

**Notice of Regular
The Board of Trustees
Granbury ISD
Monday, August 31, 2009
6:00 PM**

A Regular of the Board of Trustees of Granbury ISD will be held Monday, August 31, 2009, beginning at 6:00 PM in the Granbury ISD Board Room, 600 West Pearl St., Granbury, TX 76048, W Pearl St, Granbury, TX 76048.

this 28th day of August

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.

1. Call to order - 6:00 PM - GISD Board Room
2. Public Meeting to discuss Budget and Proposed Tax Rate
3. Convene in closed session under the Texas Open Meetings Act, Texas Government Code Section 551.001 et seq.
 - a. Chapter 551.074 - Personnel
 1. Consider staff appointments
 2. Consider Technology Director
 - b. Chapter 551.072 - Purchase, exchange, lease or value of real property
4. Reconvene in open session - 7:00 PM
5. Opening Comments/Invocation
6. Pledges - U.S. Flag & Texas Flag
7. Achievement Spotlight
 - a. Jan Gilheany - "Top Chef"
8. Discussion/Action
 - a. Consider Consent Agenda Items
 1. Minutes of the July 27, 209 Regular Meeting and August 10, 2009 Special Meeting 3
 2. Consider Accelerated Reader Materials and Services CSP 2009-34
 3. Consider Continued Participation in the TASB Risk Management Fund Unemployment Compensation Program
 4. Consider Alcohol and Drug Testing Administration Services CSP 2009-38
 5. Consider Athletic Supplies - Spring Sports Bid 2009-23
 - b. Consider Approval of Teacher/Librarian SLP Assistant/SLP Bachelor Hiring Schedule
 - c. Consider Approval of the 1% Salary Increase for All Employees other than Teachers, Librarians, Speech Language Pathologists with Bachelor or Masters, Registered Nurses and Counselors
 - d. Consider Adoption of 2009-10 General Operations, Food Service and Debt Service Budgets
 - e. Consider Adoption of 2009 Tax Rate
 - f. Consider the Agreement for purchase of attendance credits with the Texas Education Agency for the 2009-10 school year
 - g. Consider Technology Purchases
 - h. Consider Technology Department Purchases
 - i. Consider Approval of the Purchase of I-Station
 - j. Consider Approval of the Purchase of Agile Mind - Math for the Middle Schools
 - k. Consider STARS and Granbury High School Credit Recovery in the Evenings and Weekends
 - l. Consider DEC(LOCAL) Policy
 - m. Consider GISD list of Certified Appraisers for 2009-2010
 - n. Resolution Regarding Extra-curricular Status of 4-H Organization
 - o. Consider Delegate Designation for TASA/TASB Convention
9. Discussion/Information
 - a. Reports
 1. Upgraded Standard & Poor's Credit Rating 9
 2. June 30, 2009 Financial Statements 18
 3. July 31, 2009 Financial Statements 21
 4. Summer School Report 24
 5. Completion Rate 1 28

6. Opening of School
 10. Public comments/audience participation
 11. Consider action on items discussed in closed session
 - a. Consider staff appointments
 - b. Consider Technology Director
 - c. Consider purchase, exchange, lease or value of real property
 12. Adjourn
-

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. 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.

On this notice was faxed or mailed to the news media who have previously requested such notice, posted on the GISD web page at www.granburyisd.org, and an original was posted on an outside door at 3:00 p.m. at the School District Administration Building at 217 N. Jones St., Granbury, Texas.

Superintendent or Designee (For the Board of Trustees)

**GRANBURY ISD
BOARD OF TRUSTEES
OFFICIAL REGULAR MEETING
MINUTES
July 27, 2009**

The Board of Trustees of the Granbury Independent School District convened in an official **REGULAR** meeting on Monday, July 27, 2009 at 6:00 p.m. in the Board Room of the Administration Building, 600 West Pearl St., Granbury, Texas.

Presiding Officer.....Barbara Herrington President

Board Members Present

Nancy Alana
Bowen Brawner
Jerry Campbell
Micky Shearon
Don Walton

Board Members Absent

Charlie Cloud

School Officials Present

Ron Mayfield, Superintendent
Sharay Boynton, Executive Director of Finance
Troy Green, Executive Director of Human Resources
Curtis Starnes, Technology Network Administrator
Jeff Meador, Public Information Officer
Carola Bradley, Recording Secretary

Others Present

School Employees
Media
Community Members

Meeting Called to Order

President, Barbara Herrington, called the meeting to order at 6:00 p.m. and noted that a quorum of board members was present, the meeting was duly called and that notice of the meeting was posted in accordance with the Texas Open Meetings Act, Texas Government Code, Chapter 551.

Convened in Closed Session

The Board of Trustees convened in closed session 6:01 p.m. under the Texas Open Meeting Act, Chapter 551.072 – purchase, exchange, lease or value of real property and 551.074 – personnel.

Reconvened

The Board reconvened in open session at 7:06 p.m.

Invocation/Opening Comments

Ron Mayfield, Superintendent, led the prayer.

Pledge U.S. Flag and Texas Flag

Led by Board President Barbara Herrington

Board Meeting Minutes

Page 2

July 27, 2009

Consent Agenda Items

A motion was made by Jerry Campbell and seconded by Micky Shearon to approve consent agenda items as presented: 1. Minutes of the June 8, 2009 regular meeting, July 14, 2009 Special Meeting, and July 21, 2009 Special Meeting; 2. Budget Amendments; 3. Consider Renewal for Custodial Chemicals CSP 2008-33; 4. Consider Renewal for Waste Management Services Bid 2008-35; 5. Consider Grounds Supplies CSP 2009-20; 6. Consider Grounds Equipment Repair Services and Parts CSP 2009-27; 7. Consider Grounds Services CSP 2009-26; 8. Consider General Maintenance Supplies and Equipment Bid 2009-24; 9. Consider Building Materials and Supplies CSP 2009-21; 10. Consider HVAC Supplies CSP 2009-31; 11. Consider Electrical Supplies Bid 2009-30; 12. Consider Buy Board Purchase – Security System Equipment and Cameras; 13. Consider Buy Board Purchase – Classroom Books; 14. Consider Renewal of Property, Crime, General Liability, Educator's Legal Liability; and Automobile Insurance through the Texas Association of Public School Property and Liability Fund; Consider Continued participation in the Workers Compensation Self-Insurance Joint Fund for the 2009-10 school year. **MOITON CARRIED:** Yes 6 – Noe 0

