

**Comprehensive  
Annual Financial Report  
of the**

**SAN ANGELO  
INDEPENDENT SCHOOL DISTRICT  
San Angelo, Texas**

**For The Year Ended August 31, 2013**

**Prepared by  
FINANCE DEPARTMENT**

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SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE YEAR ENDED AUGUST, 31, 2013

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CERTIFICATE OF BOARD

San Angelo Independent School District  
Name of School District

Tom Green  
County

226903  
Co.-Dist. Number

We, the undersigned, certify that the attached annual financial reports of the above-named school district were reviewed and (check one)  approved  disapproved for the year ended August 31, 2013 at a meeting of the Board of Trustees of such school district on the 21st day of January, 2014.

SIGNED CERTIFICATE IS ON FILE WITH THE DISTRICT

\_\_\_\_\_  
Signature of Board Secretary

\_\_\_\_\_  
Signature of Board President

If the Board of Trustees disapproved of the auditors' report, the reason(s) for disapproving it is (are): (attach list as necessary)

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# **INTRODUCTORY SECTION**

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San Angelo Independent School District  
Business Services  
1621 University  
San Angelo, Texas 76904  
(325)947-3766 PHONE  
(325)949-1415 FAX

January 9, 2014

Members of the Board of Trustees and Citizens of  
San Angelo Independent School District

We are submitting this comprehensive annual financial report of the San Angelo Independent School District (the District) for the fiscal year ended August 31, 2013.

This report is presented in four sections as described below.

1. **Introductory Section** – This section includes this transmittal letter, a list of principal District officials, the District’s organization chart, and the ASBO Certificate of Excellence in Financial Reporting for the prior fiscal year comprehensive annual financial report.
2. **Financial Section** – This section includes the independent auditor’s report on the audit of the financial statements, management’s discussion and analysis of the District’s financial performance for the year, the District’s financial statements, notes to the financial statements, and supplementary statements and schedules.
3. **Statistical Section** – This section is not audited. It includes selected financial and demographic information, primarily in table form for multiple years.
4. **Single Audit Section** – This section includes the independent auditor’s reports on internal control and compliance with laws, regulations, and grant provisions. Related schedules and documents required by laws and regulations are also included as listed in the table of contents.

Management is fully responsible for the completeness and reliability of all the information included in this report. As a basis for making these representations, management of the District has established an internal control framework designed both to protect the District’s assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District’s financial statements in conformity with generally accepted accounting principles in the United States of America (GAAP). Because the benefits of internal control should be more than their cost, the District’s internal control framework has been designed to provide reasonable rather than absolute assurance that the financial statements will not contain material misstatements. In our capacity as management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Texas Education Code requires an annual audit of the District’s financial statements. The Board of Trustees selected Webb & Webb, a firm of licensed certified public accountants to audit this year’s financial statements. The goal of an independent audit is to provide reasonable

assurance that the financial statements of the District for fiscal year ended August 31, 2013, are free of material misstatement. The audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based on the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended August 31, 2013, and are fairly stated in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report. The independent audit of the District's financial statements was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on the administration of federal awards. These reports are found in the fourth section of the report, the single audit section.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This transmittal letter is designed to complement MD&A and should be read in conjunction with it. The District's MD&A may be found in the financial section immediately following the independent auditor's report.

## **PROFILE OF THE DISTRICT**

The San Angelo Independent School District is located 210 miles west northwest of Austin, Texas in Tom Green County, Texas. The District is empowered to levy property taxes on all real and personal property within its boundaries.

The District is governed by a seven member Board of Trustees (the Board) elected by the registered voters of the District. The Board is responsible, among other things, for adopting and amending the annual budget, making policy, setting goals, approving contracts and personnel appointments, and hiring the superintendent. The superintendent is responsible for carrying out the policies of the Board and for overseeing the day-to-day operations of the District.

The District offers a state mandated, locally derived, standards-based curriculum to all of its students and is focused on high levels of student achievement. Through the District's pre-kindergarten through twelfth grade programs, students receive instruction in over seventy different areas; from reading and language arts in the lower grades to advanced calculus, physics, fine arts, and vocational programs in the District's secondary schools. In addition to regular education programs, the District offers additional services in programs such as special education, bilingual, gifted and talented, head start, early head start, and academic alternative education.

The annual budget is the foundation of the District's financial planning and control. After public hearings, the budget is legally enacted by Board resolution each year prior to September 1. Once it is approved, the budget can only be changed at the function and fund level by amendments

approved by a majority of the members of the Board. Budget-to-actual comparisons are provided in this report for the General Fund, the Food Service special revenue fund, and the Debt Service Fund. The comparison for the General Fund is presented in Exhibit G-1, and the Food Service and Debt Service funds in Exhibits J-4 and J-5, respectively. Most of the other special revenue funds are controlled by project-length budgets approved by State and Federal grantor agencies, for which budget-to-actual comparisons are not included in this report. A project-length spending plan, as outlined in the ordinances, which authorized the bond issues, is used for the Capital Project Fund.

## **FACTORS AFFECTING FINANCIAL CONDITION**

The financial statement information can be better understood when it is considered from the broad perspective of the specific environment within which the District operates.

**Local economy** – West Texas cities tend to be widely dispersed. San Angelo is one of the largest cities in West Central Texas and serves as the center of commerce, government, medicine, and religion for an expansive area. Three U. S. highways and one State highway serve San Angelo. The San Angelo Regional Airport (Mathis Field) also provides flights that link up with national and international airlines.

San Angelo continues to have a well-diversified economic base with major sectors that include manufacturing, medical care, education, trade, business services, and military. San Angelo is a regional service center for business and agriculture over a fourteen county area. Walmart, Inc./Sam's, AEP Texas North, The Ethicon division of Johnson and Johnson, Verizon Communications, San Angelo Community Medical Center, Shannon Medical Center, Goodfellow Air Force Base, and many other local businesses provide the economic potential of San Angelo.

There are three institutions of higher education in San Angelo. Angelo State University (ASU) offers baccalaureate programs in numerous arts, science, business, education, and medical fields and graduate degrees in seven fields of science, education, arts, and business. Howard College has an extension campus in San Angelo, which concentrates predominately in technical and occupational fields of study. American Commercial College is a private college serving career education through associated programs.

**Long-term financial planning** - Applying conservative principles and proactive staffing guidelines and practices, San Angelo ISD has been able to maintain a strong financial position. Future budgets will be based on the same principles and the district should be able to meet all of its current needs. In addition, the District continues construction and renovations funded in a \$117,000,000 bond election in 2008. The Bonds were issued April 23, 2009. Proceeds and activities to date on the bond projects are reported in a major capital projects fund.

**Major Initiatives** – The District has not taken on any new major initiatives that are expected to affect future financial position of the district.

**Cash management policies and practices** – Texas’ Public Funds Investment Act contains specific provisions regarding investment practices, management reports, and establishment of appropriate policies. It requires the District to adopt, implement, and publicize an investment policy. The policy must address the areas of safety and liquidity of investment principal, portfolio diversification, allowable investments, acceptable risk levels, rate of return, maximum allowable maturity of portfolio investments, and investment staff quality and capabilities. State statute authorizes a variety of allowable investments.

During the 2013 fiscal year, the District invested idle cash in state managed investment pools, U.S. Government Agency Securities, Certificates of Deposit, and commercial paper. The District earned \$488,124 in interest for the fiscal year. The weak US economy has greatly affected the yields and the District aggressively pursues options to maximize these earnings.

**Risk management** – The District purchased commercial insurance to cover its exposure to loss from theft, property damage, errors and omissions, and natural disasters. The District participated in a risk management pool for general liability, vehicle coverage. As benefits for employees the district contributes toward health insurance plans, is self- insured for workers’ compensation in a multi-district program, and has coverage for unemployment thru a risk management pool.

Additional information on the District’s risk management plans is in Notes IV.J. and IV.K. in this report.

**Pension benefits** – The District provides pension benefits for its employees through the Teacher Retirement System of Texas (TRS), a cost-sharing multiple employer-defined benefit pension plan. In fiscal 2013, eligible employees contributed 6.4% of their compensation to the plan. The state matched the employee contributions with 6.4% of compensation up to the statutory minimum. The District made contributions for salaries above the state minimum and federal programs provide the matching contributions for employees working in the program. Legislation requires school districts to contribute 0.55% of each member employee’s salary each month to fund the system’s medical insurance plan for retired members. The District was subject to a surcharge of 12.8% of salary paid to TRS retirees who return to the workforce. Additional information is found in Note IV.I. in the notes to the financial statements.

## **AWARDS AND ACKNOWLEDGMENTS**

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to San Angelo ISD for its comprehensive annual financial report for the fiscal year ended August 31, 2012. To be awarded a Certificate of Excellence, a school district must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Excellence is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Excellence Program’s

Board of Trustees and Citizens

January 9, 2014

requirements and we are submitting it to the ASBO to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance and administrative departments. We express our appreciation to all of the staff members who assisted and contributed to the preparation of this report. Credit must also be given to the members of the Board of Trustees for their support and leadership.

Respectfully submitted,

A handwritten signature in cursive script that reads "Jeff Bright".

Jeff Bright, Assistant Superintendent Business and Operations

Signed reports on file with the District

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
DISTRICT OFFICIALS, STAFF AND CONSULTANTS  
FOR THE YEAR ENDED AUGUST 31, 2013

**Elected Officials – Board of Trustees**

<u>Name and Title</u>	<u>Term Expires</u>	<u>Occupation</u>
Lanny Layman, President	May 2015	President / CEO – Standard Sales Company, LP
Max Parker, Vice President	May 2015	Attorney
Tim Archer, Treasurer	May 2017	Owner / Manager, Archer Floor Company
Gerard Gallegos, Secretary	May 2015	Access Billing Rep. / Verizon, Inc.
Art Hernandez, Trustee	May 2017	Funeral and Cemetery Family Service Counselor
Bill Dendle, Trustee	May 2017	Managing Partner, Angelo Plumbing Supply
Ami Mizell-Flint, Trustee	May 2017	Freelance Writer

**Selected Administrative Staff**

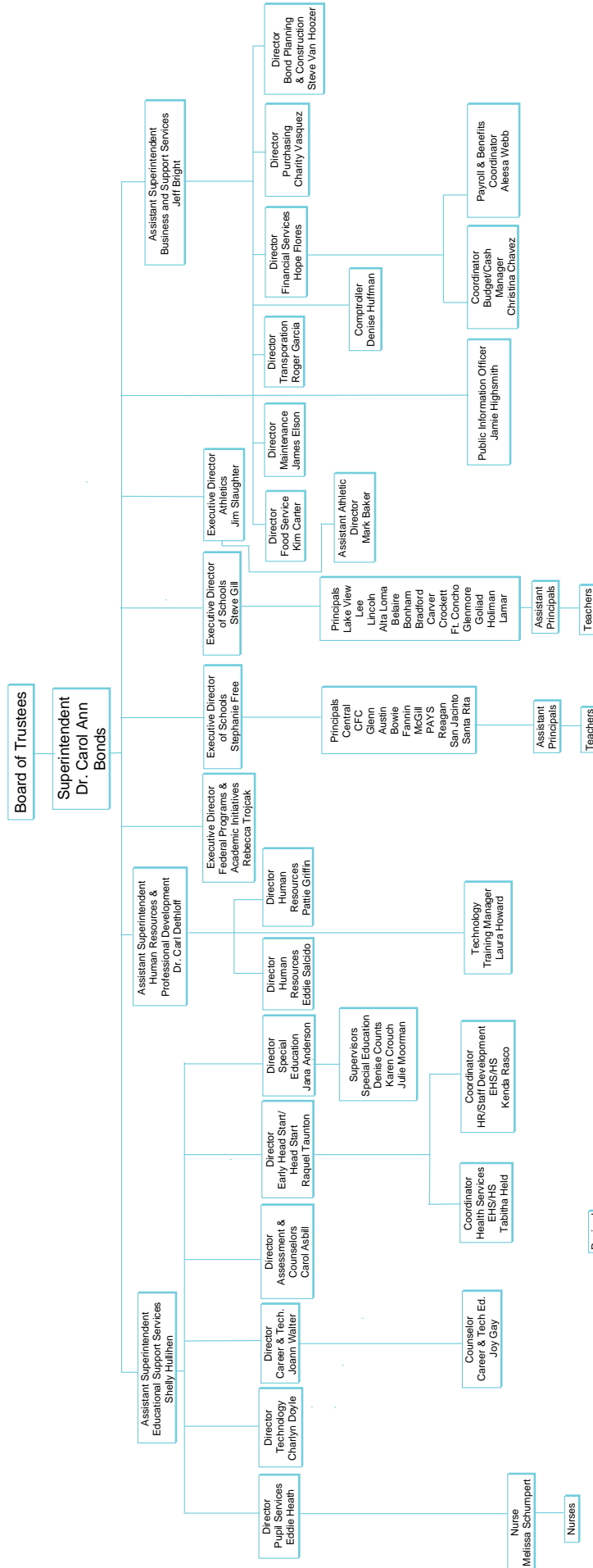
<u>Name</u>	<u>Position</u>	<u>Length of Service</u>	<u>Total School District Service</u>
Dr. Carol Ann Bonds	Superintendent of Schools	7 Years	34 Years
Shelly Hullihen	Assistant Superintendent, Educational Support Services	6 Years	33 Years
Jeff Bright	Assistant Superintendent, Business & Support Services	10 Years	26 Years
Carl Dethloff	Assistant Superintendent, Human Resources & Staff Development	4 Years	21 Years
Denise Huffman	Comptroller	11 Years	17 Years
Hope Flores	Director of Financial Services	15 Years	15 Years

**Consultants and Advisors**

Auditors.....	Webb and Webb Certified Public Accountants San Angelo, Texas
Bond Counsel.....	Fulbright & Jaworski, L.L.P. Dallas, Texas
Financial Advisor.....	First Southwest Company Dallas, Texas



# San Angelo Independent School District Administrative Organizational Chart School Year 2012-2013



Revised 2/2013

# Association of School Business Officials International



*The Certificate of Excellence in Financial Reporting Award  
is presented to*

## San Angelo Independent School District

*For Its Comprehensive Annual Financial Report (CAFR)  
For the Fiscal Year Ended August 31, 2012*

The CAFR has been reviewed and met or exceeded  
ASBO International's Certificate of Excellence standards



A handwritten signature in black ink, appearing to read "Ron McCulley".

Ron McCulley, CPPB, RSBO  
President

A handwritten signature in black ink, appearing to read "John D. Musso".

John D. Musso, CAE, RSBA  
Executive Director

## **FINANCIAL SECTION**

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**UNMODIFIED OPINION ON BASIC FINANCIAL STATEMENTS  
ACCOMPANIED BY REQUIRED SUPPLEMENTARY INFORMATION  
AND OTHER SUPPLEMENTARY INFORMATION INCLUDING THE  
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL  
AWARDS**

Independent Auditor's Report

Board of Trustees  
San Angelo Independent School District  
1621 University Avenue  
San Angelo, Texas 76904

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of San Angelo Independent School District (the District) as of and for the year ended August 31, 2013, and the notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

**Management's Responsibility for the Financial Statements**

Managements is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation of fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall financial statement presentation.

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

### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the San Angelo Independent School District as of August 31, 2013, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

### **Emphasis of a Matter**

As described in Note I.E.16 to the financial statements, in 2013, the District adopted new accounting guidance, Governmental Accounting Standards Board (“GASB”) Statement No. 65, Items Previously Reported as Assets and Liabilities. Our opinions are not modified with respect to this matter.

### **Other Matters**

#### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis and budgetary comparison immediately following this report and immediately following the notes to the financial statements, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with the auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the San Angelo Independent School District's basic financial statements. The introductory section, combining and other statements, statistical tables, schedule of expenditures of federal awards, and information required by the Texas Education Agency (which is identified in the Table of Contents as Exhibits J-1 through J-5) are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and other statements, schedule of expenditures of federal awards, and information required by the Texas Education Agency are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in

the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and other statements, schedule of expenditures of federal awards, and information required by the Texas Education Agency are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

### **Other Reporting Required by Government Auditing Standards**

In accordance with Government Auditing Standards, we have also issued our report dated December 17, 2013 on our consideration San Angelo Independent School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering San Angelo Independent School District's internal control over financial reporting and compliance.

Webb & Webb

December 17, 2013

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## **Management's Discussion and Analysis San Angelo Independent School District**

In this section of the Annual Financial and Compliance Report, we, the managers of San Angelo Independent School District, discuss and analyze the District's financial performance for the fiscal year ended August 31, 2013. Please read it in conjunction with, the independent auditors' report immediately preceding this report, and the District's Basic Financial Statements, which begin with Exhibit A-1.

### **USING THIS ANNUAL REPORT**

This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Position and the Statement of Activities (Exhibits A-1 and B-1). These provide information about the activities of the District as a whole and present a longer-term view of the District's property and debt obligations and other financial matters. They reflect the flow of total economic resources in a manner similar to the financial reports of a business enterprise.

Fund financial statements (starting with Exhibit C-1) report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. For governmental activities, these statements tell how services were financed in the short term as well as what resources remain for future spending. They reflect the flow of current financial resources, and supply the basis for tax levies and the appropriations budget. For proprietary activities, fund financial statements tell how goods or services of the District were sold to departments within the District or to external customers and how the sales revenues covered the expenses of the goods or services. The remaining statements, fiduciary statements, provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the district.

The notes to the financial statements (immediately after Exhibit E-2) provide narrative explanations or additional data needed for full disclosure in the government-wide statements or the fund financial statements.

The combining and other statements for nonmajor funds contain even more information about the District's individual funds. These are not required by TEA. The sections labeled Compliance Schedules (Required by Texas Education Agency) and Single Audit Section contain data used by monitoring or regulatory agencies for assurance that the District is using funds supplied in compliance with the terms of grants.

### **REPORTING THE DISTRICT AS A WHOLE**

#### ***The Statement of Net Position and the Statement of Activities***

The analysis of the District's overall financial condition and operations begins with Exhibit A-1. Its primary purpose is to show whether the District is better off or worse off as a result of the year's activities. The Statement of Net Position includes all the District's assets and liabilities at the end of the year while the Statement of Activities includes all the revenues and expenses generated by the District's operations during the year. These statements apply the accrual basis of accounting which is the basis used by private sector companies.

All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. The District's revenues are divided into those provided by outside parties who share the costs of some programs, such as tuition received from students from outside the district, food service revenues, rents, and curriculum sales (program revenues), and revenues provided by the taxpayers or by TEA in equalization funding processes (general revenues). All the District's assets are reported whether they serve the current year or future years. Liabilities are considered regardless of whether they must be paid in the current or future years.

These two statements report the District's net position and changes to it. The District's net position (the difference between assets and liabilities) provides one measure of the District's financial health, or financial position. Over time, increases or decreases in the District's net position is one indicator of whether its financial health is improving or deteriorating. To fully assess the overall health of the District, however, you should consider non-financial factors as well, such as changes in the District's average daily attendance or its property tax base and the condition of the District's facilities.

In the Statement of Net Position and the Statement of Activities, we divide the District into two kinds of activities:

- Governmental activities— Most of the District's basic services are reported here, including the instruction, counseling, co-curricular activities, food services, transportation, maintenance, community services, and general administration. Property taxes, tuition, fees, and state and federal grants finance most of these activities.
- Business-type activities— The District charges a fee to “customers” to help it cover all or most of the cost of services it provides in the concessions activity. The District has transferred the rights to sell advertising on a jumbo-tron scoreboard at the District's athletic stadium as payment for installation of the jumbo-tron.

## **REPORTING THE DISTRICT'S MOST SIGNIFICANT FUNDS**

### ***Fund Financial Statements***

The fund financial statements begin with Exhibit C-1 and provide detailed information about the most significant funds—not the District as a whole. Laws and contracts require the District to establish some funds, such as grants received under the Elementary and Secondary Education Act from the U.S. Department of Education. The District's administration establishes many other funds to help it control and manage money for particular purposes (like campus activities) The District's two kinds of funds, governmental and proprietary, use different accounting approaches.

- Governmental funds – Most of the District's basic services are reported in governmental funds. These use modified accrual accounting (a method that measures the receipt and disbursement of cash and all other financial assets that can be readily converted to cash) and report balances that are available for future spending. The governmental fund statements provide a detailed short-term view of the District's general operations and the basic services it provides. We describe the differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation schedules following each of the fund financial

statements.

- Proprietary funds – The District reports the activities for which it charges users (whether outside customers or other units of the District) in proprietary funds using the same accounting methods employed in the Statement of Net Position and the Statement of Activities. The District's enterprise funds, one category of proprietary funds, are the business-type activities reported in the government-wide statements but contain more detail and additional information, such as cash flows. The internal service funds (the other category of proprietary funds) reports activities that provide services for the District's other programs and activities through the District's self-insurance programs.

## THE DISTRICT AS TRUSTEE

### *Reporting the District's Fiduciary Responsibilities*

The District is the trustee, or fiduciary, for money raised by student activities and alumnae scholarship programs. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position, Exhibits E-1 and E-2. We exclude these resources from the District's other financial statements because the District cannot use these assets to finance its operations. The District is only responsible for ensuring that the assets reported in these funds are used for their intended purposes.

## GOVERNMENT WIDE FINANCIAL ANALYSIS

Our analysis focuses on the net position (Table I) and changes in net position (Table II) of the District's governmental and business-type activities. See note W regarding restatement of 2012.

**Table I**  
**San Angelo Independent School District**  
**Net Position**  
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
<b>Assets:</b>						
Current and Other Assets	\$ 52,611	\$ 77,478	\$ 65	\$54	\$ 52,676	\$ 77,532
Capital Assets	198,869	177,560	103	156	198,972	177,716
Total Assets	251,480	255,038	168	256	251,648	255,248
<b>Liabilities:</b>						
Current Liabilities	13,143	16,097	57	70	13,200	16,167
Long Term Liabilities	127,150	131,507	131	166	127,281	131,673
Total Liabilities	140,293	147,604	188	236	140,481	147,840
<b>Net Position:</b>						
Invested in capital assets, net of related debt	76,142	71,331	(28)	(10)	76,114	71,321
Restricted	4,776	4,327	-	-	4,776	4,327
Unrestricted	30,269	31,776	8	(16)	30,277	31,760
Total Net Position	\$111,187	\$107,434	\$(20)	\$(26)	\$111,167	\$107,408

*Net Position.* After prior period restatement to decrease beginning net position by \$1.5 million for immediate write off of bond issuance costs in compliance with GASG 65, the District's total net position improved 3.5 % from \$107.4 million, to \$111.2 million. The District continues to service the \$117 million in bonds issued in fiscal 2009 and has completed five of eleven proposed bond projects.

In the business-type activities, current operations of the Concession Fund were profitable. In the Jumbotron Fund, current charges for interest and depreciation exceeded current advertising revenues. Combining that deficit with Concession Fund gain, the net position in the business activities improved by approximately \$6,000. Net position of the business type activities is unrestricted.

The results of the governmental and business-type activities compared to the results from the prior year are summarized in Table II.

**Table II**  
**San Angelo Independent School District**  
**Changes in Net Position**  
**(in thousands)**

	Governmental Activities		Business- type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenues:						
Program Revenues:						
Charges for Services	\$3,468	\$3,259	\$193	\$174	\$3,661	\$3,433
Operating Grants & Contributions	21,107	24,603	-	-	21,107	24,603
General Revenues:						
Maint & Oper Taxes	38,159	33,528	-	-	38,159	33,528
Debt Service Taxes	8,072	7,737	-	-	8,072	7,737
State Aid Formula Grants	57,369	55,450	-	-	57,369	55,450
Investment Earnings	190	433	-	-	190	433
Miscellaneous	757	996	-	-	757	996
Special Item – Capital Asset Impairment Loss	-	(88)	-	-	-	(88)
Total Revenues	<u>129,122</u>	<u>125,918</u>	<u>193</u>	<u>174</u>	<u>129,315</u>	<u>126,092</u>
Expenses:						
Instruction, Curriculum, Media	69,506	68,524	-	-	69,506	68,524
Instructional/School Leadership	8,567	8,430	-	-	8,567	8,430
Guidance, Social Work, Health &Transportation	8,901	8,927	-	-	8,901	8,927
Child Nutrition	7,633	7,078	-	-	7,633	7,078
Co-curricular Activities	4,938	4,960	-	-	4,938	4,960
General Administration	2,511	2,523	-	-	2,511	2,523
Plant Maint, Security, Data Proc	16,171	16,118	-	-	16,171	16,118
Community Services	267	264	-	-	267	264
Debt Service	6,033	6,063	-	-	6,033	6,063

Other Intergovernmental Charges	846	828	-	-	846	828
Other: Business-type Activities	-	-	183	158	183	158
Total Expenses	<u>125,373</u>	<u>123,715</u>	<u>183</u>	<u>158</u>	<u>125,556</u>	<u>123,873</u>
Excess(Deficiency) before transfers	3,749	2,203	10	16	3,759	2,219
Transfer In (Out)	<u>4</u>	<u>4</u>	<u>(4)</u>	<u>(4)</u>	<u>-</u>	<u>-</u>
Change in Net Position	3,753	2,207	6	12	3,759	2,219
Net Position at September 1	<u>107,434</u>	<u>105,227</u>	<u>(26)</u>	<u>(38)</u>	<u>107,408</u>	<u>105,189</u>
Ending Net Position at August 31	<u>\$111,187</u>	<u>\$107,434</u>	<u>\$(20)</u>	<u>\$(26)</u>	<u>\$111,167</u>	<u>\$107,408</u>

*Changes in Net Position:* Total revenues increased by \$3.2 million (2.5%) over fiscal 2012, as expenses increased by \$1.7 million (1.4 %). Stable enrollment, state funding formula gains, and increased property values improved the District's net position \$3.8 million and allowed the District to make improvements to facilities in addition to those financed by the bond program.

## **FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS**

*Governmental Funds.* The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of remaining resources. In particular, unassigned fund balance often serves as a useful measure of a governmental agency's net resources available for spending at the end of a fiscal year. The board maintains fund balances adequate for sound fiscal management and provide for the stewardship of public funds. Fund balances are primarily used for cash flow purposes, as financial strength indicators for debt rating agencies, in planned capital projects and one-time expenditures, and emergency situations that may arise from internal and external factors. The district maintains policy related to target levels of fund balances.

The District's General Fund reported a slight decrease in fund balance to \$28.4 million. At the end of the fiscal year, the General Fund's unassigned fund balance stood at \$21.8 million. The remainder of the fund balance is non-spendable, restricted, committed, or assigned through board action as required by GASB 54.

The 2008 Bond Fund, the other major governmental fund, ended the fiscal year with a total fund balance of \$3.6 million. This represents funds remaining from the 2008 bond referendum dedicated to the completion in fiscal 2014 of five of the eleven original projects.

The non-major governmental funds include special revenue funds, the Debt Service fund, and the Fieldhouse Fund. Most special revenue funds are budgeted to fully expend current year grants awarded from federal or state initiatives. In the Debt Service Fund, although the debt tax was reduced from \$0.24 to \$0.22 per \$100 of property value, increased property values brought higher debt tax collections. At year-end, the Debt Service Fund had a \$2.6 million fund balance, an increase of \$0.4 million from the prior year. The Fieldhouse fund was a capital projects fund that completed renovations at San Angelo Stadium in fiscal 2012. The fund balance of that fund was transferred to the San Angelo Stadium (special revenue) Fund where revenues from the exclusive beverage contract have been committed by the board for maintaining District athletic facilities.

