

Regular Board Meeting

Monday, August 10, 2026 6:00 PM

Board Room, 1209 Twelfth St, Palacios, TX 77465

Marcos Aparicio: Absent
Karen Botbyl: Present
Carl Filip: Present
Haley Garcia: Present
Rafael Garcia: Present
Dane Kubecka: Present
Fabian Marroquin: Absent

1) Call to Order

1)A. Announcement by the chair as to the presence of a quorum, notice of meeting duly posted, and that the meeting has been called to order

1)B. Invocation

1)C. Pledge of Allegiance

2) Swearing in of New Board Member

3) Awards and Recognitions

3)A. Student/Staff/Community - TIA Teachers

4) Public Comments/Testimony

5) Presentations/Communications

5)A. Operations Update

Presenter: Dr. Brian Williams

6) Information Items

6)A. Review New Hires

6)B. Review Resignations / Retirements

6)C. Semester Exam Update

Presenter: Dr. Jamey Johnson

7) Closed Session

7)A. Personnel (\$551.074)

7)B. Discuss Team of 8

7)C. Discuss School Board Evaluation

7)D. Discuss TxEdCon

8) Reconvene Into Open Session

8)A. Announcement by the chair that the Board has concluded it's closed session discussions as permitted by Texas Government Code, Section 551.074 of the Open Meetings Act, and is reconvening in open session.

9) **Items Requiring Board Action**

9)A. Consent Agenda

9)A.(1) Approve Meeting Minutes

9)A.(2) 4-H Resolution

9)A.(3) Discuss and Consider the Approval of Agreement for the Purchase of Attendance Credit (Option 3 Agreement) and to Delegate Contractual Authority to the Superintendent for Chapter 49 Payment to the State

9)B. Consider and Vote to Approve Harrison, Waldrop & Uherek as Auditors for the 2025-2026 School Year

9)C. To Authorize a Temporary Interfund Cash Flow loan from the General Fund to the Debt Service Fund to cover a bond payment not to exceed \$1.5 million

10) **Reports to the Board**

10)A. Business Reports

10)A.(1) Monthly Financial Reports

10)A.(2) Monthly Investment Report

10)B. Superintendent's Reports

10)C. Board Reports

10)C.(1) School Board Evaluation - Feedback from the committee of three board members

11) **Other Business**

11)A. Special Meeting August 24, 2026

11)B. TxEdCon Oct 8-11 George R. Brown Convention Center, Houston

12) **Monthly Budget Workshop**

12)A. Second Draft 2026-2027 Proposed Budget

13) **Adjournment**

Board Secretary

Regular Board Meeting

Monday, July 13, 2026 6:00 PM

Board Room, 1209 Twelfth St, Palacios, TX 77465

Marcos Aparicio: Present
Karen Botbyl: Present
Carl Filip: Present
Haley Garcia: Present
Dane Kubecka: Present
Fabian Marroquin: Present

1) Call to Order

Discussion: Meeting was called to order at 6:00pm by Board President Haley Garcia announcing the presence of a quorum.

1)A. Announcement by the chair as to the presence of a quorum, notice of meeting duly posted, and that the meeting has been called to order

1)B. Invocation

Discussion: Invocation was given by Dr. Brian Williams

1)C. Pledge of Allegiance

2) Awards and Recognitions

2)A. Student/Staff/Community

Presenter: Mr. Jason Valentine

2)A.(1) Palacios Education Foundation

Discussion: Mr Valentine thanked the Palacios Education Foundation for all they have done for the community, students, and staff including:
Provided all the school supplies students need for the 1st day of school.

Provided specific items at the High School per teacher request.

Provided a pancake breakfast during New Teacher Orientation

Provided spirit shirts for all students new to Palacios ISD

Awarded 75 - \$1,300 Scholarships for graduating seniors

Paid for Dual Credit Classes for students who were not FAST eligible.

Provide a Spaghetti Supper for all staff the evening of Meet the Teacher Night.

Provided two (2) \$50,000 grants to the PISD campuses (1 per campus) for projects they choose.

Provided pencils and notebook paper for students who attended the Community Health Expo.

We raised almost \$50,000 during our Bingo Night in March to fund these projects.

Superintendent Valentine invited Carolyn Kubecka,

Executive Director of the Education Foundation, to speak and introduce any members that were present.
Carolyn Kubecka introduced her team and noted that the Education Foundation Bingo would be held on April 3, 2027.

3) **Public Comments/Testimony**

Discussion: no public comments

4) **Presentations/Communications**

Discussion: presentation in the Superintendent Reports at the end of the meeting

5) **Information Items**

Discussion: These items are for board information only. No action to be taken.

5)A. Review 2026-2027 Student Handbook

Presenter: Dr Brian Williams

5)B. Review 2026-2027 Employee Handbook

Presenter: Dr Brian Williams

5)C. Review New Hires

5)D. Review Resignations / Retirements

6) **Board Action Items**

6)A. Consideration and Possible Action to accept the donation from the Palacios Education Foundation in the amount of \$50,000 to the Palacios Junior Senior High School to be used toward design, production, and installment of permanent school murals pursuant to Board Policy CDC

Action(s):

I make a motion to accept the donation from the Palacios Education Foundation in the amount of \$50,000 to the PJSH to be used toward design, production, and installment of permanent school murals pursuant to Board Policy CDC. This motion, made by Karen Botbyl and seconded by Dane Kubecka, Passed.

Voting Detail:

Marcos Aparicio: Yea
Karen Botbyl: Yea
Carl Filip: Yea
Haley Garcia: Yea
Dane Kubecka: Yea
Fabian Marroquin: Yea

Voting Summary: Yea: 6, Nay: 0

6)B. Consideration and Possible Action to accept the TRULL FOUNDATION Grant to the PISD for the PJSH Color Guard in the amount of \$19,000. Funds to be used for restarting the program, supplies, and travel allocations.

Action(s):

I make a motion to accept the donation from the TRULL FOUNDATION Grant in the amount of \$19,000 supporting the PJSH Color Guard pursuant to Board

Policy CDC. This motion, made by Marcos Aparicio and seconded by Fabian Marroquin, Passed.

Voting Detail:

Marcos Aparicio: Yea
Karen Botbyl: Yea
Carl Filip: Yea
Haley Garcia: Yea
Dane Kubecka: Yea
Fabian Marroquin: Yea

Voting Summary: Yea: 6, Nay: 0

7) **Closed Session**

Discussion: The Board Adjourned into closed session at 6:12pm

7)A. Personnel (§551.074)

7)B. Discussion to consider the appointment of a qualified citizen to fill the Position 2 trustee vacancy pursuant to the Tex. Gov't Code section 551.074

8) **Reconvene Into Open Session**

Discussion: The Board reconvened into open session at 7:25pm

8)A. Announcement by the chair that the Board has concluded it's closed session discussions as permitted by Texas Government Code, Section 551.074 of the Open Meetings Act, and is reconvening in open session.

9) **Board Action Items**

9)A. Consent Agenda

Action(s):

I make a motion to approve the consent agenda 9A2, 9A3, 9A4 pulling 9A1 to discuss separately. This motion, made by Karen Botbyl and seconded by Fabian Marroquin, Passed.

Voting Detail:

Marcos Aparicio: Yea
Karen Botbyl: Yea
Carl Filip: Yea
Haley Garcia: Yea
Dane Kubecka: Yea
Fabian Marroquin: Yea

Voting Summary: Yea: 6, Nay: 0

Discussion: The consent Agenda includes the approval of the T-Tess Calendar for 26-27, Resolution to assign Becky Cook as the Designee for Matagorda County Tax Rate, the Annual CDA Local Investment Policy Update, and Parent and Family Engagement Policy.

9)A.(1) Approve Meeting Minutes from June 8 2026

Action(s):

I make a motion to approve the June 8, 2026 board meeting minutes. This motion, made by Fabian

Marroquin and seconded by Dane Kubecka, Passed.

Voting Detail:

Marcos Aparicio:	Yea
Karen Botbyl:	Abstain (With Conflict)
Carl Filip:	Abstain (With Conflict)
Haley Garcia:	Yea
Dane Kubecka:	Yea
Fabian Marroquin:	Yea

Voting Summary: Yea: 4, Nay: 0, Abstain (With Conflict): 2

Discussion: Due to two board members not being present at the June 8, 2026, meeting, the minutes up for approval in the consent agenda from June 8, 2026, were pulled to approve separately. The board members not present at the June 8 meeting could not vote to approve the minutes.

9)A.(2) Board Resolution to Assign a Designee for Matagorda County Tax Rate 2026

9)A.(3) Approve Parent and Family Engagement Policy

9)A.(4) Approve Investment Policy Updates (CDA Local)

9)B. Approve Board Policy Update 127

- **(LEGAL) policies**

9)C. Although **(LEGAL) policies** are not adopted by the board, TASB recommends that the board review them. Since review of the **(LEGAL) policies** may result in discussion, the agenda should, at a minimum, reference "**(LEGAL) policies.**" If board members plan on discussing specific **(LEGAL) policy** changes, the relevant policy codes, titles, and subtitles should be listed on the agenda.

9)D. • **(LOCAL) policies** (see attached list of codes)

9)E. BJCF(LOCAL): SUPERINTENDENT - NONRENEWAL

9)F. CAA(LOCAL): FISCAL MANAGEMENT GOALS AND OBJECTIVES - FINANCIAL ETHICS

9)G. DC(LOCAL): EMPLOYMENT PRACTICES

9)H. DH(LOCAL): EMPLOYEE STANDARDS OF CONDUCT

9)I. DP(LOCAL): PERSONNEL POSITIONS

9)J. DPA(LOCAL): PERSONNEL POSITIONS - PRINCIPALS

9)K. DPB(LOCAL): PERSONNEL POSITIONS - OTHER PERSONNEL POSITIONS

9)L. EHBB(LOCAL): SPECIAL PROGRAMS - GIFTED AND TALENTED STUDENTS

9)M. FFF(LOCAL): STUDENT WELFARE - STUDENT SAFETY

Action(s):

I make a motion to approve Board Policy Update 127 as presented. This motion, made by Carl Filip and seconded by Fabian Marroquin, Passed.

Voting Detail:

Marcos Aparicio:	Yea
Karen Botbyl:	Yea

Carl Filip: Yea
Haley Garcia: Yea
Dane Kubecka: Yea
Fabian Marroquin: Yea

Voting Summary: Yea: 6, Nay: 0

- 9) N. Consideration and Approval of the TEA 2023-2026
Safety and Security Audits

Action(s):

I make a motion to approve the TEA 2023-2026
Safety and Security Audits as presented. This
motion, made by Fabian Marroquin and seconded by
Karen Botbyl, Passed.

Voting Detail:

Marcos Aparicio: Yea
Karen Botbyl: Yea
Carl Filip: Yea
Haley Garcia: Yea
Dane Kubecka: Yea
Fabian Marroquin: Yea

Voting Summary: Yea: 6, Nay: 0

- 9) O. Consideration and Approval of the 2026-2027
Student Code of Conduct

Action(s):

I make a motion to approve the 2026-2027 Student
Code of Conduct as presented. This motion, made
by Carl Filip and seconded by Haley Garcia,
Passed.

Voting Detail:

Marcos Aparicio: Yea
Karen Botbyl: Yea
Carl Filip: Yea
Haley Garcia: Yea
Dane Kubecka: Yea
Fabian Marroquin: Yea

Voting Summary: Yea: 6, Nay: 0

- 9) P. Consideration and possible action to appoint a
qualified replacement trustee to fill the vacancy
of Board Trustee Position 2 pursuant to the Tex.
Gov't Code section 551.074

Action(s):

I make a motion to appoint Rafael Garcia as a
qualified replacement trustee to fill the vacancy
of Board Trustee Position 2 pursuant to the Tex.
Gov't Code section 551.074. This motion, made by
Fabian Marroquin and seconded by Dane Kubecka,
Passed.

Voting Detail:

Marcos Aparicio: Yea
Karen Botbyl: Yea
Carl Filip: Yea
Haley Garcia: Yea

Dane Kubecka: Yea

Fabian Marroquin: Yea

Voting Summary: Yea: 6, Nay: 0

9) Q. Consideration and Approval of T-Tess Calendar

Action(s):

I make a motion to approve the T-Tess Calendar as presented. This motion, made by Haley Garcia and seconded by Karen Botbyl, Passed.

Voting Detail:

Marcos Aparicio: Yea

Karen Botbyl: Yea

Carl Filip: Yea

Haley Garcia: Yea

Dane Kubecka: Yea

Fabian Marroquin: Yea

Voting Summary: Yea: 6, Nay: 0

9) R. Consideration and Approval of Maintenance, Transportation, Warehouse, and Technology Buildings Restoration by United Contractors totaling \$41,650. (Quotes Sourced Via RFP)

Action(s):

I make a motion to approve the Maintenance, Transportation, Warehouse, and Technology Buildings Restoration by United Contractors totaling \$41,650. as presented. This motion, made by Karen Botbyl and seconded by Fabian Marroquin, Passed.

Voting Detail:

Marcos Aparicio: Yea

Karen Botbyl: Yea

Carl Filip: Yea

Haley Garcia: Yea

Dane Kubecka: Yea

Fabian Marroquin: Yea

Voting Summary: Yea: 6, Nay: 0

Discussion: to be funded by the 2025 Bond

10) Reports to the Board

10) A. Business Reports

Presenter: Mrs. Peggy Scantlen

Discussion: Peggy Scantlen spoke to the board on the District finances. She presented the monthly check register and investment report as well as a quarterly investment report for the board to review from Valley View Consulting.