Consider Ready to Serve Pizza CSP 2009-32

A motion was made by Jerry Campbell and seconded by Don Walton to approve Ready to Serve Pizza CSP 209-32 as presented. **MOITON CARRIED:** Yes 6 – Noe 0

Consider Deli Sandwiches CSP 2009-19

A motion was made by Bowen Brawner and seconded by Micky Shearon to approve Deli Sandwiches CSP 2009-19 as presented. **MOTION CARRIED:** Yes 6 – Noe 0

Consider School Board Procedures Handbook

A motion was made by Jerry Campbell and seconded by Micky Shearon to approve the School Board Procedures Handbook as amended, Changing date on cover page and removing page for Superintendent performance goals until Team of Eight meeting on August 31 and at that time update goals, and change dates in the Education Terms and Abbreviations section. **MOTION CARRIED:** Yes 6 – Noe 0

Consider Student Code of Conduct

A motion was made by Jerry Campbell and seconded by Micky Shearon to approve Student Code of Conduct as presented with direction from our attorney regarding cell phones. **MOTION CARRIED:** Yes – 6 – Noe 0

Consider Inter-local Agreement with Hood County Sheriff's Office

A motion was made by Jerry Campbell and seconded by Micky Shearon to approve the Inter-local agreement with Hood County Sheriff's office as amended to pay for 10 months salary for the four SRO officers. **MOTION CARRIED:** Yes 6 – Noe 0

Consider Logic Resolution Changing Authorized Representatives for Local Government Investment Cooperative

A motion was made by Jerry Campbell and seconded by Don Walton to approve Logic Resolution Changing Authorized Representatives for Local Government Investment Cooperative as presented. Micky Shearon read the resolution. **MOTION CARRIED:** Yes 6 – Noe 0

Consider Acton Elementary Ed-Flex Schoolwide Eligibility Waiver School Year 2009-2010

A motion was made by Micky Shearon and seconded by Don Walton to approve Acton Elementary Ed-Flex Schoolwide Eligibility Waiver School Year 2009-2010 as presented. **MOTION CARRIED:** Yes 6 – Noe 0

Consider TexPool Resolution Amending Authorized Representatives

A motion was made by Micky Shearon and seconded by Don Walton to approve TexPool Resolution Amending Authorized Representatives as presented. Micky Shearon read the resolution. **MOTION CARRIED:** Yes 6 – Noe 0

Board Meeting Minutes

Page 3

July 27, 2009

Consider Exclusive Radio Broadcast Rights Proposals

A motion was made by Micky Shearon and seconded by Don Walton to approve exclusive radio broadcast rights proposal as presented. **MOTION CARRIED:** Yes 6 – Noe 0

Consider Approval of Technology Plan

A motion was made by Jerry Campbell and seconded by Nancy Alana to approve the technology plan as presented. **MOTION CARRIED:** Yes 4 – Noe 2 - Bowen Brawner and Mickey Shearon voted no.

Consider Technology Purchases

A motion was made by Jerry Campbell and seconded by Micky Shearon to approve the technology purchases as presented. **MOTION CARRIED:** Yes 6 – Noe 0

Consider Buy Board - T-5 Lighting Project - GMS

A motion was made by Jerry Campbell and seconded by Don Walton to approve Buy Board – T-5 Lighting Project – GMS as presented. **MOTION CARRIED:** Yes 6 – Noe 0

Consider Action for Channel 27

Carol Howard, CTE Director, gave a presentation on Channel 27. Board member, Nancy Alana, requested that Carol bring to the Board a proposal for Channel 27 with some cost figures.

Consider Operating Tolar ISD's Transportation Department

A motion was made by Jerry Campbell and seconded by Micky Shearon to approve the operation of Tolar ISD's transportation department as presented pending attorney approval of the immunity portion of the contract for Granbury ISD. **MOTION CARRIED:** Yes 6 – Noe 0

Consider Staffing Review by TASB

A motion was made by Bowen Brawner and seconded by Micky Shearon to approve staffing review by TASB as presented. **MOTION CARRIED:** Yes 6 – Noe 0

Consider Action Concerning Teacher Certification

A motion was made by Jerry Campbell and seconded by Don Walton to approve action concerning teacher certification as presented. **MOTION CARRIED:** Yes 6 – Noe 0

Consider Endorsement of Candidate for TASB Board of Directors

A motion was made by Don Walton and seconded by Micky Shearon to endorse the candidacy of Faye Beaulieu to fill a position on the TASB Board of Directors. **MOTION CARRIED:** Yes 6 – Noe 0

Granbury High School Water Wells

Randy Leach, Director of Facilities and Maintenance, presented the Board with information on Granbury High School water wells and water storage tanks. No action was taken on this item.

Consider 2020

A motion was made by Jerry Campbell and seconded by Don Walton to approve 2020 at presented. **MOTION CARRIED:** Yes 6 – Noe 0

Reports

Sharay Boynton, Executive Director of Finance, presented the Board with the May 31, 2009 Financials.

Sharay Boynton, Executive Director of Finance, also presented the Board with the May 31, 2009 Investment Report.

Alicia Hernandez, Director of Support Services, gave the Board an update on the summer Healthy Kids program.

Ron Mayfield, Superintendent, presented the Board with the Texas Projection Measure.

Board Meeting Minutes

Page 4

July 27, 2009

Public comments/audience participation

Julia Pannell spoke to the Board regarding Channel 27.

Closed Session

The Board convened to closed session under Texas Open Meetings Act, Texas Government Code Section 551.001 and 551.074 – Personnel at 9:32 p.m.

Reconvene from Closed Session

The Board reconvened from closed session at 10:20 p.m.

