

FRISCO
INDEPENDENT SCHOOL DISTRICT

**ANNUAL
COMPREHENSIVE
FINANCIAL REPORT**

For the Year Ended June 30, 2021

Frisco Independent School District
Frisco, Texas

The Frisco ISD Finance Department is proud to showcase the artwork of Frisco ISD students whose work was honored at the 2021 State High School Visual and Scholastic Arts Event (**VASE**). Student artwork is featured on the cover as well as throughout the publication.

Cover art:
Joy in Bloom
by Campbell Williams
Independence High School

Annual Comprehensive Financial Report

Frisco Independent School District
5515 Ohio Drive
Frisco, Texas 75035

Fiscal Year Ended
June 30, 2021

Prepared by:
Finance Department

Table of Contents

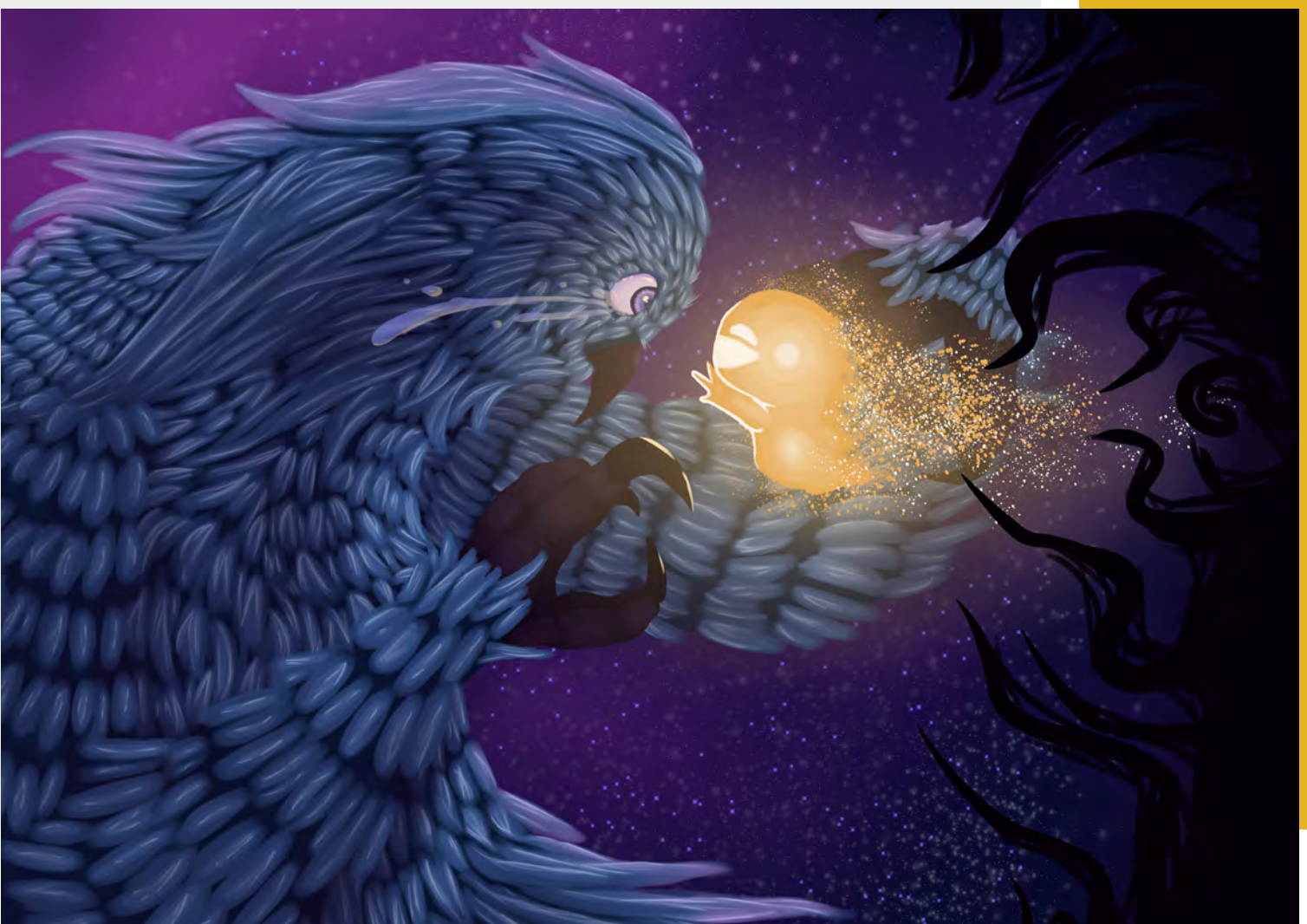
Exhibit		Page
	INTRODUCTORY SECTION (Unaudited)	
	Certificate of the Board	i
	Letter of Transmittal	ii
	Principal Officers and Advisors	viii
	Administrative Organization	ix
	FINANCIAL SECTION	
	Independent Auditor's Report	1
	Management's Discussion and Analysis (Unaudited)	4
	Basic Financial Statements	
	Government-Wide Financial Statements:	
A-1	Statement of Net Position	21
B-1	Statement of Activities	22
	Governmental Funds Financial Statements:	
C-1	Balance Sheet	25
C-1R	Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	26
C-2	Statement of Revenues, Expenditures, and Changes in Fund Balances	27
C2-R	Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	28
	Fiduciary Fund Financial Statements:	
E-1	Statement of Fiduciary Net Position	31
E-2	Statement of Changes in Fiduciary Net Position	32
	Notes to the Basic Financial Statements	33
	Required Supplementary Information (Unaudited)	
F-1	Budgetary Comparison Schedule - General Fund	64
	Notes to the Budgetary Comparison Schedule	65
F-2	Schedule of the District's Proportionate Share of the Net Pension Liability - Teacher Retirement System of Texas	66
F-3	Schedule of District Pension Contributions - Teacher Retirement System of Texas	67
F-4	Schedule of the District's Proportionate Share of the Net OPEB Liability - Teacher Retirement System of Texas	68
F-5	Schedule of District OPEB Contributions - Teacher Retirement System of Texas	69
	Other Supplementary Information	
	Budgetary Comparison Schedule:	
G-1	Budgetary Comparison Schedule - Debt Service Fund	74
	Non-Major Governmental Funds:	
	Special Revenue Funds	76
G-2	Combining Balance Sheet	79
G-3	Combining Statement of Revenues, Expenditures and Changes in Fund Balances	82
G-4	Budgetary Comparison Schedule - Child Nutrition Fund	85
	Required TEA Schedules:	
H-1	Schedule of Delinquent Taxes Receivable	87
J-4	Schedule of Use of Funds Report	88