*Proprietary Funds:* The District’s risk management strategy used an internal service fund to report the accumulation of reserves for self-insurance of workers’ compensation benefits. The reserves are accumulated through payroll charges to the governmental funds based on actuarial estimates of the relevant claims liabilities. The Worker’s Compensation Fund remains stable and reported net position of approximately \$419 thousand available to meet the ongoing claims liabilities. The Health Insurance Fund reported final run out of claims for the District’s former self-insured health plan, which was less than accrued at prior year end, leaving a small fund balance for employee wellness programs. The internal service funds are consolidated into the governmental activities in the government-wide financial statements. Additional information about the internal service funds is found in note IV.J in this report.

*Enterprise Funds:* The funds reported in the government wide financial statements as business-type activities are the District’s enterprise funds. The business-type activities are relatively insignificant to the overall operations of the District. The Concession Fund reported net revenue on concession services. Current charges for interest and depreciation exceeded current advertising revenues in the Jumbotron Fund.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

### Capital Assets

At the end of 2013 the District had \$198.9 million (net of accumulated depreciation) invested in a broad range of capital assets, including land, construction in progress, buildings and improvements, and furniture and equipment. This amount represents an increase of \$21.3 million from the prior year. Increases and decreases to investment in capital assets in governmental activities are shown below (**in thousands**):

#### San Angelo ISD Capital Assets (Governmental Activities)

Increases:

Furniture and Equipment	\$ 987	
Vehicles	1,167	
Buildings and Site Improvements	<u>45,181</u>	\$ 47,335

(Decreases):

Construction Work in Progress		
Project costs incurred	\$25,090	
Projects completed-increasing other categories		
Lee Middle School Bond Project	(12,404)	
Holiman Elementary Bond Project	( 7,358)	
Goliad Elementary Bond Project	( 9,152)	
Crockett Elementary Bond Project	( 8,255)	
San Jacinto Elementary Bond Project	( 6,011)	
Glenn Middle and Central Freshman HVAC	( 1,506)	
Fort Concho Elementary HVAC	( 662)	
Track Surfaces at SAS and Lake View High	( 659)	
Additional costs on administration HVAC	( 2)	
Item costs below \$5,000 capitalization limit	<u>( 499)</u>	(21,418)

Buildings and Vehicles sold	(238)	
Less accumulated depreciation	238	
Abandoned and obsolete equipment	(1,045)	
Less accumulated depreciation	<u>1,045</u>	
Current year depreciation		<u>( 4,608)</u>

Net increase to capital assets (governmental activities) \$21,309

Annual depreciation decreased the capital asset of the business type activity, a jumbotron, from \$156 thousand to \$103 thousand in fiscal 2013.

Additional information regarding capital assets is presented in note IV.F. in this report.

## Debt

Bonds payable totaling \$124.5 million have maturities scheduled into 2034 with fixed interest rates ranging from 3.6% to 5.25%. The District's bonds are rated AA- by Standard and Poor's and AA by Fitch. Other obligations of the district include a retirement benefit for unused vested sick leave and a capital lease accounted for in the proprietary Jumbo-tron Fund. More information about debt can be found at Note IV. H. in this report.

## GENERAL FUND BUDGETARY HIGHLIGHTS

The District's Board of Trustees adopts the general fund, debt service, and food service fund budgets annually. Over the course of the year, the Board of Trustees revised the District's general fund budget several times. These budget amendments fall into three categories. The first category includes amendments and supplemental appropriations that were approved shortly after the beginning of the year for items the board committed from prior year fund balance. The second category includes changes that the Board made during the year. The third category involved amendments that moved funds from programs that did not need all the resources originally appropriated to programs with resource needs. Revenues were amended for increased tax collections, to adjust state formula allotments and to increase federal revenues related to health services. The principal expenditure amendments were to budget capital expenditures. In the general fund, actual revenues reported were 101% of the amended budget and expenditures were 98 % of the amended budget. Actual expenditures exceeded revenue by \$1.6 million.

## ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

As the 2013-2014 budget was prepared, the district maintained its maintenance and operating tax rate at \$1.04 and the debt tax rate at \$0.22 per \$100 of property value. The District budgeted an increase in local property tax collections due to increased property values. Enrollment is a major factor in determining state revenues for the district as funding formulas are driven by average daily student attendance. Enrollment is forecast to remain stable or slightly increase. Budgeted revenues available for appropriation in the general fund budget are \$100.58 million and expenditures are budgeted at approximately \$96.78 million. Net budgeted revenue will be utilized for capital outlay requests to be considered if enrollment meets projections.

## **CONTACTING THE DISTRICT'S MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District's business office at San Angelo Independent School District, 1621 University, San Angelo, Texas 76904.



# **BASIC FINANCIAL STATEMENTS**

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SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
AUGUST 31, 2013

EXHIBIT A-1

Data Control Codes	1	2	3
	Primary Government		
	Governmental Activities	Business Type Activities	Total
<b>ASSETS</b>			
1110 Cash and Cash Equivalents	\$ 17,086,765	\$ 60,173	\$ 17,146,938
1120 Current Investments	10,686,937	-	10,686,937
1220 Property Taxes Receivable (Delinquent)	1,731,017	-	1,731,017
1230 Allowance for Uncollectible Taxes	(84,820)	-	(84,820)
1240 Due from Other Governments	4,915,702	-	4,915,702
1250 Accrued Interest	55,152	-	55,152
1290 Other Receivables, net	1,840,305	4,883	1,845,188
1300 Inventories	840,098	-	840,098
1410 Prepayments	1,140,922	-	1,140,922
Capital Assets:			
1510 Land	6,842,962	-	6,842,962
1520 Buildings, Net	116,674,562	-	116,674,562
1530 Furniture and Equipment, Net	7,705,745	-	7,705,745
1550 Leased Property Under Capital Leases, Net	-	102,542	102,542
1580 Construction in Progress	67,645,796	-	67,645,796
1800 Restricted Assets	383,992	-	383,992
1910 Long Term Investments	14,015,015	-	14,015,015
1000 Total Assets	<u>251,480,150</u>	<u>167,598</u>	<u>251,647,748</u>
<b>LIABILITIES</b>			
2110 Accounts Payable	6,696,914	151	6,697,065
2140 Interest Payable	254,209	-	254,209
2150 Payroll Deductions & Withholdings	163,287	-	163,287
2160 Accrued Wages Payable	3,074,934	-	3,074,934
2180 Due to Other Governments	27,963	-	27,963
2190 Due to Student Groups	2,809	-	2,809
2200 Accrued Expenses	508,308	-	508,308
2300 Unearned Revenue	2,414,406	57,144	2,471,550
Noncurrent Liabilities			
2501 Due Within One Year	4,400,000	68,178	4,468,178
2502 Due in More Than One Year	122,750,610	62,263	122,812,873
2000 Total Liabilities	<u>140,293,440</u>	<u>187,736</u>	<u>140,481,176</u>
<b>NET POSITION</b>			
3200 Net Investment in Capital Assets	76,142,025	(27,899)	76,114,126
Restricted for:			
3820 Restricted for Federal and State Programs	1,976,208	-	1,976,208
3850 Restricted for Debt Service	2,611,930	-	2,611,930
3890 Restricted for Other Purposes	187,520	-	187,520
3900 Unrestricted	30,269,027	7,761	30,276,788
3000 Total Net Position	<u>\$ 111,186,710</u>	<u>\$ (20,138)</u>	<u>\$ 111,166,572</u>

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

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED AUGUST 31, 2013

Data Control Codes	1	Program Revenues	
		3	4
	Expenses	Charges for Services	Operating Grants and Contributions
<b>Primary Government:</b>			
<b>GOVERNMENTAL ACTIVITIES:</b>			
11 Instruction	\$ 66,826,951	\$ 515,623	\$ 10,835,637
12 Instructional Resources and Media Services	1,517,811	-	59,347
13 Curriculum and Staff Development	1,161,151	-	585,362
21 Instructional Leadership	1,876,257	5,863	422,723
23 School Leadership	6,690,570	257,965	716,587
31 Guidance, Counseling and Evaluation Services	4,648,827	-	941,759
32 Social Work Services	642,501	-	203,778
33 Health Services	674,661	-	174,883
34 Student (Pupil) Transportation	2,934,984	-	120,503
35 Food Services	7,633,433	1,931,106	5,877,388
36 Extracurricular Activities	4,938,248	219,150	97,477
41 General Administration	2,510,566	-	93,663
51 Facilities Maintenance and Operations	13,316,353	538,180	763,114
52 Security and Monitoring Services	440,045	-	5,487
53 Data Processing Services	2,414,907	-	84,885
61 Community Services	266,562	-	119,427
72 Debt Service - Interest on Long Term Debt	6,032,495	-	-
81 Capital Outlay	-	-	4,972
99 Other Intergovernmental Charges	846,240	-	-
[TG] Total Governmental Activities:	<u>125,372,562</u>	<u>3,467,887</u>	<u>21,106,992</u>
<b>BUSINESS-TYPE ACTIVITIES:</b>			
01 Concession Fund	95,177	110,157	-
02 JumboTron	88,037	82,584	-
[TB] Total Business-Type Activities:	<u>183,214</u>	<u>192,741</u>	<u>-</u>
[TP] TOTAL PRIMARY GOVERNMENT:	<u>\$ 125,555,776</u>	<u>\$ 3,660,628</u>	<u>\$ 21,106,992</u>
Data Control Codes	General Revenues:		
	Taxes:		
MT	Property Taxes, Levied for General Purposes		
DT	Property Taxes, Levied for Debt Service		
GC	Grants and Contributions not Restricted		
IE	Investment Earnings		
MI	Miscellaneous Local and Intermediate Revenue		
FR	Transfers In (Out)		
TR	Total General Revenues & Transfers		
CN	Change in Net Position		
NB	Net Position - Beginning		
NE	Net Position--Ending		

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

Net (Expense) Revenue and Changes in Net Position		
6	7	8
Primary Government		
Governmental Activities	Business-type Activities	Total
\$ (55,475,691)	\$ -	\$ (55,475,691)
(1,458,464)	-	(1,458,464)
(575,789)	-	(575,789)
(1,447,671)	-	(1,447,671)
(5,716,018)	-	(5,716,018)
(3,707,068)	-	(3,707,068)
(438,723)	-	(438,723)
(499,778)	-	(499,778)
(2,814,481)	-	(2,814,481)
175,061	-	175,061
(4,621,621)	-	(4,621,621)
(2,416,903)	-	(2,416,903)
(12,015,059)	-	(12,015,059)
(434,558)	-	(434,558)
(2,330,022)	-	(2,330,022)
(147,135)	-	(147,135)
(6,032,495)	-	(6,032,495)
4,972	-	4,972
(846,240)	-	(846,240)
<u>(100,797,683)</u>	<u>-</u>	<u>(100,797,683)</u>
-	14,980	14,980
-	(5,453)	(5,453)
-	9,527	9,527
<u>(100,797,683)</u>	<u>9,527</u>	<u>(100,788,156)</u>
38,159,162	-	38,159,162
8,072,121	-	8,072,121
57,369,244	-	57,369,244
189,976	-	189,976
756,568	-	756,568
3,584	(3,584)	-
<u>104,550,655</u>	<u>(3,584)</u>	<u>104,547,071</u>
3,752,972	5,943	3,758,915
107,433,738	(26,081)	107,407,657
<u>\$ 111,186,710</u>	<u>\$ (20,138)</u>	<u>\$ 111,166,572</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
AUGUST 31, 2013

Data Control Codes	10 General Fund	60 2008 Bond Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS</b>				
1110 Cash and Cash Equivalents	\$ 11,667,373	\$ 146,565	\$ 4,707,864	\$ 16,521,802
1120 Investments - Current	3,181,973	7,504,964	-	10,686,937
1220 Property Taxes - Delinquent	1,461,475	-	269,542	1,731,017
1230 Allowance for Uncollectible Taxes (Credit)	(71,612)	-	(13,208)	(84,820)
1240 Receivables from Other Governments	2,163,451	-	2,752,251	4,915,702
1250 Accrued Interest	32,486	22,188	478	55,152
1260 Due from Other Funds	1,447,234	-	11	1,447,245
1290 Other Receivables	1,577,331	192,352	62,199	1,831,882
1300 Inventories	-	-	840,098	840,098
1410 Prepayments	977,720	-	138,202	1,115,922
1900 Other Assets	13,764,365	-	250,650	14,015,015
1000 Total Assets	<u>\$ 36,201,796</u>	<u>\$ 7,866,069</u>	<u>\$ 9,008,087</u>	<u>\$ 53,075,952</u>
<b>LIABILITIES</b>				
2110 Accounts Payable	\$ 2,192,031	\$ 4,263,588	\$ 241,295	\$ 6,696,914
2150 Payroll Deductions and Withholdings Payable	163,287	-	-	163,287
2160 Accrued Wages Payable	3,074,934	-	-	3,074,934
2170 Due to Other Funds	11	76	1,447,158	1,447,245
2180 Due to Other Governments	7,392	-	20,571	27,963
2190 Due to Student Groups	-	-	2,809	2,809
2300 Unearned Revenues	1,084,143	-	1,330,263	2,414,406
2000 Total Liabilities	<u>6,521,798</u>	<u>4,263,664</u>	<u>3,042,096</u>	<u>13,827,558</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
2601 Unavailable Revenue - Property Taxes	1,235,874	-	221,066	1,456,940
2600 Total Deferred Inflows of Resources	<u>1,235,874</u>	<u>-</u>	<u>221,066</u>	<u>1,456,940</u>
<b>FUND BALANCES</b>				
Nonspendable Fund Balance:				
3410 Inventories	-	-	840,098	840,098
3430 Prepaid Items	977,720	-	-	977,720
Restricted Fund Balance:				
3450 Federal or State Funds Grant Restriction	-	-	1,976,208	1,976,208
3470 Capital Acquisition and Contractual Obligation	-	3,602,405	-	3,602,405
3480 Retirement of Long-Term Debt	1,075,374	-	2,611,930	3,687,304
3490 Other Restricted Fund Balance	187,520	-	-	187,520
Committed Fund Balance:				
3510 Construction	775,000	-	-	775,000
3530 Capital Expenditures for Equipment	1,500,000	-	-	1,500,000
3545 Other Committed Fund Balance	2,147,421	-	316,689	2,464,110
3600 Unassigned Fund Balance	21,781,089	-	-	21,781,089
3000 Total Fund Balances	<u>28,444,124</u>	<u>3,602,405</u>	<u>5,744,925</u>	<u>37,791,454</u>
4000 Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ 36,201,796</u>	<u>\$ 7,866,069</u>	<u>\$ 9,008,087</u>	<u>\$ 53,075,952</u>

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

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE  
STATEMENT OF NET POSITION  
AUGUST 31, 2013

<b>Total Fund Balances - Governmental Funds</b>	\$	37,791,454
<b>1</b> The District uses internal service funds to charge the costs of self-insurance to appropriate functions in other funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. The net effect of this consolidation is to increase(decrease) net position.		474,070
<b>2</b> Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. In addition, long-term liabilities, including bonds payable, are not due and payable in the current period, and, therefore are not reported as liabilities in the funds. Beginning of year balances were: Capital Assets - \$241,722,279; Accumulated Depreciation - \$(64,162,220); Long term Debt - \$(131,506,784); Accrued Interest Payable - \$(260,315) The net effect of including the beginning balances for capital assets (net of depreciation) and long-term debt in the governmental activities is to increase (decrease) net position.		45,792,960
<b>3</b> Current year capital outlays and long-term debt principal payments are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. Current year capital asset and long term debt adjustments were: Capital outlay - \$25,916,702; Debt principle payments - \$4,180,000; Write off basis of capital asset dispositions - \$0; Amortize premiums and refunding differences - \$135,679; Decrease compensated absences - \$40,495; Decrease in accrued interest payable - \$6,106. The net effect of including the 2013 capital outlays and debt principal payments is to increase (decrease) net position.		30,278,982
<b>4</b> The 2013 depreciation expense increases accumulated depreciation. The net effect of the current year's depreciation is to decrease net position.		(4,607,696)
<b>5</b> Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing unavailable revenue from the current roll property taxes as revenue - \$562,584; reclassifying unavailable delinquent roll property tax to beginning net position - \$894,356; and eliminating interfund transactions. The net effect of these reclassifications and recognitions is to increase (decrease) net position.		1,456,940
<b>19 Net Position of Governmental Activities</b>	<u>\$</u>	<u>111,186,710</u>

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

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED AUGUST 31, 2013

Data Control Codes	10 General Fund	60 2008 Bond Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>REVENUES:</b>				
5700 Total Local and Intermediate Sources	\$ 39,806,365	\$ 59,127	\$ 10,804,392	\$ 50,669,884
5800 State Program Revenues	57,373,354	4,972	2,869,417	60,247,743
5900 Federal Program Revenues	1,634,309	-	16,593,238	18,227,547
5020 Total Revenues	<u>98,814,028</u>	<u>64,099</u>	<u>30,267,047</u>	<u>129,145,174</u>
<b>EXPENDITURES:</b>				
<b>Current:</b>				
0011 Instruction	55,760,303	-	8,391,494	64,151,797
0012 Instructional Resources and Media Services	1,432,763	-	3,754	1,436,517
0013 Curriculum and Instructional Staff Development	546,450	-	576,685	1,123,135
0021 Instructional Leadership	1,455,296	-	355,530	1,810,826
0023 School Leadership	5,771,949	-	771,750	6,543,699
0031 Guidance, Counseling and Evaluation Services	3,855,230	-	747,722	4,602,952
0032 Social Work Services	423,836	-	179,170	603,006
0033 Health Services	513,557	-	152,125	665,682
0034 Student (Pupil) Transportation	2,925,844	-	1,249	2,927,093
0035 Food Services	159,946	-	7,297,069	7,457,015
0036 Extracurricular Activities	5,124,341	-	-	5,124,341
0041 General Administration	2,450,606	-	4,275	2,454,881
0051 Facilities Maintenance and Operations	12,139,251	-	485,373	12,624,624
0052 Security and Monitoring Services	422,940	-	1,296	424,236
0053 Data Processing Services	2,978,716	-	-	2,978,716
0061 Community Services	149,955	-	114,146	264,101
<b>Debt Service:</b>				
0071 Principal on Long Term Debt	-	-	4,180,000	4,180,000
0072 Interest on Long Term Debt	-	-	6,174,280	6,174,280
0073 Bond Issuance Cost and Fees	-	-	8,231	8,231
<b>Capital Outlay:</b>				
0081 Facilities Acquisition and Construction	3,502,049	20,884,327	-	24,386,376
<b>Intergovernmental:</b>				
0099 Other Intergovernmental Charges	846,240	-	-	846,240
6030 Total Expenditures	<u>100,459,272</u>	<u>20,884,327</u>	<u>29,444,149</u>	<u>150,787,748</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,645,244)</u>	<u>(20,820,228)</u>	<u>822,898</u>	<u>(21,642,574)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
7912 Sale of Real and Personal Property	63,783	-	-	63,783
7915 Transfers In	-	-	78,152	78,152
8911 Transfers Out (Use)	(13,505)	-	(61,063)	(74,568)
7080 Total Other Financing Sources (Uses)	<u>50,278</u>	<u>-</u>	<u>17,089</u>	<u>67,367</u>
1200 Net Change in Fund Balances	(1,594,966)	(20,820,228)	839,987	(21,575,207)
0100 Fund Balance - September 1 (Beginning)	<u>30,039,090</u>	<u>24,422,633</u>	<u>4,904,938</u>	<u>59,366,661</u>
3000 Fund Balance - August 31 (Ending)	<u>\$ 28,444,124</u>	<u>\$ 3,602,405</u>	<u>\$ 5,744,925</u>	<u>\$ 37,791,454</u>

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



SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES  
 FOR THE YEAR ENDED AUGUST 31, 2013

<b>Total Net Change in Fund Balances - Governmental Funds</b>	\$	(21,575,207)
The District uses internal service funds to charge the costs of certain activities, such as self-insurance and printing, to appropriate functions in other funds. The net income (loss) of internal service funds are reported with governmental activities. The net effect of this consolidation is to increase (decrease) net position.		(255,285)
Current year capital outlays and long-term debt principal payments are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. Current year capital assets and long term debt adjustments were: Capital outlay - \$25,916,702; Debt principal payments - \$4,180,000; Write off basis of asset dispositions- \$0; Amortize refunding difference - \$135,679; Decrease in compensated absences - \$40,495; Decrease in accrued interest payable - \$6,106. The net effect of removing the 2013 capital outlays and debt principal payments is to increase (decrease) net position.		30,278,982
Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The net effect of the current year's depreciation is to decrease net position.		(4,607,696)
Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing unavailable current roll property taxes as revenue - \$562,584, reclassing current year collections of and adjustments to prior years' property tax rolls to beginning net assets \$(650,406), eliminating interfund transactions. The net effect of these reclassifications and recognitions is to increase (decrease) net position.		(87,822)
<b>Change in Net Position of Governmental Activities</b>	<b>\$</b>	<b><u>3,752,972</u></b>

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

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
AUGUST 31, 2013

EXHIBIT D-1

	Business-Type Activities -	Governmental Activities -
	Total Enterprise Funds	Total Internal Service Funds
<b>ASSETS</b>		
Current Assets:		
Cash and Cash Equivalents	\$ 60,173	\$ 564,963
Other Receivables	4,883	8,423
Prepayments	-	25,000
Total Current Assets	65,056	598,386
Noncurrent Assets:		
Capital Assets:		
Leased Property Under Capital Leases	535,000	-
Depreciation on Capital Leases	(432,458)	-
Restricted Assets	-	383,992
Total Noncurrent Assets	102,542	383,992
Total Assets	167,598	982,378
<b>LIABILITIES</b>		
Current Liabilities:		
Accounts Payable	151	-
Accrued Expenses	-	508,308
Unearned Revenues	57,144	-
Total Current Liabilities	57,295	508,308
Noncurrent Liabilities:		
Capital Leases Payable - Due Within One Year	68,178	-
Capital Lease Payable - Due in More than One Year	62,263	-
Total Noncurrent Liabilities	130,441	-
Total Liabilities	187,736	508,308
<b>NET POSITION</b>		
Net Investment in Capital Assets	(27,899)	-
Unrestricted Net Position	7,761	474,070
Total Net Position	\$ (20,138)	\$ 474,070

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

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED AUGUST 31, 2013

	Business-Type Activities -	Governmental Activities -
	Total Enterprise Funds	Total Internal Service Funds
<b>OPERATING REVENUES:</b>		
Local and Intermediate Sources	\$ 192,741	\$ 602,494
Total Operating Revenues	<u>192,741</u>	<u>602,494</u>
<b>OPERATING EXPENSES:</b>		
Payroll Costs	41,724	3,005
Professional and Contracted Services	1,224	272,309
Supplies and Materials	51,847	2,890
Other Operating Costs	382	580,390
Depreciation Expense	53,500	-
Total Operating Expenses	<u>148,677</u>	<u>858,594</u>
Operating Income (Loss)	<u>44,064</u>	<u>(256,100)</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>		
Earnings from Temporary Deposits & Investments	-	815
Non-operating Expenses	<u>(34,537)</u>	<u>-</u>
Total Nonoperating Revenues (Expenses)	<u>(34,537)</u>	<u>815</u>
Income (Loss) Before Transfers	9,527	(255,285)
Transfers Out	<u>(3,584)</u>	<u>-</u>
Change in Net Position	5,943	(255,285)
Total Net Position - September 1 (Beginning)	<u>(26,081)</u>	<u>729,355</u>
Total Net Position - August 31 (Ending)	<u>\$ (20,138)</u>	<u>\$ 474,070</u>

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

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED AUGUST 31, 2013

EXHIBIT D-3

	Business-Type Activities	Governmental Activities -
	Total Enterprise Funds	Total Internal Service Funds
<u>Cash Flows from Operating Activities:</u>		
Cash Received from User Charges	\$ 183,304	\$ -
Cash Received from Assessments - Other Funds	-	626,685
Cash Payments to Employees for Services	(41,724)	(3,005)
Cash Payments for Insurance Claims	-	(513,812)
Cash Payments for Suppliers	(53,981)	(1,256,280)
Cash Payments for Claims Loss Fund	-	(13,948)
Net Cash Provided by (Used for) Operating Activities	<u>87,599</u>	<u>(1,160,360)</u>
<u>Cash Flows from Non-Capital Financing Activities:</u>		
Increase(decrease) in Short-term Loans	-	(234,504)
Operating Transfer Out	(3,584)	-
Net Cash Used for Non-Capital Financing Activities	<u>(3,584)</u>	<u>(234,504)</u>
<u>Cash Flows from Capital &amp; Related Financing Activities:</u>		
Retirement of Long-term Debt	(35,588)	-
Interest Paid on Long-term Debt	(34,537)	-
Net Cash Provided by (Used for) Capital & Related Financing Activities	<u>(70,125)</u>	<u>-</u>
<u>Cash Flows from Investing Activities:</u>		
Interest and Dividends on Investments	-	815
Net Increase (Decrease) in Cash and Cash Equivalents	13,890	(1,394,049)
Cash and Cash Equivalents at Beginning of Year	46,283	1,959,012
Cash and Cash Equivalents at End of Year	<u>\$ 60,173</u>	<u>\$ 564,963</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>		
<u>Provided by (Used for) Operating Activities:</u>		
Operating Income (Loss):	\$ 44,064	\$ (256,100)
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used For) Operating Activities:		
Depreciation	53,500	-
Effect of Increases and Decreases in Current Assets and Liabilities:		
Decrease (increase) in Receivables	3,022	28,351
Decrease (increase) in Restricted Assets	-	(13,948)
Decrease (increase) in Prepaid Expenses	-	(25,000)
Increase (decrease) in Accounts Payable	(528)	(954,219)
Increase (decrease) in Unearned Revenues	(12,459)	(4,160)
Increase (decrease) in Accrued Expenses	-	64,716
Net Cash Provided by (Used for) Operating Activities	<u>\$ 87,599</u>	<u>\$ (1,160,360)</u>

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

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
AUGUST 31, 2013

	Private Purpose Trust Fund	Agency Fund
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 56,067	\$ 402,737
Other Receivables	-	1,897
Total Assets	<u>56,067</u>	<u>\$ 404,634</u>
<b>LIABILITIES</b>		
Accounts Payable	-	\$ 203
Due to Student Groups	-	404,431
Total Liabilities	<u>-</u>	<u>\$ 404,634</u>
<b>NET POSITION</b>		
Restricted for Other Purposes	<u>56,067</u>	
Total Net Position	<u>\$ 56,067</u>	

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

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 STATEMENT OF CHANGES IN FIDUCIARY FUND NET POSITION  
 FIDUCIARY FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2013

	Private Purpose Trust Fund
<hr/>	
ADDITIONS:	
Local and Intermediate Sources	\$ 58
Total Additions	<u>58</u>
Change in Net Position	58
Total Net Position - September 1 (Beginning)	<u>56,009</u>
Total Net Position - August 31 (Ending)	<u><u>\$ 56,067</u></u>

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

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2013

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

San Angelo Independent School District (the "District") is a public educational agency operating under the applicable laws and regulations of the State of Texas. It is governed by a seven member Board of Trustees (the "Board") elected by registered voters of the District. The District prepares its basic financial statements in conformity with U. S. generally accepted accounting principles promulgated by the Governmental Accounting Standards Board (GASB) and other authoritative sources identified in *Statement on Auditing Standards No. 69* of the American Institute of Certified Public Accountants; and it complies with the requirements of the appropriate version of Texas Education Agency's *Financial Accountability System Resource Guide* (the "Resource Guide") and the requirements of contracts and grants of agencies from which it receives funds.

**I.A. Reporting Entity**

The Board of Trustees (the "Board") is elected by the public and it has the authority to make decisions, appoint administrators and managers, and significantly influence operations. It also has the primary accountability for fiscal matters. Therefore, the District is a financial reporting entity as defined by the Governmental Accounting Standards Board ("GASB") in its Statement No. 14, "The Financial Reporting Entity". There are no component units included within the reporting entity.