10) A.(1) Monthly Financial Reports

10) A.(2) Monthly Investment Report

10) B. Superintendent's Reports

Presenter: Jason Valentine

Discussion: Mr. Valentine presented his Superintendent's report to the Board, noting the TREAs and SLI Summer conferences. He also noted the decline in attendance rates the week before

Christmas and the last week of school this year vs last year without semester and final exams, stating we need to make sure school is important to all the students through the last day.

10)C. Board Reports

Discussion: Board President Haley Garcia stated the Board is excited to finally appoint someone to fill the vacant position and be a 7-member board once again. Karen Botbyl spoke about her experience at TREA and thanked Jenni Williams for the organization of documents included in folders for their conferences.

11) **Other Business**

11)A. Next Regular Meeting- August 10, 2026 6pm

Discussion: Mr. Marroquin stated he would be out for this meeting.

11)B. Special Meeting Called August 24, 2026
6pm

11)C. TxEdCon October 8-11 George R Brown
Convention Center, Houston

Discussion: Fabian Marroquin advocated for himself to be the Delegate and Haley Garcia noted she would like to be the Alternate. Karen Botbyl added that she would also like to go but be neither delegate nor alternate. The Board will follow up with who will be attending this conference.

12) **Budget Workshop**

Discussion: Peggy Scantlen provided the board with the First Draft of the 2026-2027 Proposed Budget, noting the Matagorda Tax Delinquency, and stated the district is waiting for revenue to be finalized. She also stated the estimated revenues are being shown as very conservative until the exact number is known for sure in the coming weeks.

13) **Adjournment**

Action(s):

I make a motion to adjourn this meeting. This motion, made by Karen Botbyl and seconded by Dane Kubecka, Passed.

Voting Detail:

Marcos Aparicio:	Yea
Karen Botbyl:	Yea
Carl Filip:	Yea
Haley Garcia:	Yea
Dane Kubecka:	Yea
Fabian Marroquin:	Yea

Voting Summary: Yea: 6, Nay: 0

Discussion: The Board adjourned at 8:58pm

Minutes Approved this ____ Day of August, 2026.

Board Secretary

Board President

Office of Matagorda County



July 21, 2026

Palacios ISD
1209 Twelfth Street
Palacios, TX 77465

Dear Mr. Valentine,

On behalf of the 4-H members Matagorda County, I/we hereby respectfully request that the 4-H organization, by the attached resolution, be sanctioned as an extracurricular activity. We request the enclosed RESOLUTION be presented for consideration at the next scheduled meeting of the Board of Trustees of the Palacios Independent School District. I/we further request that questions regarding this RESOLUTION be directed to me/us in a timely manner so that I/we may prepare and present an appropriate response so as not to delay action on this request.

Finally, I/we request that a signed copy of this RESOLUTION, along with a copy of the minutes of the Board meeting, be forwarded to me/us for my/our files.

Thank you and the members of the Board of Trustees for your consideration of this request.

Sincerely,

A handwritten signature in blue ink that reads "Denise Green-Grisham".

Denise Green-Grisham
CEA-4H Youth Development

Attachment: Resolution for Extracurricular Status of 4-H Organization

Texas A&M AgriLife Extension Service
2200 7th Street, 3rd Floor Bay City, TX 77414 Tel. 979-245-4100
Email: denise.green-grisham@ag.tamu.edu

The members of Texas A&M AgriLife will provide equal opportunities in programs and activities, education, and employment to all persons regardless of race, color, sex, religion, national origin, age, disability, genetic information, veteran status, sexual orientation or gender identity and will strive to achieve full and equal employment opportunity throughout Texas A&M AgriLife. The Texas A&M University System, U.S. Department of Agriculture, and the County Commissioners Courts of Texas Cooperating.

Office of Matagorda County

July 21, 2026

Palacios ISD
1209 Twelfth Street
Palacios, TX 77465

Dear Mr. Valentine,

On behalf of the Matagorda County Extension Staff, I/we hereby respectfully request approval of the attached Adjunct Faculty Agreement with the Palacios Independent School District.

The State Board of Education passed an amendment to 19 TAC§129.21 (U). Requirements for Student Attendance Accounting for State Funding Purposes allows public school students to be considered "in attendance" when participating in off- campus activities with an adjunct staff member of the school district. Section 3 of the Student Attendance Handbook states:

(1) The student is participating in an activity that is approved by the local board of school trustees and is under the direction of a member of the professional or paraprofessional staff of the school district, or an adjunct staff member who:

(A) has a minimum of a bachelor's degree; and

(B) is eligible for participation in the Teacher Retirement System of Texas.

Matagorda County requests the Extension personnel listed on the enclosed Adjunct Faculty Agreement be awarded adjunct staff member status for the period of time indicated on the agreement. Extension personnel, as ISD adjunct faculty members, will only supervise and be responsible for Texas 4-H members of the district.

I hope Palacios Independent School District will accept this request. Please let me know if you would like to schedule an appointment to discuss the amendment and request or if you need further information.

Thank you and the members of the Board of Trustees for your consideration of this request.

Sincerely,



Denise Green-Grisham
CEA 4-H Youth Development – Matagorda County

Attachment: Request for Adjunct Faculty Status

Texas A&M AgriLife Extension Service
2200 7th Street, 3rd Floor Bay City, TX 77414 Tel. 979-245-4100
Email: denise.green-grisham@ag.tamu.edu

The members of Texas A&M AgriLife will provide equal opportunities in programs and activities, education, and employment to all persons regardless of race, color, sex, religion, national origin, age, disability, genetic information, veteran status, sexual orientation or gender identity and will strive to achieve full and equal employment opportunity throughout Texas A&M AgriLife. The Texas A&M University System, U.S. Department of Agriculture, and the County Commissioners Courts of Texas Cooperating.

ADJUNCT FACULTY REQUEST

THE STATE OF TEXAS COUNTY of MATAGORDA

On this date, at a regularly scheduled and posted meeting, came the Board of Trustees of the Palacios Independent School District, hereinafter referred to as "District." A quorum having been established, the Board proceeded to consider the appointment of the herein named individual(s) as an adjunct member of the Palacios Independent School District.

Upon consideration and vote of ___ in favor, Matagorda County AgriLife Extension Staff is hereby named as adjunct faculty member(s) of the Palacios Independent School District subject to the following considerations and provisions of such appointment to wit:

1. This appointment shall commence on the _____ day of _____, 20____ and remain in effect until the _____ day of _____, 20____.
2. This appointment will include the Texas A&M AgriLife Extension Service employees listed below:

NAME	TITLE	DEGREE	INSTITUTION	DATE
Denise Green-Grisham	CEA- 4-H Youth Development	B.S. Agricultural Education M. Ed Educational Leadership	Texas Tech University Lamar University	1991 2013
Gregory Baker	CEA-AGNR	B.S. Range Animal Science	Sul Ross University	1989
Diane Drennan	CEA-FCH	B.S. Nutrition and Dietetics M.B.A	UTHSC University of Houston	1989 1994
Amy Nowlin	CEA – CMR	B.S. Communication, Public Relations, M. Ed. C & I	University of Houston –Victoria Texas A&M International	2007 2023

3. Adjunct faculty member(s) will receive no compensation, salary, or remuneration from Palacios Independent School District.
4. Adjunct faculty member(s) is and shall remain an employee, in good standing, of the Texas A&M AgriLife Extension Service.
5. Adjunct faculty member(s) is and shall remain under the direct supervision of the District Extension Administrator of District 11.
6. Adjunct faculty member(s) shall receive all group insurance benefits, workman's compensation insurance benefits, unemployment insurance, and any and all other plans for the benefit of Texas A&M AgriLife Extension Service employees. District shall have no responsibility for any of such benefits or plans.

Adjunct faculty member(s) shall direct the activities and participation of students of the school district in sponsored and approved activities as designated from time to time by adjunct faculty members for which notice shall be given to School District administrative personnel. Adjunct faculty members' activities and participation with students of the School District are directed, supervised, and controlled by and through supervisory personnel of Texas A&M AgriLife Extension Service pursuant to the supervisory authority of the District Extension Administrator or County Extension Director. Adjunct faculty member(s) is not the employee of the School District, and School District does not nor shall not supervise, direct, or control the activities and/or participation of such Matagorda County Extension Agent(s) who have/has been herein designated as an adjunct faculty member.

This appointment is made by the Independent School District by and through the Board of Trustees of said district for the benefit of allowing voluntary student participation in programs conducted by the Texas A&M AgriLife Extension Service in recognition of the educational benefits arising from such participation and activities and/or directed by the Texas A&M AgriLife Extension Service. This appointment is made in accordance with the provisions of Section 129.21 (j)(1) of the Texas Administrative Code authorizing the school to deem such participating students in attendance for foundation school program purposes.

This appointment of the herein named Matagorda County Extension Agent(s), as listed above is/are not intended nor shall be construed as a waiver of any claim or defense of sovereign or governmental immunity from liability now possessed by Palacios Independent School District or any of its employees, agents, officers and/or board members in the performance of governmental functions.

Signed this _____ day of _____, 20____.

Palacios Independent School District

By: _____

RESOLUTION

EXTRACURRICULAR STATUS OF 4-H ORGANIZATION

Be it hereby resolved that upon this date, the duly elected Board of Trustees of the

Palacios Independent School District

meeting in public with a quorum present and certified,
did adopt this resolution that recognizes the

Matagorda County

Texas 4-H Organization as approved for recognition and eligible for extracurricular status
consideration under 19 Texas Administrative Code,
Chapter 76.1, pertaining to extracurricular activities.

Participation by 4-H members under provisions of this resolution are subject to
all rules and regulations set forth under the 19 Texas Administrative Code as
interpreted by this Board and designated officials of this school district.

A local representative of the Texas A&M AgriLife Extension
will request academic eligibility for all 4-H competitive
activities, regardless if a school absence is or is not required,
and for non-competitive purposes when an absence is required.

Approved this _____ day of _____, 20_____.

Board of Trustee

Superintendent



CERTIFIED PUBLIC ACCOUNTANTS
101 S. MAIN, SUITE 400
VICTORIA, TEXAS 77901-8142

STEPHEN W. VAN MANEN, CPA
DENNIS C. CIHAL, CPA
ERIC L. KUCERA, CPA
CLAYTON P. VAN PELT, CPA
ROBERT W. SCHAAR, CPA
MELISSA M. TERRY, CPA

(361) 573-3255
FAX: (361) 573-9531

July 28, 2026

Board of Trustees and
Superintendent of Schools
Palacios Independent School District
Palacios, Texas 77465

We are pleased to submit a proposal for the services we are to provide the Palacios Independent School District (the "District") for the year ended August 31, 2026.

Audit Scope and Objectives

We will audit the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information, including the disclosures, which collectively comprise the basic financial statements of the District as of and for the year ended August 31, 2026. Accounting standards generally accepted in the United States of America (GAAP) provide for certain required supplementary information (RSI), such as management's discussion and analysis (MD&A), to supplement the District's 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. As part of our engagement, we will apply certain limited procedures to the District's RSI in accordance with auditing standards generally accepted in the United States of America (GAAS). These limited procedures will consist of inquiries of management regarding 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 will not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient appropriate evidence to express an opinion or provide any assurance. The following RSI is required by GAAP and will be subjected to certain limited procedures, but will not be audited:

1. Management's Discussion and Analysis
2. Budgetary Comparison Schedule
3. Pension Information
4. OPEB Information

We have also been engaged to report on supplementary information other than RSI that accompanies the District's financial statements. We will subject the following supplementary information to the auditing procedures applied in our audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with GAAS, and will provide an opinion on it in relation to the financial statements as a whole, in a report combined with our auditors' report on the financial statements:

1. Combining and Individual Fund Statements and Schedules
2. Schedule of Expenditures of Federal Awards
3. TEA Required Schedules

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and issue an auditor's report that includes our opinions about whether your financial statements are fairly presented, in all material respects, in conformity with GAAP, and report on the fairness of the supplementary information referred to in the second paragraph when considered in relation to the financial statements as whole. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. Misstatements, including omissions, can arise from fraud or error and are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment of a reasonable user made based on the financial statements. The objectives also include reporting on:

- Internal control over financial reporting and compliance with provisions of laws, regulations, contracts, and award agreements, noncompliance with which could have a material effect on the financial statements in accordance with *Government Auditing Standards*.
- Internal control over compliance related to major programs and an opinion (or disclaimer of opinion) on compliance with federal statutes, regulations, and the terms and conditions of federal awards that could have a direct and material effect on each major program in accordance with the Single Audit Act Amendments of 1996 and Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Auditor's Responsibilities for the Audit of the Financial Statements and Single Audit

We will conduct our audit in accordance with GAAS; the standards for financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the Single Audit Act Amendments of 1996; and the provisions of the Uniform Guidance, and will include tests of accounting records, a determination of major program(s) in accordance with Uniform Guidance, and other procedures we consider necessary to enable us to express such opinions. As part of an audit in accordance with GAAS and *Government Auditing Standards*, we exercise professional judgment and maintain professional skepticism throughout the audit.

We will evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management. We will also evaluate the overall presentation of the financial statements, including the disclosures, and determine whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation. We will plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the government or to acts by management or employees acting on behalf of the government. Because the determination of waste and abuse is subjective, *Government Auditing Standards* do not expect auditors to perform specific procedures to detect waste or abuse in financial audits nor do they expect auditors to provide reasonable assurance of detecting waste or abuse.