Table of Contents

Exhibit		Page
STATISTICAL SECTION (Unaudited)		
Financial Trends:		
S-1	Net Position by Component	92
S-2	Expenses, Program Revenues, and Net (Expense)/Revenue	93
S-3	General Revenues and Total Changes in Net Position	94
S-4	Fund Balances - Governmental Funds	95
S-5	Changes in Fund Balances - Governmental Funds	96
Revenue Capacity:		
S-6	Assessed Value and Actual Value of Taxable Property	98
S-7	Direct and Overlapping Tax Rates	99
S-8	Principal Property Taxpayers	100
S-9	Property Tax Levies and Collections	101
Debt Capacity:		
S-10	Estimated Overlapping Debt Statement	104
S-11	Ratio of Bonded Debt to Taxable Assessed Valuation and Net Bonded Debt per Capita	105
S-12	Legal Debt Margin Information	106
Demographic Information:		
S-13	Demographic and Economic Statistics	108
S-14	Principal Employers	109
Operating Information:		
S-15	Full-Time-Equivalent District Employees by Identifiable Activities	112
S-16	Expenditures, Enrollment, and Per Pupil Costs	113
S-17	School Building Information - High Schools	114
S-18	School Building Information - Middle Schools	115
S-19	School Building Information - Elementary Schools	117
FEDERAL AWARDS SECTION		
	Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	124
	Independent Auditor's Report on Compliance For Each Major Federal Program and Report on Internal Control Over Compliance in Accordance with the Uniform Guidance	126
K-1	Schedule of Expenditures of Federal Awards	128
	Notes to the Schedule of Expenditures of Federal Awards	130