**I.B. Government-Wide and Fund Financial Statements**

The Statement of Net Position and the Statement of Activities are government-wide financial statements. They report information on all of the San Angelo Independent School District non-fiduciary activities with most of the inter-fund activities removed. *Governmental activities* include programs supported primarily by taxes, State foundation funds, grants and other intergovernmental revenues. *Business-type activities* include operations that rely to a significant extent on fees and charges for support.

The Statement of Activities demonstrates how other people or entities that participate in programs the District operates have shared in the payment of the direct costs. The "charges for services" column includes payments made by parties that purchase, use, or directly benefit from goods or services provided by a given function or segment of the District. Examples include tuition paid by students not residing in the district, school lunch charges, etc. The "grants and contributions" column includes amounts paid by organizations outside the District to help meet the operational or capital requirements of a given function. Examples include grants under the Elementary and Secondary Education Act. If revenue is not program revenue, it is general revenue used to support all of the District's functions. Taxes are always general revenues.

Inter-fund activities between governmental funds and between governmental funds and proprietary funds that represent lending/borrowing arrangements outstanding at year-end appear as due to/due from other funds on the Governmental Fund Balance Sheet, the Proprietary Fund Statement of Net Position, and the Statement of Fiduciary Net Position. For the government-wide financial statements, all inter-fund activities between governmental funds and between governmental funds and internal service funds, except inter-fund services provided and used, are eliminated. Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide Statement of Net Position as internal balances. Interfund activities between governmental funds and fiduciary funds remain as due to/from on the government-wide Statement of Activities.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2013

The fund financial statements provide reports on the financial condition and results of operations for three fund categories; governmental, proprietary, and fiduciary. Since the resources in the fiduciary funds cannot be used for District operations, they are not included in the government-wide statements. The District considers some governmental and enterprise funds major and reports their financial position and results of operations in a separate column.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues result from providing goods and services in connection with a proprietary fund's principal ongoing operations; they usually come from exchange or exchange-like transactions. All other revenues are non-operating. Operating expenses can be tied specifically to the production of the goods and services, such as materials and labor and direct overhead. Other expenses are non-operating.

**I.C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements use the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements use the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets, current liabilities and fund balances are included on the balance sheet. Operating statements of these funds present net increases and decreases in current assets (i.e., revenues and other financing sources and expenditures and other financing uses).

The modified accrual basis of accounting recognizes revenues in the accounting period in which they become both measurable and available, and it recognizes expenditures in the accounting period in which the fund liability is incurred, if measurable, except for un-matured interest and principal on long-term debt, which is recognized when due. The expenditures related to certain compensated absences and claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources. The District considers all revenues available if they are collectible within 60 days after year end.

Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State are recognized under the "susceptible to accrual" concept, that is, when they are both measurable and available. The District considers them "available" if they will be collected within 60 days of the end of the fiscal year. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available.

Grant funds are generally considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as deferred revenues until related and authorized expenditures have been made. If balances have not been expended by the end of the project period, grantors sometime require the District to refund all or part of the unused amount.



SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2013

The Proprietary Fund Types and Fiduciary Funds, except Agency Funds, are accounted for on a flow of economic resources measurement focus and utilize the accrual basis of accounting. Agency Funds also utilize the accrual basis of accounting. This basis of accounting recognizes revenues in the accounting period in which they are earned and become measurable and expenses in the accounting period in which they are incurred and become measurable. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the fund Statement of Net Position. The fund equity is segregated into net investment in capital assets, restricted net position, and unrestricted net position.

**I.D. Fund Accounting**

The District reports the following major governmental funds:

1. The General Fund – The general fund is the District's primary operating fund. It accounts for all financial resources except those required to be accounted for in another fund.
2. 2008 Bond Fund – This fund is used to account for the proceeds of the Unlimited School Building Bonds issued in fiscal 2009 that are restricted by bond covenants to complete projects on eleven of the District's campuses.

Additionally, the District reports the following fund types:

Governmental Funds:

1. Special Revenue Funds – The District accounts for resources restricted or committed for specific purposes by the District or a grantor in a special revenue fund. Most federal and some state financial assistance are accounted for in special revenue funds, and sometimes unused balances must be returned to the grantor at the close of specified project periods.
2. The Capital Project Funds – The capital project funds account for financial resources that are restricted, committed, or assigned for acquisition and construction of major capital assets from the proceeds of general obligation bonds and/or gifts, contributions and designated local resources. The District's major capital projects fund is the 2008 Bond fund which accounts for funds that are restricted by bond covenants to complete projects on eleven of the District's campuses. The District's non-major capital project fund was the San Angelo Fieldhouse Fund which included funds from community donations, contracted revenues from a beverage sales agreement, and maintenance and operations funds which were restricted or committed to complete the construction project. The project was completed in fiscal 2012 and the remaining fund balance was transferred to a special revenue fund with the fund balance committed by the Board for use in maintaining or improving District athletic facilities. Revenues from the beverage sales agreement will continue to be reported in that fund.
3. Debt Service Fund – The District accounts for resources that are restricted for principal and interest on general obligation long-term debt of governmental funds in a debt service fund.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2013

Proprietary Funds:

1. Enterprise Funds – The District's activities for which outside users are charged a fee roughly equal to the cost of providing the goods or services of those activities are accounted for in an enterprise fund. The District has two non-major enterprise funds. The concessions fund reports sales of concessions at athletic events. The Jumbotron Fund reports advertising revenues being collected by Daktronics, Inc. as payments on a “capital lease” for a jumbotron electronic scoreboard installed at San Angelo Stadium

2. Internal Service Funds – Revenues and expenses related to services provided to organizations inside the District on a cost reimbursement basis are accounted for in an internal service fund. The District's two internal service funds are the health insurance fund and the workers compensation fund. Fiscal 2013 reports the final activities in the health insurance fund to complete claims that occurred in fiscal 2012. The District was not self- insured for health insurance after August 31, 2012. Residual monies are used to provide a wellness program for District employees.

Fiduciary Funds:

1. Private Purpose Trust Funds – The District accounts for donations for which the donor has stipulated that both the principal and the income may be used for purposes that benefit parties outside the District in a private purpose trust fund. The District's private purpose trust fund is the scholarship fund.

2. Agency Funds – The District accounts for resources held for others in a custodial capacity in agency funds. The District's agency fund is student activity.

**I.E. Other Accounting Policies**

1. For purposes of the statement of cash flows for proprietary and similar fund-types, the District considers highly liquid investments to be cash equivalents if they have a maturity of three months or less when purchased.

2. Investments are carried at fair value and temporary investments are reported in cash and cash equivalents in the financial statements. U. S. Treasury and State of Texas obligations are valued at the last reported sales price on a national exchange. State managed local government investment pools operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940, and use amortized cost instead of fair value to report net assets to compute share prices. Accordingly, the fair value of the position in the pools is the same as the value of the shares. The State Comptroller of Public Accounts exercises oversight responsibility over the pools. Oversight includes the ability to significantly influence operations, designation of management and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both pool participants and other persons who do not have a business relationship with the pools. The advisory board members review the investment policy and management fee structure. Year to year changes in the fair value of investments, if any, are shown as an adjustment to investment income. Additional investment information is presented in Note IV.A.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED AUGUST 31, 2013

3. The District reports inventories of cafeteria food products and supplies at weighted average cost. Food products and supplies are recorded as expenditures when they are consumed. Inventories of food commodities are recorded at market values supplied by the Texas Department of Human Services. Although commodities are received at no cost, their fair market value is supplied by the Texas Department of Human Services and recorded as inventory and deferred revenue when received. When requisitioned, inventory and deferred revenue are relieved, expenditures are charged, and revenue is recognized for an equal amount. Following the consumption method, certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government wide and fund financial statements.

4. In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts and difference on advance refunding are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount and difference on advance refunding. Beginning Net Position has been restated to reflect immediate write off of bond issuance costs in prior years in accordance with GASB 65. See note W. for information about the restatement. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued, along with accrued interest between debt date and issue date, is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as administrative expenditures.

5. It is the District's policy to permit some employees to accumulate earned but unused sick pay benefits. The liability for unpaid accumulated sick leave is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Additional information is disclosed in Note IV.H.

6. Capital assets, which include land, buildings, furniture and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the statements of net position of proprietary fund financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The District does not have any significant infrastructure assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Construction period interest is not capitalized.

Buildings, furniture and equipment of the District are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Site Improvements	20

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED AUGUST 31, 2013

Vehicles	10
Equipment	10
Computer Equipment	3

7. The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the District carries commercial insurance. Coverage has not declined in any risk area and there have been no settlements in excess of insurance coverage paid in each of the last 3 years. In Fiscal 2013 the District joined the Texas Association of Public Schools Property and Liability Fund (TAPS) to obtain general liability and vehicle fleet coverage. Unemployment compensation risk is provided for by participation in the Texas Association of School Boards (TASB) Risk Management Fund. Risks from employee injuries on the job are provided through participation in Texas Workers Compensation Solutions Program. The District’s reserves for workers compensation are accounted for in an internal service fund. The District formerly operated a modified self-insurance plan to provide health benefits to the employees and their dependents. The plan was accounted for in an internal service fund. Fiscal year 2012 was the final operational year for that plan as the District moved to a fully insured employee health plan under TRS Active Care in fiscal year 2013. Costs for premiums paid for health, workers’ compensation, and unemployment are recorded in the funds where salaries for the covered employees are reported. Additional disclosures are provided in Notes IV.J and IV.K in this report.

8. Since Internal Service Funds support the operations of governmental funds, they are consolidated with the governmental funds in the government-wide financial statements. The expenditures of governmental funds that create the revenues of internal service funds are adjusted for their pro-rata share of the Internal Service Funds’ operating income or loss to avoid “grossing up” the revenues and expenses of the District as a whole.

9. For the year ended August 31, 2013 the District Financial Statements are prepared in accordance with Governmental Accounting Standards Board Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions* which established a fund balance hierarchy based on the extent to which a government must observe constraints imposed upon the use of the resources reported in governmental funds. Prescribed fund balance classifications are described below:

**Non Spendable** - Amounts that cannot be spent because they are either not in a spendable form or are legally or contractually required to be maintained intact.

**Restricted** - Amounts that can be spent only for specific purposes because of constraints imposed by external providers or by constitutional provisions, enabling legislation or regulations of other governments.

**Committed** - Amounts that are committed for use by the highest level of decision making, requiring formal action at that level both to impose and remove the commitment. The highest level at the District is the Board of Trustees. Board resolution is made to commit the fund balance.

**Assigned** – Amounts that are assigned an intended use by the highest level of decision making or by a body or official designated with that authority by the highest level of decision making. The Board has not authorized anyone to make assignments.

**Unassigned** - Amounts that are available for any purpose.

Per the District’s adopted board policy CE (Local), the minimum fund level for the unassigned fund balance shall be 20% to a maximum of 25% of the current budget of the general and debt service funds.

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When expenditure is incurred that could be used from more than one category of fund balance, the funds are considered to be used from the highest level of constraint first, and then from each successively lower constraint category.

Details about fund balance reported in Exhibit C-1 follow:

GASB 54 Categories	General Fund	2008 Bond Fund	Other Funds
<b>Non Spendable</b>			
Inventories	\$ -	\$ -	\$ 840,098
Prepaid expenditures	977,720		
<b>Restricted</b>			
Federal and State Funds Grant Restriction			1,976,208
Capital Acquisition and Contractual Obligation- Bond Funds		3,602,405	
Long term debt- the estimated liability for District retirement benefits	1,075,374		
Long term debt- restricted for payment of bonded debt			2,611,930
Other Restricted - Under terms of the agreement with the purchasing district, the gain on the sale of weighted average daily attendance (WADA) can only be expended for instructional technology. The unexpended balance at year-end is restricted.	187,520		
<b>Committed</b> by the Board of Trustees for:			
Construction- Campus Revitalization \$775,000	775,000		
Capital Equipment- Charter bus replacement \$500,000			
HVAC replacement Austin Elementary \$1,000,000	1,500,000		
Other: Demolition at Old Lincoln Campus \$400,000			
Property Insurance Deductibles \$200,000			
E-Rate Projects-(technology ) \$900,000			
Completion of projects with open PO's at year end \$647,421	2,147,421		
Campus Activity Funds			255,626
Maintenance or renovation of athletic facilities			61,063
<b>Unassigned</b>	21,781,089		
<b>Total Fund Balance Governmental Funds</b>	<u>\$ 28,444,124</u>	<u>\$ 3,602,405</u>	<u>\$ 5,744,925</u>

10. In Exhibit A-1, net position restricted for “Other Purposes” is composed of the following:

WADA Gain restricted to use for	
Instructional Technology	\$ 187,520
	<u>\$ 187,520</u>

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11. In the government-wide Statement of Net Position, Exhibit A-1, and proprietary funds Statement of Net Position, Exhibit D-1, Net Investment in Capital Assets is calculated as follows:

	Governmental Activities	Business-Type Activities / Enterprise
Capital assets, net of depreciation	\$ 198,869,065	\$ 102,542
Accrued interest on long term debt	(254,209)	-
Bonds payable	(126,075,236)	-
Unexpended debt proceeds	3,602,405	-
Capital lease payable	-	(130,441)
	\$ 76,142,025	\$ (27,899)

12. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and the accompanying notes. Actual results could differ from those estimates.

13. The Data Control Codes refer to the account code structure prescribed by TEA in the *Financial Accountability System Resource Guide*. Texas Education Agency requires school districts to display these codes in the financial statements filed with the Agency in order to insure accuracy in building a statewide data base for policy development and funding plans.

14. GASB Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre November 30, 1989 FASB and AICPA Pronouncements was followed in preparation of the fiscal 2013 financial statements. GASB 62 incorporated certain FASB and AICPA pronouncements that have always been followed to the extent that they did not contradict GASB guidance.

15. GASB Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position was followed in preparation of the fiscal 2013 financial statements. Deferred outflows represent the consumption of the District's net position that is applicable to a future reporting period. Deferred inflows represent the District's acquisition of net position applicable to a future period. Property taxes that have been assessed but not collected are reported as deferred inflows under GASB No. 63.

16. GASB Statement No. 65, Items Previously Reported as Assets and Liabilities, was followed in preparation of the fiscal 2013 financial statements. GASB 65 established accounting and financial reporting standards that reclassify, as deferred outflows of resources deferred inflows of resources, certain items that were previously reported as assets and liabilities. Delinquent property taxes that have been assessed but not collected are reported as deferred inflows under GASB No. 65. See Note VI regarding bond issuance costs formerly reported as an amortizable asset that were restated to beginning net position in the governmental activities.

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**II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**II.A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Position**

Exhibit C-2 provides the reconciliation between the fund balances for total governmental funds on the governmental fund balance sheet (Exhibit C-1) and the net position for governmental activities as reported in the government-wide statement of net position (Exhibit A-1). The details of the elements are presented in Exhibit C-2 and need no further explanation.

**II.B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities**

Exhibit C-4 provides details of the reconciliation between the net changes in fund balance as shown on the governmental fund statement of revenues, expenditures, and changes in fund balances (Exhibit C-3) and the changes in net position of governmental activities as reported on the government-wide statement of activities (Exhibit B-1). The details of the elements are presented in Exhibit C-4 and need no further explanation.

**III.A Deficit Fund Equity**

The following funds had deficit net position:

Jumbotron enterprise fund	\$ (84,835)
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The enterprise fund's deficit net position will be covered by future operating revenues. The fund is projected to have positive earnings in 2014 and a positive net position in 2016 as advertising earnings will exceed interest and depreciation on the jumbotron.

**IV. DETAILED NOTES ON ALL FUNDS**

**IV.A. Deposits and Investments**

The funds of the District must be deposited and invested under the terms of a contract, contents of which are set out in the Depository Contract Law. The depository bank places approved pledged securities for safekeeping and trust with the District's agent bank in an amount sufficient to protect District funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.

The District's cash deposits at August 31, 2013 and during the year ended August 31, 2013, were entirely covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name. The Public Funds Investment Act (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the District to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk

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levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit. Statutes authorize the District to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas; (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, and (10) common trust funds. The Act also requires the District to have independent auditors perform test procedures related to investment practices as provided by the Act. The district is in substantial compliance with the requirements of the Act and with local policies.

Additional policies governing deposits and investments for San Angelo Independent School District are specified below.

Credit Risk

As of August 31, 2013, the districts investments were diversified in U.S. Treasury securities, governmental agency securities and local government investment pools rated no lower than AAA or AAAM by at least one nationally recognized rating service as required by the District's investment policy, which follows the Public Funds Investment Act Sec. 2256.016. Ratings of Investments held at August 31, 2013 were:

TexPool	Standard & Poor's AAAM
Lone Star Government Overnight Fund	Standard & Poor's AAAM
Lone Star Corporate Overnight Plus Fund	Standard & Poor's AA Af/S1+
Texas CLASS	Standard & Poor's AAAM
Texas TERM Texas Daily Fund	Standard & Poor's AAAM
Texas TERM	Standard & Poor's AA Af

Interest Rate Risk

District investment policy is designed to manage interest rate risk by limiting stated maturity for individual investments to three years unless specifically authorized by the board. The investment portfolio is structured to have sufficient liquidity to meet anticipated cash flow requirements.

Custodial Credit Risk

All securities purchased are held in the District's name by the District or its agent. District policy requires clearly marked receipts providing proof of the District's ownership. Policy allows investment pools to hold legal title as custodian of investments purchased by the investment pool with District funds.

Concentration of Credit Risk

Investments are diversified as required by District policy in terms of maturity scheduling, class of investment, and specific issuer.



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The District's investments on August 31, 2013, are shown below. The carrying value is the same as fair value.

Governmental Activities

	Fair Value	Investment Maturities		
		within 6 months	6 months to 1yr	1 - 3 yrs
Investments:				
Investment Pools	\$ 16,739,678	\$ 16,739,678	\$ -	\$ -
Certificates of Deposit	4,678,584	489,952	1,197,000	2,991,632
Commercial Paper	2,499,885	2,499,885	-	-
Municipal Bonds	5,041,325	-	1,495,020	3,546,305
U.S. Agency Securities	12,482,158	5,005,080	-	7,477,078
Total Investments	<u>\$ 41,441,630</u>	<u>\$ 24,734,595</u>	<u>\$ 2,692,020</u>	<u>\$ 14,015,015</u>
Presented on Balance Sheet and Statement of Net Position:				
Included in Cash and Cash Equivalents	\$ 16,739,678	\$ 16,739,678	\$ -	\$ -
Current Investments	10,686,937	7,994,917	2,692,020	-
Longterm Investments	14,015,015	-	-	14,015,015
Total Investments	<u>\$ 41,441,630</u>	<u>\$ 24,734,595</u>	<u>\$ 2,692,020</u>	<u>\$ 14,015,015</u>

Proprietary and Fiduciary Funds

The district's proprietary and fiduciary funds had investments in local government investment pools, which are included in cash and cash equivalents. Carrying value is the same as fair value.

At August 31, 2013 those funds' investments included in cash and cash equivalents were:

Internal Service Funds	\$ 534,572
Fiduciary Funds	\$ 293,742

**IV.B. Property Taxes**

Property taxes are levied by October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located in the District in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. On January 31 of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest ultimately imposed. Property tax revenues are considered available (1) when they become due or past due and receivable within the current period and (2) when they are expected to be collected during a 60-day period after the close of the school fiscal year.

**IV.C. Delinquent Taxes Receivable**

Delinquent taxes are prorated between maintenance and debt service based on rates adopted for the year of the levy. Delinquent property taxes that have been assessed but not collected are reported as deferred inflows under GASB No. 65. Allowances for uncollectible tax receivables within the General and Debt Service Funds are based on historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature.

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**IV.D. Due from Other Governments**

The District participates in a variety of federal and state programs from which it receives grants to partially or fully finance certain activities. In addition, the District receives entitlements from the State through the School Foundation and Per Capita programs. Due from other governments at year end were as follows:

	General Fund	Special Revenue Funds	Total
Federal Grants	\$ 609,499	\$ 1,317,297	\$ 1,926,796
State Entitlements	1,553,952	1,179,741	2,733,693
Concho Valley Council of Governments	-	255,213	255,213
	<u>\$ 2,163,451</u>	<u>\$ 2,752,251</u>	<u>\$ 4,915,702</u>

**IV.E. Inter-fund Receivables and Payables / Transfers**

1. Inter-fund balances at August 31, 2013 consisted of the following:

	Due from Other Funds	Due to Other Funds
General Fund:		
2008 Bond Fund	\$ 77	\$ -
Nonmajor Governmental funds	1,447,157	11
	<u>1,447,234</u>	<u>11</u>
2008 Bond Fund:		
General Fund	-	77
Nonmajor Governmental funds:		
General Fund	11	1,447,157
Total Governmental funds	<u>\$ 1,447,245</u>	<u>\$ 1,447,245</u>

Purposes of the inter-fund balances:

\$77 is due to General Fund from the non-major Capital Projects Bond Fund for bond project legal fees. \$1,447,157 is due to the General Fund from non-major SRF funds for \$1,445,947 cash overdrafts in the pooled cash account pending reimbursements from granting agencies and \$1,210 in fees collected on school campuses. \$11 is due to the Debt Service Fund from the General Fund for correction of the distribution of property taxes collected.

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Transfers at August 31, 2013 consisted of the following:

	Transfer In	Transfer out
<b>General Fund:</b>		
Nonmajor Governmental Funds	\$ -	\$ 13,505
<b>Nonmajor Governmental Funds</b>		
General Fund	13,505	-
Nonmajor Capital Projects Funds	61,063	-
Proprietary Fund	3,584	-
<b>Nonmajor Capital Projects Funds</b>		
Nonmajor Governmental Funds	-	61,063
<b>Total Governmental funds</b>	78,152	74,568
<b>Proprietary Funds</b>		
Nonmajor Governmental funds	-	3,584
<b>Total All Funds</b>	\$ 78,152	\$ 78,152

Purpose of transfers:

\$3,584 was transferred from the Concession Fund to the National School Breakfast and Lunch Fund to cover uncollected school lunch fees. \$13,505 was transferred from the General Fund to the Child and Adult Care Feeding Fund for food costs in the Head Start/Early Head Start Program. \$61,063 was transferred from the Field House Capital Projects Fund to the San Angelo Stadium special revenue fund for repairs and renovations on District athletic facilities.

**IV.F. Capital Asset Activity**

Governmental Activities

	Beginning Balance	Additions	Reclassifi- cations	Dispositions	Ending Balance
<u>Assets Not Being Depreciated</u>					
Land	\$ 6,842,962	\$ -	\$ -	\$ -	\$ 6,842,962
Construction in Progress	89,064,730	25,089,731	(46,508,665)	-	67,645,796
<b>Total Not Being Depreciated</b>	95,907,692	25,089,731	(46,508,665)	-	74,488,758
<u>Assets Being Depreciated</u>					
Buildings & Improvements	123,922,266	-	45,181,176	(135,853)	168,967,589
Vehicles	8,245,962	1,167,403	-	(102,293)	9,311,072
Furniture and Equipment	13,646,359	317,716	669,341	(1,045,204)	13,588,212
	145,814,587	1,485,119	45,850,517	(1,283,350)	191,866,873
<u>Accumulated Depreciation</u>					
Buildings & Improvements	(49,626,097)	(2,802,783)	-	135,853	(52,293,027)
Vehicles	(5,573,034)	(650,893)	-	102,293	(6,121,634)
Furniture and Equipment	(8,963,089)	(1,154,020)	-	1,045,204	(9,071,905)
	(64,162,220)	(4,607,696)	-	1,283,350	(67,486,566)
<b>Total Being Depreciated, Net</b>	81,652,367	(3,122,577)	45,850,517	-	124,380,307
<b>Total Capital Assets, Net</b>	\$ 177,560,059	\$ 21,967,154	\$ (658,148)	\$ -	\$ 198,869,065

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The “reclassifications” column above is to reclassify completed construction in progress projects. The \$658,148 reclassification is the total of items not meeting the capitalization policy, and which has been charged to appropriate functional expenses in the government-wide statement of activities.

Assets disposed during the period consisted of portable buildings from renovated campuses, vehicles sold at auction, and obsolete equipment removed after research on the equipment inventory listing.

The ending construction in progress consists of the following:

Bond construction projects	\$ 65,066,657
Central High Pool and ROTC renovations	1,766,696
Other equipment installations	<u>812,443</u>
	<u>\$67,645,796</u>

Business-Type Activities

	Balance	Additions	Dispositions	Balance
<u>Assets Being Depreciated</u>				
Furniture and Equipment acquired by capital lease	\$ 535,000	\$ -	\$ -	\$ 535,000
<u>Accumulated Depreciation</u>				
Furniture and Equipment acquired by capital lease	(378,958)	(53,500)	-	(432,458)
Total Capital Assets, Net	<u>\$ 156,042</u>	<u>\$ (53,500)</u>	<u>\$ -</u>	<u>\$ 102,542</u>

Depreciation expense was charged to governmental functions as follows:

Governmental Activities:

Instruction	\$ 2,186,794
Instructional Resources	78,179
Curriculum Development & Staff Development	37,181
Instructional Leadership	60,844
School Leadership	168,065
Guidance Counseling & Evaluation	45,446
Social Work Services	37,662
Health Services	7,121
Student Transportation	535,077
Food Service	135,349
Cocurricular/Extracurricular	383,615
General Administration	42,259
Plant Maintenance & Operations	555,690
Security & Monitoring Services	57,791
Data Processing Services	274,728
Community Services	1,895
Total Depreciation Expense - Governmental Activities	<u>\$ 4,607,696</u>

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**IV.G. Unearned Revenue/Deferred Inflows**

Unearned Revenue at year-end consisted of the following:

	General Fund	Special Rev Funds	Debt Svce Fund	Total
Unearned Revenue:				
Season Ticket Sales	\$ 13,475	\$ -	\$ -	\$ 13,475
Rent, Fees, Insurance	256,250	-	-	256,250
State Revenues	810,621	1,169,131	-	1,979,752
Federal Revenues	-	6,735	-	6,735
Local and Donation Revenue	3,797	16,001	-	19,798
Campus Miscellaneous Revenues	-	13,962	-	13,962
USDA Donated Commodities on Hand	-	124,434	-	124,434
Total Unearned Revenue Exhibit C-1	\$ 1,084,143	\$ 1,330,263	\$ -	2,414,406
Enterprise Funds: Advertising Revenue for Subsequent Fiscal Year Athletic Events				57,144
Total Unearned Revenue Exhibit A-1				\$ 2,471,550
Deferred Inflows:				
Unavailable Revenue - Property Taxes	\$ 1,235,874	\$ 221,066	\$ -	\$ 1,456,940
Total Deferred Inflows Exhibit C-1	\$ 1,235,874	\$ 221,066	\$ -	\$ 1,456,940

**IV.H. Long-Term Debt**

Long-term debt includes par bonds, vested sick leave benefits, and capital lease obligations.

The District has entered into a continuing disclosure undertaking whereby its financial advisor, First Southwest Company in Dallas, Texas provides the District's annual financial reports and material events notices to the Electronic Municipal Market Access ("EMMA") website, an online repository which is hosted by the Municipal Securities Rulemaking Board ("MSRB"). The disclosures can be accessed on the EMMA, Texas Municipal Advisory Council, and former Nationally Recognized Municipal Securities Repositories websites. This information is required under SEC rule 15c2-12 to enable investors to analyze the financial conditions and operation of the District.

In prior years, the District defeased outstanding 1996 bonds by placing the proceeds of new bonds in an irrevocable trust to provide for the future debt service payments on the old bonds. Accordingly, the trust account assets and defeased bonds are not included in the District's financial statements. At August 31, 2013 no amounts of the defeased debt remain outstanding.

