the Bonds surrendered in such transfer or exchange.

All transfers or exchanges of Bonds pursuant to this Section shall be made without expense or service charge to the Holder, except as otherwise herein provided, and except that the

Paying Agent/Registrar shall require payment by the Holder requesting such transfer or exchange of any tax or other governmental charges required to be paid with respect to such transfer or exchange.

Bonds cancelled by reason of an exchange or transfer pursuant to the provisions hereof are hereby defined to be “Predecessor Bonds,” evidencing all or a portion, as the case may be, of the same obligation to pay evidenced by the new Bond or Bonds registered and delivered in the exchange or transfer therefor. Additionally, the term “Predecessor Bonds” shall include any mutilated, lost, destroyed, or stolen Bond for which a replacement Bond has been issued, registered, and delivered in lieu thereof pursuant to the provisions of Section 11 hereof and such new replacement Bond shall be deemed to evidence the same obligation as the mutilated, lost, destroyed, or stolen Bond.

Neither the District nor the Paying Agent/Registrar shall be required to issue or transfer to an assignee of a Holder any Bond called for redemption, in whole or in part, within forty-five (45) days of the date fixed for the redemption of such Bond; provided, however, such limitation on transferability shall not be applicable to an exchange by the Holder of the unredeemed balance of a Bond called for redemption in part.

SECTION 6: Book-Entry-Only Transfers and Transactions. Notwithstanding the provisions contained in Sections 4 and 5 hereof relating to the payment and transfer/exchange of the Bonds, the District hereby approves and authorizes the use of “Book-Entry-Only” securities clearance, settlement, and transfer system provided by The Depository Trust Company (“DTC”), a limited purpose trust company organized under the laws of the State of New York, in accordance with the requirements and procedures identified in the current DTC Operational Arrangements memorandum, as amended, the Blanket Issuer Letter of Representation, by and between the District and DTC, and the Letter of Representation from the Paying Agent/Registrar to DTC (collectively, the “Depository Agreement”) relating to the Bonds.

Pursuant to the Depository Agreement and the rules of DTC, the Bonds shall be deposited with DTC who shall hold such Bonds for its participants (the “DTC Participants”). While the Bonds are held by DTC under the Depository Agreement, the Holder of the Bonds on the Security Register for all purposes, including payment and notices, shall be Cede & Co., as nominee of DTC, notwithstanding the ownership of each actual purchaser or owner of each Bond (the “Beneficial Owners”) being recorded in the records of DTC and DTC Participants.

In the event DTC determines to discontinue serving as securities depository for the Bonds or otherwise ceases to provide book-entry clearance and settlement of securities transactions in general, the District covenants and agrees with the Holders of the Bonds to cause Bonds to be printed in definitive form and provide for the Bond certificates to be issued and delivered to DTC Participants and Beneficial Owners, as the case may be. Thereafter, the Bonds in definitive form shall be assigned, transferred and exchanged on the Security Register maintained by the Paying Agent/Registrar, and payment of such Bonds shall be made in accordance with the provisions of Sections 4 and 5 hereof.

SECTION 7: Execution - Registration. The Bonds shall be executed on behalf of the District by the President or Vice President of the Board under its seal reproduced or impressed thereon and attested by the Secretary of the Board. The signature of such officers on the Bonds may be manual or facsimile. Bonds bearing the manual or facsimile signatures of individuals who are or were the proper officers of the District on the date of adoption of this Order shall be deemed to be duly executed on behalf of the District, regardless of whether such individuals are no longer officers at the time of delivery of the Bonds to the initial purchaser(s) and with respect to Bonds delivered in subsequent exchanges and transfers, all as authorized and provided in Texas Government Code, Chapter 1201, as amended.

No Bond shall be entitled to any right or benefit under this Order, or be valid or obligatory for any purpose, unless there appears on such Bond either a certificate of registration substantially in the form provided in **Exhibit B**, manually executed by the Comptroller of Public Accounts of the State of Texas, or his or her duly authorized agent, or a certificate of registration substantially in the form provided in **Exhibit B**, manually executed by an authorized officer, employee or representative of the Paying Agent/Registrar, and either such certificate duly signed upon any Bond shall be conclusive evidence, and the only evidence, that such Bond has been duly certified, registered, and delivered.

SECTION 8: Initial Bonds. The Bonds herein authorized shall be initially issued as fully registered Bonds of the appropriate kind (Current Interest Bonds and Capital Appreciation Bonds) as specified in the Pricing Certificate, being (i) a single, fully registered Current Interest Bond in the aggregate principal amount noted and principal installments to become due and payable as provided in the Pricing Certificate and numbered TR-1, and/or (ii) a single, fully registered Capital Appreciation Bond in the aggregate Maturity Amount noted, and with installments of such Maturity Amount to become due and payable as provided, in the Pricing Certificate and numbered TCAB-1 (hereinafter collectively called the "Initial Bonds") and the Initial Bonds shall be registered in the name of the initial purchaser(s) or the designee thereof. The Initial Bonds shall be the Bonds submitted to the Office of the Attorney General of the State of Texas for approval, certified and registered by the Office of the Comptroller of Public Accounts of the State of Texas and delivered to the initial purchaser(s). Any time after the delivery of the Initial Bonds, the Paying Agent/Registrar, pursuant to written instructions from the initial purchaser(s), or the designee thereof, shall cancel the Initial Bonds delivered hereunder and exchange therefor definitive Bonds of like kind, and of authorized denominations, Stated Maturities, principal amounts (with respect to Current Interest Bonds) or Maturity Amounts (with respect to the Capital Appreciation Bonds) and bearing applicable interest rates for transfer and delivery to the Holders named at the addresses identified therefor; all pursuant to and in accordance with such written instructions from the initial purchaser(s), or the designee thereof, and such other information and documentation as the Paying Agent/Registrar may reasonably require.

SECTION 9: Forms. (a) Forms Generally. The Bonds, the Registration Certificate of the Comptroller of Public Accounts of the State of Texas, the Registration Certificate of Paying Agent/Registrar, and the form of Assignment to be printed on each of the Bonds, shall be substantially in the forms set forth in **Exhibit B** with such appropriate insertions, omissions, substitutions, and other variations as are permitted or required by this Order or the Pricing

Certificate. The Bonds to be completed and modified with the information set forth in the Pricing Certificate may have such letters, numbers, or other marks of identification (including identifying numbers and letters of the Committee on Uniform Securities Identification Procedures of the American Bankers Association) and such legends and endorsements (including language pertaining to the Bonds being guaranteed by the Permanent School Fund and any reproduction of an opinion of counsel) thereon as may, consistently herewith, be established by the District or determined by the Pricing Officer. The Pricing Certificate shall set forth the final and controlling terms of the Bonds. Any portion of the text of any Bonds may be set forth on the reverse thereof, with an appropriate reference thereto on the face of the Bond.

The definitive Bonds and the Initial Bonds shall be printed, lithographed, or engraved, typewritten, photocopied or otherwise reproduced in any other similar manner, all as determined by the officers executing such Bonds as evidenced by their execution.

SECTION 10: Levy of Taxes. To provide for the payment of the Bonds, there is hereby levied, and there shall be annually assessed and collected in due time, form, and manner, a tax on all taxable property in the District, without limit as to rate or amount, sufficient to pay the principal of and interest on the Bonds as the same becomes due and payable; and such tax hereby levied on each one hundred dollars' valuation of taxable property in the District for the payment of the Bonds shall be at a rate from year to year as will be ample and sufficient to provide funds each year to pay the principal of and interest on such Bonds while Outstanding (hereinafter defined); full allowance being made for delinquencies and costs of collection. The taxes levied, assessed, and collected for and on account of the Bonds shall be accounted for separate and apart from all other funds of the District and shall be deposited in the "SPECIAL SERIES 2021 UNLIMITED TAX REFUNDING BOND FUND" (the "Interest and Sinking Fund"), or such other designation as specified in the Pricing Certificate, to be maintained at an official depository of the District's funds; and such tax hereby levied, and to be assessed and collected annually, is hereby pledged to the payment of the Bonds.

PROVIDED, however, in regard to any payment to become due on the Bonds prior to the tax delinquency date next following the annual assessment of taxes levied which next follows the Bond Date, sufficient current funds will be available and are hereby appropriated to make such payments; and proper officials of the District are hereby authorized and directed to transfer and deposit in the Interest and Sinking Fund such current funds which, together with the accrued interest received from the initial purchasers, will be sufficient to pay the payments due on the Bonds prior to the tax delinquency date next following the annual assessment of taxes levied which next follows the Bond Date.

The District represents that it currently receives state assistance, and to the extent the District's ability to comply with Texas Education Code, Section 45.0031, as amended, with respect to the issuance the Bonds is contingent on such state assistance, the District covenants and agrees a tax rate will not be adopted for a year to pay debt service on such Bonds unless the District has deposited to the credit of the Interest and Sinking Fund the amount of such state assistance received or to be received in that year and used in the demonstration to the Attorney General to comply with such Section 45.0031. Furthermore, in the event the District receives state assistance for the Bonds under Texas Education Code, Chapter 46, as amended, and while

such assistance or any substitute program therefor requires such state assistance to be deposited to the Interest and Sinking Fund for such Bonds, the District covenants and agrees to deposit to the credit of the Interest and Sinking Fund the state assistance received by the District pursuant to Chapter 46, or any successor program, for such Bonds, and a tax rate for purposes of debt service shall be adopted that takes into account the balance of the Interest and Sinking Fund.

The President, Vice President, and Secretary of the Board, the Superintendent of Schools, and the Assistant Superintendent of Finance of the District, individually or jointly, are hereby authorized and directed to cause to be transferred to the Paying Agent/Registrar for the Bonds, from funds on deposit in the Interest and Sinking Fund, amounts sufficient to fully pay and discharge promptly each installment of interest and principal of the Bonds as the same accrues or matures or comes due by reason of redemption prior to maturity; such transfers of funds to be made in such manner as will cause collected funds to be deposited with the Paying Agent/Registrar on or before each principal and interest payment date for the Bonds.

SECTION 11: Mutilated-Destroyed-Lost and Stolen Bonds. In case any Bond shall be mutilated, or destroyed, lost, or stolen, the Paying Agent/Registrar may execute and deliver a replacement Bond of like form and tenor, and in the same denomination, and bearing a number not contemporaneously outstanding, in exchange and substitution for such mutilated Bond; and with respect to a lost, destroyed, or stolen Bond, a replacement Bond may be issued only upon the approval of the District and after (i) the filing by the Holder with the Paying Agent/Registrar of evidence satisfactory to the Paying Agent/Registrar of the destruction, loss, or theft of such Bond, and of the authenticity of the ownership thereof and (ii) the furnishing to the Paying Agent/Registrar of indemnification in an amount satisfactory to hold the District and the Paying Agent/Registrar harmless. All expenses and charges associated with such indemnity and with the preparation, execution and delivery of a replacement Bond shall be borne by the Holder of the Bond mutilated, or destroyed, lost, or stolen.

Every replacement Bond issued pursuant to this Section shall be a valid and binding obligation of the District, and shall be entitled to all the benefits of this Order equally and ratably with all other Outstanding Bonds; notwithstanding the enforceability of payment by anyone of the destroyed, lost, or stolen Bonds.

The provisions of this Section are exclusive and shall preclude (to the extent lawful) all other rights and remedies with respect to the replacement and payment of mutilated, destroyed, lost, or stolen Bonds.

SECTION 12: Satisfaction of Obligation of District. If the District shall pay or cause to be paid, or there shall otherwise be paid to the Holders, the principal of, premium, if any, and interest on the Bonds, at the times and in the manner stipulated in this Order and the Pricing Certificate, then the pledge of taxes levied under this Order and all covenants, agreements, and other obligations of the District to the Holders shall thereupon cease, terminate, and be discharged and satisfied.

Bonds or any principal amount(s) shall be deemed to have been paid within the meaning and with the effect expressed above in this Section when (i) money sufficient to pay in full such

Bonds at maturity or to the redemption date therefor, together with all interest due thereon, shall have been irrevocably deposited with and held in trust by the Paying Agent/Registrar, or an authorized escrow agent, or (ii) Government Securities (as hereinafter defined) shall have been irrevocably deposited in trust with the Paying Agent/Registrar, or an authorized escrow agent, which Government Securities shall mature as to principal and interest in such amounts and at such times as will insure the availability, without reinvestment, of sufficient money, together with any moneys deposited therewith, to pay when due the Bonds on the Stated Maturities thereof or (if notice of redemption has been duly given or waived or if irrevocable arrangements therefor acceptable to the Paying Agent/Registrar have been made) the redemption date thereof. In the event of a defeasance of the Bonds, the District shall deliver a certificate from its financial advisor, the Paying Agent/Registrar, an independent certified public accountant, or another qualified third party concerning the sufficiency of the deposit of cash and/or Government Securities to pay, when due, the principal of, redemption premium (if any), and interest due on any defeased Bonds. The District covenants that no deposit of moneys or Government Securities will be made under this Section and no use made of any such deposit that would cause the Bonds to be treated as "arbitrage bonds" within the meaning of Section 148 of the Internal Revenue Code of 1986, as amended, or regulations adopted pursuant thereto.

Any moneys so deposited with the Paying Agent/Registrar, or an authorized escrow agent, and all income from Government Securities held in trust by the Paying Agent/Registrar, or an authorized escrow agent, pursuant to this Section in excess of the amount required for the payment of the Bonds shall be remitted to the District or deposited as directed by the District. Furthermore, any money held by the Paying Agent/Registrar for the payment of the Bonds and remaining unclaimed for a period of three (3) years after the Stated Maturity, or the applicable redemption date, of the Bonds such moneys were deposited and are held in trust to pay shall upon the request of the District be remitted to the District against a written receipt therefor. Notwithstanding the above and foregoing, any remittance of funds from the Paying Agent/Registrar to the District shall be subject to any applicable unclaimed property laws of the State of Texas.

Unless otherwise specified in the Pricing Certificate, the term "Government Securities" means (a) direct, noncallable obligations of the United States of America, including obligations that are unconditionally guaranteed by the United States of America, (b) noncallable obligations of an agency or instrumentality of the United States of America, including obligations that are unconditionally guaranteed or insured by the agency or instrumentality and that, on the date of their acquisition or purchase by the District, are rated as to investment quality by a nationally recognized investment rating firm not less than AAA or its equivalent, (c) noncallable obligations of a state or an agency or a county, municipality, or other political subdivision of a state that have been refunded and that, on the date of their acquisition or purchase by the District, are rated as to investment quality by a nationally recognized investment rating firm not less than AAA or its equivalent and (d) any other then authorized securities or obligations under applicable State law that may be used to defease obligations such as the Bonds.

The District reserves the right, subject to satisfying the requirements of (i) and (ii) above, to substitute other Government Securities for the Government Securities originally deposited, to

reinvest the uninvested moneys on deposit for such defeasance and to withdraw for the benefit of the District moneys in excess of the amount required for such defeasance.

Upon such deposit as described above, such Bonds shall no longer be regarded to be outstanding or unpaid. Provided, however, the District has reserved the option, to be exercised at the time of the defeasance of the Bonds, to call for redemption, at an earlier date, those Bonds which have been defeased to their maturity date, if the District: (i) in the proceedings providing for the firm banking and financial arrangements, expressly reserves the right to call the Bonds for redemption; (ii) gives notice of the reservation of that right to the owners of the Bonds immediately following the making of the firm banking and financial arrangements; and (iii) directs that notice of the reservation be included in any redemption notices that it authorizes.

SECTION 13: Order a Contract - Amendments - Outstanding Bonds. This Order, together with the Pricing Certificate, shall constitute a contract with the Holders from time to time, be binding on the District, and shall not be amended or repealed by the District so long as any Bond remains Outstanding except as permitted in this Section and in Section 35 hereof. The District may, without the consent of or notice to any Holders, from time to time and at any time, amend this Order or any provision in the Pricing Certificate in any manner not detrimental to the interests of the Holders, including the curing of any ambiguity, inconsistency, or formal defect or omission herein. In addition, the District may, with the consent of Holders who own in the aggregate a majority of the principal amount (with respect to Current Interest Bonds) and/or Maturity Amount (with respect to Capital Appreciation Bonds) of the Bonds then Outstanding, amend, add to, or rescind any of the provisions of this Order or any provision in the Pricing Certificate; provided that, without the consent of all Holders of the Outstanding Bonds, no such amendment, addition, or rescission shall (1) extend the time or times of payment of the principal of and interest on the Bonds, reduce the principal amount or Maturity Amount, as the case may be, thereof, the redemption price, or the rate of interest thereon, or in any other way modify the terms of payment of the principal of or interest on the Bonds, (2) give any preference to any Bond over any other Bond, or (3) reduce the aggregate principal amount or Maturity Amount, as the case may be, of Bonds required to be held by Holders for consent to any such amendment, addition, or rescission.

The term “Outstanding” when used in this Order with respect to the Bonds means, as of the date of determination, all Bonds theretofore issued and delivered under this Order, except:

- (1) those Bonds cancelled by the Paying Agent/Registrar or delivered to the Paying Agent/Registrar for cancellation;
- (2) those Bonds deemed to be duly paid by the District in accordance with the provisions of Section 12 hereof; and
- (3) those mutilated, destroyed, lost, or stolen Bonds which have been replaced with Bonds registered and delivered in lieu thereof as provided in Section 11 hereof.

SECTION 14: Covenants to Maintain Tax-Exempt Status.

(a) Definitions. When used in this Section, the following terms have the following meanings:

“*Closing Date*” means the date on which the Bonds are first authenticated and delivered to the initial purchasers against payment therefor.

“*Code*” means the Internal Revenue Code of 1986, as amended by all legislation, if any, effective on or before the Closing Date.

“*Computation Date*” has the meaning set forth in Section 1.148-1(b) of the Regulations.

“*Gross Proceeds*” means any proceeds as defined in Section 1.148-1(b) of the Regulations, and any replacement proceeds as defined in Section 1.148-1(c) of the Regulations, of the Bonds.

“*Investment*” has the meaning set forth in Section 1.148-1(b) of the Regulations.

“*Nonpurpose Investment*” means any investment property, as defined in Section 148(b) of the Code, in which Gross Proceeds of the Bonds are invested and which is not acquired to carry out the governmental purposes of the Bonds.

“*Rebate Amount*” has the meaning set forth in Section 1.148-1(b) of the Regulations.

“*Regulations*” means any proposed, temporary, or final Income Tax Regulations issued pursuant to Sections 103 and 141 through 150 of the Code, and 103 of the Internal Revenue Code of 1954, which are applicable to the Bonds. Any reference to any specific Regulation shall also mean, as appropriate, any proposed, temporary or final Income Tax Regulation designed to supplement, amend or replace the specific Regulation referenced.

“*Yield*” of (1) any Investment has the meaning set forth in Section 1.148-5 of the Regulations and (2) the Bonds has the meaning set forth in Section 1.148-4 of the Regulations.

(b) Not to Cause Interest to Become Taxable. The District shall not use, permit the use of, or omit to use Gross Proceeds or any other amounts (or any property the acquisition, construction, or improvement of which is to be financed directly or indirectly with Gross Proceeds) in a manner which if made or omitted, respectively, would cause the interest on any Bond to become includable in the gross income, as defined in Section 61 of the Code, of the owner thereof for federal income tax purposes. Without limiting the generality of the foregoing, unless and until the District receives a written opinion of counsel nationally recognized in the field of municipal bond law to the effect that failure to comply with such covenant will not

adversely affect the exemption from federal income tax of the interest on any Bond, the District shall comply with each of the specific covenants in this Section.

(c) No Private Use or Private Payments. Except as permitted by Section 141 of the Code and the Regulations and rulings thereunder, the District shall at all times prior to the last Stated Maturity of Bonds:

(1) exclusively own, operate, and possess all property the acquisition, construction, or improvement of which is to be financed or refinanced directly or indirectly with Gross Proceeds of the Bonds (including property financed with Gross Proceeds of the Refunded Bonds), and not use or permit the use of such Gross Proceeds (including all contractual arrangements with terms different than those applicable to the general public) or any property acquired, constructed, or improved with such Gross Proceeds in any activity carried on by any person or entity (including the United States or any agency, department, and instrumentality thereof) other than a state or local government, unless such use is solely as a member of the general public; and

(2) not directly or indirectly impose or accept any charge or other payment by any person or entity who is treated as using Gross Proceeds of the Bonds or any property the acquisition, construction, or improvement of which is to be financed or refinanced directly or indirectly with such Gross Proceeds (including property financed with Gross Proceeds of the Refunded Bonds), other than taxes of general application within the District or interest earned on investments acquired with such Gross Proceeds pending application for their intended purposes.

(d) No Private Loan. Except to the extent permitted by Section 141 of the Code and the Regulations and rulings thereunder, the District shall not use Gross Proceeds of the Bonds to make or finance loans to any person or entity other than a state or local government. For purposes of the foregoing covenant, such Gross Proceeds are considered to be “loaned” to a person or entity if: (1) property acquired, constructed, or improved with such Gross Proceeds is sold or leased to such person or entity in a transaction which creates a debt for federal income tax purposes; (2) capacity in or service from such property is committed to such person or entity under a take-or-pay, output, or similar contract or arrangement; or (3) indirect benefits, or burdens and benefits of ownership, of such Gross Proceeds or any property acquired, constructed, or improved with such Gross Proceeds are otherwise transferred in a transaction which is the economic equivalent of a loan.

(e) Not to Invest at Higher Yield. Except to the extent permitted by Section 148 of the Code and the Regulations and rulings thereunder, the District shall not at any time prior to the final Stated Maturity of the Bonds directly or indirectly invest Gross Proceeds in any Investment (or use Gross Proceeds to replace money so invested), if as a result of such investment the Yield from the Closing Date of all Investments acquired with Gross Proceeds (or with money replaced thereby), whether then held or previously disposed of, exceeds the Yield of the Bonds.