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is an unavoidable risk that some material misstatements or noncompliance may exist and not be detected by us, even though the audit is properly planned and performed in accordance with GAAS and *Government Auditing Standards*. In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements or on major programs. However, we will inform the appropriate level of management of any material errors, any fraudulent financial reporting, or misappropriation of assets that comes to our attention. We will also inform the appropriate level of management of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential. We will include such matters in the reports required for a Single Audit. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

In connection with this engagement, we may communicate with you or others via email transmission. As emails can be intercepted and read, disclosed, or otherwise used or communicated by an unintended third party, or may not be delivered to each of the parties to whom they are directed and only to such parties, we cannot guarantee or warrant that emails from us will be properly delivered and read only by the addressee. Therefore, we specifically disclaim and waive any liability or responsibility whatsoever for interception or unintentional disclosure of emails transmitted by us in connection with the performance of this engagement. In that regard, you agree that we shall have no liability for any loss or damage to any person or entity resulting from the use of email transmissions, including any consequential, incidental, direct, indirect, or special damages, such as loss of revenues or anticipated profits, or disclosure or communication of confidential or proprietary information.

We will also conclude, based on the audit evidence obtained, whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the government's ability to continue as a going concern for a reasonable period of time.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts, tests of the physical existence of inventories, and direct confirmation of receivables and certain other assets and liabilities by correspondence with selected individuals, funding sources, creditors, and financial institutions. We will also request written representations from your attorneys as part of the engagement and they may bill you for responding to this inquiry.

According to GAAS, management override of controls is a significant risk, with a presumption that revenue recognition is also a significant risk. We concur with this assessment; accordingly, we have identified and considered these as significant risks as part of our audit planning.

We may, from time to time and depending on the circumstances, use third-party service providers in serving your account. We may share confidential information about you with these service providers, but remain committed to maintaining the confidentiality and security of your information. Accordingly, we maintain internal policies, procedures, and safeguards to protect the confidentiality of your personal information. In addition, we will secure confidentiality agreements with all service providers to maintain the confidentiality of your information and we will take reasonable precautions to determine that they have appropriate procedures in place to prevent the unauthorized release of your confidential information to others. In the event that we are unable to secure an appropriate confidentiality agreement, you will be asked to provide your consent prior to the sharing of your confidential information with the third-party service provider. Furthermore, we will remain responsible for the work provided by any such third-party service providers.

Our audit of financial statements does not relieve you of your responsibilities.

Audit Procedures-Internal Controls

We will obtain an understanding of the government and its environment, including internal control relevant to the audit, sufficient to identify and assess the risks of material misstatement of the financial statements, whether due to error or fraud, and to design and perform audit procedures responsive to those risks and obtain evidence that is sufficient and appropriate to provide a basis for our opinions. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal control. Tests of controls may be performed to test the effectiveness of certain controls that we consider relevant to preventing and detecting errors and fraud that are material to the financial statements and to preventing and detecting misstatements resulting from illegal acts and other noncompliance matters that have a direct and material effect on the financial statements. Our tests, if performed, will be less in scope than would be necessary to render an opinion on internal control and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to *Government Auditing Standards*.

As required by the Uniform Guidance, we will perform tests of controls over compliance to evaluate the effectiveness of the design and operation of controls that we consider relevant to preventing or detecting material noncompliance with compliance requirements applicable to each major federal and/or state award program. However, our tests will be less in scope than would be necessary to render an opinion on those controls and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to the Uniform Guidance.

An audit is not designed to provide assurance on internal control or to identify significant deficiencies or material weaknesses. Accordingly, we will express no such opinion. However, during the audit, we will communicate to management and those charged with governance internal control related matters that are required to be communicated under AICPA professional standards and *Government Auditing Standards*, and the Uniform Guidance.

Audit Procedures - Compliance

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we will perform tests of the District's compliance with provisions of applicable laws, regulations, contracts, and agreements, including grant agreements. However, the objective of those procedures will not be to provide an opinion on overall compliance and we will not express such an opinion in our report on compliance issued pursuant to *Government Auditing Standards*.

The Uniform Guidance requires that we plan and perform the audit to obtain reasonable assurance about whether the auditee has complied with federal statutes, regulations and the terms and conditions of federal awards applicable to major programs. Our procedures will consist of test of transactions and other applicable procedures described in the *OMB Compliance Supplement* for the types of compliance requirements that could have a direct and material effect on the District's major programs. For federal programs that are included in the Compliance Supplement, our compliance and internal control procedures will relate to the compliance requirements that the Compliance Supplement identifies as being subject to audit. The purpose of those procedures will be to express an opinion on the District's compliance with requirements applicable to each of its major programs in our report on compliance issued pursuant to the Uniform Guidance.

Other Services

We will also assist in preparing the financial statements, schedule of expenditures of federal awards, and related notes of the District in conformity with accounting principles generally accepted in the United States of America and the Uniform Guidance based on the information provided by you. In addition, we will propose the necessary cash to accrual conversion journal entries, maintain depreciation and amortization schedules, and assist with the implementation of new accounting standards for the District. These nonaudit services do not constitute an audit under *Government Auditing Standards* and such services will not be conducted in accordance with *Government Auditing Standards*. We will perform the services in accordance with applicable professional standards. The other services are limited to the financial statements, schedule of expenditures of federal awards, the related notes, and the services previously defined above. We, in our sole professional judgment, reserve the right to refuse to perform any procedure or take any action that could be construed as assuming management responsibilities.

Our audit will also include the performance of certain audit procedures for the purpose of reviewing the accuracy of fiscal information provided by the District through the Texas Student Data System Public Education Information Management System (TSDS PEIMS), as required by Section 44.008(b) of the Texas Education Code.

You agree to assume all management responsibilities for the financial statements, schedule of expenditures of federal awards, and related notes, and any other nonaudit services we provide. You will be required to acknowledge in the management representation letter our assistance with preparation of the financial statements, the schedule of expenditures of federal awards, and related notes and that you have reviewed and approved the financial statements, the schedule of expenditures of federal awards, and related notes prior to their issuance and have accepted responsibility for them. Further, you agree to oversee the nonaudit services by designating an individual, preferably from senior management, with suitable skill, knowledge, or experience; evaluate the adequacy and results of those services; and accept responsibility for them.

Responsibilities of Management for the Financial Statements and Single Audit

Our audit will be conducted on the basis that you acknowledge and understand your responsibility for (1) designing, implementing, establishing, and maintaining effective internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, including internal controls over federal awards, and for evaluating and monitoring ongoing activities to help ensure that appropriate goals and objectives are met; (2) following laws and regulations; (3) ensuring that there is reasonable assurance that government programs are administered in compliance with compliance requirements; and (4) ensuring that management and financial information is reliable and properly reported. Management is also responsible for implementing systems designed to achieve compliance with applicable laws, regulations, contracts, and grant agreements.

You are also responsible for the selection and application of accounting principles; for the preparation and fair presentation of the financial statements, schedule of expenditures of federal awards, and all accompanying information in conformity with accounting principles generally accepted in the United States of America with the oversight of those charged with governance; and for compliance with applicable laws and regulations (including federal statutes) and the provisions of contracts and grant agreements (including award agreements). Your responsibilities also include identifying significant contractor relationships in which the contractor has responsibility for program compliance and for the accuracy and completeness of that information.

You are also responsible for making drafts of financial statements, schedule of expenditures of federal awards, all financial records, and related information available to us ; for the accuracy and completeness of that information (including information from outside of the general and subsidiary ledgers); and for the evaluation of whether there are any conditions or events, considered in the aggregate, that raise substantial doubt about the government's ability to continue as a going concern for the 12 months after the financial statements date or shortly thereafter (for example, within an additional three months if currently known).

You are also responsible for providing us with (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, identification of all related parties and all related-party relationships and transactions, and other matters; (2) access to personnel, accounts, books, records, supporting documentation, and other information as needed to perform an audit under the Uniform Guidance; (3) additional information that we may request for the purpose of the audit, and (4) unrestricted access to persons within the government from whom we determine it necessary to obtain audit evidence. At the conclusion of our audit, we will require certain written representations from you about the financial statements; schedule of expenditures of federal awards; federal award programs; compliance with laws, regulations, contracts, and grant agreements; and related matters.

Your responsibilities include adjusting the financial statements to correct material misstatements and confirming to us in the management representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements of each opinion unit as a whole.

You are responsible for the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the government involving (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud could have a material effect on the financial statements. Your responsibilities include informing us of your knowledge of any allegations of fraud or suspected fraud affecting the government received in communications from employees, former employees, grantors, regulators, or others. In addition, you are responsible for identifying and ensuring that the government complies with applicable laws, regulations, contracts, agreements, and grants. You are also responsible for taking timely and appropriate steps to remedy fraud and noncompliance with provisions of laws, regulations, contracts, and grant agreements that we report. Additionally, as required by the Uniform Guidance, it is management's responsibility to evaluate and monitor noncompliance with federal statutes, regulations, and the terms and conditions of federal awards; take prompt action when instances of noncompliance are identified including noncompliance identified in audit findings; promptly follow up and take corrective action on reported audit findings; and prepare a summary schedule of prior audit findings and a separate correction action plan.

You are responsible for identifying all federal awards received and understanding and complying with the compliance requirements and for the preparation of the schedule of expenditures of federal awards (including notes and noncash assistance received, and COVID-19-related concepts, such as lost revenues, if applicable) in conformity with the Uniform Guidance. You agree to include our report on the schedule of expenditures of federal awards in any document that contains, and indicates that we have reported on, the schedule of expenditures of federal awards. You also agree to include the audited financial statements with any presentation of the schedule of expenditures of federal awards that includes our report thereon. Your responsibilities include acknowledging to us in the written representation letter that (1) you are responsible for presentation of the schedule of expenditures of federal awards in accordance with the Uniform Guidance; (2) you believe the schedule of expenditures of federal awards, including its form and content, is stated fairly in accordance with the Uniform Guidance; (3) the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the schedule of expenditures of federal awards.

You are also responsible for the preparation of the other supplementary information which we have been engaged to report on, in conformity with U.S. generally accepted accounting principles (GAAP). You agree to include our report on the supplementary information in any document that contains, and indicates that we have reported on, the supplementary information. You also agree to include the audited financial statements with any presentation of the supplementary information that includes our report thereon. Your responsibilities include acknowledging to us in the written representation letter that (1) you are responsible for presentation of the supplementary information in accordance with GAAP; (2) you believe the supplementary information, including its form and content, is fairly presented in accordance with GAAP; (3) the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the supplementary information.

Management is responsible for establishing and maintaining a process for tracking the status of audit findings and recommendations. Management is also responsible for identifying and providing report copies of previous financial audits, attestation engagements, performance audits, or other studies related to the objectives discussed in the Audit Scope and Objectives section of this letter. This responsibility includes relaying to us corrective actions taken to address significant findings and recommendations resulting from those audits, attestation engagements, performance audits, or studies. You are also responsible for providing management's views on our current findings, conclusions, and recommendations, as well as your planned corrective actions, for the report, and for the timing and format for providing that information.

With regard to including the auditor's report in an exempt offering document, you agree that the aforementioned auditor's report, or reference to Harrison, Waldrop & Uherek, L.L.P., will not be included in any such offering document without or prior permission or consent. Any agreement to perform work in connection with an exempt offering document, including an agreement to provide permission or consent, will be a separate engagement.

Also, with regard to the electronic dissemination of audited financial statements, including financial statements published electronically on your website, you understand that electronic sites are a means to distribute information and, therefore, we are not required to read the information contained in these sites or to consider the consistency of other information in the electronic site with the original document.

Engagement Administration, Fees, and Other

We will schedule the engagement based in part on deadlines, working conditions, and the availability of key personnel. We will plan the engagement based on the assumption that your personnel will cooperate and provide assistance by performing tasks such as preparing requested schedules, retrieving supporting documents, and preparing confirmations. If, for whatever reason, your personnel are unavailable to provide the necessary assistance in a timely manner, it may substantially increase the work we have to do to complete the engagement within the established deadlines, resulting in an increase in fees over our original fee estimate.

At the conclusion of the engagement, we will complete the appropriate sections of and sign the Data Collection Form that summarizes our audit findings. It is management's responsibility to electronically submit the reporting package (including financial statements, schedule of expenditures of federal awards, summary schedule of prior audit findings, auditors' reports, and corrective action plan) along with the Data Collection Form to the Federal Audit Clearinghouse. We will coordinate with you the electronic submission and certification. If applicable, we will provide copies of our report for you to include with the reporting package you will submit to pass-through entities. The Data Collection Form and the reporting package must be submitted within the earlier of 30 calendar days after receipt of the auditors' reports or nine months after the end of the audit period.

We will provide copies of our reports to the District; however, management is responsible for distribution of the reports and the financial statements. Unless restricted by law or regulation, or containing privileged and confidential information, copies of our reports are to be made available for public inspection.

The audit documentation for this engagement is the property of Harrison, Waldrop & Uherek, L.L.P. and constitutes confidential information. However, subject to applicable laws or regulations, audit documentation and appropriate individuals will be made available upon request and in a timely manner to a cognizant or oversight agency for audit or its designee, a federal agency providing direct or indirect funding, or the U.S. General Accounting Office for purposes of a quality review of the audit, to resolve audit findings, or to carry out oversight responsibilities. We will notify you of any such request. If requested, access to such audit documentation will be provided under the supervision of Harrison, Waldrop & Uherek, L.L.P. personnel. Furthermore, upon request, we may provide photocopies of selected audit documentation to the aforementioned parties. These parties may intend, or decide, to distribute the photocopies or information contained therein to others, including other governmental agencies.

The audit documentation for this engagement will be retained for a minimum of five years after the report release or for any additional period requested by the cognizant agency, oversight agency or pass-through entity. If we are aware that a federal awarding agency, pass-through entity, or auditee is contesting an audit finding, we will contact the party(ies) contesting the audit finding for guidance prior to destroying the audit documentation.

As an attest client, Harrison, Waldrop & Uherek, L.L.P. cannot store your documents, data, or records on your behalf because doing so will impair Harrison, Waldrop & Uherek, L.L.P.'s independence. This is in accordance with the "Hosting Services" interpretation at ET 1.295.143 of the *AICPA Code of Professional Conduct*. The District is solely responsible for maintaining its own data and records. Harrison, Waldrop & Uherek, L.L.P. does not host any of the District's information. Sharefile, which is a secure, cloud-based platform, is used solely as a method of transferring data and is not intended to store the District's information. The data and other content will either be removed from Sharefile or become unavailable to Harrison, Waldrop & Uherek, L.L.P. within a reasonable period of time.