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Following is a summary of changes in general long-term debt for the current fiscal year:

Governmental Activities

Description	Beginning	New Debt	Debt Retired	Ending	Due Within One Year
Par Bonds Payable - Face	\$ 128,690,000	\$ -	\$ (4,180,000)	\$ 124,510,000	\$ 4,320,000
Bond Premiums	1,863,557	-	(203,606)	1,659,951	-
Difference on Refunding	(162,642)	-	67,927	(94,715)	-
Net Bonds Payable	130,390,915	-	(4,315,679)	126,075,236	4,320,000
Vested Sick Leave	1,115,869	114,620	(155,115)	1,075,374	80,000
Totals	\$ 131,506,784	\$ 114,620	\$ (4,470,794)	\$ 127,150,610	\$ 4,400,000

Business-Type Activities

Description	Beginning	New Debt	Debt Retired	Ending	Due Within One Year
Capital Lease Payable	\$ 166,030	\$ -	\$ (35,589)	\$ 130,441	\$ 68,178

1. Bonds Payable

Bonded indebtedness of the District is accounted for internally in its General Long-Term Debt Fund (not a reported governmental fund). Current requirements for principal and interest expenditures are accounted for in the Debt Service Fund. Outstanding bonds payable at year-end are as follows (**amounts are in \$1,000's**):

Issue	Original		Interest Rate	Interest Curr. Yr.	Outstanding at Year-End				
	Principal	Maturities			Face	Prem.	Ref. Diff.	CAB int	Net
Par Bonds:									
2004 Refunding Bonds	14,315	2.15.06-2.15.16	3.5-5.0%	\$ 273	\$ 5,340	\$ 94	\$ (94)	\$ -	\$ 5,340
2005 Refunding Bonds	6,970	2.15.06-2.15.21	3.6-4.5%	170	4,110	43	-	-	4,153
2009 School Bldg. Bond	117,000	2.15.11-2.15.34	2.0-5.25%	5,651	112,855	1,498	-	-	114,353
2009 Refunding Bonds	4,090	8.15.09-2.15.17	1.6-3.5%	79	2,205	24	-	-	2,229
Total Bonds Payable				\$ 6,173	\$ 124,510	\$ 1,659	\$ (94)	\$ -	\$ 126,075

Debt service requirements for the four bond issues are as follows:

Fiscal Year	Principal	Interest	Total
2014	\$ 4,320,000	\$ 6,025,355	\$ 10,345,355
2015	4,480,000	5,860,061	10,340,061
2016	4,660,000	5,672,186	10,332,186
2017	4,305,000	5,474,474	9,779,474
2018	4,290,000	5,271,279	9,561,279
2019-2023	24,200,000	23,128,631	47,328,631
2024-2028	30,200,000	16,388,806	46,588,806
2029-2033	38,975,000	7,611,113	46,586,113
2034	9,080,000	238,350	9,318,350
	\$ 124,510,000	\$ 75,670,255	\$ 200,180,255

\$2,611,930 is available in the Debt Service Fund for bonded debt service.

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2. Vested Sick Leave

Upon retirement or death of certain employees, the District pays for a portion of accrued sick leave earned while employed by the District in a lump sum cash payment to such employee or his/her estate. Payments for and usage of vested sick leave has been typically accounted for in the General Fund.

Any additions for new entrants and salary increments and the deductions for payments to and use of prior accumulations are shown in the “New Debt” and “Debt Retired” columns, respectively, of the above summary of changes in general long-term debt. The District estimates that the amount of compensated absences due within one year is \$80,000, based on the payoffs budgeted in the next fiscal year.

3. Capital Leases

Equipment at a cost of \$535,000 was acquired in 2005 with a capital lease. Depreciation of \$432,458 has been taken on the equipment. The District entered into an agreement with Daktronics, Inc. (Daktronics) whereby the District received a Jumbotron electronic scoreboard in exchange for granting exclusive rights to advertising revenues sufficient to pay for the scoreboard to Daktronics over a period of ten years or more. The transaction is being reported in an enterprise fund as a capital lease. Interest of \$9,866 at 8% reduces the total \$140,307 minimum lease payments to \$130,441.

Debt service requirements for the capital lease are as follows:

Fiscal Year	Total	Less Interest	Principal Net Present Value
2013	\$ 76,133	\$ 7,955	\$ 68,178
2014	64,175	1,912	62,263
	\$ 140,308	\$ 9,867	\$ 130,441

**IV.I. Defined Benefit Pension Plan**

**Plan Description.** San Angelo Independent School District contributes to the Teacher Retirement System of Texas (TRS), a cost-sharing multiple employer defined benefit pension plan. TRS administers retirement and disability annuities, and death and survivor benefits to employees and beneficiaries of employees of the public school systems of Texas. It operates primarily under the provisions of the Texas Constitution, Art. XVI, Sec. 67, and Texas Government Code, Title 8, Subtitle C. TRS also administers proportional retirement benefits and service credit transfer under Texas Government Code, Title 8, Chapters 803 and 805, respectively. The Texas state legislature has the authority to establish and amend benefit provisions of the pension plan and may, under certain circumstances, grant special authority to the TRS Board of Trustees. TRS issues a publicly available financial report that includes financial statements and required supplementary information for the defined benefit pension plan. That report may be obtained by downloading the report from the TRS internet website, [www.trs.state.tx.us](http://www.trs.state.tx.us), under the TRS Publications heading, by calling TRS Communications Department at 1-800-223-8778, or by writing to the TRS Communications Department, 1000 Red River Street, Austin, Texas 78701.

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**Funding Policy.** Contribution requirements are not actuarially determined but are established and amended pursuant to the following state funding policy: (1) The state constitution requires the legislature to establish a member contribution rate of not less than 6.0% of the member's annual compensation and a state contribution rate of not less than 6.0% and not more than 10.0% of the aggregate annual compensation of all members of the system; (2) A state statute prohibits benefit improvements, if as a result of a the particular action, the time required to amortize TRS' unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. Contribution rates and contributions for fiscal years 2013-2011 are shown in the table below. These rates are set by the General Appropriations Act. In certain instances, the reporting district is required to make all or a portion of the state's and/or member's contribution and on the portion of the employee's salaries that exceeded the statutory minimum. Contributions made by the State are recorded as on-behalf both revenue and expenditure as on-behalf payments.

Defined Benefit Pension Plan  
Contribution Rates and Contribution Amounts

Year	Member		State (on behalf)		Federal for State	Statutory Minimum
	Rate	Amount	Rate	Amount	Amount	Amount
2013	6.40%	4,630,190	6.40%	3,682,409	509,632	494,513
2012	6.4%	4,561,525	6.0%	3,238,957	627,870	403,478
2011	6.4%	4,817,091	6.644%	3,746,004	669,347	565,555

**IV.J. Self-Insurance Plans**

1. Health Care Coverage: Fiscal 2012 was the final year that the District sponsored a modified self-insurance plan to provide health care benefits to staff members and their dependents. Transactions related to the plan were accounted for in the Health Insurance Fund (the Fund), an internal service fund of the District. Transactions to pay the final run out of claims are reported in fiscal 2013. Cost accrued for claims incurred but not reported at 08/31/2012 were slightly higher than actual costs finalized in fiscal 2013 resulting in negative claims cost of (\$ 46,628) reported in fiscal 2013. While partially self-insured the district carried stop loss insurance and there were no insurance settlements exceeding insurance coverage for the past three years. At September 1, 2012 the District moved to fully insured health coverage as a member of TRS Active Care with the Teacher Retirement System of Texas.

2. Workers Compensation Coverage: Beginning with fiscal year 2004, the District's statutory workers compensation obligation was met with participation (through inter-local agreement) in the Texas Workers Compensation Solutions Program (TWCS or the Program). Transactions of this plan are accounted for in the Workers Compensation Fund, an internal service fund of the District. TWCS provides a non-profit contractual mechanism by which each Program member provides self-insurance to extend workers compensation benefits to its employees through an inter-local agreement with other Districts. The District must contribute to the Program its share of fixed program costs based on a pro-rata share of its covered payroll costs. The District's contractual maximum loss and expected costs for claims incurred are actuarially determined for each program year by TWCS. The District places on deposit with TWCS an amount equal to 10% of the District's maximum loss for each claims year. The District must maintain on deposit at least 5% of the maximum loss at all times. Additionally, member districts would share proportionately in excess claims should any member exceed its maximum loss fund of the Program. The TWCS program purchases specific and aggregate re-insurance to protect the program if claims exceed the member districts' maximum loss funds. The District has contributed to its internal service fund



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NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2013

annually to reserve funds for its actuarially determined expected losses as well as a portion of the contractual maximum loss. TWCS contracts annually for an independent audit of its financial statements and an actuarial study to provide estimates necessary for its financial statements and program operations. Then reports are presented and approved by the TWCS Board in January after its fiscal year end of August 31 and are available at the TWCS office located at 1002 Marble Heights Drive, Marble Falls Texas.

3. Changes in Claims Liabilities

Estimates of workers compensation claims payable and of claims incurred, but not reported at August 31, 2013 were actuarially determined and provided by TWCS and are reflected as claims payable in the workers compensation fund. The plan is funded to discharge liabilities of the funds as they become due.

Changes in the balances of claims liabilities during the past two years are as follows:

	Health Insurance	Workers Compensation	Total
August 31, 2011	\$ 237,497	\$ 191,726	\$ 429,223
FY 2012:			
Incurred Claims - Including IBNR	11,439,730	236,414	11,676,144
Claim Payments - Net of Stop Loss Reimbursements	(11,373,553)	(288,222)	(11,661,775)
August 31, 2012	303,674	139,918	443,592
FY 2013:			
Incurred Claims - Including IBNR	(46,628)	627,017	580,389
Claim Payments - Net of Stop Loss Reimbursements	(257,046)	(258,627)	(515,673)
	<u>\$ -</u>	<u>\$ 508,308</u>	<u>\$ 508,308</u>

**IV.K. Participation in Risk Management Pools**

1. Unemployment Compensation

During the year ended August 31, 2013, San Angelo Independent School District provided unemployment compensation coverage to its employees through participation in the Texas Association of School Boards (TASB) Risk Management Fund (the Fund). The Fund was created and is operated under the provisions of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code. The Fund's Unemployment Compensation Program is authorized by Section 22.005 of the Texas Education Code and Chapter 172 of the Texas Local Government Code. All members participating in the Fund execute Interlocal Agreements that define the responsibilities of the parties.

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

The Fund engages the services of an independent auditor to conduct a financial audit after the close of each plan year on August 31. The audit is accepted by the Fund's Board of Trustees in February of the following year. The Fund's audited financial statements as of August 31, 2012, are available on the TASB Risk Management Fund website and have been filed with the Texas State Board of Insurance in Austin, Texas.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2013

2. General Liability and Vehicle Coverage

During the year ended August 31, 2013, San Angelo Independent School District provided for general liability and vehicle coverage by participation in the Texas Association of Public Schools (TAPS) Property and Liability Fund (the Fund). The Fund was created as a public entity risk sharing pool for Texas public schools, junior or community colleges, and education service centers. The Fund was created in accordance with the Inter-local Cooperation Act, Chapter 791 of the Texas Government Code and operates within the appropriate rules, regulations, and laws of the state of Texas. The Fund was formed for the purpose of providing competitive costs for coverage, loss control, and administrative services for members. Members join the Fund by executing Inter-local Participation Agreements. The Fund uses excess insurance and reinsurance contracts with insurance carriers to reduce its exposure to large losses in insured events.

The Fund engages the services of an independent auditor to conduct a financial audit after the close of each plan year on August 31. The audit is accepted by the Fund's Board of Trustees in November following year end. The Fund's audited financial statements as of August 31, 2013, are available at Texas Association of Public Schools, 342 Woodlawn Ave. Suite 300, San Antonio, TX 78212-3314.

**IV.L. School District Retiree Health Plan**

**Plan Description.** San Angelo Independent School District contributes to the Texas Public School Retired Employees Group Insurance Program (TRS-Care), a cost sharing multiple-employer defined benefit postemployment health care plan administered by the Teacher Retirement System of Texas. TRS-Care provides health care coverage for certain persons (and their dependents) who retired under the Teacher Retirement System of Texas. The statutory authority for the program is Texas Insurance Code, Chapter 1575. Section 1575.052 grants the TRS Board of trustees the authority to establish and amend basic and optional group insurance coverage for participants. The Teacher Retirement System of Texas issues a publicly available financial report that includes financial statements and required supplementary information for TRS-Care. That report may be obtained by visiting the TRS Web site at [www.trs.state.tx.us](http://www.trs.state.tx.us) under the TRS Publications heading, by calling the TRS Communications Department at 1-800-223-8778, or by writing to the Communications Department of the Teacher Retirement System of Texas at 1000 Red River Street, Austin, Texas 78701.

**Funding Policy.** Contribution requirements are not actuarially determined but are legally established each biennium by the Texas Legislature. Texas Insurance Code Sections 1575.202, 203, and 204 establish state, active employee, and public school contributions respectively. Funding for free basic coverage is provided by the program based upon public school district payroll. Per Texas Insurance Code, Chapter 1575, the public school contribution rate may not be less than 0.25% or greater than 0.75% of the salary of each active employee of the public school. Funding for optional coverage is provided by those participants selecting the optional coverage. Contributions for Retiree health care coverage made by District employees, the State of Texas, the Federal government (state share for federal funded positions), and the school district are shown in the following table. Contributions made by the State are recorded as both revenue and expenditure as on-behalf payments.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED AUGUST 31, 2013

Year	Member		State (on behalf)		Federal for State	School District	
	Rate	Amount	Rate	Amount	Amount	Rate	Amount
2013	0.65%	470,256	0.50%	281,175	40,659	0.55%	397,905
2012	0.65%	463,287	1.00%	539,826	106,140	0.55%	398,522
2011	0.65%	489,796	1.00%	609,815	103,170	0.55%	421,091

Federal Government Retiree Drug Subsidy-The Medicare Modernization Act of 2003 (MMA) created an outpatient prescription drug benefit (known as Medicare Part D) and a Retiree Drug Subsidy (RDS) program which were made available in 2006. The Texas Public School Retired Employee Group Insurance Program (TRS-Care) is offering a Medicare Part D Plan and is participating in the Retiree Drug Subsidy plan for eligible TRS-Care participants under Medicare Part D and the RDS program, TRS-Care receives payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. On-behalf payments must be recognized as equal revenues and expenditures/expenses by each reporting entity. The allocation of these on-behalf payments is based on the ration of a reporting entity's covered payroll to the entire payroll reported by all reporting entities. TRS based this allocation percentage on the "completed" reported submissions by reporting entities for the month of May. The Early Retiree Reinsurance Program (ERRP is a provision of the Patient Protection and Affordable Care Act (PPACA) and provides reimbursement to plan sponsors for a portion of the cost of providing health benefits to retirees between the ages of 55-64 and their covered dependents regardless of age. An "early retiree" is defined as a plan participant aged 55-64 who is not eligible for Medicare and is not covered by an active employee of the plan sponsor.

This temporary program was not available to TRS for th fiscal year ended August 31, 2013; therefore, there was no allocation required and thus none reported by San Angelo ISD for fiscal 2013.

Contributions (as allocated) for Retiree health care coverage made by Medicare Part D for San Angelo ISD are shown in the following table. These amounts are reported as both revenue and expenditure as on-behalf payments in the District financial statements.

Year	Medicare Part D		ERRP	
		Amount		Amount
2013	\$	191,811	\$	-
2012		159,100		175,435
2011		175,942		-

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED AUGUST 31, 2013

**IV.M. Revenue from Local and Intermediate Sources**

During the current year, revenues from local and intermediate sources for governmental funds consisted of the following:

	General Fund	2008 Bond Fund	Nonmajor Spec. Rev. Funds	Debt Service Fund	Fieldhouse Capital Projects Fund	Total
Property Taxes	\$ 38,203,410	\$ -	\$ -	\$ 8,098,205	\$ -	\$ 46,301,615
Penalty, Interest and Other						
Tax-Related Revenue	471,029			89,564		560,593
Tuition and Fees	190,635					190,635
Investment Earnings	119,853	59,127	947	10,182		190,109
Rental Revenues	143,747					143,747
Gifts and Bequests					46,200	46,200
Food Sales			1,932,674			1,932,674
Sale of Surplus Items	4,822					4,822
Co-curricular and Enterprising Activities	202,811		588,546			791,357
E-Rate reimbursements	348,873					348,873
Campus payroll reimbursements	25,159					25,159
PEP	34,586					34,586
Other Local Revenues	61,440			23,211	14,863	99,514
<b>Totals</b>	<b>\$ 39,806,365</b>	<b>\$ 59,127</b>	<b>\$ 2,522,167</b>	<b>\$ 8,221,162</b>	<b>\$ 61,063</b>	<b>\$ 50,669,884</b>

**V. CONTINGENCIES AND COMMITMENTS**

**V.A. Federal Assistance Programs**

Amounts received or receivable from grantor agencies are subject to adjustments by the grantor agencies, principally the federal government, upon review of audit reports on those programs. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantors, cannot be determined at this time.

**V.B. Construction Commitments**

The District had the following construction commitments as of August 31, 2013:

Name of Project	Contractor	Contract Amount
Bond Projects		
Glenmore Elementary Renovation	Mid-Tex of Midland	\$ 227,294
Bradford Elementary Renovation	Lee Lewis Construction	512,919
Reagan Elementary Renovation	Mid-Tex of Midland	668,533
Central High School Building	Lee Lewis Construction	189,863
Central High School Renovation	Lee Lewis Construction	784,682
Lake View High School Building	Lee Lewis Construction	308,265
General Fund Project		
Central High School Pool Renovation	Lee Lewis Construction	428,004

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED AUGUST 31, 2013

**VI. Prior Period Adjustment**

In accordance with the adoption of GASB Statement 65 in the current fiscal year, bond issuance costs previously reported as assets and amortized over the life of the related debt are now recognized as an expense in the year in which the bonds are sold. The effect on the Statement of Net Position of this change in accounting principle is as follows:

	Governmental Activities	Total
Net Position August 31, 2012	\$ 108,973,500	\$ 108,947,419
Effect of adjustment	<u>( 1,539,762)</u>	<u>( 1,539,762)</u>
Net Position August 31, 2012, as restated	<u>\$ 107,433,738</u>	<u>\$107,407,657</u>

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**REQUIRED SUPPLEMENTARY  
INFORMATION**

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SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL - GENERAL FUND  
FOR THE YEAR ENDED AUGUST 31, 2013

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)	
	Original	Final			
<b>REVENUES:</b>					
5700	Total Local and Intermediate Sources	\$ 39,020,000	\$ 39,340,000	\$ 39,806,365	\$ 466,365
5800	State Program Revenues	56,319,000	57,050,000	57,373,354	323,354
5900	Federal Program Revenues	845,000	1,060,000	1,634,309	574,309
5020	Total Revenues	96,184,000	97,450,000	98,814,028	1,364,028
<b>EXPENDITURES:</b>					
Current:					
0011	Instruction	57,091,723	56,252,507	55,760,303	492,204
0012	Instructional Resources and Media Services	1,492,745	1,482,297	1,432,763	49,534
0013	Curriculum and Instructional Staff Development	530,743	545,720	546,450	(730)
0021	Instructional Leadership	1,529,175	1,472,805	1,455,296	17,509
0023	School Leadership	5,646,112	5,773,354	5,771,949	1,405
0031	Guidance, Counseling and Evaluation Services	3,829,529	3,865,721	3,855,230	10,491
0032	Social Work Services	420,517	430,517	423,836	6,681
0033	Health Services	516,293	521,893	513,557	8,336
0034	Student (Pupil) Transportation	2,283,495	3,081,088	2,925,844	155,244
0035	Food Services	179,850	159,946	159,946	-
0036	Extracurricular Activities	3,987,166	5,158,531	5,124,341	34,190
0041	General Administration	2,488,594	2,471,682	2,450,606	21,076
0051	Facilities Maintenance and Operations	11,601,053	12,581,038	12,139,251	441,787
0052	Security and Monitoring Services	396,254	478,745	422,940	55,805
0053	Data Processing Services	2,161,510	3,190,510	2,978,716	211,794
0061	Community Services	149,909	158,504	149,955	8,549
Capital Outlay:					
0081	Facilities Acquisition and Construction	-	4,020,611	3,502,049	518,562
Intergovernmental:					
0099	Other Intergovernmental Charges	825,000	847,000	846,240	760
6030	Total Expenditures	95,129,668	102,492,469	100,459,272	2,033,197
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	1,054,332	(5,042,469)	(1,645,244)	3,397,225
<b>OTHER FINANCING SOURCES (USES):</b>					
7912	Sale of Real and Personal Property	-	-	63,783	63,783
8911	Transfers Out (Use)	-	(2,280)	(13,505)	(11,225)
7080	Total Other Financing Sources (Uses)	-	(2,280)	50,278	52,558
1200	Net Change in Fund Balances	1,054,332	(5,044,749)	(1,594,966)	3,449,783
0100	Fund Balance - September 1 (Beginning)	30,039,090	30,039,090	30,039,090	-
3000	Fund Balance - August 31 (Ending)	\$ 31,093,422	\$ 24,994,341	\$ 28,444,124	\$ 3,449,783

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
 FOR THE YEAR ENDED AUGUST 31, 2013

The Board of Trustees adopts an "appropriated budget" on the GAAP basis for the General Fund, the Debt Service Fund and the Child Nutrition Program Fund (a nonmajor Special Revenue Fund). The District is required to present the original adopted and final amended budgeted revenues and expenditures for each of these funds. The District compares the final amended budget to actual revenues and expenditures. The General Fund budget report appears in this section as Exhibit G-1 and the other two reports are in the T.E.A. Required Schedules as Exhibits J-4 and J-5.

**BUDGETARY PROCESS**

Prior to August 20, the District prepares a budget for the next succeeding fiscal year beginning September 1. The operating budget includes proposed expenditures and the means of financing them.

A meeting of the Board is then called for the purpose of adopting the proposed budget. At least ten days public notice of the meeting must be given.

Prior to September 1, the budget is legally enacted through passage of a resolution by the Board. Once a budget is approved, it can only be amended at the function and fund level by approval of a majority of the members of the Board. Amendments are presented to the board at its regular meetings. Each amendment must have Board approval. As required by law, such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year end. All budget appropriations lapse at year end. The budgets were amended shortly after the beginning of the year to adjust the beginning fund balances to actual after prior year end adjustments. The General Fund budget was also amended during the year to reflect revised revenue estimates and provide for supplemental appropriations and reallocations between functions (net increase in expenditures of \$6,270,815 and increase in revenues of \$661,000).

**EXCESS OF EXPENDITURES OVER APPROPRIATIONS**

There were expenditures in excess of appropriations for function 13, Curriculum and Instructional Staff Development.

**RECONCILIATION OF SPECIAL REVENUE FUND BALANCES**

Nonappropriated Budget Funds:	
Summer Feeding Program	\$ 40,558
Advanced Placement Incentives	17,039
High School Allotment Fund	188,002
Other State Special Revenue Funds	2,742
Campus Activity Funds	255,626
San Angelo Stadium Fund	61,063
	<u>565,030</u>
Appropriated Budget Funds - Child Nutrition Program	2,567,965
Total Special Revenue Fund Balances	<u><u>\$ 3,132,995</u></u>

## COMBINING AND OTHER STATEMENTS

Included in this section are combining nonmajor funds financial statements, and agency fund statement of changes in assets and liabilities.

### GOVERNMENTAL FUNDS

Following is a description of the purposes of governmental funds.

#### REPORTED AS MAJOR FUNDS IN THE BASIC FINANCIAL STATEMENTS

- General Fund is the District's primary operating fund. It is used to account for all financial resources not required to be reported in another fund. It is always a major fund.
- 2008 Bond Fund is used to account for the expenditure of the proceeds of general obligation bonds issued to fund projects as authorized in the bond election.

#### NONMAJOR GOVERNMENTAL FUNDS

##### Special Revenue Funds

- Funds 200 through 289 are used to account for the receipt and expenditure of federally funded programs. Revenues are generally recognized to the extent of eligible expenditures.
- Funds 380 through 429 are used to account for the State of Texas funded programs. Revenues are generally recognized to the extent of eligible expenditures.
- Funds 460 through 499 are used to account for the receipt and expenditure of local and intermediate source funded programs.

Debt Service Fund is used to account for the accumulation of resources and payment of principal and interest on general obligation bonds. Resources are provided by an annual ad valorem tax levy and State of Texas Foundation Program revenues. Proceeds of refunding bond issues are also accounted for in this fund.

##### Capital Project Funds

- San Angelo Fieldhouse Project is used to account for funds received for the purpose of building a fieldhouse.

### INTERNAL SERVICE FUNDS

Following is a description of the purpose of each internal service fund.

Health Insurance Fund – to account for health insurance claims for the District's employees and their dependents.

Workers Compensation Insurance Fund – to account for workers compensation coverage for the District employees.

### ENTERPRISE FUNDS

A brief description of the purpose of each enterprise fund follows.

Concession Fund – to account for the concessions operations at athletic events.

Jumbo-Tron Fund – to account for advertising revenues and operating costs of an electronic scoreboard installed at San Angelo Stadium.