Introductory Section (Unaudited)



A Fading Light | Chloe Hicks | Lebanon Trail High School

Certificate of the Board

Frisco Independent School District Collin 043-905 _____

Name of School District County County-District No.

We, the undersigned, certify that the attached annual financial reports of the above-named school district were reviewed and x approved disapproved for the year ended June 30, 2021, at a meeting of the Board of Trustees of such school district on the 8th day of November , 2021.



Signature of Board President



Signature of Board Secretary

If the Board of Trustees disapproved of the auditor's report, the reason(s) for disapproving it is (are):



5515 Ohio Drive
Frisco, Texas 75035
469.633.6000
www.friscoisd.org

November 8, 2021

To the Citizens of the Frisco Independent School District:

The Annual Comprehensive Financial Report (ACFR) of the Frisco Independent School District (“FISD” or the “District”) for the fiscal year ended June 30, 2021, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to fairly present the financial position and results of operations of the various funds of FISD. All disclosures necessary to enable the reader to gain an understanding of the District’s financial activities have been included. The District’s financial position is discussed in greater detail in the Management’s Discussion and Analysis (MD&A) in the Financial Section of this report.

State law and District policy require an annual audit by independent certified public accountants. The financial statements for the fiscal year ended June 30, 2021, have been audited by Weaver and Tidwell, L.L.P., a licensed certified public accounting firm, and their report is presented as the first component of the Financial Section of this report.

The independent audit of the financial statements is part of a broader, federally mandated single audit designed to meet the special needs of federal grantor agencies. Information related to the single audit, including the Schedule of Expenditures of Federal Awards, findings and recommendations, and the independent auditor’s reports on internal control, compliance, and other matters are included in the Federal Awards Section of this report.

Profile of the District

Frisco ISD is an independent public education agency, recognized by the State of Texas, to provide appropriate educational services to students in pre-kindergarten through twelfth grade. The District has campuses in both Collin and Denton Counties in north central Texas (Dallas/Fort Worth metroplex area) and serves the communities of Frisco, Plano, McKinney, and Little Elm.

Frisco Independent School District has experienced substantial growth over the past 30 years, with new students joining us every day from across Texas, the nation, and the world. Many families choose to call Frisco ISD home because of our outstanding reputation for academic excellence, innovative programs, and wealth of extracurricular opportunities and experiences. No other district in the nation has grown faster than Frisco ISD. The District has grown by over 59% in the past decade, from 39,903 students in 2011 to 63,493 students in 2021. The District is expected to continue to grow to around 80,000 students

at build-out. A schedule listing the last ten years enrollment can be found in the Statistical Section of this report.

The District has 42 elementary schools, 17 middle schools, 11 high schools and 3 special program centers. Four additional schools, including a high school, middle school, intermediate school, and elementary school, are planned to open over the next two years. The District currently employs approximately 7,600 full and part-time employees, including almost 4,400 teachers.

Governance and oversight of the District is provided by a non-compensated, seven member Board of Trustees. Members of the Board are elected to office for three-year terms on a rotating basis with two or three places being filled through a general election held annually on the first Saturday in May. Should a vacancy occur on the Board, the position may be filled by appointment or left vacant until the next scheduled election. In addition to general oversight and governance, Trustees are charged with calling trustee and other school elections, adopting and amending the annual operating budget, setting the tax rate, setting salary schedules, acting as a board of appeals for student and personnel matters, and employing the Superintendent of Schools. In the performance of these duties, the Board must adhere to all state regulations and other legal restrictions. Since the Board is elected by the community, the decisions of the Board provide administrative guidance to the District in meeting community standards.