Ms. Melissa M. Terry, CPA is the engagement partner and is responsible for supervising the engagement and signing the report or authorizing another individual to sign them. We expect to begin our audit during the month of August 2026 and plan to issue our reports no later than January 2027.

Our fee for these services will be at our standard hourly rates plus out-of-pocket costs (such as report reproduction, typing, postage, travel, copies, telephone, etc.). Our standard hourly rates vary according to the degree of responsibility involved and the experience level of the personnel assigned to your audit. Based on our preliminary estimates, the fee for the audit should not exceed \$21,650, respectively. This fee estimate is based on anticipated cooperation from your personnel, the assumption that unexpected circumstances will not be encountered during the audit, and does not include additional time that may be required to implement any procedures necessary to comply with new professional standards and/or reporting requirements not currently effective. If significant additional time is necessary, we will discuss this with you and arrive at a new fee estimate before we incur the additional costs. Furthermore, we estimate that our fee will be approximately \$4,000 (in addition to the amount previously quoted) and \$2,500 for each additional major program to comply with the financial audit requirements of Uniform Guidance should the District be subject to those requirements for the year ending August 31, 2026. Fees for any additional services provided outside the scope of the audit of the District's financial statements will be billed based upon our standard hourly rates which range from \$165 to \$240 per hour.

You may request that we perform additional services not addressed in this engagement letter. If this occurs, we will communicate with you regarding the scope of the additional services and the estimated fees. We also may issue a separate engagement letter covering the additional services. In the absence of any other written communication from us documenting such additional services, our services will continue to be governed by the terms of this engagement letter.

Reporting

We will issue written reports upon completion of our Single Audit. Our reports will be addressed to the Board of Trustees and Superintendent of Schools of the Palacios Independent School District. Circumstances may arise in which our report may differ from its expected form and content based on the results of our audit. Depending on the nature of these circumstances, it may be necessary to us to modify our opinions, add a separate section, or add an emphasis-of-matter or other-matter paragraph to our auditor's report, or if necessary, withdraw from this engagement. If our opinions are other than unmodified, we will discuss the reasons with you in advance. If circumstances occur related to the condition of your records, the availability of sufficient, appropriate audit evidence, or the existence of a significant risk of material misstatement of the financial statements caused by error, fraudulent financial reporting, or misappropriation of assets, which in our professional judgment prevent us from completing the audit or forming an opinion on the financial statements, we retain the right to take any course of action permitted by professional standards, including declining to express an opinion or issue reports, or withdrawing from the engagement.

The *Government Auditing Standards* report on internal control over financial reporting and on compliance and other matters will state (1) the purpose of the report is solely to describe the scope of testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance, and (2) the report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. The Uniform Guidance report on internal control over compliance will state that the purpose of the report on internal control over compliance is solely to describe the scope of testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Both reports will state that the report is not suitable for any other purpose.

Government Auditing Standards require that we provide you with a copy of our most recent external peer review report and any letter of comment, and any subsequent peer review reports and letters of comment received during the period of the contract. Our 2023 peer review report accompanies this letter.

We appreciate the opportunity to be of service to the Palacios Independent School District and believe this letter accurately summarizes the significant terms of our engagement. If you have any questions, please let us know. If you agree with the terms of our engagement as described in this letter, please sign the enclosed copy and return it to us.

Very truly yours,



HARRISON, WALDROP & UHEREK, L.L.P.
Certified Public Accountants

RESPONSE:

This letter correctly sets forth the understanding of the Palacios Independent School District.

Management signature: _____

Title: _____

Date: _____

Governance signature: _____

Title: _____

Date: _____

FARRIS & FARRIS, CPA'S

CERTIFIED PUBLIC ACCOUNTANTS

PAUL W. FARRIS, CPA
DEBRA E. FARRIS, CPA

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Report on the Firm's System of Quality Control

March 21, 2024

To the Owners

Harrison, Waldrop & Uherek LLP

And the Peer Review Committee of the Texas Society of Certified Public Accountants

We have reviewed the system of quality control for the accounting and auditing practice of Harrison, Waldrop & Uherek LLP (the firm) in effect for the year ended June 30, 2023. Our review was conducted in accordance with the standards for Performing and Reporting on Peer Reviews established by the American Institute of Certified Public Accountants (Standards).

A summary of the nature, objectives, scope, limitations of, and the procedures performed in a System Review as described in the Standards may be found at www.aicpa.org/prsummary. The summary also includes an explanation of how engagements identified as not performed or reported in conformity with applicable professional standards, if any, are evaluated by a peer reviewer to determine a peer review rating.

Firm's Responsibility

The firm is responsible for designing and complying with a system of quality control to provide the firm with reasonable assurance of performing and reporting in conformity with the requirements of applicable professional standards in all material respects. The firm is also responsible for evaluating actions to promptly remediate engagements deemed as not performed or reported on in conformity with the requirements of applicable professional standards, when appropriate, and for remediating weaknesses in its system of quality control, if any.

Peer Reviewer's Responsibility

Our responsibility is to express an opinion on the design and compliance with the system of quality control based on our review.

Required Selections and Considerations

Engagements selected for review included an engagement performed under Government Auditing Standards, including a compliance audit under the Single Audit Act.

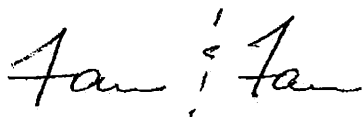
As part of our peer review, we considered reviews by regulatory entities as communicated by the firm, if applicable, in determining the nature and extent of our procedures

MEMBER

TEXAS SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS * AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS

Opinion

In our opinion, the system of quality control for the accounting and auditing practice of Harrison, Waldrop & Uherek LLP in effect for the year ended June 30, 2023 has been suitably designed and complied with to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Firms can receive a rating of pass, pass with deficiencies or fail. Harrison, Waldrop & Uherek LLP has received a peer review rating of pass.

A handwritten signature in black ink, appearing to read "Farris & Farris", with a stylized flourish at the end.

Farris & Farris CPA's

RESOLUTION OF THE BOARD OF TRUSTEES OF THE PALACIOS INDEPENDENT SCHOOL DISTRICT AUTHORIZING A TEMPORARY INTERFUND CASH FLOW LOAN FROM THE GENERAL FUND TO THE INTEREST AND SINKING (DEBT SERVICE) FUND

To authorize a temporary interfund cash flow loan from the General Fund (Maintenance & Operations, Fund 199) to the Debt Service Fund (Interest & Sinking, Fund 599) to cover a bond payment. This transaction is a **temporary, repayable loan**—not a permanent transfer and is permissible under the Texas Education Agency guidelines and [Texas Education Code § 45.105](#).

WHEREAS, the Palacios Independent School District (the "District") is a political subdivision of the State of Texas and an independent school district operating under the laws of the State of Texas; and

WHEREAS, the District has scheduled voter-approved debt service obligations payable from the Interest and Sinking Fund (Fund 599) that are due and payable prior to the receipt of sufficient current-year ad valorem tax collections; and

WHEREAS, the District's General Fund (Fund 199) maintains a sufficient cash balance to temporarily advance funds to the Interest and Sinking Fund to bridge this temporary cash flow deficit and ensure the timely payment of debt service obligations without defaulting or incurring late penalties; and

WHEREAS, the Texas Education Agency (*Financial Accountability System Resource Guide*) permits temporary interfund loans between District funds for cash flow purposes, provided such loans are properly authorized by the Board of Trustees, recorded as interfund receivables/payables, and fully repaid within the same fiscal year or upon the receipt of tax revenues;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE PALACIOS INDEPENDENT SCHOOL DISTRICT THAT:

1. Authorization of Loan: The Board of Trustees hereby authorizes a temporary interfund cash flow loan from the General Fund (Fund 199) to the Interest and Sinking Fund (Fund 599) in an amount not to exceed \$1,500,000 (the "Interfund Loan").
2. Purpose: The proceeds of the Interfund Loan shall be used strictly to cover upcoming principal and/or interest payments on the District's outstanding bonds/debt obligations falling due on or about August 15, 2026.

3. Repayment Terms: The Interfund Loan shall be repaid in full from the Interest and Sinking Fund back to the General Fund immediately upon the collection and deposit of sufficient ad valorem tax revenues into the Interest and Sinking Fund. If sufficient tax revenues are not collected prior to the end of the current fiscal year (August 31, 2026), the outstanding loan balance shall carry forward as an interfund payable/receivable into Fiscal Year 2026–2027 and shall be repaid immediately upon receipt of delinquent or late tax collections.
4. Accounting & Compliance: The Superintendent and the Chief Financial Officer (or designee) are directed to record this transaction in the financial records of the District as a temporary Interfund Payable / Receivable in accordance with the rules established by the Texas Education Agency and Generally Accepted Accounting Principles (GAAP).
5. Execution Authority: The Board President, Board Secretary, Superintendent, and Chief Financial Officer are each individually authorized to execute any administrative documents, transfers, or certifications necessary to give full effect to this Resolution.

CERTIFICATE FOR RESOLUTION

We, the undersigned officers of the Board of Trustees of the Palacios Independent School District, hereby certify that the foregoing Resolution was duly adopted by the Board of Trustees in a lawfully called and noticed public meeting held on the ____ day of _____, 2026, at which a quorum was present and voting.

PASSED AND APPROVED this ____ day of _____, 2026.

President, Board of Trustees

Palacios Independent School District

ATTEST:

Secretary, Board of Trustees

Palacios Independent School District

For the Month of July

Check Nbr	Check Date	Payee	PO Nbr	Invoice Nbr	Fnd-Fnc-Obj.So-Org-Prog	Reason	Amount	EFT
031719	07-01-2026	MARCOS APARICIO	602435	SLI MEALS/MLG	199-41-6419.00-702-699000	TRAVEL REIMBURSEMENT	312.80	N
031720	07-01-2026	AQUA BEVERAGE CO	600021	005376 / 005372	240-35-6399.00-999-699000	WATER COOLER RENTAL	12.00	N
031721	07-01-2026	KAREN BOTBYL	602434	TREA	199-41-6419.00-702-699000	TRAVEL REIMBURSEMENT	361.05	N
031722	07-01-2026	BSN SPORTS, LLC	602255	934311143	199-36-6399.00-001-691000	FOOTBALL EQUIPMENT	20,539.47	N
031723	07-01-2026	DEMCO INC	602392	7822198	199-53-6399.00-999-699000	INVENTORY LABLES	117.85	N
031724	07-01-2026	DEWITT POTH & SON, LL	260566	10831	199-11-6269.00-999-699099	COPIER USAGE JUNE 2026	1,500.65	N
031725	07-01-2026	FRONTIER	602187	36197209340821	461-36-6499.SS-001-6220SS	MONTHLY INTERNET	99.99	N
031726	07-01-2026	GANDY INK	602303	944796	199-11-6399.00-001-611000	CAMPUS SUPPLIES	406.25	N
031727	07-01-2026	HALEY GARCIA	602433	TREA	199-41-6419.00-702-699000	TRAVEL REIMBURSEMENT	361.05	N
031728	07-01-2026	HILL COUNTRY DAIRIES	260565	411616005	242-35-6341.00-999-699000	MILK - ELEM #48250 SUMMER FE	237.87	N
			260565	411616704	242-35-6341.00-999-699000	MILK - ELEM #48250 SUMMER FE	139.14	N
Totals for Check 031728							377.01	
031729	07-01-2026	REBECCA HORTON	602423	REG 3 MEALS	199-13-6411.00-999-6230SP	MEALS REGION 3 PD	26.25	N
			602422	REG 3 MEAL	199-13-6411.00-999-6230SP	MEALS REGION 3 PD	26.25	N
			602421	REG 3 MEAL	199-13-6411.00-999-6230SP	MEALS REGION 3 DEVELOPMENT	26.25	N
			602420	REG III MEAL	199-13-6411.00-999-6230SP	MEALS REGION 3 DEVELOPMENT	26.25	N
			602419	REG 3 MEAL	199-13-6411.00-999-6230SP	MEALS REGION 3 DEVELOPMENT	26.25	N
			602418	REG 3 MEAL	199-13-6411.00-999-6230SP	MEALS REGION 3 DEVELOPMENT	14.25	N
Totals for Check 031729							145.50	
031730	07-01-2026	JACKSON SERVICES	602263	29051 / 29069	199-34-6244.00-999-699000	INSPECTIONS	80.00	N
			602263	29136	199-34-6244.00-999-699000	INSPECTIONS	40.00	N
Totals for Check 031730							120.00	
031731	07-01-2026	KESLER SCIENCE LLC	602179	9946	211-11-6399.00-999-6300CI	TITLE I - SUPPLIES & MATERIALS	2,895.00	N
031732	07-01-2026	DANE KUBECKA	602437	SLI MEALS/MLG	199-41-6419.00-702-699000	TRAVEL REIMBURSEMENT	312.80	N
031733	07-01-2026	PAY AND SAVE, INC	602103	50070	199-41-6498.00-702-699000	INCIDENTALS	24.04	N
			602408	60035	461-36-6499.00-001-6990PW	HOSPITALITY SNACKS / DRINKS	28.44	N
Totals for Check 031733							52.48	
031734	07-01-2026	FABIAN MARROQUIN	602436	SLI MEALS/MLG	199-41-6419.00-702-699000	TRAVEL REIMBURSEMENT	312.80	N
031735	07-01-2026	OTC BRANDS, INC.	601901	74236667701	199-11-6399.CR-101-611000	STUDENT REWARDS	284.35	N
031736	07-01-2026	PALACIOS CHAMBER OF	602411	5559	199-41-6411.00-701-699000	COC LUNCHEON	15.00	N
031737	07-01-2026	PORTER'S ACE HARDW	260568	126104	199-34-6399.00-999-699000	RE: PO 600955 DAY TO DAY OPE	16.99	N
			260568	102059	199-51-6316.00-999-699000	RE: PO 600085 DAY TO DAY OPE	1,010.20	N
			600015	123774	199-53-6399.00-999-699000	SUPPLIES-TECH	2.99	N
			600015	126368	199-53-6399.00-999-699000	SUPPLIES-TECH	3.99	N
Totals for Check 031737							1,034.17	
031738	07-01-2026	PRIME PARTS SUPPLY I	601820	1335	199-34-6315.00-999-699000	DAY TO DAY OPERATION	1,400.55	N
			601471	11335	199-34-6399.00-999-6230SP	SPED SUPPLIES	132.85	N
			602213	11335	199-51-6316.00-999-699000	DAY TO DAY OPERATION	262.82	N
			602220	636681	695-51-6639.00-999-6990TB	TIRE BALANCER	9,999.00	N
Totals for Check 031738							11,795.22	