### AGENCY FUND

Student Activity Accounts are used to account for funds which belong to student groups.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 AUGUST 31, 2013

Data Control Codes	205 Head Start	211 ESEA I, A Improving Basic Program	212 ESEA Title I Part C Migrant	224 IDEA - Part B Formula
<b>ASSETS</b>				
1110 Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
1220 Property Taxes - Delinquent	-	-	-	-
1230 Allowance for Uncollectible Taxes (Credit)	-	-	-	-
1240 Receivables from Other Governments	176,275	460,351	33,160	493,344
1250 Accrued Interest	-	-	-	-
1260 Due from Other Funds	-	-	-	-
1290 Other Receivables	149	-	-	26,975
1300 Inventories	-	-	-	-
1410 Prepayments	-	-	-	-
1900 Other Assets	-	-	-	-
1000 Total Assets	<u>\$ 176,424</u>	<u>\$ 460,351</u>	<u>\$ 33,160</u>	<u>\$ 520,319</u>
<b>LIABILITIES</b>				
2110 Accounts Payable	\$ 14,725	\$ 1,211	\$ -	\$ 276
2170 Due to Other Funds	155,084	459,140	33,160	520,043
2180 Due to Other Governments	-	-	-	-
2190 Due to Student Groups	-	-	-	-
2300 Unearned Revenues	6,615	-	-	-
2000 Total Liabilities	<u>176,424</u>	<u>460,351</u>	<u>33,160</u>	<u>520,319</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
2601 Unavailable Revenue - Property Taxes	-	-	-	-
2600 Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>				
Nonspendable Fund Balance:				
3410 Inventories	-	-	-	-
Restricted Fund Balance:				
3450 Federal or State Funds Grant Restriction	-	-	-	-
3480 Retirement of Long-Term Debt	-	-	-	-
Committed Fund Balance:				
3545 Other Committed Fund Balance	-	-	-	-
3000 Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
4000 Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ 176,424</u>	<u>\$ 460,351</u>	<u>\$ 33,160</u>	<u>\$ 520,319</u>

225 IDEA - Part B Preschool	240 National Breakfast and Lunch Program	242 Summer Feeding Program	244 Career and Technical - Basic Grant	255 ESEA II,A Training and Recruiting	263 Title III, A English Lang. Acquisition	282 Early Head Start	288 Child and Adult Care Feeding
\$ -	\$ 1,792,755	\$ 40,558	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
15,784	125,141	-	30,762	130,204	8,885	78,938	19,666
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	349	-	-	-	-	-	-
-	840,098	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 15,784</u>	<u>\$ 2,758,343</u>	<u>\$ 40,558</u>	<u>\$ 30,762</u>	<u>\$ 130,204</u>	<u>\$ 8,885</u>	<u>\$ 78,938</u>	<u>\$ 19,666</u>
\$ -	\$ 65,944	\$ -	\$ -	\$ 696	\$ -	\$ 1,001	\$ 14,596
15,784	-	-	30,762	129,508	8,885	77,817	5,070
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	124,434	-	-	-	-	120	-
<u>15,784</u>	<u>190,378</u>	<u>-</u>	<u>30,762</u>	<u>130,204</u>	<u>8,885</u>	<u>78,938</u>	<u>19,666</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	840,098	-	-	-	-	-	-
-	1,727,867	40,558	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	2,567,965	40,558	-	-	-	-	-
<u>\$ 15,784</u>	<u>\$ 2,758,343</u>	<u>\$ 40,558</u>	<u>\$ 30,762</u>	<u>\$ 130,204</u>	<u>\$ 8,885</u>	<u>\$ 78,938</u>	<u>\$ 19,666</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 AUGUST 31, 2013

Data Control Codes	289 Other Federal Special Revenue Funds	392 Non-Ed. Community Based Support	394 Life Skills Program	397 Advanced Placement Incentives	
<b>ASSETS</b>					
1110	Cash and Cash Equivalents	\$ -	\$ -	\$ 16,001	\$ 17,039
1220	Property Taxes - Delinquent	-	-	-	-
1230	Allowance for Uncollectible Taxes (Credit)	-	-	-	-
1240	Receivables from Other Governments	-	-	-	-
1250	Accrued Interest	-	-	-	-
1260	Due from Other Funds	-	-	-	-
1290	Other Receivables	-	85	-	-
1300	Inventories	-	-	-	-
1410	Prepayments	-	-	-	-
1900	Other Assets	-	-	-	-
1000	<b>Total Assets</b>	<u>\$ -</u>	<u>\$ 85</u>	<u>\$ 16,001</u>	<u>\$ 17,039</u>
<b>LIABILITIES</b>					
2110	Accounts Payable	\$ -	\$ -	\$ -	\$ -
2170	Due to Other Funds	-	85	-	-
2180	Due to Other Governments	-	-	-	-
2190	Due to Student Groups	-	-	-	-
2300	Unearned Revenues	-	-	16,001	-
2000	<b>Total Liabilities</b>	<u>-</u>	<u>85</u>	<u>16,001</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
2601	Unavailable Revenue - Property Taxes	-	-	-	-
2600	<b>Total Deferred Inflows of Resources</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>					
Nonspendable Fund Balance:					
3410	Inventories	-	-	-	-
Restricted Fund Balance:					
3450	Federal or State Funds Grant Restriction	-	-	-	17,039
3480	Retirement of Long-Term Debt	-	-	-	-
Committed Fund Balance:					
3545	Other Committed Fund Balance	-	-	-	-
3000	<b>Total Fund Balances</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,039</u>
4000	<b>Total Liabilities, Deferred Inflows &amp; Fund Balances</b>	<u>\$ -</u>	<u>\$ 85</u>	<u>\$ 16,001</u>	<u>\$ 17,039</u>

404 Student Success Initiative	410 State Textbook Fund	428 High School Allotment	429 Other State Special Revenue Funds	461 Campus Activity Funds	480 San Angelo Stadium Fund	Total Nonmajor Special Revenue Funds	599 Debt Service Fund
\$ -	\$ -	\$ 188,002	\$ 2,742	\$ 277,858	\$ 61,063	\$ 2,396,018	\$ 2,311,846
-	-	-	-	-	-	-	269,542
-	-	-	-	-	-	-	(13,208)
10,610	1,169,131	-	-	-	-	2,752,251	-
-	-	-	-	-	-	-	478
-	-	-	-	-	-	-	11
-	-	-	-	393	-	27,951	34,248
-	-	-	-	-	-	840,098	-
-	138,202	-	-	-	-	138,202	-
-	-	-	-	-	-	-	250,650
<u>\$ 10,610</u>	<u>\$ 1,307,333</u>	<u>\$ 188,002</u>	<u>\$ 2,742</u>	<u>\$ 278,251</u>	<u>\$ 61,063</u>	<u>\$ 6,154,520</u>	<u>\$ 2,853,567</u>
\$ -	\$ 138,202	\$ -	\$ -	\$ 4,644	\$ -	\$ 241,295	\$ -
10,610	-	-	-	1,210	-	1,447,158	-
-	-	-	-	-	-	-	20,571
-	-	-	-	2,809	-	2,809	-
-	1,169,131	-	-	13,962	-	1,330,263	-
<u>10,610</u>	<u>1,307,333</u>	<u>-</u>	<u>-</u>	<u>22,625</u>	<u>-</u>	<u>3,021,525</u>	<u>20,571</u>
-	-	-	-	-	-	-	221,066
-	-	-	-	-	-	-	221,066
-	-	-	-	-	-	840,098	-
-	-	188,002	2,742	-	-	1,976,208	-
-	-	-	-	-	-	-	2,611,930
-	-	-	-	255,626	61,063	316,689	-
-	-	188,002	2,742	255,626	61,063	3,132,995	2,611,930
<u>\$ 10,610</u>	<u>\$ 1,307,333</u>	<u>\$ 188,002</u>	<u>\$ 2,742</u>	<u>\$ 278,251</u>	<u>\$ 61,063</u>	<u>\$ 6,154,520</u>	<u>\$ 2,853,567</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 AUGUST 31, 2013

Data Control Codes	630 Fieldhouse Fund	Total Nonmajor Governmental Funds
<b>ASSETS</b>		
1110 Cash and Cash Equivalents	\$ -	\$ 4,707,864
1220 Property Taxes - Delinquent	-	269,542
1230 Allowance for Uncollectible Taxes (Credit)	-	(13,208)
1240 Receivables from Other Governments	-	2,752,251
1250 Accrued Interest	-	478
1260 Due from Other Funds	-	11
1290 Other Receivables	-	62,199
1300 Inventories	-	840,098
1410 Prepayments	-	138,202
1900 Other Assets	-	250,650
1000 Total Assets	<u>\$ -</u>	<u>\$ 9,008,087</u>
<b>LIABILITIES</b>		
2110 Accounts Payable	\$ -	\$ 241,295
2170 Due to Other Funds	-	1,447,158
2180 Due to Other Governments	-	20,571
2190 Due to Student Groups	-	2,809
2300 Unearned Revenues	-	1,330,263
2000 Total Liabilities	<u>-</u>	<u>3,042,096</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
2601 Unavailable Revenue - Property Taxes	-	221,066
2600 Total Deferred Inflows of Resources	<u>-</u>	<u>221,066</u>
<b>FUND BALANCES</b>		
Nonspendable Fund Balance:		
3410 Inventories	-	840,098
Restricted Fund Balance:		
3450 Federal or State Funds Grant Restriction	-	1,976,208
3480 Retirement of Long-Term Debt	-	2,611,930
Committed Fund Balance:		
3545 Other Committed Fund Balance	-	316,689
3000 Total Fund Balances	<u>-</u>	<u>5,744,925</u>
4000 Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ -</u>	<u>\$ 9,008,087</u>



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SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2013

Data Control Codes	205 Head Start	211 ESEA I, A Improving Basic Program	212 ESEA Title I Part C Migrant	224 IDEA - Part B Formula
<b>REVENUES:</b>				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800 State Program Revenues	-	-	-	-
5900 Federal Program Revenues	2,304,942	3,468,396	106,891	2,847,341
5020 Total Revenues	<u>2,304,942</u>	<u>3,468,396</u>	<u>106,891</u>	<u>2,847,341</u>
<b>EXPENDITURES:</b>				
<b>Current:</b>				
0011 Instruction	1,143,859	2,984,481	36,093	2,098,712
0012 Instructional Resources and Media Services	-	3,754	-	-
0013 Curriculum and Instructional Staff Development	124,342	289,570	-	6,772
0021 Instructional Leadership	-	139,419	70,345	91,790
0023 School Leadership	376,419	-	-	-
0031 Guidance, Counseling and Evaluation Services	60,078	-	-	624,996
0032 Social Work Services	140,603	-	-	-
0033 Health Services	111,298	3,247	-	21,652
0034 Student (Pupil) Transportation	1,249	-	-	-
0035 Food Services	32,302	-	-	-
0041 General Administration	2,640	-	-	-
0051 Facilities Maintenance and Operations	268,266	-	-	-
0052 Security and Monitoring Services	1,296	-	-	-
0061 Community Services	42,590	47,925	453	3,419
<b>Debt Service:</b>				
0071 Principal on Long Term Debt	-	-	-	-
0072 Interest on Long Term Debt	-	-	-	-
0073 Bond Issuance Cost and Fees	-	-	-	-
6030 Total Expenditures	<u>2,304,942</u>	<u>3,468,396</u>	<u>106,891</u>	<u>2,847,341</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
7915 Transfers In	-	-	-	-
8911 Transfers Out (Use)	-	-	-	-
7080 Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200 Net Change in Fund Balance	-	-	-	-
0100 Fund Balance - September 1 (Beginning)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
3000 Fund Balance - August 31 (Ending)	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

225 IDEA - Part B Preschool	240 National Breakfast and Lunch Program	242 Summer Feeding Program	244 Career and Technical - Basic Grant	255 ESEA II,A Training and Recruiting	263 Title III, A English Lang. Acquisition	282 Early Head Start	288 Child and Adult Care Feeding
\$ -	\$ 1,925,411	\$ 7,942	\$ -	\$ -	\$ -	\$ -	\$ -
-	103,814	-	-	-	-	-	-
94,910	5,247,220	133,901	187,094	689,082	73,552	975,874	460,689
94,910	7,276,445	141,843	187,094	689,082	73,552	975,874	460,689
94,910	-	-	77,887	527,110	71,906	849,864	-
-	-	-	-	-	-	-	-
-	-	-	44,047	99,989	675	9,706	-
-	-	-	3,169	45,441	503	-	-
-	-	-	-	-	-	43,841	-
-	-	-	61,991	-	-	657	-
-	-	-	-	-	-	38,567	-
-	-	-	-	-	-	15,928	-
-	-	-	-	-	-	-	-
-	6,665,668	119,109	-	-	-	5,765	474,194
-	-	-	-	-	-	660	-
-	168,358	4,570	-	-	-	10,400	-
-	-	-	-	-	-	-	-
-	-	-	-	16,542	468	486	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
94,910	6,834,026	123,679	187,094	689,082	73,552	975,874	474,194
-	442,419	18,164	-	-	-	-	(13,505)
-	3,584	-	-	-	-	-	13,505
-	-	-	-	-	-	-	-
-	3,584	-	-	-	-	-	13,505
-	446,003	18,164	-	-	-	-	-
-	2,121,962	22,394	-	-	-	-	-
\$ -	\$ 2,567,965	\$ 40,558	\$ -	\$ -	\$ -	\$ -	\$ -

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2013

Data Control Codes	289 Other Federal Special Revenue Funds	392 Non-Ed. Community Based Support	394 Life Skills Program	397 Advanced Placement Incentives	
<b>REVENUES:</b>					
5700	Total Local and Intermediate Sources	\$ -	\$ -	\$ 2,263	\$ -
5800	State Program Revenues	-	-	-	-
5900	Federal Program Revenues	3,346	-	-	-
5020	Total Revenues	<u>3,346</u>	<u>-</u>	<u>2,263</u>	<u>-</u>
<b>EXPENDITURES:</b>					
Current:					
0011	Instruction	3,346	-	-	1,445
0012	Instructional Resources and Media Services	-	-	-	-
0013	Curriculum and Instructional Staff Development	-	-	-	1,584
0021	Instructional Leadership	-	-	-	-
0023	School Leadership	-	-	-	-
0031	Guidance, Counseling and Evaluation Services	-	-	-	-
0032	Social Work Services	-	-	-	-
0033	Health Services	-	-	-	-
0034	Student (Pupil) Transportation	-	-	-	-
0035	Food Services	-	-	-	-
0041	General Administration	-	-	-	-
0051	Facilities Maintenance and Operations	-	-	-	-
0052	Security and Monitoring Services	-	-	-	-
0061	Community Services	-	-	2,263	-
Debt Service:					
0071	Principal on Long Term Debt	-	-	-	-
0072	Interest on Long Term Debt	-	-	-	-
0073	Bond Issuance Cost and Fees	-	-	-	-
6030	Total Expenditures	<u>3,346</u>	<u>-</u>	<u>2,263</u>	<u>3,029</u>
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,029)</u>
<b>OTHER FINANCING SOURCES (USES):</b>					
7915	Transfers In	-	-	-	-
8911	Transfers Out (Use)	-	-	-	-
7080	Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200	Net Change in Fund Balance	-	-	-	(3,029)
0100	Fund Balance - September 1 (Beginning)	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,068</u>
3000	Fund Balance - August 31 (Ending)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,039</u>

404 Student Success Initiative	410 State Textbook Fund	428 High School Allotment	429 Other State Special Revenue Funds	461 Campus Activity Funds	480 San Angelo Stadium Fund	Total Nonmajor Special Revenue Funds	599 Debt Service Fund
\$ -	\$ -	\$ -	\$ -	\$ 586,551	\$ -	\$ 2,522,167	\$ 8,221,162
53,026	200,050	-	252	-	-	357,142	2,512,275
-	-	-	-	-	-	16,593,238	-
<u>53,026</u>	<u>200,050</u>	<u>-</u>	<u>252</u>	<u>586,551</u>	<u>-</u>	<u>19,472,547</u>	<u>10,733,437</u>
53,026	200,050	-	-	248,805	-	8,391,494	-
-	-	-	-	-	-	3,754	-
-	-	-	-	-	-	576,685	-
-	-	-	-	4,863	-	355,530	-
-	-	122,911	-	228,579	-	771,750	-
-	-	-	-	-	-	747,722	-
-	-	-	-	-	-	179,170	-
-	-	-	-	-	-	152,125	-
-	-	-	-	-	-	1,249	-
-	-	-	-	31	-	7,297,069	-
-	-	-	-	975	-	4,275	-
-	-	-	-	33,779	-	485,373	-
-	-	-	-	-	-	1,296	-
-	-	-	-	-	-	114,146	-
-	-	-	-	-	-	-	4,180,000
-	-	-	-	-	-	-	6,174,280
-	-	-	-	-	-	-	8,231
<u>53,026</u>	<u>200,050</u>	<u>122,911</u>	<u>-</u>	<u>517,032</u>	<u>-</u>	<u>19,081,638</u>	<u>10,362,511</u>
-	-	(122,911)	252	69,519	-	390,909	370,926
-	-	-	-	-	61,063	78,152	-
-	-	-	-	-	-	-	-
-	-	-	-	-	61,063	78,152	-
-	-	(122,911)	252	69,519	61,063	469,061	370,926
-	-	310,913	2,490	186,107	-	2,663,934	2,241,004
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 188,002</u>	<u>\$ 2,742</u>	<u>\$ 255,626</u>	<u>\$ 61,063</u>	<u>\$ 3,132,995</u>	<u>\$ 2,611,930</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2013

Data Control Codes	630 Fieldhouse Fund	Total Nonmajor Governmental Funds
<b>REVENUES:</b>		
5700 Total Local and Intermediate Sources	\$ 61,063	\$ 10,804,392
5800 State Program Revenues	-	2,869,417
5900 Federal Program Revenues	-	16,593,238
5020 Total Revenues	<u>61,063</u>	<u>30,267,047</u>
<b>EXPENDITURES:</b>		
Current:		
0011 Instruction	-	8,391,494
0012 Instructional Resources and Media Services	-	3,754
0013 Curriculum and Instructional Staff Development	-	576,685
0021 Instructional Leadership	-	355,530
0023 School Leadership	-	771,750
0031 Guidance, Counseling and Evaluation Services	-	747,722
0032 Social Work Services	-	179,170
0033 Health Services	-	152,125
0034 Student (Pupil) Transportation	-	1,249
0035 Food Services	-	7,297,069
0041 General Administration	-	4,275
0051 Facilities Maintenance and Operations	-	485,373
0052 Security and Monitoring Services	-	1,296
0061 Community Services	-	114,146
Debt Service:		
0071 Principal on Long Term Debt	-	4,180,000
0072 Interest on Long Term Debt	-	6,174,280
0073 Bond Issuance Cost and Fees	-	8,231
6030 Total Expenditures	<u>-</u>	<u>29,444,149</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>61,063</u>	<u>822,898</u>
<b>OTHER FINANCING SOURCES (USES):</b>		
7915 Transfers In	-	78,152
8911 Transfers Out (Use)	<u>(61,063)</u>	<u>(61,063)</u>
7080 Total Other Financing Sources (Uses)	<u>(61,063)</u>	<u>17,089</u>
1200 Net Change in Fund Balance	-	839,987
0100 Fund Balance - September 1 (Beginning)	<u>-</u>	<u>4,904,938</u>
3000 Fund Balance - August 31 (Ending)	<u>\$ -</u>	<u>\$ 5,744,925</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF NET POSITION  
 INTERNAL SERVICE FUNDS  
 AUGUST 31, 2013

	753	770	
	Health	Workers'	Total
	Insurance	Compensation	Internal
		Fund	Service Funds
<b>ASSETS</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 23,375	\$ 541,588	\$ 564,963
Other Receivables	6,955	1,468	8,423
Prepayments	25,000	-	25,000
Total Current Assets	<u>55,330</u>	<u>543,056</u>	<u>598,386</u>
Noncurrent Assets:			
Restricted Assets	-	383,992	383,992
Total Noncurrent Assets	<u>-</u>	<u>383,992</u>	<u>383,992</u>
Total Assets	<u>55,330</u>	<u>927,048</u>	<u>982,378</u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accrued Expenses	-	508,308	508,308
Total Liabilities	<u>-</u>	<u>508,308</u>	<u>508,308</u>
<b>NET POSITION</b>			
Unrestricted Net Position	55,330	418,740	474,070
Total Net Position	<u>\$ 55,330</u>	<u>\$ 418,740</u>	<u>\$ 474,070</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION  
 INTERNAL SERVICE FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2013

	753 Health Insurance	770 Workers' Compensation Fund	Total Internal Service Funds
<b>OPERATING REVENUES:</b>			
Local and Intermediate Sources	\$ 11,143	\$ 591,351	\$ 602,494
Total Operating Revenues	<u>11,143</u>	<u>591,351</u>	<u>602,494</u>
<b>OPERATING EXPENSES:</b>			
Payroll Costs	-	3,005	3,005
Professional and Contracted Services	-	272,309	272,309
Supplies and Materials	2,890	-	2,890
Other Operating Costs	(46,628)	627,018	580,390
Total Operating Expenses	<u>(43,738)</u>	<u>902,332</u>	<u>858,594</u>
Operating Income (Loss)	<u>54,881</u>	<u>(310,981)</u>	<u>(256,100)</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>			
Earnings from Temporary Deposits & Investments	<u>449</u>	<u>366</u>	<u>815</u>
Total Nonoperating Revenues (Expenses)	<u>449</u>	<u>366</u>	<u>815</u>
Change in Net Position	55,330	(310,615)	(255,285)
Total Net Position - September 1 (Beginning)	<u>-</u>	<u>729,355</u>	<u>729,355</u>
Total Net Position August 31 (Ending)	<u>\$ 55,330</u>	<u>\$ 418,740</u>	<u>\$ 474,070</u>



SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED AUGUST 31, 2013

	753	770	
	Health	Workers'	Total
	Insurance	Compensation	Internal
		Fund	Service Funds
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Assessments - Other Funds	\$ 36,802	\$ 589,883	\$ 626,685
Cash Payments to Employees for Services	-	(3,005)	(3,005)
Cash Payments for Insurance Claims	(255,184)	(258,628)	(513,812)
Cash Payments for Suppliers	(974,641)	(281,639)	(1,256,280)
Cash Payments for Claims Loss Fund	-	(13,948)	(13,948)
Net Cash Provided by (Used for) Operating Activities	<u>(1,193,023)</u>	<u>32,663</u>	<u>(1,160,360)</u>
<u>Cash Flows from Non-Capital Financing Activities:</u>			
Increase(decrease) in Short-term Loans	<u>(234,504)</u>	<u>-</u>	<u>(234,504)</u>
<u>Cash Flows from Investing Activities:</u>			
Interest and Dividends on Investments	<u>449</u>	<u>366</u>	<u>815</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,427,078)	33,029	(1,394,049)
Cash and Cash Equivalents at Beginning of Year	<u>1,450,453</u>	<u>508,559</u>	<u>1,959,012</u>
Cash and Cash Equivalents at End of Year	<u>\$ 23,375</u>	<u>\$ 541,588</u>	<u>\$ 564,963</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>			
<u>Provided by (Used for) Operating Activities:</u>			
Operating Income (Loss):	\$ 54,881	\$ (310,981)	\$ (256,100)
Effect of Increases and Decreases in Current Assets and Liabilities:			
Decrease (increase) in Receivables	29,819	(1,468)	28,351
Decrease (increase) in Restricted Assets	-	(13,948)	(13,948)
Decrease (increase) in Prepaid Expenses	(25,000)	-	(25,000)
Increase (decrease) in Accounts Payable	(944,889)	(9,330)	(954,219)
Increase (decrease) in Unearned Revenues	(4,160)	-	(4,160)
Increase (decrease) in Accrued Expenses	<u>(303,674)</u>	<u>368,390</u>	<u>64,716</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ (1,193,023)</u>	<u>\$ 32,663</u>	<u>\$ (1,160,360)</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF NET POSITION  
 NONMAJOR ENTERPRISE FUNDS  
 AUGUST 31, 2013

	711 Concession Fund	712 Jumbotron Fund	Total Nonmajor Enterprise Funds
<b>ASSETS</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 60,173	\$ -	\$ 60,173
Other Receivables	4,675	208	4,883
Total Current Assets	<u>64,848</u>	<u>208</u>	<u>65,056</u>
Noncurrent Assets:			
Capital Assets:			
Leased Property Under Capital Leases	-	535,000	535,000
Depreciation on Capital Leases	-	(432,458)	(432,458)
Total Noncurrent Assets	<u>-</u>	<u>102,542</u>	<u>102,542</u>
Total Assets	<u>64,848</u>	<u>102,750</u>	<u>167,598</u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable	151	-	151
Unearned Revenues	-	57,144	57,144
Total Current Liabilities	<u>151</u>	<u>57,144</u>	<u>57,295</u>
NonCurrent Liabilities:			
Capital Leases Payable - Due Within One Year	-	68,178	68,178
Capital Lease Payable - Due in More than One Year	-	62,263	62,263
Total Noncurrent Liabilities	<u>-</u>	<u>130,441</u>	<u>130,441</u>
Total Liabilities	<u>151</u>	<u>187,585</u>	<u>187,736</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	-	(27,899)	(27,899)
Unrestricted Net Position	64,697	(56,936)	7,761
Total Net Position	<u>\$ 64,697</u>	<u>\$ (84,835)</u>	<u>\$ (20,138)</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION  
 NONMAJOR ENTERPRISE FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2013

	711	712	Total
	Concession	Jumbotron	Nonmajor
	Fund	Fund	Enterprise
			Funds
<b>OPERATING REVENUES:</b>			
Local and Intermediate Sources	\$ 110,157	\$ 82,584	\$ 192,741
Total Operating Revenues	<u>110,157</u>	<u>82,584</u>	<u>192,741</u>
<b>OPERATING EXPENSES:</b>			
Payroll Costs	41,724	-	41,724
Professional and Contracted Services	1,224	-	1,224
Supplies and Materials	51,847	-	51,847
Other Operating Costs	382	-	382
Depreciation Expense	-	53,500	53,500
Total Operating Expenses	<u>95,177</u>	<u>53,500</u>	<u>148,677</u>
Operating Income	<u>14,980</u>	<u>29,084</u>	<u>44,064</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>			
Non-operating Expenses	-	(34,537)	(34,537)
Total Nonoperating Revenues (Expenses)	<u>-</u>	<u>(34,537)</u>	<u>(34,537)</u>
Income (Loss) Before Transfers	14,980	(5,453)	9,527
Transfers Out	(3,584)	-	(3,584)
Change in Net Position	11,396	(5,453)	5,943
Total Net Position - September 1 (Beginning)	<u>53,301</u>	<u>(79,382)</u>	<u>(26,081)</u>
Total Net Position August 31 (Ending)	<u>\$ 64,697</u>	<u>\$ (84,835)</u>	<u>\$ (20,138)</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF CASH FLOWS  
 NONMAJOR ENTERPRISE FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2013

	711	712	Total
	Concession	Jumbotron	Nonmajor
	Fund	Fund	Enterprise
			Funds
<u>Cash Flows from Operating Activities:</u>			
Cash Received from User Charges	\$ 113,179	\$ 70,125	\$ 183,304
Cash Payments to Employees for Services	(41,724)	-	(41,724)
Cash Payments for Suppliers	(53,981)	-	(53,981)
Net Cash Provided by Operating Activities	<u>17,474</u>	<u>70,125</u>	<u>87,599</u>
<u>Cash Flows from Non-Capital Financing Activities:</u>			
Operating Transfer Out	<u>(3,584)</u>	<u>-</u>	<u>(3,584)</u>
<u>Cash Flows from Capital &amp; Related Financing Activities:</u>			
Retirement of Long-term Debt	-	(35,588)	(35,588)
Interest Paid on Long-term Debt	-	(34,537)	(34,537)
Net Cash Used For Capital and Related Financing Activities	<u>-</u>	<u>(70,125)</u>	<u>(70,125)</u>
Net Increase in Cash and Cash Equivalents	13,890	-	13,890
Cash and Cash Equivalents at Beginning of Year	<u>46,283</u>	<u>-</u>	<u>46,283</u>
Cash and Cash Equivalents at End of Year	<u>\$ 60,173</u>	<u>\$ -</u>	<u>\$ 60,173</u>
<u>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</u>			
Operating Income:	\$ 14,980	\$ 29,084	\$ 44,064
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:			
Depreciation	-	53,500	53,500
Effect of Increases and Decreases in Current Assets and Liabilities:			
Decrease (increase) in Receivables	3,022	-	3,022
Increase (decrease) in Accounts Payable	(528)	-	(528)
Increase (decrease) in Unearned Revenues	<u>-</u>	<u>(12,459)</u>	<u>(12,459)</u>
Net Cash Provided by Operating Activities	<u>\$ 17,474</u>	<u>\$ 70,125</u>	<u>\$ 87,599</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUND  
 FOR THE YEAR ENDED AUGUST 31, 2013

	BALANCE SEPTEMBER 1 2012	ADDITIONS	DEDUCTIONS	BALANCE AUGUST 31 2013
<b>STUDENT ACTIVITY ACCOUNT</b>				
Assets:				
Cash and Temporary Investments	\$ 460,786	\$ 313,930	\$ 371,979	\$ 402,737
Other Receivables	1,898	3,814	3,815	1,897
Total Assets	<u>\$ 462,684</u>	<u>\$ 317,744</u>	<u>\$ 375,794</u>	<u>\$ 404,634</u>
Liabilities:				
Accounts Payable	\$ 161	\$ 23,726	\$ 23,684	\$ 203
Due to Student Groups	462,523	316,019	374,111	404,431
Total Liabilities	<u>\$ 462,684</u>	<u>\$ 339,745</u>	<u>\$ 397,795</u>	<u>\$ 404,634</u>

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**COMPLIANCE SCHEDULES**  
(Required by Texas Education Agency)