Action on Items Discussed in Closed Session

Staff Appointments

A motion was made by Jerry Campbell and seconded by Don Walton to approve staff appointments as presented. Ginger McCall, Music Teacher, Acton Elementary; Brenda Browning, Math Specialist, Brawner Intermediate; Eduardo Chapa, 4th Grade Bilingual Teacher, Brawner Intermediate; Jennifer Forbes, 4th Grade Teacher, Brawner Intermediate; Joelle Jackson, Art Teacher, Brawner Intermediate; Brenda Parks, 3rd Grade Teacher, Mambrino; Tina Winchester, 2nd grade Teacher, Mambrino; Mitzi Johnson, PPCD Teacher, Oak Woods; Heather Boisjolie, 7th ELA Teacher, Acton Middle School; Cristy Colley, PE Teacher/Coach, Acton Middle School; Brad Eppler, Tech Apps Teacher/Coach, Acton Middle School; Jeremy Blohowiak, PE Teacher/Coach, Granbury Middle School; Dina Carlton, Transition Teacher, Granbury Middle School; Malarie Cooper-Gill, Math Teacher/Coach, Granbury Middle School; Sarah Tipton, Science Teacher, Granbury Middle School; Leah Gibson, ELA Special Education, Granbury High School; Jimmy Heffernan, Math Teacher, Granbury High School; Filimon Lopez, Spanish Teacher, Granbury High School; Andrew Rankin, Athletic Trainer, Granbury High School; Denise Scott, History Teacher/Coach, Granbury High School; Robert Swearingen, Spanish Teacher/Assistant Soccer Coach, Granbury High School; Jenny Lawson, LSSP, Special Education Department.

Consider purchase, exchange, lease or value of real property

None

Adjournment

There being no further business, the meeting was adjourned at 10:20 p.m.

Barbara Herrington, Board President

Micky Shearon, Board Secretary

**GRANBURY ISD
BOARD OF TRUSTEES
OFFICIAL SPECIAL MEETING
MINUTES
August 10, 2009**

The Board of Trustees of the Granbury Independent School District convened in an official **SPECIAL** meeting on Monday, August 10, 2009 at 6:00 p.m. in the Board Room of the Administration Building, 600 West Pearl St., Granbury, Texas.

Presiding Officer..... Barbara Herrington, President

Board Members Present

Nancy Alana
Bowen Brawner
Jerry Campbell
Charlie Cloud
Micky Shearon
Don Walton

Board Members Absent

None

School Officials Present

Ron Mayfield, Superintendent
Sharay Boynton, Executive Director of Finance
Troy Green, Executive Director of Human Resources
Curtis Starnes, Technology Network Administrator
Jeff Meador, Public Information Officer

Others Present

School Employees
Community Members

Meeting Called to Order

President, Barbara Herrington, called the meeting to order at 6:00 p.m. and noted that a quorum of board members was present, the meeting was duly called and that notice of the meeting was posted in accordance with the Texas Open Meetings Act, Texas Government Code, Chapter 551.

Public Meeting to discuss Child Internet Protection Act and Internet Safety Policy

No public comments – closed public meeting at 6:06 p.m.

Convened in Closed Session

The Board of Trustees convened in closed session 6:06 p.m. under the Texas Open Meeting Act, Chapter 551.072 – purchase, exchange, lease or value of real property and 551.074 – personnel.

Reconvened

The Board reconvened in open session at 7:00 p.m.

Opening Comments/Invocation

Pledge was led by Barbara Herrington and the prayer was led by Ron Mayfield.

Ron Mayfield, Superintendent, introduced the new Granbury High School Principal, Donna Jefferies; GHS Assistant Principals Patti Sanderson and Linda Eikenberry; GHS Counselors Sherri Debo and Renee Matheny, GHS secretary Karen Harden and Data Specialist/Testing Coordinator Amy Gilbert

Achievement Spotlight

Ron Mayfield, Superintendent, presented the Board with an accountability breakdown for each campus and the district from 2005 to 2009 showing the progress in ratings of Granbury ISD.

Budget Workshop

Sharay Boynton, Executive Director of Finance, reviewed the projected budget and notice of public meeting to discuss budget and proposed tax rate.

Discussion/Action

Consider tax rate to include on the Notice of Public Meeting to Discuss Budget and Proposed Tax Rate publication

A motion was made by Jerry Campbell and seconded by Charlie Cloud to approve the tax rate to include on the Notice of Public Meeting to discuss budget and proposed tax rate application as presented.

MOTION CARRIED: Yes 7 – Noe 0

Budget Amendments

A motion was made by Charlie Cloud and seconded by Micky Shearon to approve the budget amendments as presented. **MOTON CARRIED:** Yes 7 – Noe 0

Consider Teacher Appraisal Calendar

A motion was made by Charlie Cloud and seconded by Micky Shearon to approve the teacher appraisal calendar as presented. **MOTON CARRIED:** Yes 7 – Noe 0

School Health Advisory Council

A motion was made by Jerry Campbell and seconded by Charlie Cloud to approve the School Health Advisory Council as presented. **MOTION CARRIED:** Yes – 7 – Noe 0

Consider Child Internet Protection Act and Internet Safety Policy

A motion was made by Don Walton and seconded by Charlie Cloud to approve the Child Internet Protection Act and Internet Safety Policy as presented. **MOTION CARRIED:** Yes 7 – Noe 0

Consider Night School Proposal for STARS/Granbury High School

No action was taken.

Reports

Ron Mayfield, Superintendent, reminded the Board of the Team of Eight training on August 31, 2009 at 3:00 p.m. in the Board Room with the Regular Board meeting to follow at 6:00 p.m.

Convened in Closed Session

The Board of Trustees convened in closed session 8:05 p.m. under the Texas Open Meeting Act, Chapter 551.072 – purchase, exchange, lease or value of real property and 551.074 – personnel.

Reconvened

The Board reconvened in open session at 8:56 p.m.

Action on Items Discussed in Closed Session

Staff Appointments:

A motion was made by Jerry Campbell and seconded by Micky Shearon to approve staff appointments as presented. Lindsey Buckmaster, 1st Grade Teacher, Mambrino; Kristin Moore, Kindergarten Teacher, Mambrino; Sherri Debo, Counselor, Granbury High School; Linda Eikenberry, Assistant Principal, Granbury High School; Amy Gilbert, Data Specialist/Testing Coordinator, Granbury High School; Renee Matheny, Lead Counselor, Granbury High School; Pattie Sanderson, Assistant Principal, Granbury High School; Dana Stevens, Bilingual Diagnostician, Special Education.

Consider Assistant Superintendent

Ron Mayfield, Superintendent, announced Carol Howard as the new Assistant Superintendent.