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031739	07-01-2026	REGION III ED. SERVICE	602289	066982	199-13-6239.00-001-699000	Special Populations Workshop	165.00	N
			602299	066983	199-23-6411.00-001-699000	Special Populations Workshop	165.00	N
			Totals for Check 031739					330.00
031740	07-01-2026	RIDDELL/ALL AMERICAN	601426	952570968	199-36-6249.00-001-691000	JH FOOTBALL HELMET REPLINIS	7,982.45	N
			601425	60562089	199-36-6249.00-001-691000	HS FOOTBALL HELMET REPAIRS	10,835.60	N
			Totals for Check 031740					18,818.05
031741	07-01-2026	VICTORIA OLIVER CO IN	602367	36972	199-51-6317.00-999-699000	FINISH MOWER BLADES	828.53	N
031742	07-01-2026	SERVICE SUPPLY OF VI	601981	104444	199-51-6316.00-999-699000	DAY TO DAY OPERATION	222.64	N
			601614	104444	199-51-6316.00-999-699000	DAY TO DAY OPERATION	417.10	N
			602390	701306563	199-51-6316.00-999-699000	HVAC SYSTEM PJSH	444.26	N
			602412	104444	199-51-6316.00-999-699000	PREVENT CONDENSATION BUILD	626.32	N
			602398	701306798	199-51-6316.00-999-699000	PJSH AC BLOWER MOTOR	1,092.48	N
Totals for Check 031742					2,802.80			
031743	07-01-2026	SWANK MOTION PICTUR	602166	384589M-26	199-12-6299.02-999-699000	SCREENCASTIFY-DISTRICT LICE	1,215.00	N
			602166	384589M-26	199-12-6299.03-999-699000	SWANK K-12 STREAMING-DISTRI	1,300.00	N
			Totals for Check 031743					2,515.00
031744	07-01-2026	TASB INC	602389	691335	199-41-6219.01-702-699000	POLICY UPDATE 127	1,045.00	N
031745	07-01-2026	TEXAS DEPT OF PUBLIC	600032	CRS-20205-	199-21-6219.00-999-6990DA	BACKGROUND CHECKS	13.00	N
031746	07-01-2026	VALLEY VIEW CONSULTI	260567	4620	699-41-6219.00-750-699000	INVESTMENT ADVISORY SVCS	2,372.83	N
031747	07-01-2026	VARSITY SPIRIT FASHIO	602161	269025998	461-36-6499.00-041-6990CH	JH CAMP CLOTHES	4,487.06	N
031748	07-02-2026	FULL FORCE TUMBLE &	602457	PALACIOS ISD	461-36-6299.00-001-6990CH	CHEER CHOREOGRAPHY	3,000.00	N
031749	07-02-2026	SEWEWLL CHEVROLET	602458	2026-2684239	695-34-6631.26-999-699SPS	SPED SUBURBAN PURCHASE	60,178.25	N
031750	07-13-2026	TRAVIS HOFFER	602444	THSCA MEALS	199-36-6411.00-001-691000	MEALS THSCA CONVENTION	3,622.50	N
031751	07-14-2026	BUGMOBILES	602196	2007602/200760	199-51-6219.00-999-699000	PEST CONTROL	2,050.00	N
031752	07-14-2026	O'REILLY AUTOMOTIVE,	602215	5897-344788	199-34-6315.00-999-699000	VEHICLE PARTS	47.58	N
			602375	5897-346731	199-34-6315.00-999-699000	VEHICLE PARTS	143.97	N
			Totals for Check 031752					191.55
031753	07-14-2026	TEXAS A&M	260569	A04381271	810-36-6499.ED-000-699000	C. ZAMORA-ED RACHAL SCHOLA	10,000.00	N
031754	07-20-2026	CHEM-AQUA, INC.	602463	1323225	199-51-6219.01-999-699000	WATER TREATMENT SERVICE	1,839.47	N
			602463	1323225	199-51-6219.01-999-699000	PRINTABLE DOWNLOAD MISSING	-1,839.47	N
			Totals for Check 031754					.00
031755	07-20-2026	FIRETRON, INC.	602404	SFINV-15164	199-51-6219.00-999-699000	ANNUAL FIRE ALARM INSPECTIO	300.00	N
			602404	SFINV-15164	199-51-6219.00-999-699000	PRINTABLE DOWNLOAD MISSING	-300.00	N
			Totals for Check 031755					.00
031756	07-20-2026	PAY AND SAVE, INC	602103	40250	199-41-6498.00-702-699000	INCIDENTALS	10.99	N
			602103	40250	199-41-6498.00-702-699000	PRINTABLE DOWNLOAD MISSING	-10.99	N
			Totals for Check 031756					.00
031757	07-20-2026	MATAGORDA COUNTY T	602189	PALACIOS ISD	199-34-6495.00-999-699000	REGISTRATION STICKERS	37.00	N
			602189	PALACIOS ISD	199-34-6495.00-999-699000	PRINTABLE DOWNLOAD MISSING	-37.00	N
			Totals for Check 031757					.00

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031758	07-20-2026	CHANH NGUYEN	602355	001	199-53-6216.00-750-699000	OFFICE ASSISTANCE	1,200.00	N
			602355	001	199-53-6216.00-750-699000	PRINTABLE DOWNLOAD MISSING	-1,200.00	N
			Totals for Check 031758				.00	
031759	07-20-2026	PALACIOS BEACON	602395	3/30/62123	199-41-6491.00-702-699000	RFP SUBMITTALS-TECH, MAINT&	339.00	N
			602395	3/30/62123	199-41-6491.00-702-699000	PRINTABLE DOWNLOAD MISSING	-339.00	N
			Totals for Check 031759				.00	
031760	07-20-2026	EDUCATION SERVICE C	602137	287787	199-13-6411.00-999-6230SP	2026-SUMMER CONFERENCE	180.00	N
			602137	287787	199-13-6411.00-999-6230SP	PRINTABLE DOWNLOAD MISSING	-180.00	N
			Totals for Check 031760				.00	
031761	07-20-2026	REGION 3 ESC	602442	067003	199-51-6499.00-999-699000	BUSINESS CARDS D. GUEVARA	16.00	N
			602442	067003	199-51-6499.00-999-699000	PRINTABLE DOWNLOAD MISSING	-16.00	N
			Totals for Check 031761				.00	
031762	07-20-2026	REGION III ED. SERVICE	601913	066977	199-13-6239.00-999-6370CI	REG 3 PD	800.00	N
			601913	066977	199-13-6239.00-999-6370CI	PRINTABLE DOWNLOAD MISSING	-800.00	N
			260570	066988	199-34-6239.00-999-699000	20 HR BUS SAFETY	120.00	N
			260570	066988	199-34-6239.00-999-699000	PRINTABLE DOWNLOAD MISSING	-120.00	N
			Totals for Check 031762				.00	
031763	07-20-2026	SHERWIN-WILLIAMS CO	602306	6580-1506-0	699-51-6399.IN-999-699000	PAINT INTERIOR PJSH PES	473.34	N
			602306	6580-1506-0	699-51-6399.IN-999-699000	PRINTABLE DOWNLOAD MISSING	-473.34	N
			Totals for Check 031763				.00	
031764	07-20-2026	STIHLWOOD	601958	1228	699-81-6639.IN-999-699WHR	WAREHOUSE ROOF	58,122.78	N
			601958	1228	699-81-6639.IN-999-699WHR	PRINTABLE DOWNLOAD MISSING	-58,122.78	N
			Totals for Check 031764				.00	
031765	07-20-2026	SUBWAY	602465	A-456478	199-41-6419.00-702-699000	BOARD MEAL 7/13/26	101.15	N
			602465	A-456478	199-41-6419.00-702-699000	PRINTABLE DOWNLOAD MISSING	-101.15	N
			Totals for Check 031765				.00	
031766	07-20-2026	THOMAS BUS GULF	602203	157350	199-34-6315.00-999-699000	BUS PARTS	1,252.29	N
			602203	157350	199-34-6315.00-999-699000	PRINTABLE DOWNLOAD MISSING	-1,252.29	N
			Totals for Check 031766				.00	
031767	07-20-2026	TRANE U.S. INC	602111	80714	199-51-6299.00-999-699000	TROUBLE SHOOT AC ISSUES	1,355.00	N
			602111	80714	199-51-6299.00-999-699000	PRINTABLE DOWNLOAD MISSING	-1,355.00	N
			Totals for Check 031767				.00	
031768	07-20-2026	UNITED CONTRACTORS	602293	PALACIOS ISD	699-81-6629.IN-999-699RBC	BYTE CAVE CONSTRUCTION	26,734.50	N
			602293	PALACIOS ISD	699-81-6629.IN-999-699RBC	PRINTABLE DOWNLOAD MISSING	-26,734.50	N
			Totals for Check 031768				.00	
031769	07-20-2026	CHEM-AQUA, INC.	602463	1323225	199-51-6219.01-999-699000	WATER TREATMENT SERVICE	1,839.47	N
	07-21-2026	CHEM-AQUA, INC.	602463	1323225	199-51-6219.01-999-699000	PRINTED INCORRECT CK #	-1,839.47	N
	Totals for Check 031769				.00			
031770	07-20-2026	FIRETRON, INC.	602404	SFINV-15164	199-51-6219.00-999-699000	ANNUAL FIRE ALARM INSPECTIO	300.00	N
	07-21-2026	FIRETRON, INC.	602404	SFINV-15164	199-51-6219.00-999-699000	PRINTED INCORRECT CK #	-300.00	N
	Totals for Check 031770				.00			
031771	07-20-2026	PAY AND SAVE, INC	602103	40250	199-41-6498.00-702-699000	INCIDENTALS	10.99	N
	07-21-2026	PAY AND SAVE, INC	602103	40250	199-41-6498.00-702-699000	PRINTED INCORRECT CK #	-10.99	N
	Totals for Check 031771				.00			

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031772	07-20-2026	MATAGORDA COUNTY T	602189	PALACIOS ISD	199-34-6495.00-999-699000	REGISTRATION STICKERS	37.00	N
	07-21-2026	MATAGORDA COUNTY T	602189	PALACIOS ISD	199-34-6495.00-999-699000	PRINTED INCORRECT CK #	-37.00	N
	Totals for Check 031772						.00	
031773	07-20-2026	CHANH NGUYEN	602355	001	199-53-6216.00-750-699000	OFFICE ASSISTANCE	1,200.00	N
	07-21-2026	CHANH NGUYEN	602355	001	199-53-6216.00-750-699000	PRINTED INCORRECT CK #	-1,200.00	N
	Totals for Check 031773						.00	
031774	07-20-2026	PALACIOS BEACON	602395	3/30/62123	199-41-6491.00-702-699000	RFP SUBMITTALS-TECH, MAINT&	339.00	N
	07-21-2026	PALACIOS BEACON	602395	3/30/62123	199-41-6491.00-702-699000	PRINTED INCORRECT CK #	-339.00	N
	Totals for Check 031774						.00	
031775	07-20-2026	EDUCATION SERVICE C	602137	287787	199-13-6411.00-999-6230SP	2026-SUMMER CONFERENCE	180.00	N
	07-21-2026	EDUCATION SERVICE C	602137	287787	199-13-6411.00-999-6230SP	PRINTED INCORRECT CK #	-180.00	N
	Totals for Check 031775						.00	
031776	07-20-2026	REGION 3 ESC	602442	067003	199-51-6499.00-999-699000	BUSINESS CARDS D. GUEVARA	16.00	N
	07-21-2026	REGION 3 ESC	602442	067003	199-51-6499.00-999-699000	PRINTED INCORRECT CK #	-16.00	N
	Totals for Check 031776						.00	
031777	07-20-2026	REGION III ED. SERVICE	601913	066977	199-13-6239.00-999-6370CI	REG 3 PD	800.00	N
			260570	066988	199-34-6239.00-999-699000	20 HR BUS SAFETY	120.00	N
	07-21-2026	REGION III ED. SERVICE	601913	066977	199-13-6239.00-999-6370CI	PRINTED INCORRECT CK #	-800.00	N
			260570	066988	199-34-6239.00-999-699000	PRINTED INCORRECT CK #	-120.00	N
			Totals for Check 031777				.00	
031778	07-20-2026	SHERWIN-WILLIAMS CO	602306	6580-1506-0	699-51-6399.IN-999-699000	PAINT INTERIOR PJSH PES	473.34	N
	07-21-2026	SHERWIN-WILLIAMS CO	602306	6580-1506-0	699-51-6399.IN-999-699000	PRINTED INCORRECT CK # 31777	-473.34	N
	Totals for Check 031778						.00	
031779	07-20-2026	STIHLWOOD	601958	1228	699-81-6639.IN-999-699WHR	WAREHOUSE ROOF	58,122.78	N
031780	07-20-2026	SUBWAY	602465	A-456478	199-41-6419.00-702-699000	BOARD MEAL 7/13/26	101.15	N
	07-21-2026	SUBWAY	602465	A-456478	199-41-6419.00-702-699000	PRINTED INCORRECT CK #	-101.15	N
	Totals for Check 031780						.00	
031781	07-20-2026	THOMAS BUS GULF	602203	157350	199-34-6315.00-999-699000	BUS PARTS	1,252.29	N
	07-21-2026	THOMAS BUS GULF	602203	157350	199-34-6315.00-999-699000	PRINTED INCORRECT CK #	-1,252.29	N
	Totals for Check 031781						.00	
031782	07-20-2026	TRANE U.S. INC	602111	80714	199-51-6299.00-999-699000	TROUBLE SHOOT AC ISSUES	1,355.00	N
	07-21-2026	TRANE U.S. INC	602111	80714	199-51-6299.00-999-699000	PRINTED INCORRECT CK # 31711	-1,355.00	N
	Totals for Check 031782						.00	
031783	07-20-2026	UNITED CONTRACTORS	602293	PALACIOS ISD	699-81-6629.IN-999-699RBC	BYTE CAVE CONSTRUCTION	26,734.50	N
031784	07-21-2026	CHEM-AQUA, INC.	602463	1323225	199-51-6219.01-999-699000	WATER TREATMENT SERVICE	1,839.47	N
031785	07-21-2026	FIRETRON, INC.	602404	SFINV-15164	199-51-6219.00-999-699000	ANNUAL FIRE ALARM INSPECTIO	300.00	N
031786	07-21-2026	PAY AND SAVE, INC	602103	40250	199-41-6498.00-702-699000	INCIDENTALS	10.99	N
031787	07-21-2026	MATAGORDA COUNTY T	602189	PALACIOS ISD	199-34-6495.00-999-699000	REGISTRATION STICKERS	37.00	N
031788	07-21-2026	CHANH NGUYEN	602355	001	199-53-6216.00-750-699000	OFFICE ASSISTANCE	1,200.00	N
031789	07-21-2026	PALACIOS BEACON	602395	3/30/62123	199-41-6491.00-702-699000	RFP SUBMITTALS-TECH, MAINT&	339.00	N