(f) Not Federally Guaranteed. Except to the extent permitted by Section 149(b) of the Code and the Regulations and rulings thereunder, the District shall not take or omit to take any action which would cause the Bonds to be federally guaranteed within the meaning of Section 149(b) of the Code and the Regulations and rulings thereunder.

(g) Information Report. The District shall timely file the information required by Section 149(e) of the Code with the Secretary of the Treasury on Form 8038-G or such other form and in such place as the Secretary may prescribe.

(h) Rebate of Arbitrage Profits. Except to the extent otherwise provided in Section 148(f) of the Code and the Regulations and rulings thereunder:

(1) The District shall account for all Gross Proceeds (including all receipts, expenditures and investments thereof) on its books of account separately and apart from all other funds (and receipts, expenditures and investments thereof) and shall retain all records of accounting for at least six (6) years after the day on which the last outstanding Bond is discharged. However, to the extent permitted by law, the District may commingle Gross Proceeds of the Bonds with other money of the District, provided that the District separately accounts for each receipt and expenditure of Gross Proceeds and the obligations acquired therewith.

(2) Not less frequently than each Computation Date, the District shall calculate the Rebate Amount in accordance with rules set forth in Section 148(f) of the Code and the Regulations and rulings thereunder. The District shall maintain such calculations with its official transcript of proceedings relating to the issuance of the Bonds until six years after the final Computation Date.

(3) As additional consideration for the purchase of the Bonds by the Purchasers and the loan of the money represented thereby and in order to induce such purchase by measures designed to insure the excludability of the interest thereon from the gross income of the Holders thereof for federal income tax purposes, the District shall pay to the United States out of the general fund, other appropriate fund, or, if permitted by applicable Texas statute, regulation, or opinion of the Attorney General of the State of Texas, the Interest and Sinking Fund the amount that when added to the future value of previous rebate payments made for the Bonds equals (i) in the case of a Final Computation Date as defined in Section 1.148-3(e)(2) of the Regulations, one hundred percent (100%) of the Rebate Amount on such date; and (ii) in the case of any other Computation Date, ninety percent (90%) of the Rebate Amount on such date. In all cases, the rebate payments shall be made at the times, in the installments, to the place, and in the manner as is or may be required by Section 148(f) of the Code and the Regulations and rulings thereunder, and shall be accompanied by Form 8038-T or such other forms and information as is or may be required by Section 148(f) of the Code and the Regulations and rulings thereunder.

(4) The District shall exercise reasonable diligence to assure that no errors are made in the calculations and payments required by paragraphs (2) and (3), and if an error is made, to discover and promptly correct such error within a reasonable amount of time thereafter (and in all events within one hundred eighty (180) days after discovery of the error), including payment to the United States of any additional Rebate Amount owed to it, interest thereon, and any penalty imposed under Section 1.148-3(h) of the Regulations.

(i) Not to Divert Arbitrage Profits. Except to the extent permitted by Section 148 of the Code and the Regulations and rulings thereunder, the District shall not, at any time prior to the earlier of the Stated Maturity or final payment of the Bonds, enter into any transaction that reduces the amount required to be paid to the United States pursuant to subsection (h) of this Section because such transaction results in a smaller profit or a larger loss than would have resulted if the transaction had been at arm's length and had the Yield of the Bonds not been relevant to either party.

(j) Elections. The District hereby directs and authorizes the President, Vice President, and Secretary of the Board, Superintendent of Schools, and the Assistant Superintendent of Finance of the District, individually or jointly, to make elections permitted or required pursuant to the provisions of the Code or the Regulations, as they deem necessary or appropriate in connection with the Bonds, in the Certificate as to Tax Exemption or similar or other appropriate certificate, form, or document.

(k) Bonds Not Hedge Bonds. At the time the original bonds refunded by the Bonds were issued, the District reasonably expected to spend at least 85% of the spendable proceeds of such bonds within three years after such bonds were issued, and (2) not more than 50% of the proceeds of the original bonds refunded by the Bonds were invested in Nonpurpose Investments having a substantially guaranteed Yield for a period of 4 years or more.

(l) Current Refunding. The Bonds are a current refunding of the Refunded Bonds in that such bonds will be paid or redeemed within 90 days of the date of the delivery of the Bonds.

(m) Qualified Tax Exempt Obligations. The Pricing Officer is hereby authorized to designate in the Pricing Certificate the designation of the Bonds as "qualified tax-exempt obligations" in accordance with the provisions of the paragraph (3) of subsection (b) of Section 265 of the Code in the event the Bonds qualify for such designation and confirm that the Bonds are not "private activity bonds" as defined in the Code and confirm the amount of "tax-exempt obligations" to be issued by the District (including all subordinate entities of the District) for the calendar year in which the Bonds are issued will not exceed the applicable limitation.

SECTION 15: Sale of Bonds – Official Statement. The Bonds authorized by this Order may be sold by the District to the purchaser(s) identified in the Pricing Certificate (herein referred to as the "Purchasers") by (i) negotiated sale, in accordance with a bond purchase agreement (the "Purchase Contract"), (ii) private placement, in accordance with an agreement to purchase or other agreement, or (iii) competitive bidding, in accordance with the successful bid submitted therefor, as determined by the Pricing Officer, in accordance with Section 3 hereof. In

the event the Bonds are sold by negotiated sale, the Pricing Officer shall designate and identify the Purchasers in the Pricing Certificate. The Pricing Officer is hereby authorized and directed to execute the Purchase Contract, agreement to purchase in the event of a private placement, or the successful bid form in the event of a competitive sale, as applicable, for and on behalf of the District and as the act and deed of this Board.

With regard to such terms and provisions of the Purchase Contract as a result of a negotiated sale, the Pricing Officer is hereby authorized to come to an agreement with the Purchasers on the following, among other matters:

1. The details of the purchase and sale of the Bonds;
2. The details of the public offering of the Bonds by the Purchasers;
3. The details of an Official Statement (and, if appropriate, any Preliminary Official Statement) relating to the Bonds and the District's Rule 15c2-12 compliance;
4. A security deposit for the Bonds;
5. The representations and warranties of the District to the Purchasers;
6. The details of the delivery of, and payment for, the Bonds;
7. The Purchasers' obligations under the Purchase Contract;
8. The certain conditions to the obligations of the District under the Purchase Contract;
9. Termination of the Purchase Contract;
10. Particular covenants of the District;
11. The survival of representations made in the Purchase Contract;
12. The payment of any expenses relating to the Purchase Contract;
13. Notices; and
14. Any and all such other details that are found by the Pricing Officer to be necessary and advisable for the purchase and sale of the Bonds.

The Pricing Officer is hereby authorized and directed to execute the Purchase Contract for and on behalf of the District and as the act and deed of this Board.

The President and Secretary of the Board, or the Pricing Officer, are further authorized and directed to execute and deliver for and on behalf of the District copies of a Preliminary Official Statement and an Official Statement, prepared in connection with the offering of the Bonds by the Purchasers, in final form as may be required by the Purchasers, and such final Official Statement in the form and content as approved by the Pricing Officer or as manually executed by such officials shall be deemed to be approved by the Board and constitute the Official Statement authorized for distribution and use by the Purchasers.

SECTION 16: Refunded Bonds.

(a) In order to provide for the refunding, discharge, and retirement of the Refunded Bonds, the Refunded Bonds, identified, described, and in the amount set forth in the Pricing Certificate, are called for redemption on the first date such Refunded Bonds are subject to redemption or such other date specified by the Pricing Officer in the Pricing Certificate at the price of par plus accrued interest to the redemption date(s), and notices of such redemption shall be given in accordance with the applicable provisions of the orders adopted by the Board which authorized the issuance of the Refunded Bonds. The Pricing Officer is hereby authorized and directed to issue or cause to be issued a Notice of Redemption for the Refunded Bonds in substantially the form(s) set forth as an exhibit to the Pricing Certificate, to the paying agent/registrars for Refunded Bonds, in accordance with the redemption provisions applicable to the Refunded Bonds.

(b) The paying agent/registrars for the Refunded Bonds is hereby directed to provide the appropriate notice of redemption as required by the orders authorizing the Refunded Bonds and is hereby directed to make appropriate arrangements so that the Refunded Bonds may be redeemed on the redemption date therefor, including making a lot selection with respect to the redemption of any partial maturities of the Refunded Bonds.

(c) The source of funds for payment of the principal of and interest on the Refunded Bonds on their respective maturity or redemption dates shall be from the funds deposited with the Escrow Agent, pursuant to the Escrow Agreement, deposit letter agreement, or other comparable document finalized by the Pricing Officer and approved in Section 17 of this Order and by the Pricing Officer.

SECTION 17: Escrow Agreement. An "Escrow Agreement" (the "Escrow Agreement") by and between the District and an authorized escrow agent (the "Escrow Agent"), if any such agreement is required in connection with the issuance of the Bonds, shall be attached to the Pricing Certificate. Such Escrow Agreement is hereby authorized to be finalized and executed by the Pricing Officer for and on behalf of the District and as the act and deed of this Board; and such Escrow Agreement as executed by said Pricing Officer shall be deemed approved by the Board and constitute the Escrow Agreement herein approved. With regard to the finalization of certain terms and provisions of said Escrow Agreement, the Pricing Officer is hereby authorized to come to an agreement with the Escrow Agent on the following details, among other matters:

1. The identification of the Refunded Bonds;
2. The creation and funding of the Escrow Fund; and
3. The Escrow Agent's compensation, administration of the Escrow Fund, and the settlement of any paying agents' charges relating to the Refunded Bonds.

Furthermore, appropriate officials of the District in cooperation with the Escrow Agent are hereby authorized and directed to make the necessary arrangements for the purchase of the escrowed securities referenced in the Escrow Agreement (the "Escrowed Securities") and the delivery thereof to the Escrow Agent on the day of delivery of the Bonds to the Purchasers for

deposit to the credit of the "RAINS INDEPENDENT SCHOOL DISTRICT SERIES 2021 UNLIMITED TAX REFUNDING BOND ESCROW FUND" (the "Escrow Fund"), or such other designation as specified in the Pricing Certificate; all as contemplated and provided in Texas Government Code, Chapter 1207, as amended, this Order, the Pricing Certificate, and the Escrow Agreement. At the written direction of the District, the Escrow Agent shall reinvest cash balances representing receipts from the Escrowed Securities, make substitutions of the Escrowed Securities or redeem the Escrowed Securities and reinvest the proceeds thereof in substituted Escrowed Securities and enter into any associated contract with a provider of Escrowed Securities as long as any such substituted Escrowed Securities mature on the dates and in the amounts specified in the Verification Report as sufficient to pay the principal of and redemption premium, if any, and interest on the Refunded Bonds when due. All Escrowed Securities delivered under such an arrangement shall be delivered to the Escrow Agent on a "delivery versus payment" basis. To the extent the Pricing Officer determines such an arrangement is in the District's best interest, the Pricing Officer is authorized to provide such written direction of the District to the Escrow Agent and sign any associated contract, agreement, certificate or instruction letter with respect to such arrangement from time to time.

To the extent an Escrow Agreement is not required in connection with the issuance of the Bonds, the Pricing Officer is authorized to enter into a deposit letter agreement or such other comparable document which evidences the receipt of refunding bond proceeds with the paying agent for the Refunded Bonds. The deposit letter agreement or such other comparable document as executed by the Pricing Officer shall be deemed approved by the Board and constitute the agreement herein approved.

SECTION 18: Control and Custody of Bonds. The President of the Board shall be and is hereby authorized to take and have charge of all necessary orders and records, including the definitive Bonds and the Initial Bonds, pending the investigation and approval of the Initial Bonds by the Attorney General of the State of Texas, and the registration of the Initial Bonds to the Comptroller of Public Accounts and the delivery thereof to the Purchasers.

Furthermore, the President and Vice President of the Board, the Superintendent of Schools, the Assistant Superintendent of Finance and all other officers of the District, any one or more of such officials, are hereby authorized and directed to furnish and execute such documents and certifications relating to the District and the issuance of the Bonds, including a certification as to facts, estimates, circumstances, and reasonable expectations pertaining to the use, expenditure, and investment of the proceeds of the Bonds, as may be necessary for the issuance of the Bonds, the approval of the Attorney General, the registration by the Comptroller of Public Accounts, and the delivery of the Bonds to the Purchasers and, together with the District's financial advisor, bond counsel and the Paying Agent/Registrar, make the necessary arrangements for the delivery of the Initial Bonds to the Purchasers and the initial exchange thereof for definitive Bonds.

SECTION 19: Proceeds of Sale. Immediately following the delivery of the Bonds, the proceeds of sale (less those proceeds of sale designated to pay costs of issuance and accrued interest, if any, received from the Purchasers of the Bonds) shall be deposited with the Escrow Agent (or the paying agent/registrar for the Refunded Bonds) for the payment and redemption of

the Refunded Bonds. The proceeds of sale of the Bonds not so deposited with the Escrow Agent or the paying agent/registrar for the Refunded Bonds shall be disbursed for payment of costs of issuance or deposited in the Interest and Sinking Fund for the Bonds, all in accordance with written instructions from the District or its financial advisor.

Additionally, the Pricing Officer shall determine the amount of any District contribution to the refunding from moneys on deposit in the interest and sinking fund maintained for the payment of the Refunded Bonds.

SECTION 20: Notices to Holders-Waiver. Wherever this Order or the Pricing Certificate provides for notice to Holders of any event, such notice shall be sufficiently given (unless otherwise herein expressly provided) if in writing and sent by United States mail, first-class, postage prepaid, to the address of each Holder appearing in the Security Register at the close of business on the business day next preceding the mailing of such notice.

In any case in which notice to Holders is given by mail, neither the failure to mail such notice to any particular Holders, nor any defect in any notice so mailed, shall affect the sufficiency of such notice with respect to all other Bonds. Where this Order or the Pricing Certificate provides for notice in any manner, such notice may be waived in writing by the Holder entitled to receive such notice, either before or after the event with respect to which such notice is given, and such waiver shall be the equivalent of such notice. Waivers of notice by Holders shall be filed with the Paying Agent/Registrar, but such filing shall not be a condition precedent to the validity of any action taken in reliance upon such waiver.

SECTION 21: Cancellation. All Bonds surrendered for payment, redemption, transfer, exchange, or replacement, if surrendered to the Paying Agent/Registrar, shall be promptly cancelled by it and, if surrendered to the District, shall be delivered to the Paying Agent/Registrar and, if not already cancelled, shall be promptly cancelled by the Paying Agent/Registrar. The District may at any time deliver to the Paying Agent/Registrar for cancellation any Bonds previously certified or registered and delivered which the District may have acquired in any manner whatsoever, and all Bonds so delivered shall be promptly cancelled by the Paying Agent/Registrar. All cancelled Bonds held by the Paying Agent/Registrar shall be returned to the District.

SECTION 22: Bond Counsel Opinion. The obligation of the Purchasers to accept delivery of the Bonds is subject to being furnished a final opinion of Norton Rose Fulbright US LLP, Attorneys, Dallas, Texas (“Bond Counsel”), approving such Bonds as to their validity, such opinion to be dated and delivered as of the date of delivery and payment for such Bonds. A true and correct reproduction of such opinion is hereby authorized to be printed on the Bonds, or an executed counterpart thereof is hereby authorized to be either printed on definitive printed obligations or deposited with DTC along with the global certificates for the implementation and use of the Book-Entry-Only System used in the settlement and transfer of the Bonds. The Board confirms Norton Rose Fulbright US LLP as Bond Counsel to the District. In addition, the Board authorizes the Superintendent of Schools, the President of the Board or the Assistant Superintendent of Finance to execute a written supplement, modification and/or extension to the District’s existing engagement with such firm in connection with the issuance of the Bonds.

SECTION 23: CUSIP Numbers. CUSIP numbers may be printed or typed on the definitive Bonds. It is expressly provided, however, that the presence or absence of CUSIP numbers on the definitive Bonds shall be of no significance or effect as regards the legality thereof, and neither the District nor attorneys approving the Bonds as to legality are to be held responsible for CUSIP numbers incorrectly printed or typed on the definitive Bonds.

SECTION 24: Further Procedures. Any one or more of the President and Vice President of the Board, the Superintendent of Schools, the Assistant Superintendent of Finance and all other officers of the District are hereby expressly authorized, empowered and directed from time to time and at any time to do and perform all such acts and things and to execute, acknowledge and deliver in the name and on behalf of the District all agreements, instruments, certificates or other documents, whether mentioned herein or not, as may be necessary or desirable in order to carry out the terms and provisions of this Order and the issuance of the Bonds. In addition, prior to the initial delivery of the Bonds, the President and Vice President of the Board, the Superintendent of Schools, the Assistant Superintendent of Finance or Bond Counsel to the District are each hereby authorized and directed to approve any technical changes or corrections to this Order or to any of the documents authorized and approved by this Order: (i) in order to cure any technical ambiguity, formal defect, or omission in the Order or such other document; or (ii) as requested by the Attorney General of the State of Texas or his representative to obtain the approval of the Bonds by the Attorney General and if such officer or counsel determines that such ministerial changes are consistent with the intent and purpose of the Order, which determination shall be final. In the event that any officer of the District whose signature shall appear on any document shall cease to be such officer before the delivery of such document, such signature nevertheless shall be valid and sufficient for all purposes the same as if such officer had remained in office until such delivery.

SECTION 25: Benefits of Order. Nothing in this Order or the Pricing Certificate, expressed or implied, is intended or shall be construed to confer upon any person other than the District, the Paying Agent/Registrar and the Holders, any right, remedy, or claim, legal or equitable, under or by reason of this Order or the Pricing Certificate or any provision hereof, this Order and the Pricing Certificate and all their provisions being intended to be and being for the sole and exclusive benefit of the District, the Paying Agent/Registrar, and the Holders.

SECTION 26: Inconsistent Provisions. All orders or resolutions, or parts thereof, which are in conflict or inconsistent with any provision of this Order or the Pricing Certificate are hereby repealed to the extent of such conflict, and the provisions of this Order shall be and remain controlling as to the matters contained herein.

SECTION 27: Governing Law. This Order shall be construed and enforced in accordance with the laws of the State of Texas and the United States of America.

SECTION 28: Effect of Headings. The Section headings herein are for convenience of reference only and shall not affect the construction hereof.

SECTION 29: Construction of Terms. If appropriate in the context of this Order, words of the singular number shall be considered to include the plural, words of the plural number shall

be considered to include the singular, and words of the masculine, feminine, or neuter gender shall be considered to include the other genders.

SECTION 30: Severability. If any provision of this Order or the application thereof to any circumstance shall be held to be invalid, the remainder of this Order and the application thereof to other circumstances shall nevertheless be valid, and the Board hereby declares that this Order would have been enacted without such invalid provision.

SECTION 31: Incorporation of Findings and Determinations. The findings and determinations of the Board contained in the preamble hereof are hereby incorporated by reference and made a part of this Order for all purposes as if the same were restated in full in this Section.

SECTION 32: Permanent School Fund Guarantee. The Bonds may be sold with the principal of and interest thereon being guaranteed by the "Permanent School Fund" created, established and maintained pursuant to Article VII, Section 5 of the Constitution of the State of Texas. The Pricing Officer is hereby authorized to determine whether to make application to the Commissioners of Education of the State of Texas (the "Commissioner") for the Bonds to be, subject to compliance with the Texas Education Agency's rules and regulations, guaranteed by the Permanent School Fund in accordance with the provisions of Texas Education Code, Subchapter C of Chapter 45, as amended.

In the event the Pricing Officer makes application to, and the District receives approval from, the Texas Education Agency that the Bonds are eligible for such guarantee, the District hereby certifies, agrees, covenants and acknowledges that:

(i) Immediately following a determination of the District's inability to pay any principal payment or interest installment, on the Bonds, and in no event later than five (5) days prior to a Stated Maturity or interest payment date, the Superintendent shall notify the Commissioner, in the name of the District, of (a) the District's inability to pay, all or any portion, of the principal amount or interest installment of one or more of Bonds, (b) the total dollar amount of funds required by the District to pay in full the principal of and interest on the Bonds which the District is unable to pay, (c) the name and address of the Paying Agent/Registrar for the Bonds, (d) the date when funds for the payment of the Bonds or interest thereon shall be required by the District and deposited with the Paying Agent/Registrar and (e) such other information as the Commissioner shall require.

(ii) Any notices to be given to the Holders hereunder shall additionally be given to the Commissioner, when and as mailed to the Holders.

(iii) If the District fails to pay the principal of and interest on any Bond and the payment thereof is provided with funds from the Permanent School Fund in accordance with the guarantee, the provisions of Texas Education Code, Section 45.059(b), as amended, shall prevail, to the extent of conflict, over the

provisions of Section 21 hereof, and such amount or amounts paid with funds from the Permanent School Fund, plus interest on such amount or amounts, shall be deducted from the first State money payable to the District in the following order: first from the Foundation School Fund and then from the Available School Fund until full reimbursement of such amount or amounts has been made to the Permanent School Fund.

(iv) If two or more payments from the Permanent School Fund are made pursuant to the guarantee and the Commissioner determines the District is acting in bad faith under the guarantee, the Attorney General of the State of Texas may institute appropriate legal action to compel the District and its officers, agents and employees to comply with the duties required by law in regard to the Bonds.

(v) Written notice advising of the defeasance of the Bonds by a refunding or otherwise shall be given to the Division of State Finance of the Texas Education Agency within ten (10) calendar days following the defeasance of the Bonds, and such defeasance shall cause the guarantee of the Bonds by the Permanent School Fund to be removed in its entirety and terminated in all respects.