Consider purchase, exchange, lease or value of real property

None

Adjournment

There being no further business, the meeting was adjourned at 8:59 p.m.

GRANBURY INDEPENDENT SCHOOL DISTRICT

INTEROFFICE MEMO

FINANCE AND BUSINESS AFFAIRS

To: Board of Trustees
Date: August 31, 2009
For: Information

TO: Mr. Ron Mayfield, Superintendent

FROM: Sharay Boynton

DATE: August 24, 2009

RE: Standard & Poor's Credit Rating
Upgrade for GISD

SUMMARY:

I, along with our financial advisor, Derek Honea with RBC Capital Markets, had a telephone conference with Standard and Poor's representatives regarding a review of Granbury ISD's underlying credit rating. As a result of this conference and information shared at that time, Standard and Poor's has upgraded the GISD underlying rating from an A to an A+. I have attached the related communication from Standard and Poor's for your review.

This is good news for GISD. The upgraded rating shows confidence in the financial well being of Granbury ISD. Further, the better the rating, the better rate that GISD could get when selling bonds.

Respectfully submitted,



Sharay S. Boynton
Executive Director of Finance

Staff Person Responsible: Sharay Boynton

Date Submitted: August 24, 2009

STANDARD & POOR'S

500 North Akard Street
Lincoln Plaza, Suite 3200
Dallas, TX 75201
tel 214 871-1402
reference no.: 40133090

July 29, 2009

Granbury Independent School District
600 West Pearl St.
Granbury, TX 76048
Attention: Ms. Sharay Boynton, CPA, Executive Director of Finance

Re: ***Granbury Independent School District, Texas, Outstanding Unlimited Tax School Building and Capital Appreciation Refunding Bonds, Series 1999***

Dear Ms. Boynton:

Standard & Poor's has reviewed the rating on the above-referenced obligations. After such review, we have affirmed the "AAA" rating and changed the outlook to stable from not meaningful. A copy of the rationale supporting the rating and outlook is enclosed.

The rating is not investment, financial, or other advice and you should not and cannot rely upon the rating as such. The rating is based on information supplied to us by you or by your agents but does not represent an audit. We undertake no duty of due diligence or independent verification of any information. The assignment of a rating does not create a fiduciary relationship between us and you or between us and other recipients of the rating. We have not consented to and will not consent to being named an "expert" under the applicable securities laws, including without limitation, Section 7 of the Securities Act of 1933. The rating is not a "market rating" nor is it a recommendation to buy, hold, or sell the obligations.

This letter constitutes Standard & Poor's permission to you to disseminate the above-assigned rating to interested parties. Standard & Poor's reserves the right to inform its own clients, subscribers, and the public of the rating.

Standard & Poor's relies on the issuer/obligor and its counsel, accountants, and other experts for the accuracy and completeness of the information submitted in connection with the rating. To maintain the rating, Standard & Poor's must receive all relevant financial information as soon as such information is available. Placing us on a distribution list for this information would facilitate the process. You must promptly notify us of all material changes in the financial information and the documents. Standard & Poor's may change, suspend, withdraw, or place on CreditWatch the rating as a result of changes in, or unavailability of, such information. Standard & Poor's reserves the right to request additional information if necessary to maintain the rating.

Ms. Sharay Boynton, CPA

Page 2

July 29, 2009

Please send all information to:

Standard & Poor's Ratings Services
Public Finance Department
55 Water Street
New York, NY 10041-0003

If you have any questions, or if we can be of help in any other way, please feel free to call or contact us at nypublicfinance@standardandpoors.com. For more information on Standard & Poor's, please visit our website at www.standardandpoors.com. We appreciate the opportunity to work with you and we look forward to working with you again.

Sincerely yours,

Standard & Poor's Ratings Services
a division of The McGraw-Hill Companies, Inc.

A handwritten signature in cursive script, appearing to read "Standard & Poor's Ratings Services".

fh
enclosure

STANDARD & POOR'S

500 North Akard Street
Lincoln Plaza, Suite 3200
Dallas, TX 75201
tel 214 871-1402
reference no.: 2877009

July 29, 2009

Granbury Independent School District
600 West Pearl St.
Granbury, TX 76048
Attention: Ms. Sharay Boynton, CPA, Executive Director of Finance

Re: *Granbury Independent School District, Texas, Outstanding Unlimited Tax Bonds, Various Series, PSF*

Dear Ms. Boynton:

Standard & Poor's has reviewed the Issuer Credit Rating on the above-referenced issuer. After such review, we have changed the rating to "A+" from "A" while affirming the stable outlook. A copy of the rationale supporting the rating and outlook is enclosed.

The rating is not investment, financial, or other advice and you should not and cannot rely upon the rating as such. The rating is based on information supplied to us by you or by your agents but does not represent an audit. We undertake no duty of due diligence or independent verification of any information. The assignment of a rating does not create a fiduciary relationship between us and you or between us and other recipients of the rating. We have not consented to and will not consent to being named an "expert" under the applicable securities laws, including without limitation, Section 7 of the Securities Act of 1933. The rating is not a "market rating" nor is it a recommendation to buy, hold, or sell the obligations.

This letter constitutes Standard & Poor's permission to you to disseminate the above-assigned rating to interested parties. Standard & Poor's reserves the right to inform its own clients, subscribers, and the public of the rating.

Standard & Poor's relies on the issuer/obligor and its counsel, accountants, and other experts for the accuracy and completeness of the information submitted in connection with the rating. To maintain the rating, Standard & Poor's must receive all relevant financial information as soon as such information is available. Placing us on a distribution list for this information would facilitate the process. You must promptly notify us of all material changes in the financial information and the documents. Standard & Poor's may change, suspend, withdraw, or place on CreditWatch the rating as a result of changes in, or unavailability of, such information. Standard & Poor's reserves the right to request additional information if necessary to maintain the rating.

Ms. Sharay Boynton, CPA

Page 2

July 29, 2009

Please send all information to:

Standard & Poor's Ratings Services
Public Finance Department
55 Water Street
New York, NY 10041-0003

If you have any questions, or if we can be of help in any other way, please feel free to call or contact us at nypublicfinance@standardandpoors.com. For more information on Standard & Poor's, please visit our website at www.standardandpoors.com. We appreciate the opportunity to work with you and we look forward to working with you again.