Education

Frisco ISD's mission is to know every student by name and need. At the heart of our success is a student-opportunities model that has guided the District through three decades of explosive enrollment growth. With the support of parents and the community, leaders remain committed to creating small, personalized learning environments. This philosophy drives our day-to-day efforts to understand each child's unique circumstances, their strengths and weaknesses and the role we must play to ensure each student reaches their full potential.

Curriculum is written in-house by FISD educators to emphasize critical thinking, writing and problem solving. Rigorous lessons set high standards for achievement and challenge all learners. In addition to core classes in English, mathematics, science and social studies, the District offers a wide variety of electives as diverse as our students themselves. Students choose from courses in broadcast journalism, animal science, aerospace engineering, 3D animation, pharmacology, sports marketing, video game design and art history, just to name a few. FISD strives to provide authentic, real-world learning experiences in which students can explore their interests and get a jumpstart on a future career. Students are encouraged to challenge themselves in a growing number of Advanced Placement (AP), International Baccalaureate (IB), and Advanced courses. Dual-credit opportunities are available through partnerships with Collin College and the University of North Texas.

Current and emerging technology is integrated into all content areas to extend student learning and keep students engaged in the process. Special programs are provided in the District on home campuses or through centralized programming. These include Gifted and Talented, Special Education, ESL/Bilingual, Dyslexia, Accelerated Reading/Math Instruction, Credit Recovery and GED. The District's Career and Technical Education Center offers more than 30 programs of study for high school students to explore their future, while the Student Opportunity Center provides extra support to help struggling students reach their maximum potential. FISD also offers a growing number of Schools and Programs of Choice, including the IB Primary Years Programme, Project Lead the Way Launch and Spanish language enrichment at Bright Academy, the IB Diploma Programme at Frisco High School, and the Navy National Defense Cadet

Corps at Lebanon Trail High School. For our littlest learners, a free full-day pre-kindergarten program is offered at the Early Childhood School and elementary schools across the District for qualifying families.

Frisco ISD raises the bar for student achievement. Test scores are well above state and national averages and continue to improve. More than 75% of seniors take one or more college entrance exams, and approximately 90% of graduating seniors plan to continue their education at a college, university, technical school or the military following high school. Each year, graduating classes earn millions of dollars in scholarships to further their education.

Economic Condition and Outlook

Local Economy

Over the past 20 years, economic development, both commercial and residential, throughout the City of Frisco and neighboring areas has driven new families into Frisco ISD; and as major corporations continue to relocate their headquarters into the Dallas/Fort Worth Area, strong academics and outstanding opportunities for students continue to make Frisco ISD a destination school district for the families moving in. There are approximately 15 square miles of the District left for future development, and our demographers project that development will bring more than 15,000 additional students over the next 15 to 20 years.

The influx of businesses and homeowners has continued to drive up the taxable values of properties within FISD, which have increased 164% over the past decade. The COVID-19 pandemic also had an impact on property values as supply has not been able to keep up with demand. Values increased approximately 6% from fiscal year 2020 to fiscal year 2021.

Approximately 18% of the District's area is still vacant land as of 2021. As the City of Frisco and the District continue to build out, the District anticipates continued property value growth, but at a somewhat slower rate, for the foreseeable future.

The strong tax base and mix of residential and commercial values is beneficial to FISD. The District's largest taxpayer comprises only 0.94% of the total taxable value of the District, and the total assessed value for all of the top ten taxpayers comprises only 5.29% of the District's taxable value. As such, the loss of a single taxpayer would not have a significant effect on the District's ability to provide educational services or impact our ability to meet future financial obligations.