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF DELINQUENT TAXES RECEIVABLE  
FISCAL YEAR ENDED AUGUST 31, 2013

Last 10 Years Ended August 31	(1)	(2)	(3)
	Tax Rates		Assessed/Appraised Value for School Tax Purposes
	Maintenance	Debt Service	
2004 and prior years	Various	Various	\$ 23,898,963,008
2005	1.500000	0.075250	2,179,369,700
2006	1.500000	0.072000	2,318,913,431
2007	1.370000	0.070000	2,567,976,619
2008	1.040000	0.070000	2,718,372,546
2009	1.040000	0.070000	2,888,797,097
2010	1.040000	0.312500	3,033,131,516
2011	1.040000	0.272500	3,064,378,472
2012	1.040000	0.240000	3,244,186,953
2013 (School year under audit)	1.040000	0.220000	3,672,571,845
1000 TOTALS			



(10) Beginning Balance 9/1/2012	(20) Current Year's Total Levy	(31) Maintenance Collections	(32) Debt Service Collections	(40) Entire Year's Adjustments	(50) Ending Balance 8/31/2013
\$ 310,941	\$ -	\$ 7,484	\$ 440	\$ (17,953)	\$ 285,064
36,167	-	1,268	64	(1,920)	32,915
35,053	-	2,559	123	(2,618)	29,753
32,414	-	4,929	252	(3,406)	23,827
35,181	-	10,692	720	(3,897)	19,872
89,693	-	46,937	3,159	(581)	39,016
233,632	-	111,745	33,577	(594)	87,716
390,669	-	164,999	43,233	(3,005)	179,432
633,783	-	238,420	55,020	(21,787)	318,556
-	46,274,405	37,598,019	7,953,427	(8,093)	714,866
<u>\$ 1,797,533</u>	<u>\$ 46,274,405</u>	<u>\$ 38,187,052</u>	<u>\$ 8,090,015</u>	<u>\$ (63,854)</u>	<u>\$ 1,731,017</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 SCHEDULE OF EXPENDITURES FOR COMPUTATIONS OF INDIRECT COST FOR 2014-2015  
 GENERAL AND SPECIAL REVENUE FUNDS  
 AUGUST 31, 2013

**FUNCTION 41 AND RELATED FUNCTION 53 - GENERAL ADMINISTRATION, 99 - APPRAISAL DISTRICT COST**

Account Number	Account Name	1	2	3	4	5	6	7
		(702) School Board	(703) Tax Collections	(701) Supt's Office	(750) Indirect Cost	(720) Direct Cost	(other) Miscellaneous	Total
611X-6146	PAYROLL COSTS	\$ 29,797	\$ -	\$ 245,923	\$ 1,440,319	\$ 177,752	\$ -	\$ 1,893,791
6149	Leave for Separating Employees in Fn 41 & 53	-	-	-	-	-	-	-
6149	Leave - Separating Employees not in 41 & 53	-	-	-	-	-	-	-
6211	Legal Services	56,001	-	-	-	-	-	56,001
6212	Audit Services	-	-	-	46,715	-	-	46,715
6213	Tax Appraisal/Collection - Appraisal in Fn 99	-	846,240	-	-	-	-	846,240
6214	Lobbying	-	-	-	-	-	-	-
621X	Other Professional Services	127	-	4,500	100,222	-	-	104,849
6220	Tuition and Transfer Payments	-	-	-	-	-	-	-
6230	Education Service Centers	-	-	-	-	-	-	-
6240	Contr. Maint. and Repair	-	-	-	-	52,262	-	52,262
6250	Utilities	-	-	-	-	-	-	-
6260	Rentals	-	-	-	15,128	925	-	16,053
6290	Miscellaneous Contr.	-	-	-	13,972	-	-	13,972
6320	Textbooks and Reading	-	-	457	1,326	4,577	-	6,360
6330	Testing Materials	-	-	-	-	-	-	-
63XX	Other Supplies Materials	7,288	-	376	67,470	12,169	-	87,303
6410	Travel, Subsistence, Stipends	60	-	9,861	33,967	2,137	-	46,025
6420	Ins. and Bonding Costs	-	-	-	-	80,271	-	80,271
6430	Election Costs	5,085	-	-	-	-	-	5,085
6490	Miscellaneous Operating	71,006	-	8,418	38,537	12,229	-	130,190
6500	Debt Service	-	-	-	-	-	-	-
6600	Capital Outlay	-	-	-	-	-	-	-
6000	<b>TOTAL</b>	<b>\$ 169,364</b>	<b>\$ 846,240</b>	<b>\$ 269,535</b>	<b>\$ 1,757,656</b>	<b>\$ 342,322</b>	<b>\$ -</b>	<b>\$ 3,385,117</b>

Total expenditures/expenses for General and Special Revenue Funds: (9) \$ 119,540,910

LESS: Deductions of Unallowable Costs

FISCAL YEAR

Total Capital Outlay (6600)	(10)	\$ 6,042,080
Total Debt & Lease(6500)	(11)	-
Plant Maintenance (Function 51, 6100-6400)	(12)	12,435,004
Food (Function 35, 6341 and 6499)	(13)	2,818,611
Stipends (6413)	(14)	-
Column 4 (above) - Total Indirect Cost		<u>1,757,656</u>

SubTotal:

23,053,351

Net Allowed Direct Cost

\$ 96,487,559

CUMULATIVE

Total Cost of Buildings before Depreciation (1520)	(15)	\$ 168,967,589
Historical Cost of Building over 50 years old	(16)	\$ 13,605,944
Amount of Federal Money in Building Cost (Net of #16)	(17)	\$ 137,018
Total Cost of Furniture & Equipment before Depreciation (1530 & 1540)	(18)	\$ 22,899,284
Historical Cost of Furniture & Equipment over 16 years old	(19)	\$ 1,020,211
Amount of Federal Money in Furniture & Equipment (Net of #19)	(20)	\$ 1,233,005

(8) NOTE A: \$83,996 in Function 53 expenditures are included in this report on administrative costs.  
 \$846,240 in Function 99 expenditures for appraisal district costs are included in this report on administrative costs.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL - CHILD NUTRITION PROGRAM  
 FOR THE YEAR ENDED AUGUST 31, 2013

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
<b>REVENUES:</b>				
5700 Total Local and Intermediate Sources	\$ 1,942,312	\$ 1,942,312	\$ 1,925,411	\$ (16,901)
5800 State Program Revenues	40,000	40,000	103,814	63,814
5900 Federal Program Revenues	5,201,464	5,201,464	5,247,220	45,756
5020 Total Revenues	7,183,776	7,183,776	7,276,445	92,669
<b>EXPENDITURES:</b>				
0035 Food Services	6,985,576	6,985,576	6,665,668	319,908
0051 Facilities Maintenance and Operations	198,200	198,200	168,358	29,842
6030 Total Expenditures	7,183,776	7,183,776	6,834,026	349,750
1100 Excess of Revenues Over Expenditures	-	-	442,419	442,419
<b>OTHER FINANCING SOURCES (USES):</b>				
7915 Transfers In	-	-	3,584	3,584
7080 Total Other Financing Sources (Uses)	-	-	3,584	3,584
1200 Net Change in Fund Balances	-	-	446,003	446,003
0100 Fund Balance - September 1 (Beginning)	2,121,962	2,121,962	2,121,962	-
3000 Fund Balance - August 31 (Ending)	\$ 2,121,962	\$ 2,121,962	\$ 2,567,965	\$ 446,003

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL - DEBT SERVICE FUND  
 FOR THE YEAR ENDED AUGUST 31, 2013

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
<b>REVENUES:</b>				
5700 Total Local and Intermediate Sources	\$ 7,855,000	\$ 7,865,000	\$ 8,221,162	\$ 356,162
5800 State Program Revenues	2,500,000	2,500,000	2,512,275	12,275
5020 Total Revenues	10,355,000	10,365,000	10,733,437	368,437
<b>EXPENDITURES:</b>				
Debt Service:				
0071 Principal on Long Term Debt	4,180,000	4,180,000	4,180,000	-
0072 Interest on Long Term Debt	6,174,280	6,174,280	6,174,280	-
0073 Bond Issuance Cost and Fees	720	10,720	8,231	2,489
6030 Total Expenditures	10,355,000	10,365,000	10,362,511	2,489
1200 Net Change in Fund Balances	-	-	370,926	370,926
0100 Fund Balance - September 1 (Beginning)	2,241,004	2,241,004	2,241,004	-
3000 Fund Balance - August 31 (Ending)	\$ 2,241,004	\$ 2,241,004	\$ 2,611,930	\$ 370,926

## STATISTICAL SECTION

*(UNAUDITED - for Analytical Purposes Only)*

This part of San Angelo Independent School District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

TABLE	CONTENTS
	<b>Financial Trends</b>
	<i>These tables contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.</i>
	Entity-wide information:
1	Net assets by component, last ten fiscal years
2	Changes in net assets, last ten fiscal years
	Governmental Funds Information:
3	Fund balances, last ten fiscal years
4	Changes in fund balances, last ten fiscal years
	<b>Revenue Capacity</b>
	<i>These tables contain information to help the reader assess the District's most significant local revenue source, the property tax.</i>
5	Assessed value and actual value of taxable property, and Comptroller's valuation of standardized base, last ten fiscal years; and tax base distribution, last two tax years
6	Allocation of property tax rates and tax levies, last ten fiscal years
7	Direct and overlapping property tax rates, last ten fiscal years
8	Property use categories at gross appraised market value, tax year 2012
9	Principal property taxpayers, current year and nine years ago
10	Property tax levies and collections, last ten fiscal years
	<b>Debt Capacity</b>
	<i>These tables present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.</i>
11	Ratios of outstanding debt by type, last ten fiscal years
12	Ratios of net general bonded debt outstanding, last ten fiscal years; and statement of legal debt margin
13	Direct and overlapping governmental activities debt as of August 31, 2013
14	Pledged revenue coverage, last five fiscal years
	<b>Demographic and Economic Information</b>
	<i>These tables offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.</i>
15	Demographic and economic statistics, last ten calendar years
16	Principal employers, current year and nine years ago
	<b>Operating Information</b>
	<i>These tables contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and activities it performs.</i>
17	Staff information, last ten fiscal years
18	Student information, last ten fiscal years
19	Operating statistics, last ten fiscal years
20	Capital assets information, last ten fiscal years

**Sources:** Unless otherwise noted, the information in these tables is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB Statement 34 in fiscal year 2001-02; tables presenting entity-wide information include information beginning in that year.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
NET POSITION BY COMPONENT,  
LAST TEN FISCAL YEARS  
*(UNAUDITED - accrual basis of accounting)*

	<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>
Governmental Activities:				
Net Investment in Capital Assets	\$ 76,142,025	\$ 71,331,462	\$ 68,123,024	\$ 65,774,951
Restricted	4,775,658	4,327,397	3,660,369	3,126,860
Unrestricted	30,269,027	31,774,879	33,444,213	29,506,262
Total Governmental Activities Net Position	<u>\$ 111,186,710</u>	<u>\$ 107,433,738</u>	<u>\$ 105,227,606</u>	<u>\$ 98,408,073</u>
Business-Type Activities:				
Net Investment in Capital Assets	\$ (27,899)	\$ (9,988)	\$ (994)	\$ 3,307
Unrestricted	7,761	(16,094)	(37,514)	(39,262)
Total Business-Type Activities Net Position	<u>\$ (20,138)</u>	<u>\$ (26,082)</u>	<u>\$ (38,508)</u>	<u>\$ (35,955)</u>
Primary Government:				
Net Investment in Capital Assets	\$ 76,114,126	\$ 71,321,474	\$ 68,122,030	\$ 65,778,258
Restricted	4,775,658	4,327,397	3,660,369	3,126,860
Unrestricted	30,276,788	31,758,785	33,406,699	29,467,000
Total Primary Government Net position	<u>\$ 111,166,572</u>	<u>\$ 107,407,656</u>	<u>\$ 105,189,098</u>	<u>\$ 98,372,118</u>

Net Position includes prior period adjustments in fiscal years 2004,2006,2008, and 2009,

Note: Net Position has been restated to reflect immediate expense of bond issuance costs in 2004, 2006, and 2009 in compliance with C

TABLE 1

Fiscal Year					
2008-09	2007-08	2006-07	2005-06	2004-05	2003-04
\$ 59,756,813	\$ 59,894,274	\$ 56,027,686	\$ 51,638,749	\$ 49,308,846	\$ 47,946,035
3,060,134	2,683,486	5,411,438	5,908,971	6,366,179	3,179,815
31,442,641	34,527,934	34,130,802	30,760,576	29,680,822	28,221,121
<u>\$ 94,259,588</u>	<u>\$ 97,105,694</u>	<u>\$ 95,569,926</u>	<u>\$ 88,308,296</u>	<u>\$ 85,355,847</u>	<u>\$ 79,346,971</u>
\$ 6,411	\$ 31,079	\$ 56,724	\$ 92,673	\$ 120,955	\$ -
113,088	80,179	37,797	18,161	58,267	181,702
<u>\$ 119,499</u>	<u>\$ 111,258</u>	<u>\$ 94,521</u>	<u>\$ 110,834</u>	<u>\$ 179,222</u>	<u>\$ 181,702</u>
\$ 59,763,224	\$ 59,925,353	\$ 56,084,410	\$ 51,731,422	\$ 49,429,801	\$ 47,946,035
3,060,134	2,683,486	5,411,438	5,908,971	6,366,179	3,179,815
31,555,729	34,608,113	34,168,599	30,778,737	29,739,089	28,402,823
<u>\$ 94,379,087</u>	<u>\$ 97,216,952</u>	<u>\$ 95,664,447</u>	<u>\$ 88,419,130</u>	<u>\$ 85,535,069</u>	<u>\$ 79,528,673</u>

GASB 65

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
CHANGES IN NET POSITION,  
LAST TEN FISCAL YEARS  
(UNAUDITED - accrual basis of accounting)

	<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>
<b>Expenses</b>				
Governmental Activities:				
Instruction	\$ 66,826,951	\$ 66,164,039	\$ 71,147,496	\$ 70,438,360
Instructional resources and media services	1,517,811	1,530,895	1,693,393	1,731,606
Curriculum and instructional staff development	1,161,151	828,657	1,163,024	1,970,955
Instructional leadership	1,876,257	1,857,948	1,983,233	1,623,201
School leadership	6,690,570	6,572,481	6,486,493	6,349,709
Guidance, counseling and evaluation services	4,648,827	4,816,003	5,015,244	4,959,488
Social work services	642,501	656,475	711,054	632,153
Health services	674,661	687,262	764,970	711,952
Student (pupil) transportation	2,934,984	2,767,646	2,671,412	2,553,837
Food Services	7,633,433	7,078,316	7,052,970	6,365,531
Cocurricular / extracurricular activities	4,938,248	4,960,017	4,581,926	4,557,832
General Administration	2,510,566	2,522,886	2,643,524	2,584,419
Facilities maintenance and operation	13,316,353	13,164,586	13,219,909	12,851,443
Security and monitoring services	440,045	443,446	414,299	340,489
Data processing services	2,414,907	2,509,966	2,428,527	2,434,173
Community services	266,562	264,170	333,666	352,370
Interest and fees on long-term debt	6,032,495	6,063,090	6,406,428	6,539,640
Other Governmental Charges (Appraisal District)	846,240	828,172	814,001	741,234
<b>Total Governmental Activities Expenses</b>	<u>125,372,562</u>	<u>123,716,055</u>	<u>129,531,569</u>	<u>127,738,392</u>
Business-Type Activities:				
Concessions	95,177	87,635	93,968	95,111
Jumbo-tron (FY 2005-06 first year of operations)	88,037	70,343	74,279	78,311
<b>Total Business-Type Activities Expenses</b>	<u>183,214</u>	<u>157,978</u>	<u>168,247</u>	<u>173,422</u>
<b>Total Primary Government Expenses</b>	<u>\$ 125,555,776</u>	<u>\$ 123,874,033</u>	<u>\$ 129,699,816</u>	<u>\$ 127,911,814</u>
<b>Program Revenues</b>				
Governmental Activities:				
Charges for services:				
Instruction	\$ 515,623	\$ 496,433	\$ 473,003	\$ 428,715
Curriculum and staff development	-	-	-	-
Instructional leadership	5,863	4,978	4,637	4,286
School leadership	257,965	248,886	231,845	231,441
Health services	-	-	-	-
Food services	1,931,106	1,823,703	1,742,433	1,849,258
Cocurricular / extracurricular activities	219,150	247,956	237,287	167,505
General administration	-	436,744	417,901	-
Plant maintenance and operations	538,180	-	-	387,439
Security and monitoring services	-	-	-	-
Community services	-	-	-	-
Operating grants and contributions	21,106,992	24,603,425	30,601,466	30,140,043
<b>Total Governmental Activities Program Revenues</b>	<u>24,574,879</u>	<u>27,862,125</u>	<u>33,708,572</u>	<u>33,208,687</u>
Business-Type Activities:				
Concessions	110,157	106,280	109,464	97,217
Jumbo-tron (FY 2005-06 first year of operations)	82,584	68,059	56,230	70,751
<b>Total Business-Type Activities Program Revenues</b>	<u>192,741</u>	<u>174,339</u>	<u>165,694</u>	<u>167,968</u>
<b>Total Primary Government Program Revenues</b>	<u>\$ 24,767,620</u>	<u>\$ 28,036,464</u>	<u>\$ 33,874,266</u>	<u>\$ 33,376,655</u>



TABLE 2

Fiscal Year					
2008-09	2007-08	2006-07	2005-06	2004-05	2003-04
\$ 69,866,593	\$ 66,730,115	\$ 62,891,886	\$ 59,995,560	\$ 59,150,115	\$ 57,911,223
1,794,081	1,752,858	1,731,854	1,686,587	1,849,016	2,158,872
1,714,766	1,854,410	1,968,999	2,145,896	2,055,694	2,033,225
1,612,794	1,483,523	1,503,316	1,516,922	1,552,335	1,580,468
6,480,282	6,128,517	5,506,764	5,356,399	5,108,608	4,855,298
5,038,544	4,875,257	4,728,389	4,687,291	4,294,429	4,091,444
781,189	687,144	881,673	853,070	802,268	596,056
651,877	642,762	642,670	530,031	510,326	444,322
2,686,420	2,472,937	2,061,204	2,035,353	1,696,127	1,623,991
6,380,281	6,078,305	5,637,225	5,571,653	5,059,659	5,042,455
4,501,260	3,855,451	3,568,880	3,521,852	3,369,334	3,114,868
2,333,118	2,571,825	2,306,466	2,156,444	2,116,171	2,012,038
12,550,670	13,258,884	12,063,215	12,631,582	11,731,458	10,506,827
265,218	310,337	300,352	258,479	222,473	218,134
2,451,835	3,974,257	2,910,624	1,875,665	1,930,522	1,941,230
367,348	364,730	367,276	314,665	372,672	293,493
4,976,841	1,050,218	1,139,625	1,236,727	1,385,319	1,478,584
739,774	782,194	749,415	707,984	644,469	593,716
<u>125,192,891</u>	<u>118,873,724</u>	<u>110,959,833</u>	<u>107,082,160</u>	<u>103,850,995</u>	<u>100,496,244</u>
98,840	99,653	93,721	97,059	82,253	78,478
80,617	82,845	84,249	91,082	-	-
<u>179,457</u>	<u>182,498</u>	<u>177,970</u>	<u>188,141</u>	<u>82,253</u>	<u>78,478</u>
<u>\$ 125,372,348</u>	<u>\$ 119,056,222</u>	<u>\$ 111,137,803</u>	<u>\$ 107,270,301</u>	<u>\$ 103,933,248</u>	<u>\$ 100,574,722</u>
\$ 368,070	\$ 635,338	\$ 499,170	\$ 418,821	\$ 455,478	\$ 554,156
-	40,843	83,735	11,614	-	-
5,140	5,427	9,362	9,237	9,760	16,311
359,739	206,233	168,519	161,650	180,557	217,477
-	265,619	-	-	-	-
2,032,920	1,926,885	1,727,874	1,615,911	1,549,197	1,636,474
284,288	254,284	191,127	171,161	138,324	183,384
-	-	-	-	-	-
419,868	410,424	361,988	423,981	199,975	104,927
-	8,854	-	-	-	-
-	-	-	-	-	-
23,731,424	22,919,311	21,459,740	21,744,178	21,846,735	18,368,090
<u>27,201,449</u>	<u>26,673,218</u>	<u>24,501,515</u>	<u>24,556,553</u>	<u>24,380,026</u>	<u>21,080,819</u>
116,047	118,184	99,106	116,260	79,773	97,616
71,651	81,051	62,551	72,051	-	-
<u>187,698</u>	<u>199,235</u>	<u>161,657</u>	<u>188,311</u>	<u>79,773</u>	<u>97,616</u>
<u>\$ 27,389,147</u>	<u>\$ 26,872,453</u>	<u>\$ 24,663,172</u>	<u>\$ 24,744,864</u>	<u>\$ 24,459,799</u>	<u>\$ 21,178,435</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
CHANGES IN NET POSITION,  
LAST TEN FISCAL YEARS  
*(UNAUDITED - accrual basis of accounting)*

	<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>
(Continued)				
<b>Net (Expense) / Revenue</b>				
Governmental Activities	\$ (100,797,683)	\$ (95,853,930)	\$ (95,822,997)	\$ (94,529,705)
Business-Type Activities	9,527	16,361	(2,553)	(5,454)
Total Primary Government Net Expense	<u>\$ (100,788,156)</u>	<u>\$ (95,837,569)</u>	<u>\$ (95,825,550)</u>	<u>\$ (94,535,159)</u>
<b>General Revenues and Other Changes in Net Position</b>				
Governmental Activities:				
Property taxes	\$ 46,231,283	\$ 41,265,609	\$ 40,180,884	\$ 40,380,438
State aid - formula grants not restricted	57,369,244	55,449,625	55,337,595	55,040,403
Grants and contributions not restricted		-	3,519,460	1,216,227
Investment earnings	189,976	432,806	1,005,471	1,457,996
Miscellaneous	756,568	996,085	2,599,119	433,126
Special items	-	(87,997)	-	-
Transfers	3,584	3,934	-	150,000
Total Governmental Activities	<u>104,550,655</u>	<u>98,060,062</u>	<u>102,642,529</u>	<u>98,678,190</u>
Business-Type Activities:				
Transfers	(3,584)	(3,934)	-	(150,000)
Total Primary Government	<u>\$ 104,547,071</u>	<u>\$ 98,056,128</u>	<u>\$ 102,642,529</u>	<u>\$ 98,528,190</u>
Prior period adjustment Governmental activities				
<b>Change in Net Position Current Year Transactions</b>				
Governmental Activities	\$ 3,752,972	\$ 2,206,132	\$ 6,819,532	\$ 4,148,485
Business-Type Activities	5,943	12,427	(2,553)	(155,454)
Total Primary Government	<u>\$ 3,758,915</u>	<u>\$ 2,218,559</u>	<u>\$ 6,816,979</u>	<u>\$ 3,993,031</u>

Prior period adjustment Governmental Activities reported in these years:

This table has been re-stated for the effect of expensing bond issuance costs in the year of purchase . (per GASB 65)

TABLE 2

Fiscal Year					
2008-09	2007-08	2006-07	2005-06	2004-05	2003-04
\$ (97,991,442)	\$ (92,200,506)	\$ (86,458,318)	\$ (82,525,607)	\$ (79,470,969)	\$ (79,415,425)
8,241	16,737	(16,313)	170	(2,480)	19,138
<u>\$ (97,983,201)</u>	<u>\$ (92,183,769)</u>	<u>\$ (86,474,631)</u>	<u>\$ (82,525,437)</u>	<u>\$ (79,473,449)</u>	<u>\$ (79,396,287)</u>
\$ 32,030,863	\$ 30,024,562	\$ 36,770,046	\$ 36,368,433	\$ 34,156,856	\$ 32,411,887
59,682,867	60,271,087	52,935,269	43,436,664	44,742,927	47,831,742
973,798	931,001	972,650	644,935	1,270,569	936,377
1,368,623	1,624,328	2,420,467	2,390,069	1,263,371	495,185
887,619	546,413	621,516	2,560,992	2,826,062	1,783,748
-	-	-	(470,639)	1,220,060	-
-	-	-	68,558	-	-
<u>94,943,770</u>	<u>93,397,391</u>	<u>93,719,948</u>	<u>84,999,012</u>	<u>85,479,845</u>	<u>83,458,939</u>
-	-	-	(68,558)	-	-
<u>\$ 94,943,770</u>	<u>\$ 93,397,391</u>	<u>\$ 93,719,948</u>	<u>\$ 84,930,454</u>	<u>\$ 85,479,845</u>	<u>\$ 83,458,939</u>
\$ -	\$ 338,883		\$ 479,044		\$ (1,560)
\$ (3,047,672)	\$ 1,196,885	\$ 7,261,630	\$ 2,473,405	\$ 6,008,876	\$ 4,043,514
8,241	16,737	(16,313)	(68,388)	(2,480)	19,138
<u>\$ (3,039,431)</u>	<u>\$ 1,213,622</u>	<u>\$ 7,245,317</u>	<u>\$ 2,405,017</u>	<u>\$ 6,006,396</u>	<u>\$ 4,062,652</u>
<u>201,566</u>	<u>338,883</u>		<u>479,044</u>		<u>(1,560)</u>

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 FUND BALANCES, GOVERNMENTAL FUNDS,  
 LAST TEN FISCAL YEARS  
*(UNAUDITED - modified accrual basis of accounting)*

	<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>
General Fund:			
Non Spendable Fund Balance			
Inventory	\$ -	\$ -	\$ -
Prepaid Expenditures	977,720	733,001	313,487
Total Non Spendable Fund Balance	<u>977,720</u>	<u>733,001</u>	<u>313,487</u>
Restricted Fund Balance			
Retirement of LT Debt	1,075,374	1,115,869	1,132,018
Other Restricted	187,520	331,113	224,212
Total Restricted Fund Balance	<u>1,262,894</u>	<u>1,446,982</u>	<u>1,356,230</u>
Committed Fund Balance			
Construction	775,000	825,000	400,000
Capital Expenditures for Equipment	1,500,000	3,150,000	2,000,000
Self Insurance	-	-	2,350,000
Other Committed	2,147,421	1,500,000	1,500,000
Total Committed Fund Balance	<u>4,422,421</u>	<u>5,475,000</u>	<u>6,250,000</u>
Unassigned Fund Balance	<u>21,781,089</u>	<u>22,384,107</u>	<u>22,624,187</u>
Total General Fund	<u>\$ 28,444,124</u>	<u>\$ 30,039,090</u>	<u>\$ 30,543,904</u>
All Other Governmental Funds:			
Non Spendable Fund Balance			
Inventory	\$ 840,098	\$ 722,548	\$ 656,522
Restricted Fund Balance			
Retirement of Long Term Debt	2,611,930	2,241,004	2,041,113
Federal or State Funds and Grant Restrictions	1,976,208	1,755,280	1,395,044
Capital Acquisition and Contractual Obligations	3,602,405	24,422,633	52,367,795
Total Restricted Fund Balance	<u>8,190,543</u>	<u>28,418,917</u>	<u>55,803,952</u>
Committed Fund Balance			
Construction	61,063	-	-
Campus Activity Funds	255,626	186,107	-
Unassigned Fund Balance	-	-	414,322
Total Other Governmental Funds:	<u>\$ 9,347,330</u>	<u>\$ 29,141,465</u>	<u>\$ 56,874,796</u>
All Governmental Funds:			
Non Spendable	1,817,818	1,455,549	970,009
Restricted	9,453,437	29,865,899	57,160,182
Committed	4,739,110	5,661,107	6,250,000
Unassigned	21,781,089	22,384,107	23,038,509
Total All Governmental Funds	<u>\$ 37,791,454</u>	<u>\$ 59,366,662</u>	<u>\$ 87,418,700</u>

Note: Fund balances increase in Fiscal Year 2008-09 is due to issuance of school building bonds. All Governmental Fund balance for years prior to 2011 have been re-stated with GASB 54 Component Categories