Sincerely yours,

Standard & Poor's Ratings Services
a division of The McGraw-Hill Companies, Inc.

A handwritten signature in cursive script, likely reading "Standard & Poor's Ratings Services".

fh
enclosure

Granbury Independent School District, Texas

Primary Credit Analysts:

Sarah Smaardyk
Dallas
(1) 214-871-1428
sarah_smaardyk@
standardandpoors.com

Secondary Credit Analysts:

Kate Choban
Dallas
(1) 214-871-1420
kate_choban@
standardandpoors.com

Credit Profile**Outstanding Unlimited Tax School Building and Capital Appreciation Refunding Bonds, Series 1999**

Long Term Rating	AAA/Stable	Affirmed
School Issuer Credit Rating	A+/Stable	Upgraded

Outstanding Unlimited Tax School Building and Refunding Bonds, Various Series

Long Term Rating	AAA/Stable	Affirmed
School Issuer Credit Rating	A+/Stable	Upgraded

Rationale

Standard & Poor's Ratings Services raised its issuer credit rating (ICR) on Granbury Independent School District, Texas' existing general obligation (GO) debt to 'A+' from 'A' due to the district's limited capital needs.

In addition, Standard & Poor's affirmed its 'AAA' program rating on certain series of the district's GO debt. The program rating reflects the district's eligibility for, and participation in, the Texas Permanent School Fund bond guarantee program, which provides the security of a permanent fund of assets that can be used to meet debt service on program-guaranteed bonds.

In our view, the rating reflects the district's:

- Primarily residential community in the Fort Worth-Arlington metropolitan statistical area, coupled with direct access to the greater Fort Worth, Texas employment base;
- Good wealth and income levels;
- Strong economic and property tax base growth;
- Very strong financial position; and
- Manageable debt burden with limited future capital needs.

Offsetting factors include the district's:

- Limited revenue raising flexibility that is subject to voter approval; and

- Challenges district officials face when it comes to passing future bond referendums due to recent election results, which failed to receive voter support.

The district's full faith and credit GO pledge secures the bonds.

Granbury Independent School District, which has a population of about 48,000 and a student enrollment of more than 6,700, is located about 35 miles southwest of Fort Worth. Granbury, Texas serves as Hood County's seat and principal commercial center. The city is a significant tourist destination and second-home community due to its location on Lake Granbury and access to Fort Worth. The local employment base is somewhat limited; many residents commute into Fort Worth or the Comanche Peak nuclear power plant, which is eight miles south of the city. We believe that income levels are good: Household effective buying income is 108% of the state's average and 104% of the nation's average. Market value, which is a measure of wealth specific to the district, is what we consider to be very strong at \$84,850 per capita. The district's property tax base has been growing steadily over the past several years; assessed value (AV) climbed to more than \$4 billion for fiscal 2009, up 50% since fiscal 2003. With this growth, tax base concentration has declined. We consider the 10 leading taxpayers to be very diverse, accounting for just 9.3% of total AV.

Despite a draw down in fiscal 2008, we believe that Granbury Independent School District's financial performance has been very strong. In fiscal 2008, the district decreased its unreserved general fund balance to roughly \$17.8 million, or a very strong 29% of operating expenditures. Management forecasts a roughly \$2 million deficit in fiscal 2009 due to one-time capital expenditures, decreasing the year-end fund balance to roughly \$15 million, or a projected 20% of expenditures. The preliminary fiscal 2010 budget reflects another deficit of about \$2.8 million due to salary and staff increases.

Standard & Poor's deems Granbury Independent School District's management practices "standard" under its Financial Management Assessment (FMA) methodology, indicating the finance department maintains adequate policies in most, but not all, key areas. In terms of revenue and expenditure assumptions, management prepares its budgets based on a three- to five-year historical revenue and expenditure cycle. Officials monitor the budget monthly and make adjustments as needed. The district has a written, in-depth, and conservative investment policy with strong internal controls and monthly updates with the governing body. The district lacks policies in some areas, including long-term financial planning and debt management. Management does not have a long-term capital plan, but it does have an informal reserve policy.

In our opinion, the overall net debt burden is a moderate \$2,054 per capita and a low 2.4% of true value. The district will use bond proceeds to refund a portion of its debt outstanding. The district does not have any electorate-authorized bonds to issue. The district failed to receive electorate support for a GO bond authorization at its May 2005 election. Officials have no plans to issue additional debt.

Outlook

The stable outlook reflects the Texas Permanent School Fund's strength and liquidity. The stable outlook on the district's rating reflects Standard & Poor's expectation that the district will maintain a sound financial position despite its planned draw downs. State-imposed constraints, which inhibit the district's ability to fully benefit from its deep and diverse economic base, constrain the rating.

Related Research

- USPF Criteria: "GO Debt," Oct. 12, 2006

- USPF Criteria: "Key General Obligation Ratio Credit Ranges – Analysis Vs. Reality," April 2, 2008

Published by Standard & Poor's, a Division of The McGraw-Hill Companies, Inc. Executive offices: 1221 Avenue of the Americas, New York, NY 10020. Editorial offices: 55 Water Street, New York, NY 10041. Subscriber services: (1) 212-438-7280. Copyright 2009 by The McGraw-Hill Companies, Inc. Reproduction in whole or in part prohibited except by permission. All rights reserved. Information has been obtained by Standard & Poor's from sources believed to be reliable. However, because of the possibility of human or mechanical error by our sources, Standard & Poor's or others, Standard & Poor's does not guarantee the accuracy, adequacy, or completeness of any information and is not responsible for any errors or omissions or the result obtained from the use of such information. Ratings are statements of opinion, not statements of fact or recommendations to buy, hold, or sell any securities.

Standard & Poor's uses billing and contact data collected from subscribers for billing and order fulfillment purposes, and occasionally to inform subscribers about products or services from Standard & Poor's, our parent, The McGraw-Hill Companies, and reputable third parties that may be of interest to them. All subscriber billing and contact data collected is stored in a secure database in the U.S. and access is limited to authorized persons. If you would prefer not to have your information used as outlined in this notice, if you wish to review your information for accuracy, or for more information on our privacy practices, please call us at (1) 800-852-1641 or write us at: privacy@standardandpoors.com. For more information about The McGraw-Hill Companies Privacy Policy please visit www.mcgraw-hill.com/privacy.html.