SECTION 33: Bond Insurance. The Bonds may be sold with the principal of and interest thereon being insured by a municipal bond insurance provider authorized to transact business in the State of Texas. The Pricing Officer is hereby authorized to make the selection of municipal bond insurance (if any) for such Bonds and make the determination of the provisions of any commitment therefor.

SECTION 34: Credit Enhancement. The Bonds may be sold with credit enhancement pursuant to the bond intercept credit enhancement program, Texas Education Code, Section 45.251, et seq. The Pricing Officer is hereby authorized to determine whether to make application for such credit enhancement.

SECTION 35: Continuing Disclosure Undertaking. This Section shall apply unless the Pricing Officer determines in the Pricing Certificate that an undertaking is not required pursuant to the Rule.

(a) Definitions. As used in this Section, the following terms have the meanings ascribed to such terms below:

“*Financial Obligation*” means a (a) debt obligation; (b) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (c) guarantee of a debt obligation or any such derivative instrument; provided that “financial obligation” shall not include municipal securities as to which a final official statement (as defined in the Rule) has been provided to the MSRB consistent with the Rule.

“*MSRB*” means the Municipal Securities Rulemaking Board.

“Rule” means SEC Rule 15c2-12, as amended from time to time or officially interpreted by the SEC.

“SEC” means the United States Securities and Exchange Commission.

(b) Annual Reports. To the extent specified in the Pricing Certificate, the District shall provide annually to the MSRB (1) within six months after the end of each fiscal year beginning in the year stated in the Pricing Certificate, financial information and operating data with respect to the District of the general type included in the final Official Statement approved by the Pricing Officer and described in the Pricing Certificate, and (2) if not provided as part of such financial information and operating data, audited financial statements of the District, when and if available, but in any case within twelve months after the end of each fiscal year beginning in the year stated in the Pricing Certificate. If audited financial statements are not available by the required time, the District will provide unaudited financial statements of the type included in the Official Statement by the required time and audited financial statements when and if such audited financial statements become available. Any financial statements so to be provided shall be prepared in accordance with the accounting principles described in the Pricing Certificate, or such other accounting principles as the District may be required to employ from time to time pursuant to state law or regulation, and audited, if the District commissions an audit of such statements and the audit is completed within the period during which they must be provided.

If the District changes its fiscal year, it will notify the MSRB of the change (and of the date of the new fiscal year end) prior to the next date by which the District otherwise would be required to provide financial information and operating data pursuant to this Section.

The financial information and operating data to be provided pursuant to this Section may be set forth in full in one or more documents or may be included by specific reference to any document available to the public on the MSRB’s Internet website or filed with the SEC.

(c) Notice of Certain Events. The District shall provide notice of any of the following events with respect to the Bonds to the MSRB in a timely manner and not more than ten (10) business days after occurrence of the event:

1. Principal and interest payment delinquencies;
2. Non-payment related defaults, if material;
3. Unscheduled draws on debt service reserves reflecting financial difficulties;
4. Unscheduled draws on credit enhancements reflecting financial difficulties;
5. Substitution of credit or liquidity providers, or their failure to perform;
6. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB), or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds;
7. Modifications to rights of holders of the Bonds, if material;

8. Bond calls, if material, and tender offers;
9. Defeasances;
10. Release, substitution, or sale of property securing repayment of the Bonds, if material;
11. Rating changes;
12. Bankruptcy, insolvency, receivership, or similar event of the District, which shall occur as described below;
13. The consummation of a merger, consolidation, or acquisition involving the District or the sale of all or substantially all of its assets, other than in the ordinary course of business, the entry into of a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
14. Appointment of a successor or additional trustee or the change of name of a trustee, if material;
15. Incurrence of a Financial Obligation of the District, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the District, any of which affect security holders, if material; and
16. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the District, any of which reflect financial difficulties.

For these purposes, (a) any event described in the immediately preceding paragraph 12 is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent, or similar officer for the District in a proceeding under the United States Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the District, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement, or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the District, and (b) the District intends the words used in the immediately preceding paragraphs 15 and 16 and the definition of Financial Obligation in this Section to have the meanings ascribed to them in SEC Release No. 34-83885, dated August 20, 2018.

The District shall notify the MSRB, in a timely manner, of any failure by the District to provide financial information or operating data in accordance with this Section by the time required by this Section.

(d) Filings with the MSRB. All financial information, operating data, financial statements, notices, and other documents provided to the MSRB in accordance with this Section shall be provided in an electronic format prescribed by the MSRB and shall be accompanied by identifying information as prescribed by the MSRB.

(e) Limitations, Disclaimers, and Amendments. The District shall be obligated to observe and perform the covenants specified in this Section with respect to the District and the

Bonds while, but only while, the District remains an “obligated person” with respect to the Bonds within the meaning of the Rule, except that the District in any event will give notice required by subsection (c) hereof of any Bond calls and defeasance that cause the District to be no longer such an “obligated person”.

The provisions of this Section are for the sole benefit of the Holders and beneficial owners of the Bonds, and nothing in this Section, express or implied, shall give any benefit or any legal or equitable right, remedy, or claim hereunder to any other person. The District undertakes to provide only the financial information, operating data, financial statements, and notices which it has expressly agreed to provide pursuant to this Section and does not hereby undertake to provide any other information that may be relevant or material to a complete presentation of the financial results, condition, or prospects of the District or the State of Texas or hereby undertake to update any information provided in accordance with this Section or otherwise, except as expressly provided herein. The District does not make any representation or warranty concerning such information or its usefulness to a decision to invest in or sell Bonds at any future date.

UNDER NO CIRCUMSTANCES SHALL THE DISTRICT BE LIABLE TO THE HOLDER OR BENEFICIAL OWNER OF ANY BOND OR ANY OTHER PERSON, IN CONTRACT OR TORT, FOR DAMAGES RESULTING IN WHOLE OR IN PART FROM ANY BREACH BY THE DISTRICT, WHETHER NEGLIGENT OR WITHOUT FAULT ON ITS PART, OF ANY COVENANT SPECIFIED IN THIS SECTION, BUT EVERY RIGHT AND REMEDY OF ANY SUCH PERSON, IN CONTRACT OR TORT, FOR OR ON ACCOUNT OF ANY SUCH BREACH SHALL BE LIMITED TO AN ACTION FOR *MANDAMUS* OR SPECIFIC PERFORMANCE.

No default by the District in observing or performing its obligations under this Section shall constitute a breach of or default under this Order for purposes of any other provision of this Order.

Nothing in this Section is intended, or shall act, to disclaim, waive, or otherwise limit the duties of the District under federal and state securities laws.

Notwithstanding anything herein to the contrary, the provisions of this Section may be amended by the District from time to time to adapt to changed circumstances resulting from a change in legal requirements, a change in law, or a change in the identity, nature, status, or type of operations of the District, but only if (1) the provisions of this Section, as so amended, would have permitted an underwriter to purchase or sell Bonds in the primary offering of the Bonds in compliance with the Rule, taking into account any amendments or interpretations of the Rule to the date of such amendment, as well as such changed circumstances, and (2) either (a) the Holders of a majority in aggregate principal amount (or any greater amount required by any other provision of this Order that authorizes such an amendment) of the Outstanding Bonds consent to such amendment or (b) a Person that is unaffiliated with the District (such as nationally recognized bond counsel) determines that such amendment will not materially impair the interests of the Holders and beneficial owners of the Bonds. The provisions of this Section may also be amended from time to time or repealed by the District if the SEC amends or repeals

the applicable provisions of the Rule or a court of final jurisdiction determines that such provisions are invalid, but only if and to the extent that reservation of the District's right to do so would not prevent underwriters of the initial public offering of the Bonds from lawfully purchasing or selling Bonds in such offering. If the District so amends the provisions of this Section, it shall include with any amended financial information or operating data next provided in accordance with subsection (b) an explanation, in narrative form, of the reasons for the amendment and of the impact of any change in the type of financial information or operating data so provided.

SECTION 36: Public Meeting. It is officially found, determined, and declared that the meeting at which this Order is adopted was open to the public and public notice of the time, place, and subject matter of the public business to be considered at such meeting, including this Order, was given, all as required by Texas Government Code, Chapter 551, as amended.

SECTION 37: Effective Date. This Order shall be in force and effect from and after its passage on the date shown below.

[remainder of page intentionally left blank]

PASSED AND ADOPTED, this January 11, 2021.

RAINS INDEPENDENT SCHOOL DISTRICT

President, Board of Trustees

ATTEST:

Secretary, Board of Trustees

(District Seal)

EXHIBIT A
FORM OF PAYING AGENT/REGISTRAR AGREEMENT

PAYING AGENT/REGISTRAR AGREEMENT

THIS AGREEMENT is entered into as of _____ (this "Agreement"), by and between _____, a banking corporation duly organized and existing under the laws of the _____ and authorized to do business in the State of Texas, or its successors (the "Bank") and the Rains Independent School District (the "Issuer"),

RECITALS

WHEREAS, the Issuer has duly authorized and provided for the issuance of its "Rains Independent School District Unlimited Tax Refunding Bonds, Series 2021" (the "Securities"), dated _____, 2021 and such Securities are to be issued in fully registered form only and in part as "Current Interest Bonds" (bonds paying interest at stated intervals on and prior to the Stated Maturities) and in part as "Capital Appreciation Bonds" (bonds paying no interest prior to their Stated Maturity); such Securities scheduled to be delivered to the initial purchasers on or about _____, 2021; and

WHEREAS, the Issuer has selected the Bank to serve as Paying Agent/Registrar in connection with the payment of the principal of, premium, if any, and interest on said Securities and with respect to the registration, transfer and exchange thereof by the registered owners thereof; and

WHEREAS, the Bank has agreed to serve in such capacities for and on behalf of the Issuer and has full power and authority to perform and serve as Paying Agent/Registrar for the Securities;

NOW, THEREFORE, it is mutually agreed as follows:

ARTICLE ONE APPOINTMENT OF BANK AS PAYING AGENT AND REGISTRAR

Section 1.01 Appointment. The Issuer hereby appoints the Bank to serve as Paying Agent with respect to the Securities, and, as Paying Agent for the Securities, the Bank shall be responsible for paying on behalf of the Issuer the principal, premium (if any), and interest on the Current Interest Bonds and the Maturity Amount (the original principal amount with accrued and compounded interest thereon) with respect to Capital Appreciation Bonds as the same become due and payable to the registered owners thereof; all in accordance with this Agreement and the "Authorizing Document" (hereinafter defined). The Issuer hereby appoints the Bank as Registrar with respect to the Securities and, as Registrar for the Securities, the Bank shall keep and maintain for and on behalf of the Issuer books and records as to the ownership of said Securities and with respect to the transfer and exchange thereof as provided herein and in the Authorizing Document.

The Bank hereby accepts its appointment, and agrees to serve as the Paying Agent and Registrar for the Securities.

Section 1.02 Compensation. As compensation for the Bank's services as Paying Agent/Registrar, the Issuer hereby agrees to pay the Bank the fees and amounts set forth in **Annex A** attached hereto; provided however, notwithstanding anything herein or in Annex A to the contrary, the aggregate value of this agreement shall be less than the dollar limitation set forth in Section 2271.002(a)(2) of the Texas Government Code, as amended.

In addition, the Issuer agrees to reimburse the Bank upon its request for all reasonable expenses, disbursements and advances incurred or made by the Bank in accordance with any of the provisions hereof (including the reasonable compensation and the expenses and disbursements of its agents and counsel).

ARTICLE TWO DEFINITIONS

Section 2.01 Definitions. For all purposes of this Agreement, except as otherwise expressly provided or unless the context otherwise requires:

“Acceleration Date” on any Security means the date, if any, on and after which the principal or any or all installments of interest, or both, are due and payable on any Security which has become accelerated pursuant to the terms of the Security.

“Authorizing Document” means the resolution, order, or ordinance of the governing body of the Issuer pursuant to which the Securities are issued, as the same may be amended or modified, including any pricing certificate related thereto, certified by the secretary or any other officer of the Issuer and delivered to the Bank.

“Bank Office” means the designated office of the Bank at the address shown in Section 3.01 hereof. The Bank will notify the Issuer in writing of any change in location of the Bank Office.

“Holder” and “Security Holder” each means the Person in whose name a Security is registered in the Security Register.

“Person” means any individual, corporation, partnership, joint venture, association, joint stock company, trust, unincorporated organization or government or any agency or political subdivision of a government.

“Predecessor Securities” of any particular Security means every previous Security evidencing all or a portion of the same obligation as that evidenced by such particular Security (and, for the purposes of this definition, any mutilated, lost, destroyed, or stolen Security for which a replacement Security has been registered and delivered in lieu thereof pursuant to Section 4.06 hereof and the Authorizing Document).

“Redemption Date”, when used with respect to any Security to be redeemed, means the date fixed for such redemption pursuant to the terms of the Authorizing Document.

“Responsible Officer”, when used with respect to the Bank, means the Chairman or Vice-Chairman of the Board of Directors, the Chairman or Vice-Chairman of the Executive Committee of the Board of Directors, the President, any Vice President, the Secretary, any Assistant Secretary, the Treasurer, any Assistant Treasurer, the Cashier, any Assistant Cashier, any Trust Officer or Assistant Trust Officer, or any other officer of the Bank customarily performing functions similar to those performed by any of the above designated

officers and also means, with respect to a particular corporate trust matter, any other officer to whom such matter is referred because of his knowledge of and familiarity with the particular subject.

“Security Register” means a register maintained by the Bank on behalf of the Issuer providing for the registration and transfers of Securities.

“Stated Maturity” means the date specified in the Authorizing Document (i) the principal of a Current Interest Bond is scheduled to be due and payable and (ii) the Maturity Amount of a Capital Appreciation Bond is scheduled to be due and payable.

Section 2.02 Other Definitions. The terms “Bank,” “Issuer,” “Current Interest Bonds”, “Capital Appreciation Bonds” and “Securities (Security)” have the meanings assigned to them in the recital paragraphs of this Agreement.

The term “Paying Agent/Registrar” refers to the Bank in the performance of the duties and functions of this Agreement.

ARTICLE THREE PAYING AGENT

Section 3.01 Duties of Paying Agent. As Paying Agent, the Bank shall pay, provided adequate collected funds have been provided to it for such purpose by or on behalf of the Issuer, on behalf of the Issuer the principal of each Current Interest Bond and Maturity Amount of each Capital Appreciation Bond at its Stated Maturity, Redemption Date or Acceleration Date, to the Holder upon surrender of the Security to the Bank at the following address:

As Paying Agent, the Bank shall, provided adequate collected funds have been provided to it for such purpose by or on behalf of the Issuer, pay on behalf of the Issuer the interest on each Current Interest Bond when due, by computing the amount of interest to be paid each Holder and making payment thereof to the Holders of the Current Interest Bonds (or their Predecessor Securities) on the Record Date (as defined in the Authorizing Document). All payments of principal and/or interest on the Securities to the registered owners shall be accomplished (1) by the issuance of checks, payable to the registered owners, drawn on the paying agent account provided in Section 5.05 hereof, sent by United States mail, first class postage prepaid, to the address appearing on the Security Register or (2) by such other method, acceptable to the Bank, requested in writing by the Holder at the Holder’s risk and expense.

Section 3.02 Payment Dates. The Issuer hereby instructs the Bank to pay the principal of and interest on the Current Interest Bonds and the Maturity Amounts of the Capital Appreciation Bonds on the dates specified in the Authorizing Document.

ARTICLE FOUR REGISTRAR

Section 4.01 Security Register - Transfers and Exchanges. The Bank agrees to keep and maintain for and on behalf of the Issuer at the Bank Office books and records (herein sometimes referred to as the "Security Register") for recording the names and addresses of the Holders of the Securities, the transfer, exchange and replacement of the Securities and the payment of the principal of and interest on the Current Interest Bonds and Maturity Amount of the Capital Appreciation Bonds to the Holders and containing such other information as may be reasonably required by the Issuer and subject to such reasonable regulations as the Issuer and the Bank may prescribe. The Bank represents and warrants that it will at all times have immediate access to the Security Register by electronic or other means and will be capable at all times of producing a hard copy of the Security Register for use by the Issuer. All transfers, exchanges and replacements of Securities shall be noted in the Security Register.

Every Security surrendered for transfer or exchange shall be duly endorsed or be accompanied by a written instrument of transfer, the signature on which has been guaranteed by an officer of a federal or state bank or a member of the Financial Industry Regulatory Authority, such written instrument to be in a form satisfactory to the Bank and duly executed by the Holder thereof or his agent duly authorized in writing.

The Bank may request any supporting documentation it feels necessary to effect a re-registration, transfer or exchange of the Securities.

To the extent possible and under reasonable circumstances, the Bank agrees that, in relation to an exchange or transfer of Securities, the exchange or transfer by the Holders thereof will be completed and new Securities delivered to the Holder or the assignee of the Holder in not more than three (3) business days after the receipt of the Securities to be cancelled in an exchange or transfer and the written instrument of transfer or request for exchange duly executed by the Holder, or his duly authorized agent, in form and manner satisfactory to the Paying Agent/Registrar.

Section 4.02 Securities. The Issuer shall provide additional Securities when needed to facilitate transfers or exchanges thereof. The Bank covenants that such additional Securities, if and when provided, will be kept in safekeeping pending their use and reasonable care will be exercised by the Bank in maintaining such Securities in safekeeping, which shall be not less than the care maintained by the Bank for debt securities of other governments or corporations for which it serves as registrar, or that is maintained for its own securities.

Section 4.03 Form of Security Register. The Bank, as Registrar, will maintain the Security Register relating to the registration, payment, transfer and exchange of the Securities in accordance with the Bank's general practices and procedures in effect from time to time. The Bank shall not be obligated to maintain such Security Register in any form other than those which the Bank has currently available and currently utilizes at the time.

The Security Register may be maintained in written form or in any other form capable of being converted into written form within a reasonable time.

Section 4.04 List of Security Holders. The Bank will provide the Issuer at any time requested by the Issuer, upon payment of the required fee, a copy of the information contained in the Security Register. The Issuer may also inspect the information contained in the Security

Register at any time the Bank is customarily open for business, provided that reasonable time is allowed the Bank to provide an up-to-date listing or to convert the information into written form.

The Bank will not release or disclose the contents of the Security Register to any person other than to, or at the written request of, an authorized officer or employee of the Issuer, except upon receipt of a court order or as otherwise required by law. Upon receipt of a court order and prior to the release or disclosure of the contents of the Security Register, the Bank will notify the Issuer so that the Issuer may contest the court order or such release or disclosure of the contents of the Security Register.

Section 4.05 Return of Cancelled Securities. The Bank will, at such reasonable intervals as it determines, surrender to the Issuer, all Securities in lieu of which or in exchange for which other Securities have been issued, or which have been paid.

Section 4.06 Mutilated, Destroyed, Lost or Stolen Securities. The Issuer hereby instructs the Bank, subject to the provisions of the Authorizing Document, to deliver and issue Securities in exchange for or in lieu of mutilated, destroyed, lost, or stolen Securities as long as the same does not result in an overissuance.

In case any Security shall be mutilated, destroyed, lost or stolen, the Bank may execute and deliver a replacement Security of like form and tenor, and in the same denomination and bearing a number not contemporaneously outstanding, in exchange and substitution for such mutilated Security, or in lieu of and in substitution for such mutilated, destroyed, lost or stolen Security, only upon the approval of the Issuer and after (i) the filing by the Holder thereof with the Bank of evidence satisfactory to the Bank of the destruction, loss or theft of such Security, and of the authenticity of the ownership thereof and (ii) the furnishing to the Bank of indemnification in an amount satisfactory to hold the Issuer and the Bank harmless. All expenses and charges associated with such indemnity and with the preparation, execution and delivery of a replacement Security shall be borne by the Holder of the Security mutilated, destroyed, lost or stolen.

Section 4.07 Transaction Information to Issuer. The Bank will, within a reasonable time after receipt of written request from the Issuer, furnish the Issuer information as to the Securities it has paid pursuant to Section 3.01, Securities it has delivered upon the transfer or exchange of any Securities pursuant to Section 4.01, and Securities it has delivered in exchange for or in lieu of mutilated, destroyed, lost, or stolen Securities pursuant to Section 4.06.

ARTICLE FIVE THE BANK

Section 5.01 Duties of Bank. The Bank undertakes to perform the duties set forth herein and agrees to use reasonable care in the performance thereof.

Section 5.02 Reliance on Documents, Etc.

(a) The Bank may conclusively rely, as to the truth of the statements and correctness of the opinions expressed therein, on certificates or opinions furnished to the Bank.

(b) The Bank shall not be liable for any error of judgment made in good faith by a Responsible Officer, unless it shall be proved that the Bank was negligent in ascertaining the pertinent facts.

(c) No provisions of this Agreement shall require the Bank to expend or risk its own funds or otherwise incur any financial liability for performance of any of its duties hereunder, or in the exercise of any of its rights or powers, if it shall have reasonable grounds for believing that repayment of such funds or adequate indemnity satisfactory to it against such risks or liability is not assured to it.

(d) The Bank may rely and shall be protected in acting or refraining from acting upon any resolution, certificate, statement, instrument, opinion, report, notice, request, direction, consent, order, bond, note, security or other paper or document believed by it to be genuine and to have been signed or presented by the proper party or parties. Without limiting the generality of the foregoing statement, the Bank need not examine the ownership of any Securities, but is protected in acting upon receipt of Securities containing an endorsement or instruction of transfer or power of transfer which appears on its face to be signed by the Holder or an agent of the Holder. The Bank shall not be bound to make any investigation into the facts or matters stated in a resolution, certificate, statement, instrument, opinion, report, notice, request, direction, consent, order, bond, note, security or other paper or document supplied by the Issuer.