TABLE 3

Fiscal Year						
2009-10	2008-09	2007-08	2006-07	2005-06	2004-05	2003-04
\$ -	\$ -	\$ -	\$ -	\$ 682	\$ 5,453	\$ 19,919
236,893	133,491	104,224	52,276	25,855	25,928	16,157
236,893	133,491	104,224	52,276	26,537	31,381	36,076
1,128,768	1,127,281	1,036,984	1,112,901	974,188	849,909	747,274
338,562	469,812	826,006	2,612,188	3,627,265	3,305,009	-
1,467,330	1,597,093	1,862,990	3,725,089	4,601,453	4,154,918	747,274
-	3,000,000	5,500,000	2,500,000	2,500,000	5,550,000	5,900,000
350,000	250,000	-	-	-	-	450,000
3,500,000	2,909,750	2,512,352	3,360,216	2,406,137	2,337,073	500,000
3,850,000	6,159,750	8,012,352	5,860,216	4,906,137	7,887,073	2,510,689
20,611,877	21,168,391	21,222,296	24,642,524	22,062,852	18,649,481	17,047,851
\$ 26,166,100	\$ 29,058,725	\$ 31,201,862	\$ 34,280,105	\$ 31,596,979	\$ 30,722,853	\$ 27,191,890
\$ 484,376	\$ 564,571	\$ 539,757	\$ 408,909	\$ 530,950	\$ 363,354	\$ 308,006
1,840,439	1,898,914	1,395,582	1,238,235	995,655	794,708	992,606
1,491,909	1,623,899	1,066,155	1,047,471	402,886	1,435,494	1,467,424
91,379,811	113,393,995	-	-	-	-	949,331
94,712,159	116,916,808	2,461,737	2,285,706	1,398,541	2,230,202	3,409,361
646,725	(53,483)	181,853	-	-	-	-
162,754	197,359	160,242	205,484	195,930	190,187	194,120
\$ 96,006,014	\$ 117,625,255	\$ 3,343,589	\$ 2,900,099	\$ 2,125,421	\$ 2,783,743	\$ 3,911,487
721,269	698,062	643,981	461,185	557,487	394,735	344,082
96,179,489	118,513,901	4,324,727	6,010,795	5,999,994	6,385,120	4,156,635
4,496,725	6,106,267	8,194,205	5,860,216	4,906,137	7,887,073	9,360,689
20,774,631	21,365,750	21,382,538	24,848,008	22,258,782	18,839,668	17,241,971
\$ 122,172,114	\$ 146,683,980	\$ 34,545,451	\$ 37,180,204	\$ 33,722,400	\$ 33,506,596	\$ 31,103,377

ental Fund balance decreases annually as bond funds are expended.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,  
 LAST TEN FISCAL YEARS  
 (UNAUDITED - modified accrual basis of accounting)

	2012-13	2011-12	2010-11	2009-10
<b>Revenues</b>				
Local and intermediate sources:				
Property taxes, penalty and interest	\$ 46,862,208	\$ 42,086,455	\$ 40,707,500	\$ 40,580,189
Gain (loss) from sale of WADA	-	-	-	-
Tuition and fees	190,635	185,700	181,271	166,793
Food services	1,932,674	1,825,858	1,723,990	1,817,763
Co-curricular and enterprising activities	791,357	397,173	803,376	587,101
Investment earnings	190,109	431,999	1,003,562	1,455,093
Insurance proceeds - property damage	-	-	14,269	-
Other revenues	702,901	1,189,565	621,574	646,477
Total local and intermediate sources	50,669,884	46,116,750	45,055,542	45,253,416
State program revenues	60,247,743	59,268,701	63,963,052	60,583,329
Federal program revenues	18,227,547	20,783,348	25,494,872	25,812,511
Total revenues	129,145,174	126,168,799	134,513,466	131,649,256
<b>Expenditures</b>				
Instruction	64,151,797	64,074,951	69,442,509	69,126,938
Instructional resources and media services	1,436,517	1,461,309	1,641,580	1,688,076
Curriculum and instructional staff development	1,123,135	806,077	1,142,672	1,951,157
Instructional leadership	1,810,826	1,840,991	1,956,431	1,620,561
School leadership	6,543,699	6,377,121	6,320,002	6,194,309
Guidance, counseling and evaluation services	4,602,952	4,740,125	4,976,653	4,917,808
Social work services	603,006	618,172	678,612	600,941
Health services	665,682	675,840	757,953	705,689
Student (pupil) transportation	2,927,093	2,547,529	2,493,675	2,559,739
Food Services	7,457,015	6,928,173	6,991,112	6,596,523
Cocurricular / extracurricular activities	5,124,341	4,302,148	4,452,010	4,447,667
General Administration	2,454,881	2,339,102	2,467,637	2,381,155
Facilities maintenance and operation	12,624,624	12,651,191	12,813,566	12,522,735
Security and monitoring services	424,236	393,832	359,955	298,585
Data processing services	2,978,716	2,200,234	2,638,293	2,260,193
Community services	264,101	259,779	332,128	351,291
Debt service:				
Principal	4,180,000	3,523,822	3,556,162	2,235,000
Interest and fees	6,182,511	6,865,664	6,769,531	8,126,568
Capital outlay	24,386,376	30,825,505	40,489,391	26,755,825
Intergovernmental: tax appraisal and collection	846,240	828,172	814,001	741,234
Total expenditures	150,787,748	154,259,737	171,093,873	156,081,994
Excess revenues over (under) expenditures	(21,642,574)	(28,090,938)	(36,580,407)	(24,432,738)
<b>Other financing sources (uses)</b>				
Proceeds of debt issued	-	-	-	-
Sale of real and personal property	63,783	34,966	1,826,993	17,417
Premium or (discount) on issuance of bonds	-	-	-	-
Prepaid interest	-	-	-	-
Transfers in	78,152	171,198	4,443	3,999,835
Transfers out	(74,568)	(167,264)	(4,443)	(4,096,380)
Payment to bond refunding escrow agent	-	-	-	-
Total other financing sources (uses)	67,367	38,900	1,826,993	(79,128)
Restatement of beginning fund balance	-	-	-	-
Net change in fund balances	\$ (21,575,207)	\$ (28,052,038)	\$ (34,753,414)	\$ (24,511,866)
Debt service as a percentage of noncapital expenditures	8.2%	8.4%	7.9%	8.0%

Fiscal Year 2008-09 debt service included \$4.09 million bonds refunded and issuance costs on the total bonds issued.

TABLE 4

		Fiscal Year									
		2008-09	2007-08	2006-07	2005-06	2004-05	2003-04				
\$	31,980,079	\$	30,378,113	\$	37,177,634	\$	36,887,479	\$	34,620,491	\$	32,620,665
	(6,577)		18,433		33,459		1,968,604		2,329,201		1,046,261
	175,271		162,899		123,464		39,555		20,103		18,764
	2,013,359		1,918,031		1,727,874		1,615,911		1,549,537		1,634,260
	724,846		726,169		659,236		633,019		659,379		743,418
	1,344,712		1,523,015		2,288,266		2,306,078		1,225,378		503,833
	-		-		-		-		-		384,012
	1,121,249		1,058,919		669,701		632,371		326,503		339,321
	37,352,939		35,785,579		42,679,634		44,083,017		40,730,592		37,290,534
	66,402,684		67,239,684		59,242,151		48,857,731		50,395,136		53,168,315
	17,981,982		16,870,719		16,063,156		16,872,658		17,406,281		13,944,878
	121,737,605		119,895,982		117,984,941		109,813,406		108,532,009		104,403,727
	66,646,625		66,689,574		61,798,924		59,719,554		58,690,291		56,701,417
	1,720,634		1,701,402		1,719,874		1,651,153		1,823,826		2,121,707
	1,682,331		1,831,746		1,941,101		2,121,540		2,042,944		2,012,229
	1,573,034		1,465,325		1,473,094		1,510,357		1,554,282		1,574,801
	6,207,918		5,964,782		5,321,636		5,184,746		5,052,874		4,739,594
	4,926,144		4,819,169		4,679,206		4,639,941		4,298,333		4,071,798
	731,573		653,472		855,569		833,283		792,523		575,029
	633,367		639,602		637,811		528,333		517,805		444,941
	2,659,373		2,557,399		2,210,572		2,245,154		1,786,965		1,683,514
	6,151,043		5,976,265		5,472,914		5,832,777		5,107,263		5,011,487
	4,312,721		4,430,190		3,440,628		3,382,414		3,171,834		2,957,846
	2,298,659		2,574,113		2,245,536		2,046,795		2,015,569		1,997,907
	12,307,568		14,362,296		11,745,817		11,264,709		10,512,294		9,740,957
	208,543		430,212		257,293		423,028		363,180		216,279
	2,326,700		2,374,291		2,466,624		2,401,726		1,981,681		1,931,672
	357,378		361,770		362,671		313,337		378,586		294,238
	6,220,000		2,060,000		1,858,283		2,005,199		2,741,175		2,308,250
	3,000,088		1,067,260		1,304,324		1,229,926		1,297,443		1,699,651
	8,106,941		2,059,483		4,028,422		1,663,032		2,748,845		8,503,745
	739,774		782,194		749,415		707,984		644,469		593,716
	132,810,414		122,800,545		114,569,714		109,704,988		107,522,182		109,180,778
	(11,072,809)		(2,904,563)		3,415,227		108,418		1,009,827		(4,777,051)
	121,089,985		-		-		-		6,970,000		15,574,991
	11,827		269,810		42,577		38,828		1,230,020		79,322
	2,109,526		-		-		-		148,267		1,280,304
	-		-		-		-		29,978		-
	2,500,000		1,441,938		49,712		68,558		-		-
	(2,500,000)		(1,441,938)		(49,712)		-		-		-
	-		-		-		-		(6,984,873)		(16,627,553)
	123,211,338		269,810		42,577		107,386		1,393,392		307,064
	-		-		-		-		-		(1,560)
\$	112,138,529	\$	(2,634,753)	\$	3,457,804	\$	215,804	\$	2,403,219	\$	(4,471,547)
	7.4%		2.6%		2.9%		3.0%		3.9%		4.0%

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,  
 AND COMPTROLLER'S VALUATION OF STANDARDIZED BASE,  
 LAST TEN FISCAL YEARS;  
 AND TAX BASE DISTRIBUTION, LAST TWO TAX YEARS  
 (UNAUDITED)

Fiscal Year	Tax Year	Actual Value				Less: Exemptions	Net Assessed Taxable Value	Standardized Local Tax Base (Comptroller's Valuation)	
		Real Property	Personal Property	Minerals	Total				
2003-04	2003	2,396,539,852	506,370,811	2,089,620	2,905,000,283	822,419,242	2,082,581,041	2,281,593,847	
2004-05	2004	2,509,274,792	526,091,286	2,442,540	3,037,808,618	858,438,918	2,179,369,700	2,379,969,402	
2005-06	2005	2,686,291,947	528,366,266	1,088,730	3,215,746,943	896,833,512	2,318,913,431	2,531,683,952	
2006-07	2006	2,953,804,520	559,553,004	1,162,270	3,514,519,794	946,543,175	2,567,976,619	2,793,904,510	
2007-08	2007	3,149,706,998	548,977,256	1,249,600	3,699,933,854	984,141,502	2,715,792,352	2,955,169,446	
2008-09	2008	3,413,826,818	584,451,554	738,620	3,999,016,992	1,092,467,934	2,906,549,058	3,155,991,134	
2009-10	2009	3,700,835,549	580,548,049	588,530	4,281,972,128	1,252,285,419	3,029,686,709	3,271,153,786	
2010-11	2010	3,774,575,922	557,021,230	1,208,690	4,332,805,842	1,248,042,382	3,084,763,460	3,367,273,539	
2011-12	2011	3,918,783,728	611,004,314	891,120	4,530,679,162	1,289,737,911	3,240,941,251	3,542,638,679	
2012-13	2012	3,960,104,305	650,656,498	1,007,260	4,611,768,063	938,218,977	3,673,549,086	3,835,212,149	
<b>Tax Base Distribution</b>									
						2012 Tax Roll	2011 Tax Roll		
		Property Type:							
		Real Property				\$ 3,960,104,305	\$ 3,918,783,728		
		Personal Property				650,656,498	611,004,314		
		Minerals				1,007,260	891,120		
		Total Gross Values				<u>4,611,768,063</u>	<u>4,530,679,162</u>		
		Less Exemptions:							
		Agricultural Productivity				89,962,730	90,012,430		
		Freeport				9,177,998	16,775,710		
		Pollution Control				5,853,432	6,272,514		
		Mandatory Homestead				326,955,740	334,280,390		
		Mandatory Over 65				70,753,290	69,712,940		
		Mandatory Disabled				9,562,900	9,359,500		
		Mandatory Disabled Veteran				38,955,508	35,579,700		
		Optional 20% Homestead				-	459,777,693		
		Optional \$25,000 Disability				18,701,750	15,541,620		
		Over 65 Freeze Credit				315,408,577	178,067,826		
		Disabled Freeze Credit				19,677,329	8,400,688		
		Prorations / Exempt				1,512,633	-		
		Cap Credit (on Appraisals of Real Estate)				31,697,090	65,956,900		
		Total Exemptions				<u>938,218,977</u>	<u>1,289,737,911</u>		
		Total Net Valuation				<u>\$ 3,673,549,086</u>	<u>\$ 3,240,941,251</u>		

**Sources:** Actual Value, Exemptions and Net Assessed Value - Tom Green County Appraisal District.  
 Standardized Local Tax Base - TEA Academic Excellence Indicator System - PEIMS Data.

**Notes:** Property is assessed at full market value.



SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 ALLOCATION OF PROPERTY TAX RATES AND TAX LEVIES,  
 LAST TEN FISCAL YEARS  
 (UNAUDITED)

Fiscal Year	District's Direct Tax Rates (Per \$100 of Assessed Value)			District's Tax Levies		Original Levy Total
	General Fund	Debt Service Fund	Total	General Fund	Debt Service Fund	
2003-04	1.50000	0.06750	1.56750	31,238,723	1,405,770	32,644,493
2004-05	1.50000	0.07525	1.57525	32,690,550	1,639,975	34,330,525
2005-06	1.50000	0.07200	1.57200	34,783,702	1,669,617	36,453,319
2006-07	1.37000	0.07000	1.44000	35,181,280	1,797,584	36,978,864
2007-08	1.04000	0.07000	1.11000	28,244,254	1,901,057	30,145,311
2008-09	1.04000	0.07000	1.11000	30,259,904	2,036,725	32,296,629
2009-10	1.04000	0.31250	1.35250	31,544,522	9,478,582	41,023,104
2010-11	1.04000	0.27250	1.31250	32,113,728	8,414,412	40,528,140
2011-12	1.04000	0.24000	1.28000	33,739,544	7,786,049	41,525,593
2012-13	1.04000	0.22000	1.26000	38,194,755	8,079,650	46,274,405

**Source:** Tom Green County Appraisal District.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 DIRECT AND OVERLAPPING PROPERTY TAX RATES,  
 LAST TEN FISCAL YEARS  
 (UNAUDITED)

<u>Fiscal Year</u>	<u>Tax Year</u>	<u>District's Total Direct Rates</u>	<u>Overlapping Rates*</u>	
			<u>Tom Green County</u>	<u>City of San Angelo</u>
2003-04	2003	1.56750	0.52285	0.86830
2004-05	2004	1.57525	0.52285	0.86830
2005-06	2005	1.57200	0.52285	0.85500
2006-07	2006	1.44000	0.52285	0.85000
2007-08	2007	1.11000	0.52582	0.84000
2008-09	2008	1.11000	0.52582	0.82750
2009-10	2009	1.35250	0.52500	0.81750
2010-11	2010	1.31250	0.52500	0.81750
2011-12	2011	1.28000	0.52500	0.78600
2012-13	2012	1.26000	0.05250	0.77600

\* Includes rates for maintenance & operations and debt service.

**Tax Due Dates and Penalties:**

Tax statements are mailed in October and are considered delinquent on February 1. Penalties and interest begin to accrue on that date.

**Source:** Tom Green County Appraisal District.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
PROPERTY USE CATEGORIES AT GROSS APPRAISED MARKET VALUE  
TAX YEAR 2012  
(UNAUDITED)

Property Code	Property Use Category	Items		Gross Appraised Market Value
		Description	Number	
A	Single family residence	No. of properties	29,835	\$ 2,919,434,752
B	Multi-family residence	No. of properties	419	164,718,607
C	Vacant lots/tracts	No. of properties	4,206	57,677,103
D-1	Qualified Ag land	No. of acres	72,135	97,702,600
D-2	Non-qualified land	No. of acres	3,768	15,442,450
E	Farm and ranch improvements	No. of parcels	68	13,567,950
F-1	Real: Commercial	No. of properties	2,383	634,078,679
F-2	Real: Industrial	No. of properties	69	28,782,000
G-1	Minerals: Oil and gas	No. of leases	6	1,007,260
J	Real and personal: utilities	No. of companies	29	110,784,704
L-1	Personal: Commercial	No. of properties	3,569	378,191,469
L-2	Personal: Industrial	No. of properties	45	144,538,031
M-1	Mobile homes	No. of homes	675	6,965,143
O	Real property: Inventory	No. of properties	860	11,808,841
S	Special inventory	No. of accounts	44	27,068,474
Totals				\$ 4,611,768,063
			Total parcels in category D	961

**Source:** Tom Green County Appraisal District.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 PRINCIPAL PROPERTY TAXPAYERS  
 CURRENT YEAR AND NINE YEARS AGO  
 (UNAUDITED)

Taxpayer	Type of Business	Fiscal Year 2012-13			Fiscal Year 2003-04		
		Assessed Value	Rank	Percent of Total Assessed Value	Assessed Value	Rank	Percent of Total Assessed Value
Alexander Properties	Real Estate						
Shannon Medical Center	Hospital						
Walmart	Retail	\$ 57,298,520	1	1.56%	\$ 26,250,512	5	1.26%
Ethicon	Manufacturer	47,739,979	2	1.30%	55,590,206	2	2.67%
AEP (TX N & WTU)	Utility	35,016,450	3	0.95%	41,120,420	3	1.97%
San Angelo Community Medical	Hospital	32,189,417	4	0.88%	30,831,698	4	1.48%
Nabors Well Service	Petroleum	29,890,340	5	0.81%	-		0.00%
Martifer Energy	Utility	27,005,690	6	0.74%	-		0.00%
Verizon Southwest	Utility	24,638,108	7	0.67%	58,047,243	1	2.79%
Sunset Mall, LLP	Real Estate	18,821,000	8	0.51%	16,586,503	6	0.80%
Alexander Construction	Real Estate	16,975,186	9	0.46%	-		0.00%
Suddenlink	Utility	14,607,068	10	0.40%	-		0.00%
Shannon Medical	Hospital	-		0.00%	13,463,896	7	0.65%
Lowe's	Retail	-		0.00%	13,089,947	8	0.63%
Hirschfeld Steel, Inc.	Manufacturer	-		0.00%	12,560,100	9	0.60%
Cox Communications	Utility	-		0.00%	11,516,389	10	0.55%
	Total	<u>\$ 304,181,758</u>		<u>8.28%</u>	<u>\$ 279,056,914</u>		<u>13.40%</u>
	Total Assessed Value	<u>\$ 3,673,549,086</u>			<u>\$ 2,082,581,041</u>		

Source: Tom Green County Appraisal District.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS,  
LAST TEN FISCAL YEARS  
(UNAUDITED)

Fiscal Year	Taxes Levied for the Fiscal Year (Original Levy)	Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of Levy		Collections in Subsequent Years	Total Collections to Date	
				Amount	Percent of Original Levy		Amount	Percent of Adjusted Levy
2003-04	32,644,493	(263,417)	32,381,076	31,690,583	97.08%	662,032	32,352,615	99.91%
2004-05	34,330,525	(210,073)	34,120,452	33,488,062	97.55%	600,240	34,088,302	99.91%
2005-06	36,453,319	(120,276)	36,333,043	35,777,389	98.15%	527,704	36,305,093	99.92%
2006-07	36,978,864	(256,107)	36,722,757	36,192,868	97.87%	507,808	36,700,676	99.94%
2007-08	30,173,935	(179,558)	29,994,377	29,542,993	97.91%	432,988	29,975,981	99.94%
2008-09	32,296,629	(367,460)	31,929,169	31,217,259	96.66%	678,340	31,895,599	99.89%
2009-10	41,023,104	(677,727)	40,345,377	39,528,397	96.36%	747,961	40,276,358	99.83%
2010-11	40,528,140	(353,947)	40,174,193	39,414,014	97.25%	622,942	40,036,956	99.66%
2011-12	41,525,593	(253,346)	41,272,247	40,661,953	97.92%	356,428	41,018,381	99.38%
2012-13	46,274,405	(24,483)	46,249,922	45,551,446	98.44%	170,773	45,722,219	98.86%

**Source:** Tom Green County Appraisal District.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE,  
LAST TEN FISCAL YEARS  
(UNAUDITED)

Fiscal Year	Governmental Activities				Business- Type Activities	Total Primary Government	Percent of Personal Income	Per Capita
	General Obligation Bonds	Contractual Obligations	Loans Payable	Capital Leases	Capital Leases			
2003-04	31,739,991	-	59,668	-	-	31,799,659	1.46%	360.04
2004-05	29,024,991	-	33,493	-	414,045	29,472,529	1.28%	334.49
2005-06	27,043,082	-	10,203	-	384,369	27,437,654	1.08%	311.74
2006-07	25,195,000	-	-	-	366,818	25,561,818	0.97%	289.49
2007-08	23,135,000	-	-	-	338,963	23,473,963	0.84%	259.43
2008-09	138,004,985	-	-	-	310,131	138,315,116	4.61%	1,505.39
2009-10	135,769,985	-	-	-	259,735	136,029,720	4.44%	1,476.19
2010-11	132,213,823	-	-	-	210,536	132,424,359	3.86%	1,420.86
2011-12	128,690,000	-	-	-	166,029	128,856,029	3.63%	1,362.92
2012-13	124,510,000	-	-	-	130,441	124,640,441	2.83%	1,122.61

**Notes:** Details of the District's outstanding debt are in the notes to the financial statements.

Fiscal year 2008-09 general obligation bonds include \$117 million school building bonds issued in that fiscal year.

- a** See Table 15 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING,  
LAST TEN FISCAL YEARS;  
AND STATEMENT OF LEGAL DEBT MARGIN  
(UNAUDITED)

Fiscal Year	Net General Bonded Debt Outstanding				Net General Bonded Debt	Percent of Actual Value of Taxable Property	Per Capita
	General Obligation Bonds	Contractual Obligations	Total General Bonded Debt	Less: Amount in Debt Service Fund			
2003-04	31,739,991	-	31,739,991	970,459	30,769,532	1.06%	348.38
2004-05	29,024,991	-	29,024,991	794,708	28,470,468	0.94%	323.12
2005-06	27,043,082	-	27,043,082	995,655	26,047,427	0.81%	295.95
2006-07	25,195,000	-	25,195,000	1,238,235	23,956,765	0.68%	271.31
2007-08	23,135,000	-	23,135,000	1,395,582	21,739,418	0.59%	240.26
2008-09	138,004,985	-	138,004,985	1,898,914	136,106,071	3.40%	1,481.35
2009-10	135,769,985	-	135,769,985	1,840,439	133,929,546	3.13%	1,453.40
2010-11	132,213,823	-	132,213,823	2,041,113	130,172,710	3.00%	1,396.70
2011-12	128,690,000	-	128,690,000	2,241,004	126,448,996	2.79%	1,337.46
2012-13	124,510,000	-	124,510,000	2,611,930	121,898,070	2.64%	1,097.91

**Notes:** Details of the District's outstanding debt are in the notes to the financial statements.

**a** See Table 5 for property value data.

**b** See Table 15 for population data.

#### STATEMENT OF LEGAL DEBT MARGIN

The laws of the State of Texas do not prescribe any specific tax-supported debt limit for Texas school districts, therefore a statement of legal debt margin is not presented in this report. However, the Texas Education Code, Sec 45.0031, prescribes a limitation on issuance of such debt, as follows:

Before issuing bonds, the District must demonstrate to the Texas Attorney General that, with respect to the proposed issuance, the District has a projected ability to pay the principal of and interest on the proposed bonds and all previously issued bonds, other than bonds authorized to be issued at an election held on or before April 1, 1991, and issued before September 1, 1992, from a tax at a rate not to exceed \$0.50 per \$100 of valuation.

The District's current debt service tax rate is \$0.240 per \$100 valuation, indicating a margin to service debt of approximately two times that currently being levied.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF AUGUST 31, 2012  
(UNAUDITED)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>As of</u>	<u>Estimated Percentage Applicable</u> a	<u>Estimated Share of Overlapping Debt</u>
<b>Debt Repaid With Property Taxes</b>				
City of San Angelo	\$ 17,725,428	09/30/12	100.00%	\$ 17,725,428
Tom Green County	12,047,294	09/30/12	73.88%	8,900,541
<b>Other Debt</b>				
City of San Angelo: COs Serviced by 1/2 Cent Sales Tax	33,725,000	09/30/12	100.00%	33,725,000
Subtotal overlapping debt				<u>60,350,969</u>
<b>District direct debt</b>				<b>b</b> <u>128,690,000</u>
<b>Total Direct &amp; Overlapping Debt</b>				<u><u>\$ 189,040,969</u></u>

**Sources:** Taxable value used to estimate applicable percentages provided by Tom Green County Appraisal District.  
Outstanding debt data provided by each governmental unit.

**Notes:** Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This table estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the District. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

**a** The percentage of overlapping debt applicable is estimated using taxable property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the District's boundaries and dividing it by each unit's taxable value.

**b** See Table 11 for details of the District's direct governmental activities debt.



SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 PLEDGED REVENUE COVERAGE,  
 LAST FIVE FISCAL YEARS  
 (UNAUDITED)

Fiscal Year	Jumbo-Tron Capital Lease Payable						Coverage
	Advertising Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Total	
				Principal	Interest		
2008-09	71,651	-	71,651	28,832	27,117	55,949	128%
2009-10	70,751	-	70,751	50,395	24,810	75,205	94%
2010-11	56,229	-	56,229	49,199	20,778	69,977	80%
2011-12	68,059	-	68,059	44,507	16,843	61,350	111%
2012-13	82,584	-	82,584	35,588	34,537	70,125	118%

**Notes:** The Jumbo-tron scoreboard was acquired at the end of fiscal year 2004-05. Fiscal year 2005-06 was the first year of operations.

Revenues from advertising on the scoreboard are pledged for debt service payments on the capital lease.

Operating expenses do not include interest, depreciation, or amortization expenses.