Analytic services provided by Standard & Poor's Ratings Services ("Ratings Services") are the result of separate activities designed to preserve the independence and objectivity of ratings opinions. Credit ratings issued by Ratings Services are solely statements of opinion and not statements of fact or recommendations to purchase, hold, or sell any securities or make any other investment decisions. Accordingly, any user of credit ratings issued by Ratings Services should not rely on any such ratings or other opinion issued by Ratings Services in making any investment decision. Ratings are based on information received by Ratings Services. Other divisions of Standard & Poor's may have information that is not available to Ratings Services. Standard & Poor's has established policies and procedures to maintain the confidentiality of non-public information received during the ratings process.

Ratings Services receives compensation for its ratings. Such compensation is normally paid either by the issuers of such securities or by the underwriters participating in the distribution thereof. The fees generally vary from US\$2,000 to over US\$1,500,000. While Standard & Poor's reserves the right to disseminate the rating, it receives no payment for doing so, except for subscriptions to its publications.

Permissions: To reprint, translate, or quote Standard & Poor's publications, contact: Client Services, 55 Water Street, New York, NY 10041; (1) 212-438-7280; or by e-mail to: research_request@standardandpoors.com.

The McGraw-Hill Companies

GRANBURY INDEPENDENT SCHOOL DISTRICT

INTEROFFICE MEMO

FINANCE AND BUSINESS AFFAIRS

To: Board of Trustees
Date: August 31, 2009
For: Information

TO: Mr. Ron Mayfield, Superintendent

FROM: Sharay Boynton

DATE: August 24, 2009

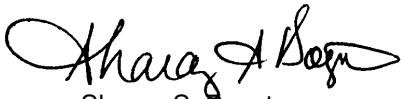
RE: 06/30/09 Financial Statements

SUMMARY:

Attached are the financial statements for the period ended June 30, 2009 for the general operating fund.

The statements for the period ended June 30, 2009 include only those transactions that occurred between the period of September 1, 2008 and June 30, 2009. Revenue collected to date equal 96.69% of the budgeted amount compared to 95.96% last year. Expenditures to date represent 79.08% of the budget compared to 81.88% last year.

Respectfully submitted,



Sharay S. Boynton
Executive Director of Finance

Staff Person Responsible: Sharay Boynton
Emmett Whitefield

Date Submitted: August 24, 2009

GRANBURY INDEPENDENT SCHOOL DISTRICT
GENERAL OPERATING FUND
INTERIM STATEMENT OF REVENUES AND EXPENDITURES
FOR THE PERIOD ENDED JUNE 30, 2009

	ANNUAL BUDGET	YTD ACTUAL	REMAINING BALANCE	YTD PERCENT
<u>REVENUES</u>				
5700 LOCAL SOURCES	44,659,201	45,204,261	-545,060	101.22%
5800 STATE SOURCES	17,273,735	14,726,157	2,547,578	85.25%
5900 FEDERAL SOURCES	360,000	298,269	61,731	82.85%
TOTAL REVENUES	62,292,936	60,228,686	2,064,250	96.69%
<u>EXPENDITURES</u>				
6100 PAYROLL COSTS	47,528,853	39,907,629	7,621,224	83.97%
6200 PROFESSIONAL & CONTRACTED SERVICES	10,431,920	6,359,637	4,072,283	60.96%
6300 SUPPLIES/MATERIALS	2,777,831	2,034,275	743,556	73.23%
6400 OTHER OPERATING	1,374,648	1,008,742	365,906	73.38%
6500 DEBT SERVICE	0	0	0	#DIV/0!
6600 CAPITAL OUTLAY	2,733,628	1,969,020	764,608	72.03%
TOTAL EXPENDITURES	64,846,881	51,279,303	13,567,577	79.08%
<u>OTHER SOURCES AND USES</u>				
7900 OTHER RESOURCES	0	0	0	0.00%
8900 OTHER USES	0	0	0	0.00%
OTHER SOURCES(USES)	0	0	0	0.00%
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,553,945)	8,949,383	(11,503,328)	

GRANBURY INDEPENDENT SCHOOL DISTRICT
GENERAL OPERATING FUND - SORTED BY FUNCTION CODE
INTERIM STATEMENT OF REVENUES AND EXPENDITURES
FOR THE PERIOD ENDED JUNE 30, 2009

	ANNUAL BUDGET	YTD ACTUAL	REMAINING BALANCE	YTD PERCENT	PRIOR YTD PERCENT
REVENUES					
5700 LOCAL					
PROPERTY TAXES	42,800,000	44,074,701	-1,274,701	102.98%	99.47%
INVESTMENT INCOME	731,014	334,351	396,663	45.74%	61.83%
OTHER LOCAL INCOME	1,128,187	795,209	332,978	70.49%	55.54%
5800 STATE					
STATE FUNDING	17,273,735	14,726,157	2,547,578	85.25%	94.66%
5900 FEDERAL					
FEDERAL PROJECTS	360,000	298,269	61,731	82.85%	73.88%
TOTAL REVENUES	62,292,936	60,228,686	2,064,249	96.69%	95.96%
EXPENDITURES					
11 INSTRUCTION	33,214,807	27,405,640	5,809,166	82.51%	79.66%
12 INSTRUCTIONAL RESOURCES & MEDIA	1,345,712	1,184,747	160,965	88.04%	78.64%
13 CURRICULUM & STAFF DEVELOPMENT	1,003,783	733,861	269,922	73.11%	76.23%
21 INSTRUCTIONAL LEADERSHIP	656,300	554,979	101,321	84.56%	82.00%
23 SCHOOL LEADERSHIP	3,659,296	3,050,846	608,450	83.37%	81.77%
31 GUIDANCE/COUNSELING	2,293,230	1,998,865	294,365	87.16%	82.72%
33 HEALTH SERVICES	388,230	316,854	71,376	81.62%	84.91%
34 TRANSPORTATION	3,316,119	2,686,733	629,386	81.02%	90.61%
35 FOOD SERVICE	0	0	0	#DIV/0!	
36 CO-CURRICULAR/EXTRACURRICULAR	1,868,905	1,568,058	300,846	83.90%	94.83%
41 GENERAL ADMINISTRATION	2,155,262	1,684,939	470,323	78.18%	77.16%
51 PLANT MAINTENANCE	6,906,315	5,831,646	1,074,669	84.44%	80.61%
52 SECURITY & MONITORING SERVICES	380,489	335,354	45,135	88.14%	67.82%
53 DATA PROCESSING	1,024,784	721,144	303,640	70.37%	73.13%
61 COMMUNITY EDUCATION	176,016	173,777	2,239	98.73%	89.14%
71 DEBT SERVICE	0	0	0	#DIV/0!	0.00%
81 FACILITIES CONSTRUCTION & ACQUISITION	516,087	256,998	259,090	49.80%	91.90%
91 CONTR INSTRUCTIONAL SERVICES	5,215,906	2,236,659	2,979,247	42.88%	0.00%
93 PAYMENTS TO FISCAL AGENT					0.00%
99 OTHER INTER GOV CHARGES	725,640	538,204	187,436	74.17%	0.00%
TOTAL EXPENDITURES	64,846,881	51,279,303	13,567,577	79.08%	81.88%
OTHER SOURCES (USES)	0	0	0	0.00%	0.00%
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(2,553,945)	8,949,383	(11,503,328)		