(e) The Bank may consult with counsel, and the written advice of such counsel or any opinion of counsel shall be full and complete authorization and protection with respect to any action taken, suffered, or omitted by it hereunder in good faith and in reliance thereon.

(f) The Bank may exercise any of the powers hereunder and perform any duties hereunder either directly or by or through agents or attorneys of the Bank.

(g) The Bank is also authorized to transfer funds relating to the closing and initial delivery of the Securities in the manner disclosed in the closing memorandum or letter as prepared by the Issuer, Issuer's financial advisor or other agent. The Bank may act on a facsimile or e-mail transmission of the closing memorandum or letter acknowledged by the Issuer, the Issuer's financial advisor or other agent as the final closing memorandum or letter. The Bank shall not be liable for any losses, costs or expenses arising directly or indirectly from the Bank's reliance upon and compliance with such instructions.

Section 5.03 Recitals of Issuer. The recitals contained herein with respect to the Issuer and in the Securities shall be taken as the statements of the Issuer, and the Bank assumes no responsibility for their correctness.

The Bank shall in no event be liable to the Issuer, any Holder or Holders of any Security, or any other Person for any amount due on any Security from its own funds.

Section 5.04 May Hold Securities. The Bank, in its individual or any other capacity, may become the owner or pledgee of Securities and may otherwise deal with the Issuer with the same rights it would have if it were not the Paying Agent/Registrar, or any other agent.

Section 5.05 Moneys Held by Bank - Paying Agent Account/Collateralization. A paying agent account shall at all times be kept and maintained by the Bank for the receipt, safekeeping, and disbursement of moneys received from the Issuer under this Agreement for the payment of the Securities, and money deposited to the credit of such account until paid to the Holders of the Securities shall be continuously collateralized by securities or obligations which qualify and are eligible under both the laws of the State of Texas and the laws of the United States of America to secure and be pledged as collateral for paying agent accounts to the extent such money is not insured by the Federal Deposit Insurance Corporation. Payments made from such

paying agent account shall be made by check drawn on such account unless the owner of the Securities shall, at its own expense and risk, request an alternative method of payment.

Subject to the applicable unclaimed property laws of the State of Texas, any money deposited with the Bank for the payment of the principal of, premium (if any), or interest on any Security and remaining unclaimed for three years after final maturity of the Security has become due and payable will be held by the Bank and disposed of only in accordance with Title 6 of the Texas Property Code, as amended. The Bank shall have no liability by virtue of actions taken in compliance with this provision.

The Bank is not obligated to pay interest on any money received by it under this Agreement.

This Agreement relates solely to money deposited for the purposes described herein, and the parties agree that the Bank may serve as depository for other funds of the Issuer, act as trustee under indentures authorizing other bond transactions of the Issuer, or act in any other capacity not in conflict with its duties hereunder.

Section 5.06 Indemnification. To the extent permitted by law, the Issuer agrees to indemnify the Bank for, and hold it harmless against, any loss, liability, or expense incurred without negligence or bad faith on its part, arising out of or in connection with its acceptance or administration of its duties hereunder, including the cost and expense against any claim or liability in connection with the exercise or performance of any of its powers or duties under this Agreement.

Section 5.07 Interpleader. The Issuer and the Bank agree that the Bank may seek adjudication of any adverse claim, demand, or controversy over its person as well as funds on deposit, in either a Federal or State District Court located in the state and county where the administrative office of the Issuer is located, and agree that service of process by certified or registered mail, return receipt requested, to the address referred to in Section 6.03 of this Agreement shall constitute adequate service. The Issuer and the Bank further agree that the Bank has the right to file a Bill of Interpleader in any court of competent jurisdiction in the State of Texas to determine the rights of any Person claiming any interest herein.

Section 5.08 DTC Services. It is hereby represented and warranted that, in the event the Securities are otherwise qualified and accepted for "Depository Trust Company" services or equivalent depository trust services by other organizations, the Bank has the capability and, to the extent within its control, will comply with the "Operational Arrangements", which establishes requirements for securities to be eligible for such type depository trust services, including, but not limited to, requirements for the timeliness of payments and funds availability, transfer turnaround time, and notification of redemptions and calls.

ARTICLE SIX MISCELLANEOUS PROVISIONS

Section 6.01 Amendment. This Agreement may be amended only by an agreement in writing signed by both of the parties hereto.

Section 6.02 Assignment. This Agreement may not be assigned by either party without the prior written consent of the other.

Section 6.03 Notices. Any request, demand, authorization, direction, notice, consent, waiver, or other document provided or permitted hereby to be given or furnished to the Issuer or the Bank shall be mailed or delivered to the Issuer or the Bank, respectively, at the addresses shown on the signature page(s) hereof.

Section 6.04 Effect of Headings. The Article and Section headings herein are for convenience of reference only and shall not affect the construction hereof.

Section 6.05 Successors and Assigns. All covenants and agreements herein by the Issuer shall bind its successors and assigns, whether so expressed or not.

Section 6.06 Severability. In case any provision herein shall be invalid, illegal, or unenforceable, the validity, legality, and enforceability of the remaining provisions shall not in any way be affected or impaired thereby.

Section 6.07 Merger, Conversion, Consolidation, or Succession. Any corporation or association into which the Bank may be merged or converted or with which it may be consolidated, or any corporation or association resulting from any merger, conversion, or consolidation to which the Bank shall be a party, or any corporation or association succeeding to all or substantially all of the corporate trust business of the Bank shall be the successor of the Bank as Paying Agent under this Agreement without the execution or filing of any paper or any further act on the part of either parties hereto.

Section 6.08 Benefits of Agreement. Nothing herein, express or implied, shall give to any Person, other than the parties hereto and their successors hereunder, any benefit or any legal or equitable right, remedy, or claim hereunder.

Section 6.09 Entire Agreement. This Agreement and the Authorizing Document constitute the entire agreement between the parties hereto relative to the Bank acting as Paying Agent/Registrar and if any conflict exists between this Agreement and the Authorizing Document, the Authorizing Document shall govern.

Section 6.10 Counterparts. This Agreement may be executed in any number of counterparts, each of which shall be deemed an original and all of which shall constitute one and the same Agreement.

Section 6.11 Termination. This Agreement will terminate (i) on the date of final payment of the principal of and interest on the Securities to the Holders thereof or (ii) may be earlier terminated by either party upon sixty (60) days written notice; provided, however, an early termination of this Agreement by either party shall not be effective until (a) a successor Paying Agent/Registrar has been appointed by the Issuer and such appointment accepted and (b) notice has been given to the Holders of the Securities of the appointment of a successor Paying Agent/Registrar. However, if the Issuer fails to appoint a successor Paying Agent/Registrar within a reasonable time, the Bank may petition a court of competent jurisdiction within the State of Texas to appoint a successor. Furthermore, the Bank and the Issuer mutually agree that the effective date of an early termination of this Agreement shall not occur at any time which would disrupt, delay or otherwise adversely affect the payment of the Securities.

Upon an early termination of this Agreement, the Bank agrees to promptly transfer and deliver the Security Register (or a copy thereof), together with the other pertinent books and

records relating to the Securities, to the successor Paying Agent/Registrar designated and appointed by the Issuer.

The provisions of Section 1.02 and of Article Five shall survive and remain in full force and effect following the termination of this Agreement.

Section 6.12 Iran, Sudan and Foreign Terrorist Organizations. The Bank represents that neither it nor any of its parent company, wholly- or majority-owned subsidiaries, and other affiliates is a company identified on a list prepared and maintained by the Texas Comptroller of Public Accounts under Section 2252.153 or Section 2270.0201, Texas Government Code, and posted on any of the following pages of such officer's internet website:

<https://comptroller.texas.gov/purchasing/docs/sudan-list.pdf>,
<https://comptroller.texas.gov/purchasing/docs/iran-list.pdf>, or
<https://comptroller.texas.gov/purchasing/docs/fto-list.pdf>.

The foregoing representation is made solely to comply with Section 2252.152, Texas Government Code, and to the extent such Section does not contravene applicable Federal law and excludes the Bank and each of its parent company, wholly- or majority-owned subsidiaries, and other affiliates, if any, that the United States government has affirmatively declared to be excluded from its federal sanctions regime relating to Sudan or Iran or any federal sanctions regime relating to a foreign terrorist organization. The Bank understands "affiliate" to mean any entity that controls, is controlled by, or is under common control with the Bank and exists to make a profit.

Section 6.13 Governing Law. This Agreement shall be construed in accordance with and governed by the laws of the State of Texas.

[Remainder of page left blank intentionally.]

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the day and year first above written.

By: _____

Title: _____

Address: _____

RAINS INDEPENDENT SCHOOL DISTRICT

By: _____
President, Board of Trustees

Address: 1759 W. US Highway 69
Emory, Texas 75440

Attest:

Secretary, Board of Trustees

ANNEX A
FEE SCHEDULE

EXHIBIT B

FORMS

(a) Form of Definitive Bonds.

[CURRENT INTEREST BONDS]

REGISTERED
NO. R- _____

REGISTERED
PRINCIPAL AMOUNT
\$ _____

UNITED STATES OF AMERICA
STATE OF TEXAS
RAINS INDEPENDENT SCHOOL DISTRICT
UNLIMITED TAX REFUNDING BOND
SERIES 2021

Bond Date: _____ Interest Rate: _____ Stated Maturity: _____ CUSIP NO: _____

Registered Owner:

Principal Amount: _____ DOLLARS

The Rains Independent School District (hereinafter referred to as the "District"), a body corporate and political subdivision in the County of Rains, State of Texas, for value received, acknowledges itself indebted to and hereby promises to pay to the Registered Owner named above, or the registered assigns thereof, on the Stated Maturity date specified above the Principal Amount hereinabove stated (or so much thereof as shall not have been paid upon prior redemption), and to pay interest on the unpaid principal amount hereof from the interest payment date next preceding the "Registration Date" of this Bond appearing below (unless this Bond bears a "Registration Date" as of an interest payment date, in which case it shall bear interest from such date, or unless the "Registration Date" of this Bond is prior to the initial interest payment date in which case it shall bear interest from the _____) at the per annum rate of interest specified above computed on the basis of a 360-day year of twelve 30-day months; such interest being payable on _____, and each _____ and _____ thereafter, until maturity or prior redemption. Principal of this Bond is payable at its Stated Maturity or date of redemption to the registered owner hereof, upon presentation and surrender, at the Designated Payment/Transfer Office of the Paying Agent/Registrar executing the registration certificate appearing hereon, or its successor; provided, however, while this Bond is registered to Cede & Co., the payment of principal upon a partial redemption of the principal amount hereof may be accomplished without presentation and surrender of this Bond. Interest is payable to the registered owner of this Bond (or one or more Predecessor Bonds, as defined in the Order hereinafter referenced) whose name appears on the "Security Register" maintained by

the Paying Agent/Registrar at the close of business on the "Record Date," which is the _____ of the month next preceding each interest payment date, and interest shall be paid by the Paying Agent/Registrar by check sent United States mail, first-class, postage prepaid, to the address of the registered owner recorded in the Security Register or by such other method, acceptable to the Paying Agent/Registrar, requested by, and at the risk and expense of, the registered owner. All payments of principal of and interest on this Bond shall be without exchange or collection charges to the registered owner hereof and in any coin or currency of the United States of America, which at the time of payment is legal tender for the payment of public and private debts. If the date for the payment of the principal of or interest on the Bonds shall be a Saturday, Sunday, a legal holiday, or a day on which banking institutions in the city where the Designated Payment/Transfer Offices of the Paying Agent/Registrar are located are authorized by law or executive order to close, then the date for such payment shall be the next succeeding day which is not such a Saturday, Sunday, legal holiday, or day on which banking institutions are authorized to close; and payment on such date shall have the same force and effect as if made on the original date payment was due.

This Bond is one of the series specified in its title issued in the aggregate principal amount of \$ _____ (herein referred to as the "Bonds") for the purpose of providing funds for the discharge and final payment of certain obligations of the District and to pay the costs and expenses of issuance, under and in strict conformity with the Constitution and laws of the State of Texas, including Texas Government Code, Chapter 1207, as amended, and pursuant to an Order adopted by the Board of Trustees of the District (herein referred to as the "Order"). [The Bonds are issued in part as "Current Interest Bonds", which total in principal amount \$ _____ and pay accrued interest at stated intervals to registered owners and in part as "Capital Appreciation Bonds", which total in original principal amount \$ _____ and pay no accrued interest prior to their Stated Maturities.]

[The Bonds maturing on the dates hereinafter identified (the "Term Bonds") are subject to mandatory redemption prior to maturity with funds on deposit in the Interest and Sinking Fund established and maintained for the payment thereof in the Order, and shall be redeemed in part prior to maturity at the price of par and accrued interest thereon to the date of redemption, and without premium, on the dates and in the principal amounts as follows:

Term Bonds due _____, 20__		Term Bonds Due _____, 20__	
<u>Redemption Date</u>	<u>Principal Amount</u>	<u>Redemption Date</u>	<u>Principal Amount</u>
_____, 20__	\$ _____	_____, 20__	\$ _____
	Term Bonds Due _____, 20__		
	<u>Redemption Date</u>	<u>Principal Amount</u>	
	_____, 20__	\$ _____	
	_____, 20__	\$ _____	

The particular Term Bonds to be redeemed on each redemption date shall be chosen by lot by the Paying Agent/Registrar; provided, however, that the principal amount of Term Bonds for a Stated Maturity required to be redeemed on a mandatory redemption date may be reduced, at the option of the District, by the principal amount of Term Bonds of like maturity which, at

least 50 days prior to a mandatory redemption date, (1) shall have been acquired by the District at a price not exceeding the principal amount of such Term Bonds plus accrued interest to the date of purchase thereof, and delivered to the Paying Agent/Registrar for cancellation or (2) shall have been redeemed pursuant to the optional redemption provisions appearing below and not theretofore credited against a mandatory redemption requirement.]

The Current Interest Bonds maturing on and after _____, 20__ may be redeemed prior to their Stated Maturities, at the option of the District, in whole or in part in principal amounts of \$5,000 or any integral multiple thereof (and if within a Stated Maturity selected by lot by the Paying Agent/Registrar), on _____, 20__, or on any date thereafter, at the redemption price of par, together with accrued interest to the date of redemption.

At least thirty (30) days prior to a redemption date, the District shall cause a written notice of such redemption to be sent by United States mail, first-class, postage prepaid, to the registered owners of the Bonds to be redeemed in whole or in part, and subject to the terms and provisions relating thereto contained in the Order. If a Bond (or any portion of its principal sum) shall have been duly called for redemption and notice of such redemption duly given, then upon such redemption date such Bond (or the portion of its principal sum to be redeemed) shall become due and payable, and interest thereon shall cease to accrue from and after the redemption date therefor, provided moneys for the payment of the redemption price and the interest on the principal amount to be redeemed to the date of redemption are held for the purpose of such payment by the Paying Agent/Registrar.

In the event a portion of the principal amount of a Bond is to be redeemed and the registered owner hereof is someone other than Cede & Co., payment of the redemption price of such principal amount shall be made to the registered owner only upon presentation and surrender of this Bond to the Designated Payment/Transfer Office of the Paying Agent/Registrar, and a new Bond or Bonds of like maturity and interest rate in any authorized denominations provided by the Order for the then unredeemed balance of the principal sum thereof will be issued to the registered owner, without charge. If a Bond is selected for redemption, in whole or in part, the District and the Paying Agent/Registrar shall not be required to transfer such Bond to an assignee of the registered owner within 45 days of the redemption date therefor; provided, however, such limitation on transferability shall not be applicable to an exchange by the registered owner of the unredeemed balance of a Bond redeemed in part.

With respect to any optional redemption of the Bonds, unless certain prerequisites to such redemption required by the Order have been met and moneys sufficient to pay the redemption price of the Bonds to be redeemed shall have been received by the Paying Agent/Registrar prior to the giving of such notice of redemption, such notice may state that such redemption is conditional upon the satisfaction of such prerequisites and receipt of such moneys by the Paying Agent/Registrar on or prior to the date fixed for such redemption. If a conditional notice of redemption is given and such prerequisites to the redemption are not satisfied or sufficient moneys are not received, such notice shall be of no force and effect, the District shall not redeem such Bonds and the Paying Agent/Registrar shall give notice, in the manner in which the notice of redemption was given, to the effect that the Bonds have not been redeemed.

The Bonds are payable from the proceeds of an ad valorem tax levied, without limit as to rate or amount, upon all taxable property in the District. Reference is hereby made to the Order, a copy of which is on file in the Designated Payment/Transfer Office of the Paying Agent/Registrar, and to all of the provisions of which the registered owner or holder of this Bond by the acceptance hereof hereby assents, for definitions of terms; the description of and the nature and extent of the tax levied for the payment of the Bonds; the terms and conditions relating to the transfer or exchange of this Bond; the conditions upon which the Order may be amended or supplemented with or without the consent of the registered owners; the rights, duties, and obligations of the District and the Paying Agent/Registrar; the terms and provisions upon which this Bond may be discharged at or prior to its maturity, and deemed to be no longer Outstanding thereunder; and for other terms and provisions contained therein. Capitalized terms used herein have the meanings assigned in the Order.

This Bond, subject to certain limitations contained in the Order, may be transferred on the Security Register only upon its presentation and surrender at the Designated Payment/Transfer Office of the Paying Agent/Registrar, with the Assignment hereon duly endorsed by, or accompanied by a written instrument of transfer in form satisfactory to the Paying Agent/Registrar duly executed by, the registered owner hereof, or his duly authorized agent. When a transfer on the Security Register occurs, one or more new fully registered Bonds of the same Stated Maturity, of authorized denominations, bearing the same rate of interest, and of the same aggregate principal amount will be issued by the Paying Agent/Registrar to the designated transferee or transferees.

The District and the Paying Agent/Registrar, and any agent of either, shall treat the registered owner whose name appears on the Security Register (i) on the Record Date as the owner entitled to payment of interest hereon, (ii) on the date of surrender of this Bond as the owner entitled to payment of principal at the Stated Maturity, or its redemption, in whole or in part, and (iii) on any other date as the owner for all other purposes, and neither the District nor the Paying Agent/Registrar, or any agent of either, shall be affected by notice to the contrary. In the event of nonpayment of interest on a Current Interest Bond on a scheduled payment date and for thirty (30) days thereafter, a new record date for such interest payment (a "Special Record Date") will be established by the Paying Agent/Registrar, if and when funds for the payment of such interest have been received from the District. Notice of the Special Record Date and of the scheduled payment date of the past due interest (which shall be fifteen (15) days after the Special Record Date) shall be sent at least five (5) business days prior to the Special Record Date by United States mail, first-class, postage prepaid, to the address of each registered owner of a Current Interest Bond appearing on the Security Register at the close of business on the last business day next preceding the date of mailing of such notice.

It is hereby certified, recited, represented, and declared that the District is a body corporate and political subdivision duly organized and legally existing under and by virtue of the Constitution and laws of the State of Texas; that the issuance of the Bonds is duly authorized by law; that all acts, conditions, and things required to exist and be done precedent to and in the issuance of the Bonds to render the same lawful and valid obligations of the District have been properly done, have happened, and have been performed in regular and due time, form, and manner as required by the Constitution and laws of the State of Texas, and the Order; that the

Bonds do not exceed any Constitutional or statutory limitation; and that due provision has been made for the payment of the principal of and interest on the Bonds by the levy of a tax as aforesated. In case any provision in this Bond shall be invalid, illegal, or unenforceable, the validity, legality, and enforceability of the remaining provisions shall not in any way be affected or impaired thereby. The terms and provisions of this Bond and the Order shall be construed in accordance with and shall be governed by the laws of the State of Texas.

IN WITNESS WHEREOF, the Board of Trustees of the District has caused this Bond to be duly executed under the official seal of the District.

RAINS INDEPENDENT SCHOOL DISTRICT

President, Board of Trustees

ATTEST:

Secretary, Board of Trustees

(SEAL)

[CAPITAL APPRECIATION BONDS]

REGISTERED
NO. CAB- _____

REGISTERED
MATURITY AMOUNT
\$ _____

UNITED STATES OF AMERICA
STATE OF TEXAS
RAINS INDEPENDENT SCHOOL DISTRICT
UNLIMITED TAX REFUNDING BOND
SERIES 2021

Bond Date: _____ Stated Yield: _____ % Stated Maturity: _____ CUSIP NO: _____

Registered Owner:

Maturity Amount: _____ DOLLARS

The Rains Independent School District (hereinafter referred to as the "District"), a body corporate and political subdivision in the County of Rains, State of Texas, for value received, acknowledges itself indebted to and hereby promises to pay to the Registered Owner named above, or the registered assigns thereof, on the Stated Maturity date specified above, the Maturity Amount stated above (or so much thereof as shall not have been paid upon prior redemption). The Maturity Amount of this Bond represents the accretion of the original principal amount of this Bond (including the initial premium, if any, paid herefor) from the date of delivery to the initial purchasers to the Stated Maturity and such accretion in value occurring at the above Stated Yield and compounding on _____, and semiannually thereafter on _____ and _____. A table of the "Accreted Values" per \$5,000 "Accreted Value" at maturity is printed on this Bond or attached hereto. The term "Accreted Value", as used herein, means the original principal amount of this Bond plus the initial premium, if any, paid herefor with interest thereon compounded semiannually to _____ and _____, as the case may be, next preceding the date of such calculation (or the date of calculation, if such calculation is made on _____ or _____) at the Stated Yield for the Stated Maturity shown above and in the above referenced Table of Accreted Values. For any date other than _____ or _____, the Accreted Value of this Bond shall be determined by a straight line interpolation between the values for the applicable semiannual compounding dates (based on 30-day months). If the date for the payment of the principal of or interest on the Bonds shall be a Saturday, Sunday, a legal holiday, or a day on which banking institutions in the city where the Designated Payment/Transfer Office of the Paying Agent/Registrar is located are authorized by law or executive order to close, then the date for such payment shall be the next succeeding day which is not such a Saturday, Sunday, legal holiday, or day on which banking institutions are authorized to close; and payment on such date shall have the same force and effect as if made on the original date payment was due.