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031790	07-21-2026	EDUCATION SERVICE C	602137	287787	199-13-6411.00-999-6230SP	2026-SUMMER CONFERENCE	180.00	N	
031791	07-21-2026	REGION 3 ESC	602442	067003	199-51-6499.00-999-699000	BUSINESS CARDS D. GUEVARA	16.00	N	
031792	07-21-2026	REGION III ED. SERVICE	601913	066977	199-13-6239.00-999-6370CI	REG 3 PD	800.00	N	
			260570	066988	199-34-6239.00-999-699000	20 HR BUS SAFETY	120.00	N	
Totals for Check 031792							920.00		
031793	07-21-2026	SHERWIN-WILLIAMS CO	602306	6580-1506-0	699-51-6399.IN-999-699000	PAINT INTERIOR PJSH PES	473.34	N	
031794	07-21-2026	SUBWAY	602465	A-456478	199-41-6419.00-702-699000	BOARD MEAL 7/13/26	101.15	N	
031795	07-21-2026	THOMAS BUS GULF	602203	157350	199-34-6315.00-999-699000	BUS PARTS	1,252.29	N	
031796	07-21-2026	TRANE U.S. INC	602111	80714	199-51-6299.00-999-699000	TROUBLE SHOOT AC ISSUES	1,355.00	N	
031797	07-22-2026	CITY OF PALACIOS	260573	AUG 2026	199-51-6269.01-999-699000	TOWER LEASE AUG 2026	100.00	N	
031798	07-22-2026	JACKSON SERVICES	602263	29079	199-34-6244.00-999-699000	INSPECTIONS	40.00	N	
031799	07-22-2026	ACCIDENT & INJURY CE	600003	117	199-34-6219.01-999-699000	PHYSICALS	60.00	N	
			600003	118	199-34-6219.01-999-699000	PHYSICALS	60.00	N	
Totals for Check 031799							120.00		
031800	07-22-2026	KLC VIDEO SECURITY	601625	22005	429-52-6399.SF-999-499000	ACCESS CONTROL FOR GATE	3,895.00	N	
031801	07-22-2026	LEAD4WARD, LLC	602455	7720	199-13-6399.00-999-6990CI	NEW TEACHER ACADEMY SUPPL	55.28	N	
031802	07-22-2026	REGION 3 ESC	602456	607006	199-13-6399.00-999-6990CI	CARD FOR ASST SUPERINTENDE	16.00	N	
031803	07-22-2026	RUSH TRUCK CENTERS	602469	55943381	199-34-6219.00-999-699000	BUS 03 WARRANTY WORK	581.15	N	
031804	07-22-2026	STOCKDALE ISD	260571	PALACIOS ISD	199-36-6499.UI-999-699099	3A OAP BI-DISTRICT EXPENSES	1,174.38	N	
031805	07-22-2026	TASBO	602474	455786-2026	199-23-6411.00-999-6990DA	MEMBERSHIP DUES	152.83	N	
			602474	455786-2026	199-41-6214.00-750-699000	LOBBYING FEES	2.17	N	
Totals for Check 031805							155.00		
031806	07-22-2026	UNIFIRST HOLDINGS IN	600038	1646313	199-34-6298.00-999-699000	TRANSPORTATION UNIFORMS	194.72	N	
			600040	1092306	199-51-6299.01-999-699000	UNIFORMS	501.10	N	
Totals for Check 031806							695.82		
031807	07-22-2026	VERIZON WIRELESS	260572	6148273394	199-51-6256.00-999-699099	MAINT PHONES 6/11/26-7/10/26	531.08	N	
031808	07-22-2026	VERIZON WIRELESS	260575	6148673812	199-51-6256.00-999-699099	BROADBAND 6/16/26 - 7/15/26	430.26	N	
031809	07-28-2026	AVID CENTER	602476	015978	199-11-6299.AV-001-6110CI	AVID MEMBERSHIP	4,725.00	N	
			602476	015978	199-11-6299.AV-001-6110CI	PRINTER PRINTED FRONT/BACK	-4,725.00	N	
Totals for Check 031809							.00		
031810	07-28-2026	BSN SPORTS, LLC	602452	934628403	461-36-6499.00-001-6990FH	JH BOYS ATHLETIC CLOTHES	2,444.90	N	
			602451	934650520	461-36-6499.00-001-6990FH	HS BOYS ATHLETIC CLOTHES	2,444.90	N	
			602452	934628403	461-36-6499.00-001-6990FH	PRINTER PRINTED FRONT/BACK	-2,444.90	N	
			602451	934650520	461-36-6499.00-001-6990FH	PRINTER PRINTED FRONT/BACK	-2,444.90	N	
			602449	934609332	461-36-6499.00-001-6990VB	VOLLEYBALL SUPPLIES	3,667.35	N	
			602449	934609332	461-36-6499.00-001-6990VB	PRINTER PRINTED FRONT/BACK	-3,667.35	N	
Totals for Check 031810							.00		

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031811	07-28-2026	FRONTIER	602187	PALACIOS ISD	461-36-6499.SS-001-6220SS	MONTHLY INTERNET	99.99	N
			602187	PALACIOS ISD	461-36-6499.SS-001-6220SS	PRINTER PRINTED FRONT/BACK	-99.99	N
			Totals for Check 031811				.00	
031812	07-28-2026	GANDY INK	602333	82380	199-11-6399.00-001-611000	PJSH TABLECHOTHS	1,407.83	N
			602333	82380	199-11-6399.00-001-611000	PRINTER PRINTED FRONT/BACK	-1,407.83	N
			Totals for Check 031812				.00	
031813	07-28-2026	HODGES WELDING SUP	602199	CR80636	199-11-6399.00-001-622000	BOTTLE RENTALS & DELIVERY	75.00	N
			602199	CR80636	199-11-6399.00-001-622000	PRINTER PRINTED FRONT/BACK	-75.00	N
			Totals for Check 031813				.00	
031814	07-28-2026	PAY AND SAVE, INC	602103	40248	199-41-6498.00-702-699000	INCIDENTALS	97.70	N
			602103	40248	199-41-6498.00-702-699000	PRINTER PRINTED FRONT/BACK	-97.70	N
			Totals for Check 031814				.00	
031815	07-28-2026	MECA SPORTSWEAR	602447	276220/276218	461-36-6499.00-001-6990FH	LETTER JACKETS	520.00	N
			602447	276220/276218	461-36-6499.00-001-6990FH	PRINTER PRINTED FRONT/BACK	-520.00	N
			Totals for Check 031815				.00	
031816	07-28-2026	NORTH TEXAS TOLLWA	602490	2034807744	199-34-6495.00-999-699000	OPEN PO - TOLL FEES	3.56	N
031817	07-28-2026	PHIL'S PLUMBING CO.	602336	7833	199-51-6219.00-999-699000	GAS LINE TESTING	1,800.00	N
031818	07-28-2026	RAPID PRINTING LLC	602506	9527399	199-51-6316.00-999-699000	SIGNS	351.34	N
031819	07-28-2026	REGION III ED. SERVICE	602335	067025	199-34-6239.00-999-699000	BUS SAFETY	360.00	N
031820	07-28-2026	TCEA REGISTRATION	602503	1030218	199-53-6399.00-999-699000	REGISTRATON FEE	319.00	N
			602502	1030219	199-53-6399.00-999-699000	REGISTRATION FEE	319.00	N
			Totals for Check 031820				638.00	
031821	07-28-2026	UNITED CONTRACTORS	602498	PALACIOS ISD	699-81-6629.IN-999-699BWT	WAINSCOTING BLDGS	16,660.00	N
031822	07-28-2026	VARSITY SPIRIT FASHIO	602249	26902601	199-36-6399.UN-001-691000	DRILL TEAM UNIFORMS	4,717.40	N
			602247	14956985	461-36-6499.00-001-6990DT	DRILL TEAM CAMP CLOTHES	6,632.05	N
			Totals for Check 031822				11,349.45	
031823	07-28-2026	AVID CENTER	602476	015978	199-11-6299.AV-001-6110CI	AVID MEMBERSHIP	4,725.00	N
031824	07-28-2026	BSN SPORTS, LLC	602451	934650520	461-36-6499.00-001-6990FH	HS BOYS ATHLETIC CLOTHES	2,444.90	N
			602452	934628403	461-36-6499.00-001-6990FH	JH BOYS ATHLETIC CLOTHES	2,444.90	N
			602449	934609332	461-36-6499.00-001-6990VB	VOLLEYBALL SUPPLIES	3,667.35	N
Totals for Check 031824				8,557.15				
031825	07-28-2026	FRONTIER	602187	PALACIOS ISD	461-36-6499.SS-001-6220SS	MONTHLY INTERNET	99.99	N
031826	07-28-2026	GANDY INK	602333	82380	199-11-6399.00-001-611000	PJSH TABLECHOTHS	1,407.83	N
031827	07-28-2026	HODGES WELDING SUP	602199	CR80636	199-11-6399.00-001-622000	BOTTLE RENTALS & DELIVERY	75.00	N
031828	07-28-2026	PAY AND SAVE, INC	602103	40248	199-41-6498.00-702-699000	INCIDENTALS	97.70	N
031829	07-28-2026	MECA SPORTSWEAR	602447	276220/276218	461-36-6499.00-001-6990FH	LETTER JACKETS	520.00	N
031830	07-29-2026	KINGS III EMERGENCY C	260585	3504001	199-00-1411.99-000-600000	PJSH ELEVATOR PHONES	147.00	N
			260585	3504001	199-51-6259.00-999-699000	PJSH ELEVATOR PHONES AUGU	73.50	N
			Totals for Check 031830				220.50	