GRANBURY INDEPENDENT SCHOOL DISTRICT

INTEROFFICE MEMO

FINANCE AND BUSINESS AFFAIRS

To: Board of Trustees
Date: August 31, 2009
For: Information

TO: Mr. Ron Mayfield, Superintendent

FROM: Sharay Boynton

DATE: August 24, 2009

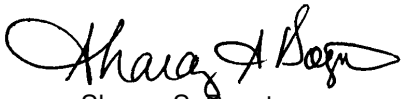
RE: 07/31/09 Financial Statements

SUMMARY:

Attached are the financial statements for the period ended July 31, 2009 for the general operating fund.

The statements for the period ended July 31, 2009 include only those transactions that occurred between the period of September 1, 2008 and July 31, 2009. Revenue collected to date equal 96.98% of the budgeted amount compared to 100.57% last year. Expenditures to date represent 85.55% of the budget compared to 88.42% last year.

Respectfully submitted,



Sharay S. Boynton
Executive Director of Finance

Staff Person Responsible: Sharay Boynton
Emmett Whitefield

Date Submitted: August 24, 2009

GRANBURY INDEPENDENT SCHOOL DISTRICT
GENERAL OPERATING FUND
INTERIM STATEMENT OF REVENUES AND EXPENDITURES
FOR THE PERIOD ENDED JULY 31, 2009

	ANNUAL BUDGET	YTD ACTUAL	REMAINING BALANCE	YTD PERCENT
<u>REVENUES</u>				
5700 LOCAL SOURCES	46,607,093	45,779,899	827,194	98.23%
5800 STATE SOURCES	16,103,109	15,065,746	1,037,363	93.56%
5900 FEDERAL SOURCES	360,000	318,853	41,147	88.57%
TOTAL REVENUES	63,070,202	61,164,498	1,905,704	96.98%
<u>EXPENDITURES</u>				
6100 PAYROLL COSTS	47,520,815	43,689,760	3,831,055	91.94%
6200 PROFESSIONAL & CONTRACTED SERVICES	11,274,812	7,082,974	4,191,839	62.82%
6300 SUPPLIES/MATERIALS	2,797,590	2,126,543	671,047	76.01%
6400 OTHER OPERATING	1,321,971	1,038,598	283,372	78.56%
6500 DEBT SERVICE	0	0	0	#DIV/0!
6600 CAPITAL OUTLAY	2,779,459	2,261,519	517,940	81.37%
TOTAL EXPENDITURES	65,694,647	56,199,394	9,495,253	85.55%
<u>OTHER SOURCES AND USES</u>				
7900 OTHER RESOURCES	0	0	0	0.00%
8900 OTHER USES	0	0	0	0.00%
OTHER SOURCES(USES)	0	0	0	0.00%
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,624,445)	4,965,105	(7,589,550)	

GRANBURY INDEPENDENT SCHOOL DISTRICT
GENERAL OPERATING FUND - SORTED BY FUNCTION CODE
INTERIM STATEMENT OF REVENUES AND EXPENDITURES
FOR THE PERIOD ENDED JULY 31, 2009

	ANNUAL BUDGET	YTD ACTUAL	REMAINING BALANCE	YTD PERCENT	PRIOR YTD PERCENT
REVENUES					
5700 LOCAL					
PROPERTY TAXES	45,097,828	44,463,812	634,016	98.59%	100.48%
INVESTMENT INCOME	381,014	345,716	35,298	90.74%	65.07%
OTHER LOCAL INCOME	1,128,251	970,371	157,880	86.01%	77.94%
5800 STATE					
STATE FUNDING	16,103,109	15,065,746	1,037,363	93.56%	106.15%
5900 FEDERAL					
FEDERAL PROJECTS	360,000	318,853	41,147	88.57%	73.88%
TOTAL REVENUES	63,070,202	61,164,498	1,905,703	96.98%	100.57%
EXPENDITURES					
11 INSTRUCTION	33,299,806	30,237,928	3,061,878	90.81%	88.28%
12 INSTRUCTIONAL RESOURCES & MEDIA	1,366,365	1,249,977	116,388	91.48%	85.96%
13 CURRICULUM & STAFF DEVELOPMENT	956,779	815,364	141,415	85.22%	91.91%
21 INSTRUCTIONAL LEADERSHIP	647,871	615,993	31,878	95.08%	89.92%
23 SCHOOL LEADERSHIP	3,649,331	3,348,808	300,523	91.76%	88.37%
31 GUIDANCE/COUNSELING	2,311,069	2,177,265	133,804	94.21%	90.38%
33 HEALTH SERVICES	391,020	349,556	41,464	89.40%	89.87%
34 TRANSPORTATION	3,321,124	2,785,475	535,649	83.87%	89.70%
35 FOOD SERVICE	0	0	0	#DIV/0!	
36 CO-CURRICULAR/EXTRACURRICULAR	1,855,874	1,667,881	187,992	89.87%	93.83%
41 GENERAL ADMINISTRATION	2,205,566	1,840,624	364,942	83.45%	83.90%
51 PLANT MAINTENANCE	6,901,679	6,264,579	637,100	90.77%	85.98%
52 SECURITY & MONITORING SERVICES	430,115	362,886	67,229	84.37%	65.09%
53 DATA PROCESSING	977,296	807,216	170,080	82.60%	82.49%
61 COMMUNITY EDUCATION	175,716	197,659	(21,943)	112.49%	92.98%
71 DEBT SERVICE	0	0	0	#DIV/0!	0.00%
81 FACILITIES CONSTRUCTION & ACQUISITION	486,287	256,998	229,290	52.85%	93.39%
91 CONTR INSTRUCTIONAL SERVICES	5,993,108	2,682,979	3,310,129	44.77%	0.00%
93 PAYMENTS TO FISCAL AGENT					0.00%
99 OTHER INTER GOV CHARGES	725,640	538,204	187,436	74.17%	0.00%
TOTAL EXPENDITURES	65,694,647	56,199,394	9,495,253	85.55%	88.42%
OTHER SOURCES (USES)	0	0	0	0.00%	0.00%
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(2,624,445)	4,965,105	(7,589,550)		