The Accreted Value of this Bond is payable at its Stated Maturity or redemption to the registered owner hereof, upon presentation and surrender, at the Designated Payment/Transfer Office of the Paying Agent/Registrar executing the registration certificate appearing hereon, or its successor. Payment of the Maturity Amount or Accreted Value as of a redemption date of this Bond shall be without exchange or collection charges to the owner hereof and in any coin or currency of the United States of America which at the time of payment is legal tender for the payment of public and private debts.

This Bond is one of the series specified in its title issued in the aggregate principal amount of \$_____ (herein referred to as the "Bonds") for the purpose of providing funds for the discharge and final payment of certain obligations of the District and to pay the costs and expenses of issuance, under and in strict conformity with the Constitution and laws of the State of Texas, including Texas Government Code, Chapter 1207, as amended, and pursuant to an Order adopted by the Board of Trustees of the District (herein referred to as the "Order"). The Bonds are issued in part as "Current Interest Bonds", which total in principal amount \$_____ and pay accrued interest at stated intervals to registered owners and in part as "Capital Appreciation Bonds", which total in original principal amount \$_____ and pay no accrued interest prior to their Stated Maturities.

The Capital Appreciation Bonds maturing on and after _____ may be redeemed prior to their Stated Maturities, at the option of the District, in whole or in part in Maturity Amounts of \$5,000 or any integral multiple thereof (and if within a Stated Maturity selected by lot by the Paying Agent/Registrar), on _____, or on any date thereafter, at the redemption price of the Accreted Value (as determined and defined herein) as of the date of redemption.

At least thirty (30) days prior to a redemption date, the District shall cause a written notice to be sent by United States mail, first-class, postage prepaid, to the registered owners of the Bonds to be redeemed, and subject to the terms and provisions relating thereto contained in the Order. If a Bond (or any portion of its Maturity Amount) shall have been duly called for redemption and notice of such redemption duly given, then upon such redemption date such Bond (or the portion of its Maturity Amount to be redeemed) shall become due and payable, and shall cease to accrete in value from and after the redemption date, provided moneys for the payment of the redemption price to the date of redemption are held for the purpose of such payment by the Paying Agent/Registrar.

In the event a portion of the Maturity Amount of a Bond is to be redeemed and the registered owner hereof is someone other than Cede & Co., payment of the redemption price shall be made to the registered owner only upon presentation and surrender of such Bond to the Designated Payment/Transfer Office of the Paying Agent/Registrar, and a new Bond or Bonds of like maturity and interest rate in any authorized denominations provided by the Order for the then unredeemed balance of the Maturity Amount thereof will be issued to the registered owner, without charge. If a Bond is selected for redemption, in whole or in part, the District and the Paying Agent/Registrar shall not be required to transfer such Bond to an assignee of the registered owner within 45 days of the redemption date therefor; provided, however, such limitation on transferability shall not be applicable to an exchange by the registered owner of the unredeemed balance of a Bond redeemed in part.

With respect to any optional redemption of the Bonds, unless certain prerequisites to such redemption required by the Order have been met and moneys sufficient to pay the redemption price of the Bonds to be redeemed shall have been received by the Paying Agent/Registrar prior to the giving of such notice of redemption, such notice may state that such redemption is conditional upon the satisfaction of such prerequisites and receipt of such moneys by the Paying Agent/Registrar on or prior to the date fixed for such redemption. If a conditional notice of redemption is given and such prerequisites to the redemption are not satisfied or sufficient moneys are not received, such notice shall be of no force and effect, the District shall not redeem such Bonds and the Paying Agent/Registrar shall give notice, in the manner in which the notice of redemption was given, to the effect that the Bonds have not been redeemed.

The Bonds are payable from the proceeds of an ad valorem tax levied, without limit as to rate or amount, upon all taxable property in the District. Reference is hereby made to the Order, a copy of which is on file in the Designated Payment/Transfer Office of the Paying Agent/Registrar, and to all of the provisions of which the owner or holder of this Bond by the acceptance hereof hereby assents, for definitions of terms; the description of and the nature and extent of the tax levied for the payment of the Bonds; the terms and conditions relating to the transfer or exchange of this Bond; the conditions upon which the Order may be amended or supplemented with or without the consent of the Holders; the rights, duties, and obligations of the District and the Paying Agent/Registrar; the terms and provisions upon which this Bond may be discharged at or prior to its maturity and deemed to be no longer Outstanding thereunder; and for other terms and provisions contained therein. Capitalized terms used herein have the meanings assigned in the Order.

This Bond, subject to certain limitations contained in the Order, may be transferred on the Security Register only upon its presentation and surrender at the Designated Payment/Transfer Office of the Paying Agent/Registrar, with the Assignment hereon duly endorsed by, or accompanied by a written instrument of transfer in form satisfactory to the Paying Agent/Registrar duly executed by, the registered owner hereof, or his duly authorized agent. When a transfer on the Security Register occurs, one or more new fully registered Bonds of the same Stated Maturity, of authorized denominations, accruing interest at the same rate, and of the same aggregate Maturity Amount will be issued by the Paying Agent/Registrar to the designated transferee or transferees.

The District and the Paying Agent/Registrar, and any agent of either, shall treat the registered owner whose name appears on the Security Register (i) on the date of surrender of this Bond as the owner entitled to payment of the Maturity Amount at its Stated Maturity, or its redemption, in whole or in part, and (ii) on any other date as the owner for all other purposes, and neither the District nor the Paying Agent/Registrar, or any agent of either, shall be affected by notice to the contrary.

It is hereby certified, recited, represented and declared that the District is a body corporate and political subdivision duly organized and legally existing under and by virtue of the Constitution and laws of the State of Texas; that the issuance of the Bonds is duly authorized by law; that all acts, conditions and things required to exist and be done precedent to and in the issuance of the Bonds to render the same lawful and valid obligations of the District have been

properly done, have happened and have been performed in regular and due time, form and manner as required by the Constitution and laws of the State of Texas, and the Order; that the Bonds do not exceed any Constitutional or statutory limitation; and that due provision has been made for the payment of the principal of and interest on the Bonds by the levy of a tax as aforesated. In case any provision in this Bond shall be invalid, illegal, or unenforceable, the validity, legality, and enforceability of the remaining provisions shall not in any way be affected or impaired thereby. The terms and provisions of this Bond and the Order shall be construed in accordance with and shall be governed by the laws of the State of Texas.

IN WITNESS WHEREOF, the Board of Trustees of the District has caused this Bond to be duly executed under the official seal of the District.

RAINS INDEPENDENT SCHOOL DISTRICT

President, Board of Trustees

ATTEST:

Secretary, Board of Trustees

(SEAL)

NOTE TO PRINTER: Print the "Table of Accreted Values" on the Bonds as called for in paragraph one.

(b) Form of Registration Certificate of Comptroller of Public Accounts to appear on Initial Bonds only.

REGISTRATION CERTIFICATE OF
COMPTROLLER OF PUBLIC ACCOUNTS

OFFICE OF THE COMPTROLLER (
OF PUBLIC ACCOUNTS (
THE STATE OF TEXAS (REGISTER NO. _____

I HEREBY CERTIFY that this Bond has been examined, certified as to validity and approved by the Attorney General of the State of Texas, and duly registered by the Comptroller of Public Accounts of the State of Texas.

WITNESS my signature and seal of office this _____.

(SEAL)

Comptroller of Public Accounts
of the State of Texas

(c) Form of Certificate of Paying Agent/Registrar to appear on Definitive Bonds only.

REGISTRATION CERTIFICATE OF PAYING AGENT/REGISTRAR

This Bond has been duly issued and registered under the provisions of the within-mentioned Order; the bond or bonds of the above entitled and designated series originally delivered having been approved by the Attorney General of the State of Texas and registered by the Comptroller of Public Accounts, as shown by the records of the Paying Agent/Registrar.

The designated office of the Paying Agent/Registrar in _____ is the Designated Payment/Transfer Office for this Bond.

as Paying Agent/Registrar

Registration Date:

By: _____
Authorized Signature

(d) Form of Assignment.

ASSIGNMENT

FOR VALUE RECEIVED the undersigned hereby sells, assigns, and transfers unto (Print or typewrite name, address, and zip code of transferee): _____
(Social Security or other identifying number: _____)
the within Bond and all rights thereunder, and hereby irrevocably constitutes and appoints _____ attorney to transfer the within Bond on the books kept for registration thereof, with full power of substitution in the premises.

DATED: _____

Signature guaranteed:

NOTICE: The signature on this assignment must correspond with the name of the registered owner as it appears on the face of the within Bond in every particular.

(e) The Initial Bonds for the Current Interest Bonds and the Capital Appreciation Bonds shall be in the respective forms set forth therefor in paragraph (a) of this Section, except as follows:

[Current Interest Initial Bond]

Heading and paragraph one shall be amended to read as follows:

NO. TR-1 \$ _____

UNITED STATES OF AMERICA
STATE OF TEXAS
RAINS INDEPENDENT SCHOOL DISTRICT
UNLIMITED TAX REFUNDING BOND
SERIES 2021

Bond Date:
_____, 2021

Registered Owner:

Principal Amount:

The Rains Independent School District (hereinafter referred to as the “District”), a body corporate and political subdivision in the County of Rains, State of Texas, for value received, acknowledges itself indebted to and hereby promises to pay to the Registered Owner named above, or the registered assigns thereof, the Principal Amount hereinabove stated on _____ in the years and in principal installments in accordance with the following schedule:

<u>Stated</u>	<u>Principal</u>	<u>Interest</u>
<u>Maturity</u>	<u>Amount</u>	<u>Rate(s)</u>

(Information to be inserted from Pricing Certificate).

(or so much principal thereof as shall not have been redeemed prior to maturity) and to pay interest on the unpaid principal installments hereof from the _____ at the per annum rates of interest specified above computed on the basis of a 360-day year of twelve 30-day months; such interest being payable on _____, and each _____ and _____ thereafter, until maturity or prior redemption. Principal installments of this Bond are payable in the year of maturity or on a redemption date to the registered owner hereof by _____ (the “Paying Agent/Registrar”), upon presentation and surrender, at its designated offices in _____ (the “Designated Payment/Transfer Office”). Interest is payable to the registered owner of this Bond whose name appears on the “Security Register” maintained by the Paying Agent/Registrar at the close of business on the “Record Date,” which is the _____ of the month next preceding each interest payment date, and interest shall be paid by the Paying Agent/Registrar by check sent United States mail, first-class, postage prepaid, to the address of the registered owner recorded in the Security Register or by such other method, acceptable to the Paying Agent/Registrar, requested by, and at the risk and expense of, the registered owner. All payments of principal of, premium, if any, and interest on this Bond

shall be without exchange or collection charges to the registered owner hereof and in any coin or currency of the United States of America, which at the time of payment is legal tender for the payment of public and private debts. If the date for the payment of the principal of or interest on the Bonds shall be a Saturday, Sunday, a legal holiday, or a day on which banking institutions in the city where the Designated Payment/Transfer Office of the Paying Agent/Registrar is located are authorized by law or executive order to be closed, then the date for such payment shall be the next succeeding day which is not such a Saturday, Sunday, legal holiday, or day on which banking institutions are authorized to be closed; and payment on such date shall have the same force and effect as if made on the original date payment was due.

[Capital Appreciation Initial Bond]

Heading and first two paragraphs shall be amended to read as follows:

REGISTERED	MATURITY AMOUNT
NO. TCAB-1	\$ _____

UNITED STATES OF AMERICA
STATE OF TEXAS
RAINS INDEPENDENT SCHOOL DISTRICT
UNLIMITED TAX REFUNDING BOND
SERIES 2021

Bond Date:
_____, 2021

Registered Owner:

Maturity Amount:

The Rains Independent School District (hereinafter referred to as the “District”), a body corporate and political subdivision in the County of Rains, State of Texas, for value received, acknowledges itself indebted to and hereby promises to pay to the Registered Owner named above, or the registered assigns thereof, the aggregate Maturity Amount stated above on _____ in each of the years and in installments in accordance with the following schedule:

<u>Year of</u>	<u>Installment</u>	
<u>Maturity</u>	<u>Maturity</u>	<u>Stated</u>
	<u>Amount</u>	<u>Yield(s)</u>

(Information to be inserted from Pricing Certificate).

The respective installments of the Maturity Amount hereof represents the accretion of the original principal amounts of each year of maturity from the date of delivery to the initial purchasers (_____) to the respective years of maturity (including the initial premium, if any, paid by the initial purchasers) and such accretion in values occurring at the

respective Stated Yields and compounding on _____, and semiannually thereafter on each _____ and _____. A table of the “Accreted Values” per \$5,000 “Accreted Value” at maturity is attached to this Bond. The term “Accreted Value”, as used herein, means the original principal amount of this Bond plus premium, if any, paid herefor with interest thereon compounded semiannually to _____ and _____, as the case may be, next preceding the date of such calculation (or the date of calculation, if such calculation is made on _____ or _____) at the respective Stated Yields shown above and in the Table of Accreted Values attached hereto. For any date other than _____ or _____, the Accreted Value of this Bond shall be determined by a straight line interpolation between the values for the applicable semiannual compounding dates (based on 30-day months). If the date for the payment of the principal of or interest on the Bonds shall be a Saturday, Sunday, a legal holiday, or a day on which banking institutions in the city where the Designated Payment/Transfer Office of the Paying Agent/Registrar is located are authorized by law or executive order to be closed, then the date for such payment shall be the next succeeding day which is not such a Saturday, Sunday, legal holiday, or day on which banking institutions are authorized to be closed; and payment on such date shall have the same force and effect as if made on the original date payment was due.

The installments of the Maturity Amount of this Bond are payable in the years of maturity to the registered owner hereof, without exchange or collection charges, by _____ (the “Paying Agent/Registrar”), upon presentation and surrender, at its designated offices in _____ (the “Designated Payment/Transfer Office”), and shall be payable in any coin or currency of the United States of America which at the time of payment is legal tender for the payment of public and private debts.

**A RESOLUTION OF THE RAINS INDEPENDENT SCHOOL DISTRICT
BOARD OF TRUSTEES**

WHEREAS, the Board is authorized by Texas Education Code Section 45.105 to expend funds of Rains Independent School District for purposes necessary in the conduct of the public schools as determined by the Board;

WHEREAS, the Board acknowledges that during an epidemic, District employees may exhaust available state and local leave days;

WHEREAS, the Board finds that a need exists to address additional leave in the circumstance of an epidemic;

WHEREAS, the Board concludes that providing additional paid leave to all regular employees – contractual and non-contractual, salaried and non-salaried – who are sick as a result of an epidemic serves the public purposes of protecting students and staff, and maintaining morale;

NOW, THEREFORE, BE IT RESOLVED that the Board of Trustees of Rains Independent School District, adopts this resolution regarding the EPSL provisions of the FFCRA, which have not been extended by the United States Congress, through May 31, 2021. This resolution will provide additional local paid leave for all regular employees – contractual and non-contractual, salaried and non-salaried – using the same qualifying events and circumstances authorized by the FFCRA, except that:

- a. The authority granted by this resolution provides additional paid leave for a maximum allowance of a total of ten (10) days, and employees who have utilized leave days under the FFCRA previously will have a reduced allowance to account for any FFCRA leave already used;
- b. This authorization expires no later than the last day of May, 2021, unless this authorization is revoked sooner, or extended by the Board of Trustees.

Adopted this _____ day of January, 2021, by the Board of Trustees of Rains Independent School District.

Presiding Officer

Secretary



OmniPro LLC
 5086B Diamond Hts Blvd
 San Francisco, CA 94131
 Phone 415.648.1121
 Fax 415.648.1174
sales@omnipro.com
 SBE #1744559
CAGE Code: 8MH48



Quotation

DATE: 1/7/2021

Bill To:
 Rains ISD
 P.O. Box 247
 Emory, Texas 75440

Ship To:
 Rains ISD
 1759 W. US Highway 69
 Emory, Texas 75440
 Attn: Lisa Clark - Director of Technology

SALESPERSON	QUOTE NUMBER	SHIP DATE	SHIP VIA	F.O.B. POINT	TERMS
Edward	3-01072021	TBD	Ground	SFO	Net 30

QUANTITY	Part No.	DESCRIPTION	UNIT PRICE	AMOUNT
300	81QB000MUS	Lenovo 100e Chromebook (2nd Gen) MTK - 11.6" Chrome OS MT8173c 2.1GHZ Quad-Core Processor 4GB LPDDR3 SDRAM 32GB eMMC SSD Drive 11.6" TN 1366 x 768 (HD) PowerVR GX6250 802.11a/b/g/n/ac, Bluetooth 4.1 One (1) Year Warranty	\$ 210.00	\$ 63,000.00
300	CROSSWDISEDU	Google Console Management License	\$ 28.00	\$ 8,400.00
300	OMNIWGS	White Glove Service Includes enrolling devices with Chrome Management Licenses and asset tagging	\$ 9.00	\$ 2,700.00
300		Three (3) Year Accidental Damage Protection	\$ 75.00	\$ 22,500.00
		Lenovo DIR: DIR-TSO-3808		

SUBTOTAL	\$ 96,600.00
TAX RATE	
SALES TAX	
SHIPPING	\$ 1,495.00
TOTAL	\$ 98,095.00

CHECK NUMBER	VENDOR	INVOICE DESCRIPTION	CHECK DATE	INVOICE DATE	AMOUNT
38733	KANDI OAKS DBA CIRCL	T-shirts for D&D club PO 4002100154 Placed in the wrong group	12/04/2020	11/13/2020	252.00
38734	CFSI LLC	Popcorn Fundraiser	12/10/2020	11/20/2020	2,647.00
38735	WALMART COMMUNITY	WALMART - SETS OF WALKIE TALKIES FOR GRADE LEVELS AND SPECIALS - REQUESTED BY JC VANCE	12/15/2020	11/19/2020	118.00
38736	CHARTER APPS	Driveline software subscription for elementary dismissal	12/15/2020	11/07/2020	716.00
38737	MARTIN, SHERRY	Cheer Uniform Alterations	12/15/2020	12/01/2020	240.00
38738	SAMS CLUB DIRECT	SAMS CLUB SUPPLIES FOR JH L/S SNACK CART	12/15/2020	10/29/2020	695.16
38739	TASC	TASC MEMBERSHIP FOR JH STUCO	12/15/2020	10/01/2020	85.00
	TASC	TASC MEMBERSHIP FOR JH STUCO	12/18/2020	10/01/2020	-85.00
38740	KANDI OAKS DBA CIRCL	SHIRT ORDER - REQEUSTED BY COACH TIMMONS KB	12/18/2020	12/17/2020	1,825.00
202100185	GANDY INK	GANDY T-SHIRTS FOR JH BAND	12/15/2020	11/23/2020	895.00
202100195	ATHLETIC SUPPLY	REFERENCE PO 6652000120 Volleyball Coaches Apparel Order 3 Shoes 3 Black Tees 3 Sweatshirts 3 Backpacks 2 Shorts 1 Polo	12/18/2020	12/17/2020	670.00
60227	ATSSB REGION 3	Entry fees for individual students auditioning for the ATSSB All-Region band	12/02/2020	12/02/2020	180.00
60228	UIL AREA B MUSIC CON	Entry fee for UIL Area marching contest	12/02/2020	12/02/2020	300.00
60229	BROWN, SHANNON	Physical Therapy Svcs. for Nov. 2020; for implementation of IEP goals/obj.	12/04/2020	12/01/2020	980.00
60230	BSN SPORTS/SPORT SUP	BASKETBALLS - REQUESTED BY COACH TIMMONS KB	12/04/2020	11/12/2020	633.00
60231	KANDI OAKS DBA CIRCL	Shirts for Fall Production Halloween Horror Night	12/04/2020	11/13/2020	348.00
	KANDI OAKS DBA CIRCL	BOYS BASKETBALL UNIFORMS - REQUESTED BY JERRY TIMMONS KB	12/04/2020	11/09/2020	480.00
60232	CITY OF EMORY	SERV THRU NOV 2020	12/04/2020	11/30/2020	8,170.97
60233	CNC PRO AV	HS CAFETERIA SOUND SYSTEM	12/04/2020	11/25/2020	17,414.38
60240	DUKO OIL COMPANY	122716,122714,D40533,D40523,D40531,122842,122843 INV #122716 REGULAR UNLEADED 87 OCTANE FOR VEH #43 - TRANSPORTATION DEPT INV #122714 REGULAR UNLEADED 87 OCTANE FOR VEH #54 - TRANSPORTATION DEPT INV #D40533 REGULAR UNLEADED 87 OCTANE FOR BUS #18 - TRANSPORTATION DEPT INV #D40531 DYED DIESEL FOR BUS #20 - TRANSPORTATION DEPT INV #D40523 DYED DIESEL FOR BUS #4 - TRANSPORTATION DEPT INV #122842 DYED DIESEL FOR VEH #38 - TRANSPORATION DEPT INV #122843 REGULAR UNLEADED 87 OCTANE FOR VEH #36 - TRANSPORTATION DEPT	12/04/2020	11/30/2020	352.82
	DUKO OIL COMPANY	122644,122628,122629,122647,122714 INV #122714 REGULAR UNLEADED 87 OCTANE FOR SUB #54 - TRANSPORTATION DEPT INV #122647 REGULAR UNLEADED 87 OCTANE FOR BUS #30 - TRANSPORTATION DEPT INV #122629 DYED DIESEL RDD FOR BUS #8 - TRANSPORTATION DEPT INV #122628 REGULAR UNLEADED 87 OCTANE FOR SUB #54 - TRANSPORTATION DEPT INV #122644 DYED DIESEL RDD FOR BUS #9 - TRANSPORTATION DEPT	12/04/2020	11/20/2020	226.02
	DUKO OIL COMPANY	122605,122604,122600 INV #122605 DYED DIESEL RDD FOR BUS #16 - TRANSPORTATION DEPT INV #122604 DYED DIESEL RDD FOR VEH #48 - TRANSPORTATION DEPT INV #122600 REGULAR UNLEADED 87 OCTANE FOR VEH #49 - TRANSPORTATION DEPT	12/04/2020	11/17/2020	147.71
	DUKO OIL COMPANY	122569,D40539,122601,122611,122603,122620,122616,122615 INV #122569 DYED DIESEL RDD FOR BUS #3 -	12/04/2020	11/17/2020	582.92