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031831	07-29-2026	SANDRA PRIESMEYER	602530	REG 3 MEAL	199-13-6411.00-999-6250CI	REGION 3 PD	28.50	N
031832	07-29-2026	TEXAS DEPT OF PUBLIC	600032	CRS-202606-	199-21-6219.00-999-6990DA	BACKGROUND CHECKS	14.00	N
031833	07-29-2026	THE LIVING WORD CHU	260584	PALACIOS ISD	199-00-5743.00-000-600000	4/18/26 FACILITY RENTAL	87.50	N
031834	07-29-2026	UNIVERSITY OF HOUST	260590	ID# 2545345	810-36-6499.ED-000-699000	H. VU ED RACHAL SCHOLARSHIP	5,000.00	N
031835	07-29-2026	UNIVERSITY OF HOUST	260589	ID# 2540526	810-36-6499.ED-000-699000	A. MUNIZ ED RACHAL SCHOLARS	10,000.00	N
031836	07-29-2026	UNIVERSITY OF TEXAS	260587	ID 1002364565	810-36-6499.ED-000-699000	A. RUTLEDGE - ED RACHAL SCH	10,000.00	N
031837	07-29-2026	CARRIE VALENTINE	602525	REG 3 MEAL	199-13-6411.00-999-6250CI	REGION 3 PD	28.50	N
031838	07-29-2026	VICTORIA COLLEGE	260588	V00193416	810-36-6499.ED-000-699000	G. ZAMORA ED RACHAL SCHOLA	10,000.00	N
090021	07-15-2026	ED RACHAL FOUNDATIO	260583	PALACIOS ISD	199-11-6269.00-800-630000	DAYCARE RENT AUGUST 2026	500.00	N
E00873	07-01-2026	EDI PYMNTSAMAZON C	602371	DFP6	199-36-6399.00-001-691000	SWIM COACH SUPPLIES	55.50	Y
			602371	DFP6	199-36-6399.SW-001-691000	SWIM COACH SUPPLIES	402.24	Y
			602403	H4GV	199-41-6399.00-701-699000	SUPT OFFICE	14.04	Y
			602376	33WF / CVCR	199-41-6399.00-702-699000	OFFICE SUPPLIES	30.57	Y
			602406	K9LG	199-41-6399.00-750-699000	2 & 3 HOLE PUNCHES	25.27	Y
			602388	CL6H	199-41-6399.01-750-699000	OFFICE SUPPLIES	22.03	Y
			602359	4JY1	199-53-6399.00-999-699000	WIRELESS KEYBOARD AND MICE	275.90	Y
			602317	14YY / 7HRJ	461-36-6499.00-001-6990CG	COLOR GUARD UNIFORMS	839.72	Y
			602371	DFP6	461-36-6499.00-001-6990SW	SWIM COACH SUPPLIES	129.56	Y
Totals for Check E00873							1,794.83	
E00874	07-01-2026	VICTORIA BARRERA	602427	TX SSC MEALS	199-52-6411.00-999-6990DA	MEAL PER DIEM	188.75	Y
E00875	07-01-2026	COMPLETE RECORDS M	602384	B1459	199-23-6219.00-999-6990DA	DIGITALIZE RECORDS	2,812.95	Y
E00876	07-01-2026	TIMOTHY ENRIGHT	602415	20HR BUS PD	199-34-6411.00-999-699000	TRAVEL- 20 HOUR BUS SAFETY	94.25	Y
E00877	07-01-2026	JOSEPH FELAN	602426	TX SSC MEALS	199-52-6411.00-999-6990DA	MEAL PER DIEM	188.75	Y
E00878	07-01-2026	AMY GROTHE	602429	TX SSC MEALS	199-52-6411.00-999-6990DA	MEAL PER DIEM	188.75	Y
E00879	07-01-2026	JACKSON ELECTRIC CO	600005	2464	199-53-6256.00-999-699000	DISTRICT FIBER INTERNET FEES	7,450.00	Y
E00880	07-01-2026	GINGER POTTS	602401	CPI MEALS /	199-13-6411.00-999-6230SP	CPI MEALS / MILEAGE	243.00	Y
			602417	TCASE	199-13-6411.00-999-6230SP	TCASE MEALS / MILEAGE	409.45	Y
Totals for Check E00880							652.45	
E00881	07-01-2026	CHRISTOPHER TOVAR	602410	20HR BUS PD	199-34-6411.00-999-699000	TRAVEL EXPENSE	94.25	Y
E00882	07-01-2026	JASON VALENTINE	602439	SLI MEALS	199-41-6411.00-701-699000	TRAVEL REIMBURSEMENT	53.25	Y
			602438	TREA MEALS	199-41-6411.00-701-699000	TRAVEL REIMBURSEMENT	94.25	Y
Totals for Check E00882							147.50	
E00883	07-01-2026	BRIAN WILLIAMS	602432	TX SSC	199-21-6411.00-999-6990DA	MILEAGE REIMBURSEMENT	250.85	Y
			602428	TX SSC	199-21-6411.00-999-6990DA	MEALS TXSSC MEALS	188.75	Y
Totals for Check E00883							439.60	
E00884	07-13-2026	DEBRA KATIE CLAXTON	602285	ED311 MEALS	199-13-6411.00-999-6250CI	MEALS BEHAVIOR CONFERENCE	172.50	Y
E00885	07-13-2026	PHYLLIS CUNNINGHAM	602288	FATE TX PD	199-13-6411.00-001-611000	MEALS 7/20-7/23/26 WORKSHOP	208.50	Y

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E00886	07-13-2026	CHRISTOPHER PAGE	602277	ATAT MEALS	199-11-6411.00-001-622000	MEALS 7/19-7/24/26 CONFERENC	313.50	Y
E00887	07-13-2026	DIRECT DEBPitney Bowe	600037	1029695536	199-41-6269.00-750-699000	ANNUAL SLA & QTRLY SUBSCRIP	283.80	Y
E00888	07-13-2026	WALSH GALLEGOS KYL	602354	21000	199-41-6211.00-701-699000	MONTHLY LEGAL FEES	1,170.00	Y
E00889	07-14-2026	EDI PYMNTSAMAZON C	602342	XVTJ/7DVG	199-36-6399.SW-001-691000	SWIM TENNIS & OFFICE SUPPLIE	1,013.79	Y
			602342	XVTJ/7DVG	199-36-6399.TN-001-691000	SWIM TENNIS & OFFICE SUPPLIE	579.98	Y
			602342	XVTJ/7DVG	461-36-6499.00-001-6990FH	SWIM TENNIS & OFFICE SUPPLIE	335.94	Y
			Totals for Check E00889					
E00890	07-14-2026	DIRECT DEBPITNEY PU	601622	36085223	199-11-6399.99-999-699099	POSTAGE	96.48	Y
E00891	07-20-2026	GOVCONNECTION, INC.	602345	77749421	461-36-6499.00-001-6990IT	REPLACEMENT KEYBOARDS	421.80	Y
E00892	07-20-2026	JORDON GREEN	602460	BUS SAFETY	199-34-6411.00-999-699000	TRAVEL EXPENSE LUNCH	94.25	Y
E00893	07-22-2026	EDI PYMNTSAMAZON C	602472	DTHC	199-11-6399.00-999-6110CI	DISTRICT INSTRUCTIONAL SUPP	290.88	Y
			602399	QPY3	199-13-6399.00-999-6990CI	SUPPLIES	75.13	Y
			601887	7HPJ / PXRN	199-23-6399.00-101-699000	GENERAL SUPPLIES-OFFICE-PES	344.63	Y
			602443	3R17	199-53-6399.00-999-699000	TECHNOLOGY ITEMS	1,532.11	Y
Totals for Check E00893						2,242.75		
E00894	07-22-2026	FLEET DEBIWEX-EXXON	602509	PALACIOS ISD	199-23-6311.00-101-699000	ELEMENTARY FUEL CHARGE	75.14	Y
			260574	113742484	199-41-6311.00-701-699000	GAS FOR SUMMER TRAVEL	69.66	Y
			602494	PALACIOS ISD	199-52-6311.00-999-6990DA	PISD PD CONFERENCE	26.38	Y
Totals for Check E00894						171.18		
E00895	07-22-2026	ONLINE PMT1ST BANKC	602362	9928	199-11-6219.00-800-699000	BACKGROUND CHECKS	2.30	Y
			602353	9928	199-11-6399.00-800-630000	CHILD CARE LICENSE FEE	36.04	Y
			602243	4312	199-11-6411.00-001-622000	FFA STATE SPEAKING - LODGING	453.54	Y
			602243	4312	199-11-6412.00-001-622000	FFA STATE SPEAKING - LODGING	422.49	Y
			260577	1806	199-13-6411.00-101-611000	LODGING SUMMER CONFERENC	770.40	Y
			601834	0404	199-13-6411.00-101-611000	LODGING DALLAS CONFERENCE	655.32	Y
			602374	2152	199-13-6411.00-999-6230SP	LODGING CPI RENEWAL CONF.	126.81	Y
			601203	9928	199-21-6411.00-999-6990DA	TXSSC HOTEL	1,243.48	Y
			602416	9928	199-21-6411.00-999-6990DA	TXSSCC TRAVEL	200.00	Y
			260577	1806	199-23-6411.00-101-699000	LODGING SUMMER CONFERENC	770.40	Y
			602368	8158	199-23-6411.00-999-6990DA	TASB POLICY ZOOM	50.00	Y
			602360	7706	199-34-6219.00-999-699000	ELDT THEORY- UTLEY	44.95	Y
			602396	7706	199-34-6239.00-999-699000	8 HOUR ONLINE BUS SAFETY	60.00	Y
			602386	7706	199-34-6495.00-999-699000	STICKERS FOR BUS 51,46, SUB17	53.50	Y
			602291	4039	199-36-6499.00-001-691000	THSCA MEMBERSHIP & CONVEN	3,620.00	Y
			602385	6505	199-41-6411.00-701-699000	SUPERINTENDENT	64.92	Y
			602385	6505	199-41-6411.00-701-699000	SUPERINTENDENT	53.07	Y
			602385	6505	199-41-6411.00-701-699000	SUPERINTENDENT	12.70	Y
			602385	6505	199-41-6411.00-701-699000	SUPERINTENDENT	9.96	Y
			601454	6505	199-41-6411.00-701-699000	TREA CONFERENCE 2026	495.78	Y
			602356	6505	199-41-6411.00-701-699000	WEBINAR - POLICY ALERT	50.00	Y
			602030	6505	199-41-6411.00-701-699000	SLI HOTEL	896.43	Y
			602031	6505	199-41-6419.00-702-699000	SLI HOTEL	1,831.87	Y
			601452	6505	199-41-6419.00-702-699000	BOARD TRAVEL	894.60	Y

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			602190	0121	199-51-6256.00-999-699099	MONTHLY PHONE/FAX	579.98	Y
			602231	7706	199-51-6315.00-999-699000	CUSTODIAL SUPPLIES	166.96	Y
			601203	9928	199-52-6411.00-999-6990DA	TXSSC HOTEL	3,396.00	Y
			602316	4255	461-36-6499.00-001-6990FB	DRUM MAJOR BAND CAMP	550.00	Y
			260576	0121	461-36-6499.00-999-6990AD	SAM'S CLUB MBRSHIP RENEWAL	96.63	Y
Totals for Check E00895							17,608.13	
E00896	07-23-2026	ONLINE PMT1ST BANKC	602266	7557	199-13-6411.00-001-611000	LODGING - CAMT SUMMER CONF	928.41	Y
			602264	7557	199-23-6411.00-001-699000	LODGING TASA TXED FEST	776.77	Y
			260578	8651	199-36-6499.99-001-699000	RE:PO 602246 UIL STATE HOTEL	51.01	Y
Totals for Check E00896							1,756.19	
E00897	07-23-2026	WRIGHT NATIONAL FLO	260579	42115261241602	199-00-1411.01-000-600000	FLOOD INS. FINE ARTS	3,838.08	Y
			260580	42115274891001	199-00-1411.01-000-600000	FLOOD INS. COMPETITION GYM	3,838.08	Y
			260581	42115274458801	199-00-1411.01-000-600000	FLOOD INSURANCE PJSH	4,576.00	Y
			260582	42115274442101	199-00-1411.01-000-600000	FLOOD INSURANCE PES	4,564.08	Y
			260579	42115261241602	199-51-6429.01-999-699099	FLOOD INS. FINE ARTS	348.92	Y
			260580	42115274891001	199-51-6429.01-999-699099	FLOOD INS. COMPETITION GYM	348.92	Y
			260581	42115274458801	199-51-6429.01-999-699099	FLOOD INSURANCE PJSH	416.00	Y
			260582	42115274442101	199-51-6429.01-999-699099	FLOOD INSURANCE PES	414.92	Y
Totals for Check E00897							18,345.00	
E00898	07-28-2026	EDI PYMNTSAMAZON C	602480	774R	199-51-6316.00-999-699000	EMERGENCY EXIT LIGHTING	450.78	Y
			602499	3FP1	199-53-6399.00-999-699000	TECH OFFICE SUPPLIES	1,021.90	Y
Totals for Check E00898							1,472.68	
E00899	07-29-2026	TODD ALEXANDER	602527	REG 3 MEAL	199-13-6411.00-999-6250CI	REGION 3 PD	28.50	Y
E00900	07-29-2026	ALYSSA APARICIO	602486	REG 3 MEAL	199-13-6411.00-999-6250CI	REGION 3 PD	28.50	Y
E00901	07-29-2026	SUSAN BISKUP	602526	REG 3 MEAL	199-13-6411.00-999-6250CI	REGION 3 PD	28.50	Y
E00902	07-29-2026	KALEIGH BOUFFARD	602533	REG 3 MEAL	199-41-6411.00-750-699000	MEALS 7/15-16/26 REG.3	28.50	Y
E00903	07-29-2026	JASON CHANDLER	602482	REG 3 MEAL	199-13-6411.00-999-6250CI	REGION 3 PD	28.50	Y
E00904	07-29-2026	GOVCONNECTION, INC.	602441	77817794	199-53-6399.00-999-699000	TEACHER LAPTOPS	5,230.00	Y
			602344	77809532	461-36-6499.00-001-6990IT	REPLACEMENT KEYBOARDS	626.70	Y
Totals for Check E00904							5,856.70	
E00905	07-29-2026	DIRECT ENERGY BUSIN	260586	26201005986891	199-51-6257.00-999-699099	ELECTRICITY 6/11/26 - 7/12/26	62,962.46	Y
E00906	07-29-2026	STACY GARCIA	602517	REG 3 MEAL	199-13-6411.00-999-6250CI	REGION 3 PD	28.50	Y
E00907	07-29-2026	MARK GARRETT	602531	REG 3 MEAL	199-13-6411.00-999-6250CI	REGION 3 PD	28.50	Y
E00908	07-29-2026	AMANDA GOMEZ	602528	REG 3 MEAL	199-13-6411.00-999-6250CI	REGION 3 PD	28.50	Y
E00909	07-29-2026	LAURA HEBEL	602487	REG 3 MEAL	199-13-6411.00-999-6250CI	REGION 3 PD	28.50	Y
E00910	07-29-2026	TANYA KOLAR	602529	REG 3 MEAL	199-13-6411.00-999-6250CI	REGION 3 PD	28.50	Y
E00911	07-29-2026	CASEY MALONE	602523	REG 3 MEAL	199-13-6411.00-999-6250CI	REGION 3 PD	28.50	Y
E00912	07-29-2026	ASHLEY NIETO	602484	REG 3 MEAL	199-13-6411.00-999-6250CI	REGION 3 PD	28.50	Y