OFFICE OF THE ASSISTANT SUPERINTENDENT

For:	Board of Trustees
Date:	August 31, 2009
Action:	Information

To: Mr. Ron Mayfield, Superintendent

From: Carol Howard
Date: August 26, 2009
RE: Summer School Report

SUMMARY: Attached is the Summer School Report

RECOMMENDATION: Information Item Only

Respectfully submitted,



Carol Howard
Assistant Superintendent

Staff Persons Responsible: Carol Howard

SUMMER SCHOOL ENROLLMENT 2009

ENGLISH	Students					Total
	Enrollment	Passed	No Shows	Withdrawals	Incompletes	
English 1 A	3	3				3
English 1 B	10	5	4	1		10
English 2 A	14	11	1	2		14
English 2 B	7	4		3		7
English 3 A	20	16	1	3		20
English 3 B	25	20	3	2		25
English 4 A	16	13	1	2		16
English 4 B	25	21	1	3		25
MATH						
Algebra 1 A	18	13	3	2		18
Algebra 1 B	27	18	4	4		26
Algebra 2 A	18	17	1			18
Algebra 2 B	25	21	2	2		25
Geometry A	20	17	1	2		20
Geometry B	22	22				22
SOCIAL STUDIES						
Government	18	14	1	3		18
Economics	30	25	2	3		30
World History A	10	8	2			10
World History B	8	4	2	2		8
US History A	8	8				8
US History B	8	7	1			8
World Geography A	6	4		2		6
World Geography B	4	3	1			4
SCIENCE						
Biology A	9	8	1			9
Biology B	9	6	2	1		9
IPC A	1	1				1
IPC B	2	1	1			2
TAKS English	4					
TAKS Math	17					
TAKS Science	14					
TAKS Social Studies	3					
Health	25	21	2	2		25
Speech	39	36	2	1		39
BCIS A	7	6	1		0	7
BCIS B	8	7	1			8
Totals	480	360	41		0	441

Summer School Enrollment Totals				
	In District	Out of District		TOTAL
Students Enrolled	277	3		280
At Risk Students	145			
Tuition Received				\$22,260.00
Scholarships (approximately)				\$19,300.00
Units of Instruction were for Advancement		208		
Units of Instruction were for Recovery		152		

Granbury ISD Summer School Report

Brawner

223	Started the program
208	Completed the program
5	Removed for behavior
10	Did not complete (Attendance)

Granbury Middle School

135	Started the program
134	Completed the program
1	Removed for behavior
0	Did not complete (Attendance)

Brawner

1	Principal
1	Assistant Principal
1	Officel aide
1	Bilingual aide
1	Nurse
1	Pre-K Bilingual Teacher
1	Kindergarten Bilingual Teacher
2	Kindergarten Teachers
1	1 st Grade Teachers
2	2 nd Grade Teachers
5	3 rd Grade Teachers
2	4 th Grade Teachers
7	5 th Grade Teachers

GMS Staff

1	Principal
1	Secretary
1	Testing Coordinator
1	Office aide
1	ESL aide
2.5	6 th Grade Reading Teachers
2.5	6 th Grade Math Teachers
3	7 th Grade Reading Teachers
3	7 th Grade Math Teachers
2	8 th Grade Reading Teachers
2	8 th Grade Math Teachers
1	6 th /7 th Grade Science Teacher

OFFICE OF THE ASSISTANT SUPERINTENDENT

For:	Board of Trustees
Date:	August 31, 2009
Action:	Information

To: Mr. Ron Mayfield, Superintendent

From: Carol Howard
Date: August 26, 2009
RE: Completion Rate

SUMMARY: Attached is information with regard to Completion Rate I and Completion Rate II and the impact of GED in the calculation of Completion Rate for GISD.

RECOMMENDATION: Information Item Only

Respectfully submitted,



Carol Howard
Assistant Superintendent

Staff Persons Responsible: Carol Howard

High School Completion Rates

For state accountability, TEA calculates two completion rates. Campuses and districts that are subject to standard accountability procedures are rated on the percentage of students who graduate or continue in high school, called Completion I.

$$\frac{\text{graduates} + \text{continuers}}{\text{graduates} + \text{continuers} + \text{GED recipients} + \text{dropouts}}$$

Campuses and districts subject to alternative accountability procedures, which apply to campuses dedicated to serving students at risk of dropping out of school, are rated on the percentage of students who graduate, continue in high school, or receive GED certificates, called Completion II.

$$\frac{\text{graduates} + \text{continuers} + \text{GED recipients}}{\text{graduates} + \text{continuers} + \text{GED recipients} + \text{dropouts}}$$

Granbury High School and **Granbury ISD** calculate under the standard of **Completion Rate I**.

STARS calculates under the standard of **Completion Rate II**.

Students who **graduate** from STARS or students who **continue** at STARS will calculate for Granbury ISD under the standard of Completion Rate I.

Any Granbury ISD student who receives a GED will not calculate for GHS or GISD.

A STARS student who receives a GED will calculate as a completer for STARS only under the Completion Rate II standard.

GISD students (either GHS or STARS) who did not graduate with the 2009 class need to be enrolled as a “continuer” by September 25, 2009, to calculate for the district.