CHECK NUMBER	VENDOR	INVOICE DESCRIPTION	CHECK DATE	INVOICE DATE	AMOUNT
		TRANSPORTATION DEPT INV #D40539 REGULAR UNLEADED 87 OCTANE FOR BUS #30 - TRANSPORTATION DEPT INV #122611 DYED DIESEL RDD FOR BUS #56 - TRANSPORTATION DEPT INV #122603 DYED DIESEL RDD FOR BUS #11 - TRANSPORTATION DEPT INV #122620 DYED DIESEL RDD FOR BUS #2 - TRANSPORTATION DEPT INV #122616 REGULAR UNLEADED 87 OCTANE FOR VEH #57 - TRANSPORTATION DEPT INV #122615 REGULAR UNLEADED 87 OCTANE FOR BUS #10 - TRANSPORTATION DEPT INV #122601 DYED DIESEL RDD FOR 52 TRUCK CANS - TRANSPORTATION DEPT			
60241	Education Galaxy, LL	ED GALAXY SUBSCRIPTION WITH LIFT OFF FOR 20/21 SCHOOL YEAR - APPROVED BY JC VANCE	12/04/2020	10/21/2020	3,575.00
60242	ESSARY, MATTHEW	REIMB FINGERPRINTING; IDENTOGO UZTX-39Q8SR, UZTX-39Q8JY	12/04/2020	11/12/2020	49.27
60243	FIELDHOUSE SPORTS	GIRLS BASKETBALL UNIFORMS - REQUESTED BY LAURA JENKINS KB	12/04/2020	10/10/2020	888.00
	FIELDHOUSE SPORTS	GIRLS BASKETBALL UNIFORMS - REQUESTED BY LAURA JENKINS KB	12/04/2020	10/10/2020	2,442.00
60244	FREEDOM CHARTERS & T	CHARTER BUS FOR UIL AREA MARCHING CONTEST ON 12/3/20 - REQUESTED BY DANIEL CURRY KB	12/04/2020	11/30/2020	1,260.00
60245	HOOTENS LLC	2010-074154,-074546,-076149,2011-077940,-088968 Hootens steel for welding practice	12/04/2020	11/30/2020	365.97
	HOOTENS LLC	2009-052102,-053874,20010-054666,-055458,-060348,- 064244 Metal for Welding coupons, cut practice and tests	12/04/2020	10/31/2020	1,077.81
	HOOTENS LLC	2009-037441,-039001,-042188,-047236 Grinding rocks, sanding pads, trailer wiring	12/04/2020	10/31/2020	456.07
60246	HUNT REGIONAL MEDICA	INV 49664C9148 - HUNT REGIONAL MEDICAL PARTNERS - EMPLOYEE PHYSICALS - AMANDA ARTHUR, PAULA CASON, JENNIFER DUZANT, CATHEREEN JOHNSON, ROBYN WOLFINGTON - FOOD SERVICE & CUSTODIAL DEPT	12/04/2020	11/02/2020	350.00
60247	BRAMDAK DBA INTERQUE	K-9 SNIFF 11-13-20; HALF DAY SERVICE	12/04/2020	11/30/2020	350.00
60248	J & R AUTO SUPPLY	INV #103593 DOOR SWITCH ON-OFF METAL BAT HAN (BUS #8) - TRANSPORTATION DEPT	12/04/2020	11/12/2020	12.80
60249	KOLOGIK	COPSYNC FULL TIME LICENSE FOR S. ROYALTY AND L. BRIMER 2020-21	12/04/2020	12/01/2020	263.28
60250	LAKE COUNTRY CLEANER	Dry cleaning for 30 band uniforms jackets and pants	12/04/2020	12/03/2020	240.00
60251	LISA COWAN OTR, PC	Occupational Therapy Svcs. for Nov. 2020 for implementation of IEP goals/obj.; Details on file in Dist. SpEd. Ofc.	12/04/2020	11/09/2020	1,732.50
60252	LIVELY, KIM	CDC REFUND PER L. TEAGUE	12/04/2020	12/01/2020	507.00
	LIVELY, KIM	CDC REFUND PER L. TEAGUE	12/18/2020	12/01/2020	-507.00
60253	MAILBOX EXPRESS	POSTAGE FOR TICKETS FOR COMMERCE AND BONHAM FOOTBALL GAME - REQUESTED BY RANDY BARNES KB	12/04/2020	10/14/2020	24.16
60254	MEDCO SUPPLY	SUPPLIES REQUESTED BY CHASE STOLTENBERG - KB	12/04/2020	11/17/2020	105.83
60255	OMNIPRO LLC	LENOVO 100e CHROMEBOOK; WHITE GLOVE SERVICE; THREE YEAR ACCIDENTAL DAMAGE PROTECTION; QUOTE #4-11062020	12/04/2020	11/13/2020	264,500.00
60256	RAINS ISD FOOD SERVI	PRE-K SNACKS INVOICE 5775815	12/04/2020	11/30/2020	254.74
60257	RENTAL ONE	INV #1159297-0001 BOOM LEFT 40' STRAIGHT; TEXAS UNIT PROPERTY TAX; DIESEL; DELIVERY CHARGE; PICKUP CHARGE; DAMAGE WAIVER - MAINT DEPT	12/04/2020	11/13/2020	513.32
60258	RIVERSIDE ASSESSMENT	Testing kit and protocols for student evaluations	12/04/2020	11/23/2020	1,012.00

CHECK NUMBER	VENDOR	INVOICE DESCRIPTION	CHECK DATE	INVOICE DATE	AMOUNT
60263	School Health Corpor	2 gross Tooth Necklace #90246, 8 tubes cups #21013, 8 pkg 3x3 gauze #27540, 4 bx/1500 regular bandaids #32037, 3 bx bandaid dots #32042, 4 bx bandaids large #32120, 4 gross lip balm #43352, 8 bx alcohol wipes #49251, 12 bx lrg gloves #21327, 4 btl Caladry #43375, 3 btl eye wash #34232, 1 ea nail clipper #36070, 1 ea lice comb #90943	12/04/2020	09/14/2020	350.29
	School Health Corpor	2 gross Tooth Necklace #90246, 8 tubes cups #21013, 8 pkg 3x3 gauze #27540, 4 bx/1500 regular bandaids #32037, 3 bx bandaid dots #32042, 4 bx bandaids large #32120, 4 gross lip balm #43352, 8 bx alcohol wipes #49251, 12 bx lrg gloves #21327, 4 btl Caladry #43375, 3 btl eye wash #34232, 1 ea nail clipper #36070, 1 ea lice comb #90943	12/04/2020	10/19/2020	30.12
	School Health Corpor	7' track #14111, 2' track #14106, 90 degree bend #1005287, blue moon curtain 136"x90" #14105, crop chain #14021	12/04/2020	10/30/2020	183.78
	School Health Corpor	7' track #14111, 2' track #14106, 90 degree bend #1005287, blue moon curtain 136"x90" #14105, crop chain #14021	12/04/2020	11/04/2020	193.38
	School Health Corpor	2 gross Tooth Necklace #90246, 8 tubes cups #21013, 8 pkg 3x3 gauze #27540, 4 bx/1500 regular bandaids #32037, 3 bx bandaid dots #32042, 4 bx bandaids large #32120, 4 gross lip balm #43352, 8 bx alcohol wipes #49251, 12 bx lrg gloves #21327, 4 btl Caladry #43375, 3 btl eye wash #34232, 1 ea nail clipper #36070, 1 ea lice comb #90943	12/04/2020	11/16/2020	155.88
60264	SOUTH RAINS WATER SU	MO SERV FROM 10-15 TO 11-17-20; NOV 2020	12/04/2020	11/30/2020	25.13
60265	T & G Medical Billin	Per contracted agreement for filing Medicaid claims per R&S reports	12/04/2020	12/01/2020	1,054.11
60266	TASB, INC	TASB Invoice #602818 2021 TASB Membership Fee	12/04/2020	10/29/2020	3,290.53
60267	TCASE	Registration for Jennifer Melton for TCASE 2021 Workshop; 2/4, 2/8, 2/9, 2/10/20	12/04/2020	11/06/2020	345.00
60268	TERMINIX INTERNATION	402165979,402169547,402167557,402166659 INV #402166659 PEST CONTROL FOR INTERMEDIATE - OPERATIONS DEPT INV #402167557 PEST CONTROL FOR HIGH SCHOOL - OPEATIONS DEPT INV #402169547 PEST CONTROL FOR JR HIGH - OPERATIONS DEPT INV #402165979 PEST CONTROL FOR ELEMENTARY - OPERATIONS DEPT	12/04/2020	11/23/2020	257.00
60269	Texas State Library	TEXquest database renewal. We use this for research resources. Split equally amongst campuses	12/04/2020	12/03/2020	500.83
60272	THE HOME DEPOT PRO	INV 584175517, 583640560, 583640578 - HOME DEPOT PRO - MR CLEAN MAGIC ERASER X-POWER, RENOWN BLACK TRASH LINERS, 60" SIDE GATE WET MOP, 60"X5" DUST MOP FRAME CLAMP, 60" CLMPON DUST MOP, 60" DUST PAD MICROFIBER GREEN - CUSTODIAL SUPPLIES - CUSTODIAL DEPT	12/04/2020	11/11/2020	109.80
	THE HOME DEPOT PRO	INV 584175517, 583640560, 583640578 - HOME DEPOT PRO - MR CLEAN MAGIC ERASER X-POWER, RENOWN BLACK TRASH LINERS, 60" SIDE GATE WET MOP, 60"X5" DUST MOP FRAME CLAMP, 60" CLMPON DUST MOP, 60" DUST PAD MICROFIBER GREEN - CUSTODIAL SUPPLIES - CUSTODIAL DEPT	12/04/2020	11/09/2020	461.32
	THE HOME DEPOT PRO	INV 584175517, 583640560, 583640578 - HOME DEPOT	12/04/2020	11/09/2020	138.72

CHECK NUMBER	VENDOR	INVOICE DESCRIPTION	CHECK DATE	INVOICE DATE	AMOUNT
		PRO - MR CLEAN MAGIC ERASER X-POWER, RENOWN BLACK TRASH LINERS, 60" SIDE GATE WET MOP, 60"X5" DUST MOP FRAME CLAMP, 60" CLMPON DUST MOP, 60" DUST PAD MICROFIBER GREEN - CUSTODIAL SUPPLIES - CUSTODIAL DEPT			
60273	TYLER AREA BASKETBAL	VARSITY BOYS SCRIMMAGE ON 11/17/20 - REQUESTED BY SHANE WEBBER KB	12/04/2020	11/20/2020	100.00
60274	UNIVERSITY INTERSCHO	2020-2021 University Scholastic League Membership Fee	12/04/2020	11/30/2020	1,800.00
60275	VERIZON WIRELESS	OCT 20 - NOV 19, 2020; INVOICE 9867331983	12/04/2020	11/30/2020	75.98
60276	WEBB, SHELLY	LUNCH MONEY REFUNDS FOR COLEMAN WEBB AND MICHAEL DYER	12/04/2020	12/01/2020	95.50
60278	ADVANTAGE COPY SYSTE	October Copies Contract	12/10/2020	10/20/2020	173.35
	ADVANTAGE COPY SYSTE	September Copies Contract	12/10/2020	09/15/2020	148.95
	ADVANTAGE COPY SYSTE	INVOICE 118673; COLOR COPIER CHARGES SERIAL NUMBER JME06754 OCT 2020	12/10/2020	11/17/2020	188.30
	ADVANTAGE COPY SYSTE	COLOR COPIES FOR PRINTER; 10/12/20 THRU 11/11/20	12/10/2020	11/17/2020	159.15
	ADVANTAGE COPY SYSTE	COLOR COPIES FOR JH PRINTER; SEPT 2020 THRU OCT 2020	12/10/2020	10/20/2020	202.60
	ADVANTAGE COPY SYSTE	November Copies Contract	12/10/2020	11/17/2020	150.40
	ADVANTAGE COPY SYSTE	ADVANTAGE COPY - COPY CHARGES FOR 10/12/20-11/11/20	12/10/2020	11/17/2020	296.05
	ADVANTAGE COPY SYSTE	ADVANTAGE COPY - COPY CHARGES FROM 9/12/20-10/11/20	12/10/2020	10/20/2020	319.90
60279	ATSSB REGION 3	ATSSB REGION 3; ALL REGION ENTRY FEES FOR JH BAND	12/10/2020	12/12/2020	435.00
60280	BOOM LEARNING	Reference P.O. 1002100001- Boom card membership for all kindergarten teachers	12/10/2020	12/10/2020	180.00
60281	BSN SPORTS/SPORT SUP	SUPPLIES FOR HS BASEBALL	12/10/2020	12/02/2020	1,432.02
60282	CDW-G	INK CARTRIDGES FOR FOOD SERVICE PRINTERS	12/10/2020	12/08/2020	302.20
60283	CEV MULTIMEDIA	LICENSES FOR CTE CLASSES - REQUESTED BY RACHEL TRAYLOR KB	12/10/2020	09/29/2020	8,900.00
60284	CHAMNESS, LINDSAY	Mileage reimbursement to Van ISD to provide VI Svcs. per contracted agreement	12/10/2020	12/08/2020	336.59
	CHAMNESS, LINDSAY	Mileage reimbursement to Wood Cty. SSA to provide VI Svcs. per contracted agreement	12/10/2020	12/08/2020	149.33
60285	KANDI OAKS DBA CIRCL	SOFTBALL PRACTICE SHIRTS - REQUESTED BY SCOTT DELOZIER KB	12/10/2020	12/04/2020	350.00
	KANDI OAKS DBA CIRCL	TSHIRTS FOR INTERMEDIATE STAFF FOR CHRISTMAS - REQUESTED BY JC VANCE	12/10/2020	12/10/2020	413.00
60286	D.H. PACE CO., INC	INV #SMINV263562 REPAIRED DOOR CLOSURE AT ADMIN; TOOK OUT CONSEALED CLOSERS THEN RESTALLED NEW CLOSURES WITH DROP PLATE HEADER DIMENSIONS - MAINT DEPT	12/10/2020	12/02/2020	676.02
60290	DUKO OIL COMPANY	INV #122896 DYED DIESEL RDD FOR BUS #20 - TRANSPORTATION DEPT INV #122844 DYED DIESEL RDD FOR BUS #12 - TRANSPORTATION DEPT INV #122842 DYED DIESEL RDD FOR VEH #38 - TRANSPORTATION DEPT INV #122876 DYED DIESEL RDD FOR BUS #15 - TRANSPORTATION DEPT INV #122995 DYED DIESEL RDD FOR BUS #8 - TRANSPORTATION DEPT INV #122966 DYED DIESEL RDD FOR BUS #4 - TRANSPORTATION DEPT INV #122896 DYED DIESEL RDD FOR BUS #20 - TRANSPORTATION DEPT INV #122972 DYED DIESEL RDD BUS FOR BUS #5 - TRANSPORTATION DEPT INV #D40588 DYED DIESEL RDD FOR BUS #14	12/10/2020	12/03/2020	884.37

CHECK NUMBER	VENDOR	INVOICE DESCRIPTION	CHECK DATE	INVOICE DATE	AMOUNT
		-TRANSPORTATION DEPT INV #D41013 DYED DIESEL RDD FOR BUS #6 - TRANSPORTATION DEPT INV #D40590 DYED DIESEL RDD FOR #21 - TRANSPORTATION DEPT			
	DUKO OIL COMPANY	INV #122843 REGULAR UNLEADED 87 OCTANE FOR VEH #36 - TRANSPORTATION DEPT INV #122990 REGULAR UNLEADED 87 OCTANE FOR BUS #18 - TRANSPORTATION DEPT INV #122968 REGULAR UNLEADED 87 OCTANE FOR VEH #57 - TRANSPORTATION DEPT INV #122969 REGULAR UNLEADED 87 OCTANE FOR VEH #43 - TRANSPORTATION DEPT INV #D41015 REGULAR UNLEADED 7 OCTANE FOR BUS #30 - TRANSPORTATION DEPT	12/10/2020	12/03/2020	217.72
60291	FIELDHOUSE SPORTS	PINK OUT SOCKS - REQUESTED BY RANDY BARNES KB	12/10/2020	12/02/2020	504.00
60292	FOLLETT SCHOOL SOLUT	Follett (Titlewave) School Solutions book order. 142 titles for the intermediate library plus processing.	12/10/2020	11/17/2020	438.56
60293	GREENVILLE SUPPLY CO	INV #521282 SLOAN REP KIT; CBIC PP CP AVA 4" HV (FOR ADMIN) - MAINT DEPT (PLUMBING) INV #521166 DUCONE IGNITION BOARD (ROOM 112 JH) - MAINT DEPT(A/C) INV #521632 16X30X1 PLEATED AIR FILTERS - MAINT DEPT (A/C)	12/10/2020	11/11/2020	732.85
60294	HARDY, COOK & HARDY,	Professional Services for November 2020 and Monthly Retainer.	12/10/2020	12/02/2020	116.50
60295	KURZ & CO.		12/10/2020	12/08/2020	79.68
	KURZ & CO.		12/10/2020	12/08/2020	43.81
	KURZ & CO.		12/10/2020	12/08/2020	123.07
60296	MACKIN EDUCATIONAL R	Online book database renewal for the elementary and intermediate campus. "Tumblebooks"	12/10/2020	11/21/2020	799.00
60297	MAGNEGAS WELDING SUP	INV #00053948 ACE145; OXY200; CYLINDER RENTAL - TRANSPORTATION DEPT	12/10/2020	11/30/2020	11.40
60298	Movie Licensing USA	MOVIE LICENSE ANNUAL RENEWAL	12/10/2020	09/01/2020	519.00
	Movie Licensing USA	Movie License for the High School	12/10/2020	12/01/2020	517.00
60299	PEOPLES COMMUNICATIO	MO SER FOR DEC 2020	12/10/2020	12/01/2020	1,565.86
60300	POTTS GAS COMPANY	POTTS GAS CO: INVOICE #202620 ACCOUNT #308703 PROPANE	12/10/2020	12/05/2020	403.20
60301	QUILL CORPORATION	JH SUPPLIES FOR TEACHERS; ITEM WAS LEFT OFF ORIGINAL ORDER FOR APPROVED PO 3002100029	12/10/2020	11/24/2020	7.45
60302	RAINS ISD FOOD SERVI	Snacks for STAAR testing	12/10/2020	12/01/2020	26.93
60303	S.A.L.E. SAN ANTONIO	San Antonio Stock Show	12/10/2020	12/10/2020	730.00
60304	SAMS CLUB DIRECT	SNACKS /DRINKS FOR DATA MEETINGS - REQUESTED BY RACHEL TRAYLOR KB	12/10/2020	12/04/2020	134.60
	SAMS CLUB DIRECT	SAMS: Supplies for District Christmas Reception Bags December 2020 (NOT TO EXCEED \$1000.00)	12/10/2020	12/04/2020	863.84
60305	SAN ANGELO STOCK SHO	San Angelo Stock Show entries	12/10/2020	12/07/2020	533.00
60306	SCHOLASTIC INC.	SCHOLASTIC - STORYWORKS MAGAZINE FOR 10 5TH GRADE STUDENTS - REQUESTED BY STACY GIBSON	12/10/2020	11/10/2020	65.34
60307	School Health Corpor	cards #1034630, betadine #34017, child airways #55413, telfa 2x3 #32080 telfa 3x4 #32081	12/10/2020	12/03/2020	59.40
60309	TURNER HOLDINGS DBA		12/10/2020	12/08/2020	35.25
	TURNER HOLDINGS DBA		12/10/2020	12/08/2020	232.26
	TURNER HOLDINGS DBA		12/10/2020	12/08/2020	35.25
	TURNER HOLDINGS DBA		12/10/2020	12/08/2020	196.76
	TURNER HOLDINGS DBA		12/10/2020	12/08/2020	36.00
	TURNER HOLDINGS DBA		12/10/2020	12/08/2020	129.75
	TURNER HOLDINGS DBA		12/10/2020	12/08/2020	23.50