For the Month of July

Check Nbr	Check Date	Payee	PO Nbr	Invoice Nbr	Fnd-Fnc-Obj.So-Org-Prog	Reason	Amount	EFT
E00913	07-29-2026	BILLY P PEACOCK	602271	TIVA OMNI	199-11-6411.00-001-622000	LODGING-TIVA OMNI	996.05	Y
E00914	07-29-2026	JODY SANCHEZ	602485	REG 3 MEAL	199-13-6411.00-999-6250CI	REGION 3 PD	28.50	Y
E00915	07-29-2026	PEGGY SCANTLEN	602532	REG 3 MEAL	199-41-6411.00-750-699000	MEALS 7/14-15/26 REG.3	28.50	Y
E00916	07-29-2026	TARA TANNER	602524	REG 3 MEAL	199-13-6411.00-999-6250CI	PO Created by Req: 602571	28.50	Y
E00917	07-29-2026	SARA TREVINO	602534	REG 3 MEAL	199-41-6411.00-750-699000	MEALS 7/15-16/26 REG.3	28.50	Y
E00918	07-29-2026	TIFFANY UTLEY	602483	REG 3 MEAL	199-13-6411.00-999-6250CI	REGION 3 PD	28.50	Y
Total Checks							467,147.78	

End of Report

Palacios ISD
Monthly Investment Report
As of July 31, 2026

POOL INVESTMENTS							
Account Name	Type	Interest Rate	Beginning Balance	Deposits	Withdrawals	Interest	Ending Balance
Lone Star Investment -Bond 2019 (COP)	Pool	0.000%	-	-	-	-	-
Lone Star Investment -Bond 2025 (COP)	Pool	3.840%	1,992,645.21	-	(70,177.25)	6,276.11	1,928,744.07
Lone Star Investment-General Fund (COP)	Pool	3.840%	4,342,762.07	-	-	14,160.75	4,356,922.82
TexPool	Pool	3.650%	29,598.35	-	-	91.73	29,690.08
TOTAL INVESTMENTS:			6,365,005.63	-	(70,177.25)	20,528.59	6,315,356.97
COP- Corporate Overnight Plus Fund							
GENERAL FUND INVESTMENTS							
Account Name	Type	EOM Rate	Beginning Balance	Deposits	Withdrawals	Interest	Ending Balance
First Financial- General Operating	Checking	2.000%	4,369,263.32	467,820.50	(1,819,013.57)	6,443.98	3,024,514.23
First Financial-Payroll	Checking	2.000%	173,864.00	1,254,054.09	(1,256,766.12)	398.83	171,550.80
First Financial-Workers Compensation	Checking	2.000%	73,989.67	-	(628.64)	133.00	73,494.03
American National Money Market **349	MM *349	3.840%	6,116,212.24	-	-	20,010.63	6,136,222.87
American National Business Checking **349	Checking	0.000%	0.01	-	-	-	0.01
TOTAL OPERATING ACCOUNTS:			10,733,329.24	1,721,874.59	(3,076,408.33)	26,986.44	9,405,781.94
DEBT SERVICE INVESTMENTS							
Account Name	Type	EOM Rate	Beginning Balance	Deposits	Withdrawals	Interest	Ending Balance
First Financial-Debt Service	Checking	2.000%	571,742.64	34,984.17	-	1,072.77	607,799.58
			571,742.64			1,072.77	607,799.58
BOND FUND INVESTMENTS							
Account Name	Type	EOM Rate	Beginning Balance	Deposits	Withdrawals	Interest	Ending Balance
First Financial-2021 Bond Account	Int. Public Fund	3.650%	368,554.43	-	(104,363.45)	1,088.86	265,279.84
U.S. Treasury - SLGS Account		3.000%	4,224,051.25	-	-	11,122.21	4,235,173.46
TOTAL BOND FUND INVESTMENTS:			4,592,605.68	-	(104,363.45)	12,211.07	4,500,453.30
						TOTAL FUNDS	60,798.87
							20,829,391.79

The investment portfolio of Palacios ISD is in compliance with the District's investment policy and with relevant provisions of the law.



Peggy Scantlen
Palacios ISD Investment Officer

FUND 699 BOND 2021/2022

Interest Available for Approved Projects:	\$4,396,876.83
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IN PROCESS/COMPLETED PROJECTS

0 Deducted cost of roof 61,400 from total of 100,330.00

FUTURE PROJECTS REQUESTED

INTEREST BALANCE AFTER PROCESSING/COMPLETED AND REQUESTED: \$1,131,825.79

PALACIOS ISD
YTD PERCENT OF BUDGET RECEIVED/EXPENDED
For the period Ending 07/31/2026

Revenue Type	2025-2026 ADOPTED BUDGET	Amended Budget	YTD Revenue	YTD Percent	7/31/2025 YTD PERCENT
5700-LOCAL REVENUE	14,985,247.00	14,985,247.00	15,793,863.11	105%	75%
5800-STATE REVENUE	3,881,958.00	3,881,958.00	3,766,317.63	97%	89%
5900 - FEDERAL REVENUE	272,900.00	272,900.00	776,608.18	285%	83%
TOTAL GENERAL FUND:	19,140,105.00	19,140,105.00	20,336,788.92	106%	77%
Expenditure by Function	2025-2026 ADOPTED BUDGET	Amended Budget	YTD Expenditures	YTD Percent	7/31/2025 YTD PERCENT
11 - Instruction	9,258,158.00	9,247,340.00	8,252,504.49	89.24%	80.24%
12 - Library	214,331.00	214,331.00	164,114.72	76.57%	87.62%
13 - Staff Development	311,881.00	311,881.00	278,171.87	89.19%	84.46%
21- Leadership	321,698.00	321,698.00	300,590.99	93.44%	128.29%
23 - Principal	953,646.00	953,646.00	847,841.94	88.91%	86.96%
31 - Counseling	434,466.00	434,466.00	347,492.22	79.98%	71.28%
33 - Nurse	242,619.00	242,619.00	140,861.95	58.06%	88.06%
34 - Transportation	643,116.00	643,116.00	554,361.63	86.20%	92.67%
36- Extracurricular	1,194,865.00	1,194,865.00	1,096,909.58	91.80%	111.18%
41 - Administration	892,306.00	892,306.00	722,215.21	80.94%	79.19%
51 - Maintenance	3,385,913.00	3,385,913.00	3,133,028.61	92.53%	98.56%
52 - Security	300,774.00	300,774.00	254,194.53	84.51%	92.83%
53 - Technology	543,513.00	543,513.00	505,134.69	92.94%	91.01%
61- Community Services	48,047.00	48,047.00	43,798.73	91.16%	93.01%
81- Capital Outlay (Fund Bal)	-	-	-	0.00%	64.07%
91 - Excess Local Revenue	-	-	-	0.00%	33.75%
93-Shared Services	-	10,818.00	10,817.96	0.00%	0.00%
99 - Tax Appraisal	606,861.00	606,861.00	492,040.58	81.08%	84.51%
8911 - Transfers Out		-	-	0.00%	0.00%
GENERAL FUND EXPENSES:	19,352,194.00	19,352,194.00	17,144,079.70	88.59%	82.85%
NET REVENUE/EXPENSES:	(212,089.00)	(212,089.00)	3,192,709.22		
NOTE: AFTER 11 MONTH OF OPERATION, EXPENDITURES SHOULD NOT EXCEED 92%					
CHILD NUTRITION	2025-2026 ADOPTED BUDGET	Amended Budget	YTD	YTD Percent	7/31/2025 YTD PERCENT
FUND 240 REVENUES	1,036,744.00	1,036,744.00	829,255.06	79.99%	87.69%
FUND 240 EXPENDITURES	1,036,744.00	1,036,744.00	775,535.53	74.80%	74.75%
CHILD NUTRITION NET:	-	-	53,719.53		
DEBT SERVICE	2025-2026 ADOPTED BUDGET	Amended Budget	YTD	YTD Percent	7/31/2025 YTD PERCENT
FUND 599 REVENUES	8,104,118.00	8,104,118.00	6,666,114.76	82.26%	108.70%
FUND 599 EXPENDITURES	8,104,118.00	8,104,118.00	6,113,241.43	75.43%	99.89%
DEBT SERVICE NET:	-	-	552,873.33		
	2025-2026 ADOPTED BUDGET	Amended Budget	YTD Totals	YTD Percent	7/31/2025 YTD PERCENT
TOTAL ALL FUNDS-REVENUE	28,280,967.00	28,280,967.00	27,832,158.74	98.41%	82.46%
TOTAL ALL FUNDS-EXPENSES	28,493,056.00	28,493,056.00	24,032,856.66	84.35%	67.86%
NET REVENUE/EXPENSES:	(212,089.00)	(212,089.00)	3,799,302.08		

PALACIOS ISD **3 YEAR BOND SPENDING PLAN FUND 695**

as of 07/31/2026

YEAR 1: 2025-2026			
	AMOUNT BUDGETED	AMOUNT ACTUAL	Difference
TECHNOLOGY:			
Chromebooks	\$ 130,250.00	\$ 158,102.50	\$ (27,852.50)
Teacher Laptops	\$ 14,440.00	\$ 14,440.00	\$ -
MIST License Renewal	\$ 25,000.00	\$ -	\$ 25,000.00
Network Switch Refresh			
Security Camera Additions	\$ 1,000.00	\$ 778.00	\$ 222.00
TECHNOLOGY Cargo Van	\$ 39,675.00	\$ -	\$ 39,675.00
Total:	\$ 210,365.00	\$ 173,320.50	\$ 37,044.50
MAINTENANCE:			
Kubota 60" Zero Turn	\$ 18,200.00	\$ 16,807.72	\$ 1,392.28
Kubota 72" Zero Turn	\$ 18,200.00	\$ 17,587.72	\$ 612.28
Genie Boom Lift	\$ 88,650.00	\$ 48,720.00	\$ 39,930.00
Genie Scissor Lift	\$ 27,400.00	\$ 25,200.00	\$ 2,200.00
Scissor Lift Trailer	\$ 5,950.00	\$ 5,950.00	\$ -
Kubota Zero Turn Trailer	\$ 5,700.00	\$ 5,047.20	\$ 652.80
Ford F150 Pickup->2026 CHEV 1500	\$ 38,970.00	\$ 35,590.75	\$ 3,379.25
Ford F250 Pickup->2026 CHEV 2500	\$ 49,530.00	\$ 54,407.75	\$ (4,877.75)
Tire Balancer-New Item	\$ 9,999.00	\$ 9,999.00	\$ -
Tire Changer-New Item	\$ 10,998.77	\$ 9,959.00	\$ 1,039.77
		\$ -	\$ -
Total:	\$ 273,597.77	\$ 229,269.14	\$ 44,328.63
TRANSPORTATION			
3 72-Passenger Buses	\$ 470,000.00	\$ 465,791.01	\$ 4,208.99
Suburban	\$ 60,000.00	\$ 63,554.50	\$ (3,554.50)
Police Car (was:12-Passenger Van)	\$ 47,255.00	\$ 46,023.32	\$ 1,231.68
Police Car-allowance of \$10,000 to outfit	\$ 10,000.00	\$ 9,997.81	\$ 2.19
Transfinder Software->Transact Comm	\$ 34,967.00	\$ 34,966.00	\$ 1.00
AG DEPT-Flatbed Trailer 102" X 28'	\$ 20,500.00	\$ 13,249.00	\$ 7,251.00
SPED Suburban	\$ 60,000.00	\$ 60,178.25	\$ (178.25)
SPED Van	\$ 80,000.00	\$ -	\$ 80,000.00
Bus Camera System			
Total:	\$ 782,722.00	\$ 693,759.89	\$ 88,962.11

2025-2026 TOTAL \$ 1,266,684.77 \$ 1,096,349.53 \$ 170,335.24

ROUNDED: \$ 1,250,000.00

3 YEAR TOTAL \$ 2,913,665.77

3 YEAR ROUNDED TOTAL \$ 2,960,000.00

YEAR 2: 2026-2027	
	AMOUNT
TECHNOLOGY:	
Chromebooks	\$ 62,500.00
Teacher Laptops	\$ 15,000.00
MIST License Renewal	
Network Swith Refresh	
Security Camera Additions	
TECHNOLOGY Cargo Van	
Total:	\$ 77,500.00
MAINTENANCE:	
Tractor moved to 2025-2026	
Ford F150 Pickup	\$ 45,000.00
Ford F250 Pickup	\$ 54,000.00
Total:	\$ 99,000.00
TRANSPORTATION	
3 72-Passenger Buses	\$ 500,000.00
Suburban (changed to Traverse)	
12-Passenger Van	\$ 60,000.00
Transfinder Software	\$ 22,500.00
Traverse	\$ 39,531.00
Total:	\$ 622,031.00

2026-2027 TOTAL \$ 798,531.00

\$ 850,000.00

YEAR 3: 2027-2028	
	AMOUNT
TECHNOLOGY:	
Chromebooks	\$ 68,750.00
Teacher Laptops	\$ 15,000.00
MIST License Renewal	
Network Swith Refresh	\$ 50,000.00
Security Camera Additions	
TECHNOLOGY Cargo Van	
Total:	\$ 133,750.00
MAINTENANCE:	
Kubota 60" Zero Turn	\$ 18,200.00
Ford F150 Pickup	
Total:	\$ 18,200.00
TRANSPORTATION	
2 72-Passenger Buses	\$ 400,000.00
(2) Suburban (One for Elementary)	\$ 128,000.00
12-Passenger Van	\$ 62,000.00
Transfinder Software	\$ 21,500.00
SPED Van	\$ 85,000.00
Total:	\$ 696,500.00

2027-2028 TOTAL \$ 848,450.00

\$ 860,000.00