Details of the District's outstanding debt are in the notes to the financial statements.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 DEMOGRAPHIC AND ECONOMIC STATISTICS,  
 LAST TEN CALENDAR YEARS  
 (UNAUDITED)

Calendar Year	Population <b>a</b>	Personal Income [Calculated]	Per Capita Income <b>b</b>	Unemployment Rate <b>c</b>
2003	88,322	2,185,262,924	24,742	5.2%
2004	88,112	2,302,719,008	26,134	4.8%
2005	88,014	2,532,778,878	28,777	4.4%
2006	88,300	2,639,198,700	29,889	3.4%
2007	90,483	2,803,434,789	30,983	3.8%
2008	91,880	2,997,768,760	32,627	4.5%
2009	92,149	3,062,019,121	33,229	6.5%
2010	93,200	3,432,742,400	36,832	6.4%
2011	94,544	3,548,425,408	37,532	6.2%
2012	111,027	4,408,993,197	39,711	4.8%

**Note:** Information is for the City of San Angelo, Texas, since the geographic area is approximately the same.

**Sources:** **a** U.S. Census Bureau.

**b** U.S. Bureau of Economic Analysis for  
the San Angelo Metropolitan Statistical Area.

**c** Texas Workforce Commission and San Angelo Chamber of Commerce.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS,  
CURRENT YEAR AND NINE YEARS AGO  
(UNAUDITED)

Employer	Fiscal Year 2012-13			Fiscal Year 2003-04		
	Number of Employees	Rank	Percent of Total Employment	Number of Employees	Rank	Percent of Total Employment
Goodfellow Air Force Base	5,165	1	10.94%	4,479	1	10.70%
Shannon Health System	2,627	2	5.57%	2,072	2	4.95%
San Angelo Independent School District	2,041	3	4.32%	1,984	3	4.74%
Angelo State University	1,680	4	3.56%	1,075	7	2.57%
San Angelo State Supported Living Center	920	5	1.95%	690	10	1.65%
San Angelo Community Medical Center	860	6	1.82%	700	9	1.67%
City of San Angelo	855	7	1.81%	843	8	2.01%
Tom Green County	727	8	1.54%	625	11	1.49%
Sitel, Inc.	572	9	1.21%	1,203	6	2.87%
Ethicon (Johnson & Johnson)	510	10	1.08%	1,335	5	3.19%
Totals	<u>15,957</u>		<u>33.80%</u>	<u>15,006</u>		<u>35.84%</u>
Total City of San Angelo Employment	<u>47,200</u>			<u>41,848</u>		

**Sources:** Principal Employers - San Angelo Chamber of Commerce.

Total City of San Angelo Employment - Texas Workforce Commission, Labor Market & Career Information.

Fiscal year 2002-03 estimated from San Angelo Metropolitan Statistical Area, November 2002. City information not available before 2005.

**Notes:** Employment information is for the dates indicated:  
Fiscal Year 2012-13-- November 2012  
Fiscal Year 2003-04-- November 2003

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
STAFF INFORMATION,  
LAST TEN FISCAL YEARS  
(UNAUDITED)

	Fiscal Year									
	2012-13	2011-12	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06	2004-05	2003-04
<b>Full-time-Equivalent Employees</b>										
Professional Staff:										
Teachers	921.7	944.2	987.4	1,016.2	984.1	979.6	968.0	965.6	957.1	971.1
Professional Support	176.0	168.7	186.5	186.7	178.8	176.6	169.1	161.1	160.1	152.3
Campus Administrators	47.5	46.1	45.2	45.3	45.5	44.8	45.3	43.2	43.3	44.8
Central Administrators	18.0	17.0	17.0	18.0	16.0	16.5	16.0	17.0	17.0	14.0
Educational Aides	214.3	226.7	244.2	249.0	238.0	228.4	228.9	233.6	242.1	163.5
Auxiliary Staff	500.3	486.2	505.1	498.0	491.1	490.1	499.5	508.5	501.0	490.6
<b>Total Full-time-Equivalents</b>	<b>1,877.8</b>	<b>1,888.9</b>	<b>1,985.4</b>	<b>2,013.2</b>	<b>1,953.5</b>	<b>1,936.0</b>	<b>1,926.8</b>	<b>1,929.0</b>	<b>1,920.6</b>	<b>1,836.3</b>
<b>Students per Teacher</b>	<b>15.7</b>	<b>15.0</b>	<b>14.2</b>	<b>13.7</b>	<b>14.6</b>	<b>14.5</b>	<b>14.8</b>	<b>15.0</b>	<b>15.3</b>	<b>15.5</b>
<b>Teachers by Years of Experience</b>										
Beginning Teachers	66.1	38.4	47.7	71.6	67.6	54.9	48.8	38.3	45.2	46.0
1-5 Years Experience	201.2	230.9	258.8	275.2	247.6	238.6	241.6	242.2	235.6	252.9
6-10 Years Experience	186.7	195.5	200.0	186.4	196.1	193.9	213.2	222.0	214.9	190.6
11-20 Years Experience	281.4	280.5	291.3	291.8	277.1	281.3	259.3	264.2	273.0	269.0
Over 20 Years Experience	186.3	199.0	189.6	191.1	195.7	210.8	205.2	198.9	188.3	212.6
<b>Average Teacher Salary by Years of Experience</b>										
Beginning Teachers	\$ 35,597	\$ 31,612	\$ 35,744	\$ 36,464	\$ 35,600	\$ 32,803	\$ 33,959	\$ 32,132	\$ 31,607	\$ 31,703
1-5 Years Experience	38,924	37,947	38,411	38,454	37,913	37,085	36,270	33,805	33,050	31,718
6-10 Years Experience	41,588	40,652	41,135	41,873	40,136	39,126	37,932	35,170	34,382	33,139
11-20 Years Experience	45,504	44,648	45,240	45,107	44,491	43,874	43,714	41,120	40,854	40,084
Over 20 Years Experience	54,082	53,530	54,061	53,888	53,264	52,363	51,263	48,608	47,645	47,418
<b>Turnover Rate for Teachers</b>	<b>16.7%</b>	<b>12.7%</b>	<b>11.6%</b>	<b>13.1%</b>	<b>14.2%</b>	<b>11.2%</b>	<b>12.1%</b>	<b>10.8%</b>	<b>12.9%</b>	<b>13.8%</b>
<b>Class Size Average:</b>										
Elementary:										
Kindergarten	18.7	19.1	18.5	17.8	19.2	17.9	17.1	18.1	19.0	18.4
Grade 1	19.1	19.0	19.2	17.9	17.4	18.4	17.1	17.3	17.8	18.0
Grade 2	19.3	23.8	18.6	18.3	19.6	18.8	17.2	16.6	17.6	17.8
Grade 3	18.9	34.2	17.8	16.6	17.6	19.5	16.4	16.6	18.1	17.8
Grade 4	18.8	39.0	18.4	17.2	16.9	19.1	17.6	17.8	16.9	18.1
Grade 5	20.7	37.5	21.1	18.6	19.9	20.7	19.6	19.0	20.0	21.2
Grade 6	21.9	22.4	21.8	22.3	21.9	20.1	20.5	21.6	21.2	22.6
Mixed Grades	N/A	N/A	N/A	N/A	N/A	45.3	N/A	N/A	50.0	N/A
Secondary:										
English	20.2	17.0	20.1	19.5	19.4	21.4	21.9	23.5	21.1	22.4
Foreign Language	21.0	20.6	20.8	19.4	21.3	23.0	23.0	24.5	23.2	23.1
Mathematics	19.9	17.0	20.3	19.4	18.8	20.5	19.4	22.3	19.5	20.6
Science	21.3	18.0	20.6	20.4	19.2	20.8	21.3	22.8	21.3	23.2
Social Studies	21.0	17.8	20.6	20.7	20.6	21.6	22.5	24.1	21.9	23.9

Source: TEA Academic Excellence Indicator System-PEIMS Data

N/A: Information not available

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
STUDENT INFORMATION,  
LAST TEN FISCAL YEARS  
(UNAUDITED)

	Fiscal Year									
	2012-13	2011-12	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06	2004-05	2003-04
<b>Student Ethnic Distribution</b>										
African American	673	626	599	764	812	782	819	851	912	952
Hispanic	8,413	8,089	8,017	7,407	7,447	7,259	7,205	7,214	7,213	7,267
White	4,958	5,048	5,054	5,536	5,884	5,937	6,102	6,235	6,331	6,685
Asian/Pacific Islander	156	149	154	174	195	171	173	165	165	160
Native American	38	51	55	37	29	27	34	27	32	30
Two or more races	189	184	164							
<b>Total</b>	14,427	14,147	14,043	13,918	14,367	14,176	14,333	14,492	14,653	15,094
<b>Economically Disadvantaged</b>										
English Language Learners (ELL)	643	641	659	718	767	814	767	774	798	797
Students w/ disciplinary Placements	N/A	171	N/A	384	691	772	257	326	293	268
Percent of Students Eligible for Free or Reduced Meals	60.3%	59.2%	61.8%	61.3%	54.2%	53.8%	54.3%	53.3%	53.8%	51.7%
<b>Retention Rates by Grade (Non-Special Educ. Rates)</b>										
Kindergarten	2.9%	2.2%	1.9%	2.6%	4.1%	4.3%	5.5%	5.1%	4.0%	3.9%
Grade 1	2.2%	2.3%	2.5%	1.4%	4.3%	3.3%	5.8%	6.3%	4.4%	3.8%
Grade 2	1.3%	0.9%	1.3%	1.4%	2.2%	2.6%	2.4%	3.1%	1.7%	2.0%
Grade 3	0.6%	0.2%	0.2%	0.6%	1.7%	0.2%	1.6%	1.9%	1.6%	1.6%
Grade 4	0.1%	0.1%	0.2%	0.3%	0.3%	0.2%	0.8%	0.8%	0.3%	0.4%
Grade 5	0.1%	0.1%	0.2%	0.4%	0.6%	0.6%	1.0%	3.2%	0.8%	0.4%
Grade 6	0.4%	0.3%	0.5%	0.9%	1.5%	0.4%	1.7%	1.4%	0.8%	0.6%
Grade 7	0.2%	0.8%	0.8%	1.1%	1.8%	2.3%	3.8%	4.8%	2.6%	3.0%
Grade 8	0.2%	0.2%	0.5%	1.6%	0.7%	2.9%	4.3%	3.9%	3.0%	2.1%
Attendance Rate	N/A	96.6%	96.3%	96.3%	96.3%	96.2%	96.1%	96.1%	96.0%	96.0%
<b>Annual Dropout Rate Grades 7-8 - Method 1</b>										
	N/A	0.3%	0.2%	0.2%	0.3%	0.5%	0.6%	0.6%	0.3%	0.1%
<b>% Students Passing All Sections of the TAAS Exam, met TAKS Standard †</b>										
Grade 3	N/A	N/A	84.0%	87.0%	84.0%	85.0%	81.0%	88.0%	78.0%	88.0%
Grade 4	N/A	N/A	81.0%	81.0%	83.0%	82.0%	78.0%	79.0%	74.0%	79.0%
Grade 5	N/A	N/A	79.0%	82.0%	78.0%	78.0%	76.0%	70.0%	61.0%	65.0%
Grade 6	N/A	N/A	73.0%	74.0%	77.0%	76.0%	78.0%	82.0%	77.0%	76.0%
Grade 7	N/A	N/A	75.0%	77.0%	74.0%	75.0%	70.0%	64.0%	60.0%	63.0%
Grade 8	N/A	N/A	68.0%	70.0%	62.0%	56.0%	56.0%	52.0%	58.0%	60.0%
Grade 10	N/A	N/A	60.0%	56.0%	53.0%	56.0%	53.0%	53.0%	36.0%	47.0%
Cumulative Pass Rate--Exit	N/A	N/A	91.0%	89.0%	85.0%	85.0%	81.0%	88.0%	89.0%	90.1%
<b>All Grades STAAR percent at Phase-in 1 level II or Above</b>										
Reading	77.0%									
Mathematics	77.0%									
Writing	59.0%									
Science	80.0%									
Social Studies	74.0%									
SAT/ACT % Tested	N/A	57.0%	N/A	55.6%	56.5%	59.0%	66.1%	61.8%	62.8%	58.7%
Mean SAT Score	N/A	1484	N/A	1052	1003	1016	1000	994	987	1001
Mean ACT Score	N/A	20.5	N/A	20.8	20.2	20.7	20.2	19.8	19.5	20.4

**Source:** TEA Academic Excellence Indicator System-PEIMS Data, Beginning in 2013, Texas Academic Performance Report

N/A: Information not available

\* First year for TAKS 2002-03

† 2012 transition from TAKS to STAAR . Testing scores were not available

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
OPERATING STATISTICS,  
LAST TEN FISCAL YEARS  
(UNAUDITED)

Fiscal Year	Modified Accrual Basis			c Accrual Basis			Pupil-Teacher Ratio a, b
	Operating Expenditures	Cost per Pupil a	Percent Change	Expenses	Cost per Pupil a	Percent Change	
2003-04	96,773,234	6,411	3.14%	100,280,367	6,644	3.26%	15.5
2004-05	99,701,571	6,804	6.13%	103,754,290	7,081	6.58%	15.3
2005-06	101,616,792	7,012	3.06%	107,126,061	7,392	4.39%	15.0
2006-07	105,063,376	7,330	4.54%	111,000,080	7,744	4.76%	14.8
2007-08	112,460,305	7,933	8.23%	118,910,887	8,388	8.32%	14.5
2008-09	114,168,496	7,947	0.18%	123,380,944	8,588	2.38%	14.6
2009-10	117,667,207	8,454	6.38%	127,919,521	9,190	7.01%	13.6
2010-11	119,263,358	8,492	0.45%	129,676,953	9,234	0.48%	14.2
2011-12	112,460,649	7,949	-6.39%	98,058,966	6,931	-24.94%	15.0
2012-13	113,850,387	7,891	-0.73%	100,459,272	6,963	0.46%	15.6

**Notes:** Operating expenditures are total expenditures less debt service and capital outlays capitalized.

**N/A** Not available. Information for accrual basis only available since GASBS No. 34 was implemented.

**a** See Table 18 for enrollment information.

**b** See Table 17 for teaching staff information.

**c** The District began to report accrual basis information when it implemented GASB Statement 34 in fiscal year 2001-02.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
CAPITAL ASSET INFORMATION  
LAST TEN FISCAL YEARS  
(UNAUDITED)

	Fiscal Year									
	2012-13	2011-12	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06	2004-05	2003-04
<b>Schools</b>										
Elementary:										
Campuses	17	17	17	17	17	17	17	17	17	19
Square feet	924,378	809,850	809,850	809,850	809,850	809,850	809,850	809,850	809,850	844,125
Capacity	8,801	8,801	8,801	8,801	8,801	8,801	8,801	8,801	8,801	9,171
Enrollment	7,570	7,053	7,150	7,012	7,204	7,003	7,605	7,580	7,594	7,891
Middle:										
Campuses	3	3	3	3	3	3	3	3	4	4
Square feet	452,347	430,576	430,576	430,576	430,576	430,576	430,576	430,576	557,045	557,045
Capacity	3,115	3,115	3,115	3,115	3,115	3,115	3,115	3,115	3,865	3,865
Enrollment	3,095	3,109	2,985	2,938	2,950	2,946	2,370	2,581	3,444	3,537
High:										
Campuses	3	3	3	3	3	3	3	3	2	2
Square feet	785,789	800,979	800,979	800,979	800,979	800,979	800,979	798,815	672,346	672,346
Capacity	4,420	4,420	4,420	4,420	4,420	4,420	4,420	4,420	3,670	3,670
Enrollment	3,762	3,865	3,929	3,967	4,228	4,237	4,341	4,273	3,559	3,642
Head Start:										
Campuses	3	3	3	3	3	3	3	3	3	-
Square feet	98,901	98,901	98,901	98,901	98,901	98,901	98,901	98,901	98,901	-
Capacity	837	837	837	837	837	837	837	837	837	-
Enrollment	572	120	581	527	564	527	532	554	531	-
Alternative Learning:										
Campuses	2	2	2	2	2	1	1	1	1	1
Square feet	24,855	24,855	24,855	24,855	24,855	16,641	16,641	16,641	16,641	16,641
Capacity	230	230	230	230	230	110	110	110	110	110
Enrollment	53	51	51	48	47	62	68	62	73	56
Idle Facilities:										
Campuses	1	1	1	1	1	1	2	2	2	2
Square feet	50,575	50,575	50,575	50,575	50,575	50,575	76,630	76,630	76,630	59,256
Capacity	1,124	1,124	1,124	1,124	1,124	1,124	1,704	1,704	1,704	1,421
<b>Administrative</b>										
Buildings	1	1	1	1	1	1	1	1	1	1
Square feet	42,295	42,295	42,295	42,295	42,295	42,295	42,295	42,295	42,295	42,295
<b>Transportation</b>										
Garages / buildings	1	1	1	1	1	1	1	1	1	1
Buses	84	80	80	80	80	80	80	80	85	79
<b>Warehouses, Storage, Etc:</b>										
Buildings	8	8	8	8	8	9	9	9	9	9
Square feet	38,279	38,279	38,279	38,279	38,279	46,493	46,493	46,493	46,493	46,493
<b>Athletics</b>										
Stadium Field House	1	1	1	1	1	1	1	1	1	1
Football/Soccer fields	15	15	15	15	15	15	15	15	13	13
Running tracks	2	2	2	2	2	2	2	2	2	2
Baseball / softball	5	5	5	5	5	5	5	5	5	5
Swimming pools	1	1	1	1	1	1	1	1	1	1
Playgrounds	31	31	31	31	31	31	31	31	31	29

Source: District records.

**Notes:**

1. Prior to fiscal year 2005-06 typically: Elementary Schools were pre-K through 6th grade; Middle (Jr. High) Schools were grades 7 through 9; and High Schools were grades 10 through 12. Beginning with fiscal year 2005-06, transition was started to: Elementary Schools pre-K through 5th grade; Middle Schools grades 6 through 8; and High Schools grades 9 through 12.
2. Portable buildings were extensively used prior to and during the construction and renovation of school buildings which began in fiscal year 1996-97, therefore enrollment exceed capacity in the permanent buildings in some of the fiscal years.
3. Edison Junior High School was converted to the Central Freshmen campus in fiscal year 2005-06.
4. Lamar Elementary School was completed and placed in service in fiscal year 2004-05, and Blackshear, Day and RioVista elementary schools were converted to Head Start Campuses. Day Elementary was temporarily idle in fiscal years 2003-04 and 2002-03.
5. Old Lincoln Junior High became idle in fiscal year 2001-02, and Travis Elementary became idle in fiscal year 2004-05.
6. Travis Elementary was sold in fiscal year 2007-08.
7. Sixth graders moved to Lee and Glenn in fiscal 2008 under middle school concept.
8. Pays campus (alternative learning) was opened in fy 2009.(was under storage etc). Student enrollment is still counted in the high schools.
9. Bond project added square footage to Elementary and Middle Schools. Buildings demolished in bond renovations slightly reduced High Schools.
10. Capacity has not been re-evaluated by the district after the bond project completions.

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# **SINGLE AUDIT SECTION**

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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT  
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENTAL AUDITING STANDARDS**

Independent Auditor's Report

Board of Trustees  
San Angelo Independent School District  
1621 University Avenue  
San Angelo, Texas 76904

Members of the Board:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of San Angelo Independent School District as of and for the year ended August 31, 2013 and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and we have issued our report thereon dated December 17, 2013.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered San Angelo Independent School District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of San Angelo Independent School District's internal control. Accordingly, we do not express an opinion on the effectiveness of San Angelo Independent School District's internal control.

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

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

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether San Angelo Independent School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of San Angelo Independent School District in a separate letter dated December 17, 2013.

The purpose of this report is to solely describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of the audit performed in accordance with Government Auditing Standards in considering the entities internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Webb & Webb

December 17, 2013

**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM; REPORT  
ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT  
ON THE SCHEDULE OF EXPENDITURES FEDERAL AWARD  
REQUIRED BY OMB CIRCULAR A-133**

Independent Auditor's Report

Board of Trustees  
San Angelo Independent School District  
1621 University Avenue  
San Angelo, Texas 76904

Members of the Board:

**Report on Compliance for Each Major Federal Program**

We have audited San Angelo Independent School District's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of San Angelo Independent School District's major federal programs for the year ended August 31, 2013. San Angelo Independent School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of San Angelo Independent School District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about San Angelo Independent School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

## **Opinion on Each Major Federal Program**

In our opinion, San Angelo Independent School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2013.

## **Report on Internal Control Over Compliance**

Management of San Angelo Independent School District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered San Angelo Independent School District's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of San Angelo Independent School District's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

## **Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

We have audited the financial statements of San Angelo Independent School District as of and for the year ended August 31, 2013, and have issued our report thereon dated December 17, 2013, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing

procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to 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 auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Webb & Webb

December 17, 2013

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED AUGUST 31, 2013

**I SUMMARY OF THE AUDITOR'S RESULTS:**

- a. The type of report issued on the financial statements was an unmodified opinion.
- b. No significant deficiencies in internal control over financial reporting were disclosed by the audit.
- c. The audit did not disclose any noncompliance which is material to the financial statements of the auditee.
- d. No significant deficiencies in internal control over major programs were disclosed by the audit.
- e. The type of report the auditor issued on compliance for major programs was an unmodified opinion.
- f. The audit did not disclose any audit findings that the auditor is required to report under Section \_\_\_\_ .510 (a).
- g. Major programs were:

Special Education Cluster

84.027 – IDEA – Part B, Formula

84.173 – IDEA – Part B, Preschool

84.010A – ESEA – Title I, Part A – Improving Basic Programs

- h. The dollar threshold used to distinguish between Type A and Type B programs was \$510,976.
- i. The auditee qualified as a low-risk auditee.

**II FINDINGS RELATING TO THE FINANCIAL STATEMENTS WHICH ARE REQUIRED TO BE REPORTED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

There are no findings to report.

**III FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS INCLUDING AUDIT FINDINGS AS DESCRIBED IN I.f. ABOVE**

There are no findings to report.



SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED AUGUST 31, 2013

(Prepared by the District's Administration)

Not applicable – No prior year audit findings.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
CORRECTIVE ACTION PLAN  
FOR THE YEAR ENDED AUGUST 31, 2013

(Prepared by the District's Administration)

Not Applicable – No current year findings to report.

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED AUGUST 31, 2013

(1)	(2)	(3)	(4)
FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM or CLUSTER TITLE	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
<b>U.S. DEPARTMENT OF DEFENSE</b>			
<u>Direct Programs</u>			
Selected Res. Educ. Assist. Prog. - ROTC (Note A)	12.000		\$ 157,060
Total Direct Programs			\$ 157,060
<b>TOTAL DEPARTMENT OF DEFENSE</b>			<b>\$ 157,060</b>
<b>U.S. DEPARTMENT OF EDUCATION</b>			
<u>Direct Programs</u>			
Impact Aid - P.L. 81.874 (Note A)	84.041		\$ 110,100
Total Direct Programs			\$ 110,100
<u>Passed Through State Department of Education</u>			
**ESEA, Title I, Part A - Improving Basic Programs	84.010A	13610101226903	\$ 3,519,077
ESEA, Title I, Part C - Migratory Children	84.011	13615001226903	108,453
***IDEA - Part B, Formula	84.027	136600012269036600	2,888,950
***IDEA - Part B, Preschool	84.173	136610012269036610	96,297
Total Special Education Cluster (IDEA)			2,985,247
Career and Technical - Basic Grant	84.048	13420006226903	158,752
Career and Technical - Basic Grant	84.048	1442006226903	30,762
Total CFDA Number 84.048			189,514
Title III, Part A - English Language Acquisition	84.365A	13671001226903	74,626
ESEA, Title II, Part A, Teacher/Principal Training	84.367A	13694501226903	699,151
Other Federally Funded Special Revenue Funds	FD289	65651002	3,346
Total Passed Through State Department of Education			\$ 7,579,414
<b>TOTAL DEPARTMENT OF EDUCATION</b>			<b>\$ 7,689,514</b>
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			
<u>Passed Through Concho Valley Council of Government</u>			
Head Start	93.600	06CH7039/09	\$ 2,079,267
Head Start	93.600	06CH7039/10	225,675
Early Head Start	93.600	06CH7039/09	775,652
Early Head Start	93.600	06CH7039/10	200,221
Total CFDA Number 93.600			3,280,815
Total Passed Through Concho Valley Council of Government			\$ 3,280,815
<u>Passed Through Texas Dept of Human Services</u>			
Medicaid Administrative Claiming Program - MAC	93.778	PC1274C	\$ 49,813
Total Passed Through Texas Dept of Human Services			\$ 49,813
<b>TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			<b>\$ 3,330,628</b>
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
<u>Passed Through the State Department of Agriculture</u>			
*School Breakfast Program	10.553	71401101	\$ 1,534,972
*National School Lunch Program - Cash Assistance	10.555	71301101	3,344,827
*National School Lunch Prog. - Non-Cash Assistance	10.555	41300101	367,421
Total CFDA Number 10.555			3,712,248
Total Child Nutrition Cluster			5,247,220

SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE YEAR ENDED AUGUST 31, 2013

(1) FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM or CLUSTER TITLE	(2) Federal CFDA Number	(3) Pass-Through Entity Identifying Number	(4) Federal Expenditures
Child and Adult Care Feeding	10.558	03199	52,378
Child and Adult Care Feeding	10.558	03199	421,816
Total CFDA Number 10.558			474,194
*Summer Feeding Program	10.559	7522008	133,901
Total Passed Through the State Department of Agriculture			\$ 5,855,315
<b>TOTAL DEPARTMENT OF AGRICULTURE</b>			<b>\$ 5,855,315</b>
 <b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<b>\$ 17,032,517</b>

\*Child Nutrition Cluster \*\*Title I, Part A Cluster \*\*\*Special Education Cluster (IDEA)

Note A: ROTC and Impact Aid revenues are accounted for in the General Fund, and the National School Breakfast and Lunch programs are accounted for in a Special Revenue Fund. Expenditures for programs are not specifically attributable to the federal revenue source and are shown on this schedule in an amount equal to the revenue for reporting purposes only.

Note B: Reconciliation to Exhibit C-3 Federal Program Revenues:

\$17,032,517 Total federal awards per this schedule  
 1,206,840 School Health and Related Services (SHARS) in General Fund, not on this schedule  
 1,697 Flood Control revenues in the General Fund, not on this schedule  
 (13,505) Excess of expenditures over revenue in CACFP (Funded by a transfer from the General Fund)  
 (2) Rounding

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 \$18,227,547  
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SAN ANGELO INDEPENDENT SCHOOL DISTRICT  
NOTES ON ACCOUNTING POLICIES FOR FEDERAL AWARDS  
YEAR ENDED AUGUST 31, 2013

1. For all Federal programs, the District uses the fund types specified in Texas Education Agency's *Financial Accountability System Resource Guide*. Special revenue funds are used to account for resources restricted to, or designated for, specific purposes by a grantor. Federal and state financial assistance generally is accounted for in a Special Revenue Fund.
2. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund types and Expendable Trust Funds are accounted for using a current financial resources measurement focus. All Federal grant funds were accounted for in either a Special Revenue Fund or the General Fund which are Governmental Fund types. With this measurement focus, only current assets and current liabilities and the fund balance are included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets.
3. The modified accrual basis of accounting is used for the Governmental Fund types. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on General Long-Term Debt, which is recognized when due, and certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.
4. Federal grant funds are generally considered to be earned to the extent of expenditures made under the provisions of the grant, and, accordingly, when such funds are received, they are recorded as deferred revenues until earned.
5. The period of availability for federal grant funds for the purpose of liquidation of outstanding obligations made on or before the ending date of the federal project period extended 30 days beyond the federal project period ending date, in accordance with provisions in Section H, Period of Availability of Federal Funds, Part 3, OMB Circular A-133 Compliance Statement - Provisional 6/97.
6. CFDA number 10.550 pertains to food commodities distributed by USDA under the following categorical programs (as applicable): the National School Lunch Program (CFDA 10.555). USDA deleted this number from the CFDA on May 6, 2008. The audit covering San Angelo Independent School District fiscal year beginning September 1 2008, and future audits, will therefore identify commodity assistance by the CFDA numbers of the programs under which USDA donated the commodities.

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SCHOOLS FIRST QUESTIONNAIRE

San Angelo Independent School District

Fiscal Year 2013

SF2	Were there any disclosures in the Annual Financial Report and/or other sources of information concerning default on bonded indebtedness obligations?	No
SF4	Did the district receive a clean audit? - Was there an unqualified opinion in the Annual Financial Report?	Yes
SF5	Did the Annual Financial Report disclose any instances of material weaknesses in internal controls?	No
SF9	Was there any disclosure in the Annual Financial Report of material noncompliance?	No
SF10	Total accumulated accretion on capital appreciation bonds included in government-wide financial statements at fiscal year end.	0

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