CHECK NUMBER	VENDOR	INVOICE DESCRIPTION	CHECK DATE	INVOICE DATE	AMOUNT
60309	TURNER HOLDINGS DBA		12/10/2020	12/08/2020	116.51
60310	WALCH EDUCATIONAL CO	TRE CONSULTING SERVICES BASE FEE; INVOICE #2020-3	12/10/2020	11/16/2020	6,000.00
60312	WALMART COMMUNITY	Floral Design christmas project	12/15/2020	11/05/2020	68.17
	WALMART COMMUNITY	FOOD SERVICE SUPPLIES FOR CATERING NOT TO EXCEED \$300.00 PER C. SHORT	12/15/2020	11/09/2020	43.77
	WALMART COMMUNITY	50 quart tubs to hold counseling center items from FAFSA Fest, C&C Scholarship Night, etc	12/15/2020	11/11/2020	24.83
	WALMART COMMUNITY	AAA Batteries 48 pack	12/15/2020	11/10/2020	32.48
	WALMART COMMUNITY	WALMART JH WORKROOM SUPPLIES	12/15/2020	11/04/2020	201.75
60313	ATMOS ENERGY	ACCTS: 3019692360, 3029420269, 3019692191 MO SERV FROM 11-07 TO 12-08-20	12/15/2020	12/14/2020	1,395.83
60314	TEXAS DEPT. OF PUBLI	Name-based CH Checks & Clearinghouse Subscriptions Inv. CRS-202010-202631 -- 10/01/2020-10/31/2020	12/15/2020	10/31/2020	6.00
	TEXAS DEPT. OF PUBLI	Name-based CH Checks & Clearinghouse Subscriptions Inv. CRS-202011-204466 -- 11/01/2020-11/30/2020	12/15/2020	11/30/2020	4.00
60317	DUKO OIL COMPANY	122979,122982,123098,123096,123028,122986,123002,123005,122999,123024 INV #122979 DYED DIESEL RDD FOR BUS #1 - TRANSPORTATION DEPT INV #122982 DYED DIESEL RDD FOR BUS #17 - TRANSPORTATION DEPT INV #123098 DYED DIESEL RDD FOR BUS #2 - TRANSPORTATION DEPT INV #123096 DYED DIESEL RDD FOR BUS #14 - TRANSPORTATION DEPT INV #123028 DYED DIESEL RDD FOR BUS #3 - TRANSPORTATIN DEPT INV #122986 REGULAR UNLEADED 87 OCTANE FOR VEH #54 - TRANSPORTATION DEPT INV #123002 REGULAR UNLEADED 87 OCTANE FOR BUS #31 - TRANSPORTATION DEPT INV #123005 REGULAR UNLEADED 87 OCTANE FOR BUS #10 - TRANSPORTATION DEPT INV #122999 REGULAR UNLEADED 87 OCTANE FOR BUS #30 - TRANSPORTATION DEPT INV #123024 REGULAR UNLEADED 87 OCTANE FOR MAINT TRK #42 - TRANSPORTATION DEPT	12/15/2020	12/08/2020	666.20
60318	FOLLETT SCHOOL SOLUT	Follett (Titlewave) School Solutions book order. 142 titles for the intermediate library plus processing.	12/15/2020	10/16/2020	1,609.57
60319	Houston Livestock Sh	Houston Stock Show entries	12/15/2020	12/15/2020	220.00
60320	INTERNAL REVENUE SER	TO REFUND IRS FOR MARCH 31, 2020 941 MISAPPLIED; NOTICE CP260	12/15/2020	11/30/2020	2,955.99
60321	J & R AUTO SUPPLY	INV #105107 BUSHING KIT FOR VEH #42 - TRANSPORTATION DEPT INV #105119 UPPER BALL JOINT FOR VEH #42 - TRANSPORTATION DEPT INV #105127 LOWER BALL JOINR FOR VEH #42 - TRANSPORTATION DEPT	12/15/2020	12/08/2020	225.92
60322	REGION 20, DKC HELP	Webinars covering legal updates to maintain compliance with Special Education	12/15/2020	12/08/2020	75.00
60323	REGION 7 EDUCATION S	PEIMS DROPOUT/LEAVER WEBINAR SESSION #09038 11-05-20	12/15/2020	11/19/2020	35.00
	REGION 7 EDUCATION S	TSDS PEIMS FALL REVIEW 2021; SESSION #091570 09-29-20 FOR H. WASSON AND S. PHILLIPS	12/15/2020	11/03/2020	200.00
	REGION 7 EDUCATION S	TSDS PEIMS WORK SESSION HANDS ON #091593 11-11-20 FOR H. WASSON AND S. PHILLIPS	12/15/2020	11/19/2020	200.00
60324	RODEO AUSTIN	Rodeo Austin stockshow entries	12/15/2020	12/15/2020	75.00
60325	SOUTHERN TIRE MART,	INV #4170028279 11R22.5/16 TOYO TIRES;	12/15/2020	12/09/2020	2,666.34

CHECK NUMBER	VENDOR	INVOICE DESCRIPTION	CHECK DATE	INVOICE DATE	AMOUNT
		LT235/85R16 TRANSFORCE TIRES; F.E.T. (BUS #14) - TRANSPORTATION DEPT			
60326	TEPSA	TEPSA renewal for 2020-2021 Assistant Principal Lori Dickens	12/15/2020	12/03/2020	394.00
60327	Western Psychologica	Protocol for evaluations of students for Special Education	12/15/2020	12/03/2020	378.40
60329	LIVELY, KIM	CDC REFUND PER L. TEAGUE	12/18/2020	12/01/2020	507.00
60330	806 TECHNOLOGIES, IN	Plan4Learning- Campus and District Improvement Plan Software Subscription for the 2020-21 school year.	12/18/2020	12/08/2020	2,000.00
	806 TECHNOLOGIES, IN	Plan4Learning- Campus and District Improvement Plan Software Subscription for the 2020-21 school year.	12/18/2020	12/08/2020	-2,000.00
60331	ADVANTAGE COPY SYSTE	Color copies for Elementary	12/18/2020	11/17/2020	656.30
	ADVANTAGE COPY SYSTE	Color copies for Elementary	12/18/2020	11/17/2020	-656.30
60332	CDW-G	CASES FOR 1:1 CHROMEBOOKS CDWG QUOTE: LTNR554	12/18/2020	12/07/2020	10,440.50
	CDW-G	CASES FOR 1:1 CHROMEBOOKS CDWG QUOTE: LTNR554	12/18/2020	12/07/2020	-10,440.50
60333	COCA-COLA S.W. BEVER		12/18/2020	12/15/2020	309.86
	COCA-COLA S.W. BEVER		12/18/2020	12/15/2020	-309.86
60334	COUNTRY FLOWERS & GI	WHITE ROSES WITH BLUE RIBBONS FOR SENIOR NIGHT - REQUESTED BY COACH BARNES KB	12/18/2020	10/29/2020	180.00
	COUNTRY FLOWERS & GI	WHITE ROSES WITH BLUE RIBBONS FOR SENIOR NIGHT - REQUESTED BY COACH BARNES KB	12/18/2020	10/29/2020	-180.00
60335	DAKTRONICS, INC	INV #6913382 REPAIR SCOREBOARD AT JR HIGH GYM - ALL SPORT 5010R6 CONSOLE KIT; SHIPPING & HANDLING - ATHLETICS DEPT	12/18/2020	12/11/2020	1,250.00
	DAKTRONICS, INC	INV #6913382 REPAIR SCOREBOARD AT JR HIGH GYM - ALL SPORT 5010R6 CONSOLE KIT; SHIPPING & HANDLING - ATHLETICS DEPT	12/18/2020	12/11/2020	-1,250.00
60338	DUKO OIL COMPANY	123120,123115,123153,123056,123102,123122,123082,1 23129 INV #123120 DYED DIESEL RDD FOR BUS #16 - TRANSPORTATION DEPT INV #123115 DYED DIESEL RDD FOR BUS #15 - TRANSPORTATION DEPT INV #123153 DYED DIESEL RDD FOR BUS #21- TRANSPORTATION DEPT INV #123056 DYED DIESEL RDD FOR BUS #12 - TRANSPORTATION DEPT INV #123102 DYED DIESEL RDD FOR BUS #56 - TRANSPORTATION DEPT INV #123122 DYED DIESEL RDD FOR BUS #11 - TRANSPORTATION DEPT INV #123082 REGULAR UNLEADED 87 OCTANE FOR BUS #30 - TRANSPORTATION DEPT INV #123129 REGULAR UNLEADED 87 OCTANE FOR VEH #49 - TRANSPORTATION DEPT	12/18/2020	12/04/2020	560.94
	DUKO OIL COMPANY	123120,123115,123153,123056,123102,123122,123082,1 23129 INV #123120 DYED DIESEL RDD FOR BUS #16 - TRANSPORTATION DEPT INV #123115 DYED DIESEL RDD FOR BUS #15 - TRANSPORTATION DEPT INV #123153 DYED DIESEL RDD FOR BUS #21- TRANSPORTATION DEPT INV #123056 DYED DIESEL RDD FOR BUS #12 - TRANSPORTATION DEPT INV #123102 DYED DIESEL RDD FOR BUS #56 - TRANSPORTATION DEPT INV #123122 DYED DIESEL RDD FOR BUS #11 - TRANSPORTATION DEPT INV #123082 REGULAR UNLEADED 87 OCTANE FOR BUS #30 - TRANSPORTATION DEPT INV #123129 REGULAR UNLEADED 87 OCTANE FOR VEH #49 - TRANSPORTATION DEPT	12/18/2020	12/04/2020	-560.94

CHECK NUMBER	VENDOR	INVOICE DESCRIPTION	CHECK DATE	INVOICE DATE	AMOUNT
		DEPT			
60339	FIELDHOUSE SPORTS	SOFTBALL SUPPLIES - REQUESTED BY SCOTT DELOZIER KB	12/18/2020	10/19/2020	2,489.00
	FIELDHOUSE SPORTS	SOFTBALL SUPPLIES - REQUESTED BY SCOTT DELOZIER KB	12/18/2020	10/19/2020	-2,489.00
60340	JF PETROLEUM GROUP	INVOICE #10075; DISTRICT FUEL SYSTEM	12/18/2020	11/24/2020	122,960.08
	JF PETROLEUM GROUP	INVOICE #10075; DISTRICT FUEL SYSTEM	12/18/2020	11/24/2020	-122,960.08
60341	NCS Pearson Inc., DB	Protocol for Speech/Articulation Evaluations	12/18/2020	12/11/2020	56.25
	NCS Pearson Inc., DB	Protocol for Speech/Articulation Evaluations	12/18/2020	12/11/2020	-56.25
60342	NOBELUS, LLC	NOBELUS LAMINATING ROLLS FOR JH LIBRARY	12/18/2020	12/02/2020	78.82
	NOBELUS, LLC	NOBELUS LAMINATING ROLLS FOR JH LIBRARY	12/18/2020	12/02/2020	-78.82
60343	PAR	Online interpretive reporting/scoring for evaluations of students for special education services	12/18/2020	12/11/2020	275.00
	PAR	Online interpretive reporting/scoring for evaluations of students for special education services	12/18/2020	12/11/2020	-275.00
60344	REGION 7 EDUCATION S	TSDS PEIMS MID YEAR SUBMISSION SESSION #153558 ONLINE FOR S. PHILLIPS	12/18/2020	12/14/2020	35.00
	REGION 7 EDUCATION S	TSDS PEIMS MID YEAR SUBMISSION SESSION #153558 ONLINE FOR S. PHILLIPS	12/18/2020	12/14/2020	-35.00
60346	TERMINIX INTERNATION	403011908,403011972,403012024,403012187 INV #403011908 DEC - PEST CONTROL FOR ELEMENTARY W/O 17444766216 - OPERATIONS DEPT INV #403011972 DEC - PEST CONTROL FOR INTERMEDIATE W/O 17444766217 - OPERATIONS DEPT INV #403012024 DEC - PEST CONTROL FOR JR HIGH W/O 17444766219 - OPERATIONS DEPT INV #403012187 DEC - PEST CONTROL FOR HIGH SCHOOL W/O #17444766220 - OPERATIONS DEPT	12/18/2020	12/04/2020	260.00
	TERMINIX INTERNATION	403011908,403011972,403012024,403012187 INV #403011908 DEC - PEST CONTROL FOR ELEMENTARY W/O 17444766216 - OPERATIONS DEPT INV #403011972 DEC - PEST CONTROL FOR INTERMEDIATE W/O 17444766217 - OPERATIONS DEPT INV #403012024 DEC - PEST CONTROL FOR JR HIGH W/O 17444766219 - OPERATIONS DEPT INV #403012187 DEC - PEST CONTROL FOR HIGH SCHOOL W/O #17444766220 - OPERATIONS DEPT	12/18/2020	12/04/2020	-260.00
60347	THE HOME DEPOT PRO		12/18/2020	12/15/2020	428.16
	THE HOME DEPOT PRO		12/18/2020	12/15/2020	-428.16
60348	THSPA	THSPA 2021 MEMBERSHIP DUES - REQUESTED BY RANDY BARNES KB	12/18/2020	12/17/2020	75.00
	THSPA	THSPA 2021 MEMBERSHIP DUES - REQUESTED BY RANDY BARNES KB	12/18/2020	12/17/2020	-75.00
60349	THSWPA	THSWPA 2021 MEMBERSHIP - REQUESTED BY RANDY BARNES KB	12/18/2020	12/17/2020	75.00
	THSWPA	THSWPA 2021 MEMBERSHIP - REQUESTED BY RANDY BARNES KB	12/18/2020	12/17/2020	-75.00
60350	TRINITY VALLEY COMM.	DUAL CREDIT BOOKS FOR HIGH SCHOOL - REQUESTED BY NICOLE TIMMONS KB	12/18/2020	12/17/2020	100.00
	TRINITY VALLEY COMM.	DUAL CREDIT BOOKS FOR HIGH SCHOOL - REQUESTED BY NICOLE TIMMONS KB	12/18/2020	12/17/2020	-100.00
60353	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	197.01
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	399.00
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	256.50

CHECK		INVOICE	CHECK	INVOICE	AMOUNT
NUMBER	VENDOR	DESCRIPTION	DATE	DATE	
60353	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	303.63
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	209.75
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	258.25
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	245.63
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	164.50
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	189.00
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	143.63
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	153.38
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	190.88
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	210.13
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	164.00
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	150.01
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	196.76
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	-399.00
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	-303.63
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	-164.50
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	-153.38
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	-150.01
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	-256.50
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	-245.63
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	-190.88
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	-210.13
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	-258.25
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	-143.63
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	-164.00
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	-197.01
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	-209.75
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	-189.00
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	-196.76
60354	WATER EVENT-PURE WAT	DEC 2020 INVOICE #364776	12/18/2020	12/10/2020	7.50
	WATER EVENT-PURE WAT	DEC 2020 INVOICE #364776	12/18/2020	12/10/2020	-7.50
60355	YUMI ICE CREAM CO.,		12/18/2020	12/15/2020	277.44
	YUMI ICE CREAM CO.,		12/18/2020	12/15/2020	237.60
	YUMI ICE CREAM CO.,		12/18/2020	12/15/2020	157.44
	YUMI ICE CREAM CO.,		12/18/2020	12/15/2020	-277.44
	YUMI ICE CREAM CO.,		12/18/2020	12/15/2020	-237.60
	YUMI ICE CREAM CO.,		12/18/2020	12/15/2020	-157.44
60356	806 TECHNOLOGIES, IN	Plan4Learning- Campus and District Improvement Plan Software Subscription for the 2020-21 school year.	12/18/2020	12/08/2020	2,000.00
60357	ADVANTAGE COPY SYSTE	Color copies for Elementary	12/18/2020	11/17/2020	656.30
60358	CDW-G	CASES FOR 1:1 CHROMEBOOKS CDWG QUOTE: LTNR554	12/18/2020	12/07/2020	10,440.50
60359	COCA-COLA S.W. BEVER		12/18/2020	12/15/2020	309.86
60360	COUNTRY FLOWERS & GI	WHITE ROSES WITH BLUE RIBBONS FOR SENIOR NIGHT - REQUESTED BY COACH BARNES KB	12/18/2020	10/29/2020	180.00
60361	DAKTRONICS, INC	INV #6913382 REPAIR SCOREBOARD AT JR HIGH GYM - ALL SPORT 5010R6 CONSOLE KIT; SHIPPING & HANDLING - ATHLETICS DEPT	12/18/2020	12/11/2020	1,250.00
60364	DUKO OIL COMPANY	123120,123115,123153,123056,123102,123122,123082,1 23129 INV #123120 DYED DIESEL RDD FOR BUS #16 - TRANSPORTATION DEPT INV #123115 DYED DIESEL RDD FOR BUS #15 - TRANSPORTATION DEPT INV #123153 DYED DIESEL RDD FOR BUS #21- TRANSPORTATION DEPT INV #123056 DYED DIESEL RDD FOR BUS #12 - TRANSPORTATION DEPT INV #123102 DYED DIESEL RDD FOR BUS #56 -	12/18/2020	12/04/2020	560.94

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		TRANSPORTATION DEPT INV #123122 DYED DIESEL RDD FOR BUS #11 - TRANSPORTATION DEPT INV #123082 REGULAR UNLEADED 87 OCTANE FOR BUS #30 - TRANSPORTATION DEPT INV #123129 REGULAR UNLEADED 87 OCTANE FOR VEH #49 - TRANSPORTATION DEPT			
60365	FIELDHOUSE SPORTS	SOFTBALL SUPPLIES - REQUESTED BY SCOTT DELOZIER KB	12/18/2020	10/19/2020	2,489.00
60366	JF PETROLEUM GROUP	INVOICE #10075; DISTRICT FUEL SYSTEM	12/18/2020	11/24/2020	122,960.08
60367	NCS Pearson Inc., DB	Protocol for Speech/Articulation Evaluations	12/18/2020	12/11/2020	56.25
60368	NOBELUS, LLC	NOBELUS LAMINATING ROLLS FOR JH LIBRARY	12/18/2020	12/02/2020	78.82
60369	PAR	Online interpretive reporting/scoring for evaluations of students for special education services	12/18/2020	12/11/2020	275.00
60370	REGION 7 EDUCATION S	TSDS PEIMS MID YEAR SUBMISSION SESSION #153558 ONLINE FOR S. PHILLIPS	12/18/2020	12/14/2020	35.00
60372	TERMINIX INTERNATION	403011908,403011972,403012024,403012187 INV #403011908 DEC - PEST CONTROL FOR ELEMENTARY W/O 17444766216 - OPERATIONS DEPT INV #403011972 DEC - PEST CONTROL FOR INTERMEDIATE W/O 17444766217 - OPERATIONS DEPT INV #403012024 DEC - PEST CONTROL FOR JR HIGH W/O 17444766219 - OPERATIONS DEPT INV #403012187 DEC - PEST CONTROL FOR HIGH SCHOOL W/O #17444766220 - OPERATIONS DEPT	12/18/2020	12/04/2020	260.00
60373	THE HOME DEPOT PRO		12/18/2020	12/15/2020	428.16
60374	THSPA	THSPA 2021 MEMBERSHIP DUES - REQUESTED BY RANDY BARNES KB	12/18/2020	12/17/2020	75.00
60375	THSWPA	THSWPA 2021 MEMBERSHIP - REQUESTED BY RANDY BARNES KB	12/18/2020	12/17/2020	75.00
60376	TRINITY VALLEY COMM.	DUAL CREDIT BOOKS FOR HIGH SCHOOL - REQUESTED BY NICOLE TIMMONS KB	12/18/2020	12/17/2020	100.00
60379	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	399.00
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	303.63
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	164.50
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	153.38
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	150.01
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	256.50
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	245.63
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	190.88
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	210.13
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	258.25
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	143.63
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	164.00
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	197.01
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	209.75
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	189.00
	TURNER HOLDINGS DBA		12/18/2020	12/15/2020	196.76
60380	WATER EVENT-PURE WAT	DEC 2020 INVOICE #364776	12/18/2020	12/10/2020	7.50
60381	YUMI ICE CREAM CO.,		12/18/2020	12/15/2020	277.44
	YUMI ICE CREAM CO.,		12/18/2020	12/15/2020	237.60
	YUMI ICE CREAM CO.,		12/18/2020	12/15/2020	157.44
202100146	BRUBAKER, HEATHER	SKYWARD CONSULTING SERVICES; INVOICE #00019	12/04/2020	11/15/2020	1,697.58
202100147	CHEM-SERV	INV 124557 - CHEM SERV - MULTIQUAT MEGA 1 CONCENTRATE, HOT PINK BOWL CLEANER, CK-14 HEPA FILTER FOR VACCUM - CUSTODIAL SUPPLIES	12/04/2020	11/13/2020	668.05

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NUMBER	VENDOR	DESCRIPTION	DATE	DATE	
202100148	CROSSROAD COMMUNICAT	INV #10808 DVR CAMERA FOR BUS - TRANSPORTATION DEPT INV #10809 RENT FOR BUS RADIO UNITS PER BUS; RENT FOR TK-3140 PORTABLE UNITS - TRANSPORTATION/OPERATIONS DEPT	12/04/2020	11/21/2020	2,232.00
202100149	CYNERGY TECHNOLOGY	FamilyZone and Linewize 1 Year Subscriptions (3).	12/04/2020	11/18/2020	6,750.00
202100151	DEALERS ELECTRIC CO	INV #4558168-01 ADV ICN4P32N35I 120-277V ELTRN - MAINT DEPT	12/04/2020	11/17/2020	135.40
	DEALERS ELECTRIC CO	INV #621906-0001 LTG6TNLY 6" THREAD NECK LINEAR CYLINDER FOR AG BUILDING - MAINT DEPT	12/04/2020	11/12/2020	23.90
	DEALERS ELECTRIC CO	4558106-00,4557674-01,4558056-00,4557977-00 INV #4558106-00 OHIL F96T12/CW SUPREME AL 15PK (AG BLDG LIGHTING) - MAINT DEPT INV #4557674-01 PHIL PLS 9W/327/2P ALTO (INTERMEDIATE LIGHTING) - MAINT DEPT INV #4558056-00 PHIL F96T12/CW/HO-O/ALTO/15PK (AG BLDG LIGHTING) - MAINT DEPT INV #4557977-00 INT-MAT EK4036S 105-305V PH-CN (OUTSIDE OF JH LIGHTING) - MAINT DEPT	12/04/2020	11/12/2020	355.35
202100152	DEMCO	DEMCO SUPPLIES FOR JH READING DEPARTMENT	12/04/2020	11/17/2020	99.65
202100153	DENNING, JIMMY	CONSULTING FINANCE/PAYROLL 2020-21	12/04/2020	11/15/2020	585.00
202100154	FIREFLY COMPUTERS, L	Lenovo 100e Chromebook 2nd Gen AST, google chrome education update, White Glove set-up, Accidental damage warranty and support; REPLACING PO 0412000639	12/04/2020	11/11/2020	25,000.00
202100155	GASTON SANITATION SE	INV #1430 4 YD DUMPSTER 12/01 - 12/31/2020 - OPERATIONS DEPT	12/04/2020	12/01/2020	101.00
202100156	J W PEPPER & SON INC	Open PO for sheet music (UIL, solo & ensemble, warm-ups & technique)	12/04/2020	10/02/2020	510.49
202100157	LONE STAR LEARNING	DTX 2- TEKS as target math practice for all second grade teachers	12/04/2020	12/01/2020	664.93
202100159	MATHESON	INV #22530378 AC SMVL ACETYLENE-LARGE; OX 200 HIGH PRESSURE-LARGE - MAINT DEPT INV #55555555CM OVERPMT - MAINT DEPT INV #22530377 AC SMVL ACETYLENE-LARGE - MX WM8381 HIGH PRESSURE; OX 200 HIGH PRESSURE-LARGE - TRANSPORTATION DEPT	12/04/2020	11/21/2020	68.00
	MATHESON	WELDING GASES AND AND SUPPLIES FOR SHOP/WELDING CLASSES; INVOICE #22676184	12/04/2020	11/30/2020	55.35
	MATHESON	WELDING GASES AND AND SUPPLIES FOR SHOP/WELDING CLASSES; INVOICE #22597016	12/04/2020	11/10/2020	394.34
202100160	Nantze Electric Co.,	Cover replacements for outdoor cameras. Three Clear Domes for Arecont Cameras.	12/04/2020	11/20/2020	120.00
202100162	Performance Equipmen	INV #41139 MONITORING SERVICE FOR FIRE ALARM CUSTOMERS AT INTERMEDIATE JAN 1 - DEC 31, 2021 - OPERATIONS DEPT INV #41140 MONITORING SERVICE FOR FIRE ALARM CUSTOMERS AT ELEMENTARY JAN 1 - DEC 31, 2021 - OPERATIONS DEPT INV #41141 MONITORING SERVICE FOR FIRE ALARM CUSTOMERS AT HIGH SCHOOL JAN 1 - DEC 31, 2021 - OPERATIONS DEPT INV #41142 MONITORING SERVICE FOR FIRE ALARM CUSTOMERS AT JR. HIGH JAN 1 - DEC 31, 2021 - OPERATIONS DEPT	12/04/2020	11/10/2020	2,877.60
202100164	PRICE INTERNATIONAL	INV #350653F SENSOR WATER (BUS#17); OIL CAP, HUB FR (BUS #15); ENERGY SURC - TRANSPORTATION INV #CM350084F CORE RETURN FROM ORIG INV	12/04/2020	11/20/2020	26.48

CHECK NUMBER	VENDOR	INVOICE DESCRIPTION	CHECK DATE	INVOICE DATE	AMOUNT
		350084F - TRANSPORTATION DEPT			
	PRICE INTERNATIONAL	INV #350574F THERMOSTAT (BUS #17); EGR VALVE ASSEM (BUS#21); CORE CHARGE; WASHER NOZZLE KIT; STOP SIGN (BUS #12); FILTER PUMP KIT; FUEL PUMP ASSY (BUS #21); CORE CHARGE; ENERGY SURC - TRANSPORTATION DEPT	12/04/2020	11/10/2020	2,354.31
202100165	RAINS COUNTY APPRAIS	INVOICE #1-2021; FIRST QUARTER APPRAISAL AND COLLECTION FEES	12/04/2020	11/30/2020	82,144.38
202100166	RAINS COUNTY LEADER	Employment Ad for Custodians, Bus Drivers, Food Service, and Maintenance. October 2020 - December 2020. ** Re: Original PO#0412100011 closed in error.	12/04/2020	11/27/2020	71.00
	RAINS COUNTY LEADER	3 - 1 year subscriptions to Rains County Leader. Intermediate, Junior High and Highschool. \$28 each.	12/04/2020	12/03/2020	84.00
202100167	SCHOOL SPECIALTY	Texas Cumulative Folders for Elementary	12/04/2020	11/12/2020	77.97
202100169	UNIFIRST CORPORATION	INV #826-1131057 3X5 MATS; 18X18 WIPERS; TOWELS MICROFIBER GL; TOWELS MICROFIBER MU; MAINT PANTS; MAINT AND CUSTODIAN SHIRTS - OPERATIONS DEPT	12/04/2020	11/26/2020	196.84
	UNIFIRST CORPORATION	INV #826-1129901 3X5 RUGS; 4X6 RUGS; 3X5 MATS; 18X18 WIPERS; TOWELS MICROFIBER GL; TOWELS MICROFIBER MU; MAINT PANTS; MAINT & CUSTODIAN SHIRTS - OPERATIONS DEPT	12/04/2020	11/19/2020	699.35
	UNIFIRST CORPORATION	INV #826-1128766 MAT 3X5; 18X18 WIPERS, TOWELS MICROFIBER GL; TOWELS MICROFIBER MU; MAINT PANTS; MAINT & CUSTODIAN SHIRTS - OPERATIONS DEPT	12/04/2020	11/12/2020	188.12
202100170	BAYES ACHIEVEMENT CE	Residential placement svcs. for Dec. 2020, Speech and OT svcs. for Nov. 2020; for implementation of IEP goals/obj. G7; Obj. 4	12/10/2020	12/01/2020	19,750.11
202100171	BLICK	Art supplies - paint, color sticks, glue, construction paper - requested by Cynthia Wilson - approved by JC Vance	12/10/2020	09/28/2020	102.04
202100172	CYNERGY TECHNOLOGY	Mitel SWA (formerly ShoreCare Partner Support) Renewal, BEFORE 12-03-2020, 1 year, shoreGear Voice Switches, Mitel Director software, no phones.	12/10/2020	12/07/2020	3,826.95
202100173	DEALERS ELECTRIC CO	INV #4557976-01 LITH TWR1 LED ALO 50K MVOLT (LIGHTS FOR JR. HIGH) - MAINT DEPT	12/10/2020	11/09/2020	1,575.00
202100174	FARMERS ELECTRIC COO	10-25 TO 11-22-20	12/10/2020	11/22/2020	23,334.15
	FARMERS ELECTRIC COO	10-25 TO 11-22-20	12/10/2020	11/22/2020	67.80
	FARMERS ELECTRIC COO	10-25 TO 11-22-20	12/10/2020	11/22/2020	306.27
	FARMERS ELECTRIC COO	10-25 TO 11-22-20	12/10/2020	11/22/2020	21.55
202100175	FLINN SCIENTIFIC	SUPPLIES FOR JH SCIENCE DEPT; BALANCE ON PO 3002100015 - SHIPPING NOT INCLUDED ON ORIGINAL PO AND SOME ITEMS WERE BACK ORDERED	12/10/2020	11/24/2020	183.00
202100177	GASTON SANITATION SE	INV #1439 ELEMENTARY COMPACTOR DUMPED TKT #1146695; HIGH SCHOOL COMPACTOR DUMPED TKT #1146716 TKT #1146716; INTERMEDIATE COMPACTOR DUMPED TKT #1146597; JR HIGH COMPACTOR DUMPED TKT #1146630 - OPERATIONS DEPT	12/10/2020	12/03/2020	1,900.00
	GASTON SANITATION SE	INV #1441 OPEN TOP 30-015 30 YARD TKT #1147180 - OPERATIONS DEPT	12/10/2020	12/10/2020	475.00
202100178	KIRBY RESTAURANT SUP		12/10/2020	12/08/2020	158.85
	KIRBY RESTAURANT SUP		12/10/2020	12/08/2020	239.80
	KIRBY RESTAURANT SUP		12/10/2020	12/08/2020	285.75

CHECK NUMBER	VENDOR	INVOICE DESCRIPTION	CHECK DATE	INVOICE DATE	AMOUNT
202100179	LABATT FOOD SERVICE		12/10/2020	12/08/2020	2,116.59
	LABATT FOOD SERVICE		12/10/2020	12/08/2020	1,638.80
	LABATT FOOD SERVICE		12/10/2020	12/08/2020	1,258.25
	LABATT FOOD SERVICE		12/10/2020	12/08/2020	2,164.90
	LABATT FOOD SERVICE		12/10/2020	12/08/2020	542.23
202100180	MATHESON	WELDING GASES AND AND SUPPLIES FOR SHOP/WELDING CLASSES; INVOICE #22733316	12/10/2020	12/07/2020	143.70
202100181	RAINS COUNTY LEADER	THANK YOU AD FOR FOOTBALL HOSPITALITY ROOM KB	12/10/2020	12/08/2020	38.50
	RAINS COUNTY LEADER	Ad to run 12-1-20 & 12-8-20 for Public Hearing for THE FIRST REPORT.	12/10/2020	12/08/2020	133.00
202100182	SCHOOL SPECIALTY	SCHOOL SPECIALTY SUPPLIES FOR JH ART	12/10/2020	10/13/2020	959.07
202100183	SHORT, COURTNEY	REIMBURSE MILEAGE; BANK TRIPS SEPT-DEC 2020; 65 TRIPS @ 4 MILES PER TRIP	12/10/2020	12/07/2020	141.70
202100184	UNIFIRST CORPORATION	INV #826-1132209 3X5 RUGS; 4X6 RUGS; 3X5 MATS; 18X18 WIPERS; TOWELS MICROFIBER GL; TOWELS MICROFIBER MU; MAINT PANTS; MAINT AND CUSTODIAN SHIRTS - OPERATION DEPT	12/10/2020	12/03/2020	538.09
202100186	CYNERGY TECHNOLOGY	Sophos Network Protection - XG 430 Firewall - Subscription License (Renewal) 1 License - 3 Year License Validation Period	12/15/2020	12/11/2020	3,786.00
202100187	DEALERS ELECTRIC CO	INV #4557924-01 LR8AR LL LSS TRIM U (STOCK) - MAINT DEPT INV #4557924-02 LDN8RV/40/20 MVOLT GZ10 HSG (STOCK) - MAINT DEPT INV #4558339-00 PHIL F32T8/TL941/ALTO 30PK; PHIL F96T12/CW/HO-O/ALTO/15PK (LIGHTS FOR JR. HIGH) - MAINT DEPT	12/15/2020	11/30/2020	507.30
202100188	FLATT STATIONERS	260 bx biohazard bags #JAG-IW2432R, biohazard trash cans # RCP-ST12EPLRD	12/15/2020	12/09/2020	1,021.28
202100190	KISER'S GLASS	INVOICE #24625; SUPPLIES TO INSTALL WINDOW AT INTERMEDIATE, NEEDED DUE TO COVID 19	12/15/2020	11/17/2020	857.31
	KISER'S GLASS	INV #24773 15x35 1/2 TEMPERED SATIN 1/8" PLATE GLASS; 15X35 1/4 TEMPERED SATIN 1/8" PLATE GLASS; 15X35 3/4" TEMPERED SATIN 1/8" PLATE GLASS; LABOR; (FOR JR. HIGH GYM TROPHY CASE) - MAINT DEPT	12/15/2020	11/30/2020	1,108.00
202100191	MATHESON	INV #22676186 AC SMVL ACETYLENE-LARGE; OX 200 HIGH PRESSURE-LARGE - MAINT DEPT	12/15/2020	11/30/2020	126.00
	MATHESON	INV #22676185 AC SMVL ACETYLENE-LARGE; MX WM8381 HIGH PRESSURE-LARGE; OX 200 HIGH PRESSURE-LARGE - TRANSPORTATION DEPT	12/15/2020	11/30/2020	63.45
202100192	SANDERS, RACHAEL	REIMB MILEAGE FOR 12 TRIPS TO BANK 09-21 TO 12-14-20; 4 MILES PER TRIP	12/15/2020	12/14/2020	26.16
202100193	SCHOOL SPECIALTY	Paint, Glue, Clay, Sharpies, Foam Heads, Metallics, Water Colors	12/15/2020	10/12/2020	1,441.41
	SCHOOL SPECIALTY	Paint, Glue, Clay, Sharpies, Foam Heads, Metallics, Water Colors	12/15/2020	11/09/2020	212.70
202100194	UNIFIRST CORPORATION	INV #826-1133327 MATS 3X5; 18X18 WIPERS, TOWELS MICROFIBER GL; TOWELS MICROFIBER MU; MAINT PANTS; MAINT & CUSTODIAN SHIRTS	12/15/2020	12/10/2020	195.74
202100196	BROTHER'S PRODUCE		12/18/2020	12/15/2020	40.95
	BROTHER'S PRODUCE		12/18/2020	12/15/2020	144.49
	BROTHER'S PRODUCE		12/18/2020	12/15/2020	41.21
	BROTHER'S PRODUCE		12/18/2020	12/15/2020	186.76
	BROTHER'S PRODUCE		12/18/2020	12/15/2020	381.15
	BROTHER'S PRODUCE		12/18/2020	12/15/2020	193.92
202100197	FLATT STATIONERS	FLATTS - PAPER, PAPERCLIPS, CARD STOCK -	12/18/2020	12/10/2020	77.46

CHECK NUMBER	VENDOR	INVOICE DESCRIPTION	CHECK DATE	INVOICE DATE	AMOUNT
		REQUESTED BY RENEE DUDLEY			
	FLATT STATIONERS	PALLET OF PAPER FOR JH COPIER	12/18/2020	12/15/2020	1,359.60
202100199	LABATT FOOD SERVICE		12/18/2020	12/15/2020	3,155.33
	LABATT FOOD SERVICE		12/18/2020	12/15/2020	2,571.78
	LABATT FOOD SERVICE		12/18/2020	12/15/2020	2,208.95
	LABATT FOOD SERVICE		12/18/2020	12/15/2020	1,960.00
	LABATT FOOD SERVICE		12/18/2020	12/15/2020	3,790.74
	LABATT FOOD SERVICE		12/18/2020	12/15/2020	3,103.75
	LABATT FOOD SERVICE		12/18/2020	12/15/2020	2,450.76
	LABATT FOOD SERVICE		12/18/2020	12/15/2020	4,185.58
202100200	LATSON'S OFFICE SOLU	Plastic chair mat for carpet Carla and Teresea	12/18/2020	12/17/2020	187.56
45578	AccuFlex Services In	Payroll accrual	12/18/2020	12/18/2020	378.53
45579	ASSOC OF TX PROFESSI	Payroll accrual	12/18/2020	12/18/2020	44.74
45580	RAINS ISD CHILD NUTR	Payroll accrual	12/18/2020	12/18/2020	-3.40
	RAINS ISD CHILD NUTR	Payroll accrual	12/18/2020	12/18/2020	-3.40
	RAINS ISD CHILD NUTR	Payroll accrual	12/18/2020	12/18/2020	3.40
	RAINS ISD CHILD NUTR	Payroll accrual	12/18/2020	12/18/2020	1,852.90
45581	RAINS ISD	Payroll accrual	12/18/2020	12/18/2020	7,968.51
	RAINS ISD	Payroll accrual	12/18/2020	12/18/2020	0.00
	RAINS ISD	Payroll accrual	12/18/2020	12/18/2020	961.24
	RAINS ISD	Payroll accrual	12/18/2020	12/18/2020	0.00
45582	TEXAS CLASSROOM TEAC	Payroll accrual	12/18/2020	12/18/2020	167.66
120420	INTERNAL REVENUE SER	Payroll accrual	12/04/2020	12/04/2020	691.37
	INTERNAL REVENUE SER	Payroll accrual	12/04/2020	12/04/2020	2,372.57
	INTERNAL REVENUE SER	Payroll accrual	12/04/2020	12/04/2020	70.00
	INTERNAL REVENUE SER	Payroll accrual	12/04/2020	12/04/2020	691.37
	OFFICE OF THE ATTORN	Payroll accrual	12/04/2020	12/04/2020	257.00
121820	Gentry Financial Gro	Payroll accrual	12/18/2020	12/18/2020	1,982.34
	Gentry Financial Gro	Payroll accrual	12/18/2020	12/18/2020	914.61
	Gentry Financial Gro	Payroll accrual	12/18/2020	12/18/2020	5,688.25
	Gentry Financial Gro	Payroll accrual	12/18/2020	12/18/2020	2,669.75
	Gentry Financial Gro	Payroll accrual	12/18/2020	12/18/2020	2,440.46
	Gentry Financial Gro	Payroll accrual	12/18/2020	12/18/2020	2,791.64
	Gentry Financial Gro	Payroll accrual	12/18/2020	12/18/2020	1,912.25
	Gentry Financial Gro	Payroll accrual	12/18/2020	12/18/2020	140.00
	Gentry Financial Gro	Payroll accrual	12/18/2020	12/18/2020	1,386.20
	Gentry Financial Gro	Payroll accrual	12/18/2020	12/18/2020	1,381.70
	Gentry Financial Gro	Payroll accrual	12/18/2020	12/18/2020	393.90
	Gentry Financial Gro	Payroll accrual	12/18/2020	12/18/2020	2,121.00
	INTERNAL REVENUE SER	Payroll accrual	12/18/2020	12/18/2020	4.35
	INTERNAL REVENUE SER	Payroll accrual	12/18/2020	12/18/2020	0.00
	INTERNAL REVENUE SER	Payroll accrual	12/18/2020	12/18/2020	4.35
	National Life Group	Payroll accrual	12/18/2020	12/04/2020	20.33
	National Life Group	Payroll accrual	12/18/2020	12/18/2020	998.79
	OFFICE OF THE ATTORN	Payroll accrual	12/18/2020	12/18/2020	1,421.53
	OMNI	Payroll accrual	12/18/2020	12/18/2020	3,606.00
	RAINS ISD	Payroll accrual	12/18/2020	12/18/2020	-22.39
	RAINS ISD	Payroll accrual	12/18/2020	12/18/2020	16.76
	RAINS ISD	Payroll accrual	12/18/2020	12/18/2020	-22.39
	RAINS ISD	Payroll accrual	12/18/2020	12/18/2020	22.39
	RAINS ISD	Payroll accrual	12/18/2020	12/04/2020	601.59
	RAINS ISD	Payroll accrual	12/18/2020	12/18/2020	12,054.10
	RAINS ISD	Payroll accrual	12/18/2020	12/18/2020	3.75
121821	INTERNAL REVENUE SER	Payroll accrual	12/18/2020	12/18/2020	-21.92
	INTERNAL REVENUE SER	Payroll accrual	12/18/2020	12/18/2020	-52.84
	INTERNAL REVENUE SER	Payroll accrual	12/18/2020	12/18/2020	-21.92

CHECK		INVOICE		CHECK	INVOICE	AMOUNT
NUMBER	VENDOR	DESCRIPTION		DATE	DATE	
121821	INTERNAL REVENUE SER	Payroll accrual		12/18/2020	12/18/2020	17.35
	INTERNAL REVENUE SER	Payroll accrual		12/18/2020	12/18/2020	0.00
	INTERNAL REVENUE SER	Payroll accrual		12/18/2020	12/18/2020	17.35
	INTERNAL REVENUE SER	Payroll accrual		12/18/2020	12/18/2020	-21.92
	INTERNAL REVENUE SER	Payroll accrual		12/18/2020	12/18/2020	-52.84
	INTERNAL REVENUE SER	Payroll accrual		12/18/2020	12/18/2020	-21.92
	INTERNAL REVENUE SER	Payroll accrual		12/18/2020	12/18/2020	21.92
	INTERNAL REVENUE SER	Payroll accrual		12/18/2020	12/18/2020	52.84
	INTERNAL REVENUE SER	Payroll accrual		12/18/2020	12/18/2020	21.92
	INTERNAL REVENUE SER	Payroll accrual		12/18/2020	12/18/2020	13,417.73
	INTERNAL REVENUE SER	Payroll accrual		12/18/2020	12/18/2020	59,391.64
	INTERNAL REVENUE SER	Payroll accrual		12/18/2020	12/18/2020	2,655.38
	INTERNAL REVENUE SER	Payroll accrual		12/18/2020	12/18/2020	13,417.73
122120	INTERNAL REVENUE SER	Payroll accrual		12/21/2020	12/21/2020	4.57
	INTERNAL REVENUE SER	Payroll accrual		12/21/2020	12/21/2020	0.00
	INTERNAL REVENUE SER	Payroll accrual		12/21/2020	12/21/2020	4.57
Totals for checks						888,116.94

FUND SUMMARY

<u>FUND</u>	<u>DESCRIPTION</u>	<u>BALANCE SHEET</u>	<u>REVENUE</u>	<u>EXPENSE</u>	<u>TOTAL</u>
181	COCURRICULAR	0.00	0.00	14,340.00	14,340.00
199	GENERAL FUND	0.00	0.00	359,435.17	359,435.17
225	IDEA PART B PRESCHOOL	0.00	0.00	1,012.00	1,012.00
226	IDEA PART B DISCRETIONARY	0.00	0.00	19,750.11	19,750.11
240	FOOD SERVICE	0.00	95.50	39,484.61	39,580.11
266	Title14 Arra	0.00	0.00	289,500.00	289,500.00
410	STATE TEXTBOOK FUND	0.00	0.00	9,000.00	9,000.00
461	Campus Activity	0.00	0.00	8,058.16	8,058.16
480	Locally Funded Special Revenue	0.00	0.00	120.00	120.00
494	Rains CDC/After School Program	0.00	507.00	1.00	508.00
863	PAYROLL CLEARING	146,813.39	0.00	0.00	146,813.39
***	Fund Summary Totals ***	146,813.39	602.50	740,701.05	888,116.94

***** End of report *****