Capital Projects

In 2014, the FISD community supported and passed a bond authorization package of \$775 million to meet the capital needs associated with the District's rapid enrollment growth. The bond package was designed to provide educational facilities for up to 66,000 students. We are nearing the end of that bond program and expect to reach 66,000 students during the 2021-2022 school year. The only remaining project in the 2014 bond program is an elementary school which is not yet slated to be built. As property values have risen, so has the average age of students moving into Frisco ISD, and the need for new facilities has shifted from elementary to secondary schools. In 2018, the citizens of Frisco ISD approved a new \$691 million bond program to fund four new schools, expand and update existing facilities, add and refresh classroom technology, enhance school security, and more. The 2018 program is projected to

accommodate further growth in the District up to 72,000 students, and projects are anticipated to occur through 2025.

Joint ventures with the City of Frisco have enabled the District to avoid costly construction of necessary support facilities such as athletic complexes and multi-use facilities. These joint ventures are paid for by tax revenue collected from a Tax Increment Reinvestment Zone (TIRZ) that was established in 1997 and is comprised of commercial and multi-family residential property in the center of the District. Projects funded with the TIRZ include Dr. Pepper Ballpark, Toyota Stadium, the Comerica Center, the Ford Center, and a municipal golf course that will be home to the PGA of America. The projects provide venues for FISD sports, graduations, and other large district gatherings in addition to internship and mentorship opportunities with the corporate partners who also use the facilities.

Long-Term Financial Planning

Frisco ISD uses a number of financial management strategies, including multi-year financial planning, periodic analysis of peer district comparative financial data, and regular discussion with the Frisco Instructional Support Team and Board of Trustees throughout the year regarding budgetary decisions. Stakeholder input is also sought through various forms of community engagement. Long-range planning has proven to be an effective tool for FISD in anticipating, planning, and implementing strategies that allow for growth within the constraints of available revenues without reducing the overall quality of our educational programs.

Projecting student enrollment growth and dealing with the limitations of the State's school funding system are two major factors affecting the District's long-term financial plans. Student enrollment has increased an average of 4% per year for the past 5 years. The growth slowed from 2020 to 2021 due to the COVID-19 pandemic, though. Nationwide, many families, especially those with children in pre-kindergarten through first grade, chose to keep their children at home rather than enroll them in public schools because of the uncertainty of the virus. The majority of school districts across the state actually saw a decline in enrollment even though the population of Texas was still growing. Frisco ISD was one of only two of the state's largest school districts that grew in enrollment during 2021, although we only grew by 788 students (about 1,300 fewer than expected). District management and external demographers predict the return of most of the 1,300 that were anticipated in 2021 but didn't enroll, plus a return to normal growth rates beginning in 2022. Growth for the 2021-2022 school year is projected to be 2,100 students, followed by annual growth of 800 to 1,300 new students each year over the next 5 years.

The state's educational funding formula allows the District to receive additional funding for each new student enrolled, but in order to generate that funding, students must be physically present at school when attendance is taken. The COVID-19 pandemic challenged our education system in myriad ways, and unfortunately our funding mechanism was not spared from those challenges. The Commissioner of Education of the State of Texas used temporary waivers and federal aid to ensure school districts were held harmless for potential funding losses during the 2020-2021 school year that resulted from students attending school online rather than being physically present on campus; but those waivers expired at the end of the 2021 school year, and the pandemic did not. Without a vaccine available to children under 12, many families are still uncomfortable sending their children to school. Our state legislators have been hard at work during the fall of 2021 to ensure that districts continue to receive funding for online programs. Frisco ISD will continue to offer a temporary online program for students in pre-kindergarten through sixth grade until a vaccine becomes widely available for children under 12. We are fortunate to

have access to federal aid through the Elementary and Secondary School Emergency Relief (ESSER) Fund that we can use to help pay for that program and cover any potential gaps in state funding.

Internal Control

The Board and Administration of FISD are responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States. The internal control structure is designed to provide reasonable, but not absolute assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. District management monitors the internal control system to determine its effectiveness and makes appropriate revisions when necessary.

Budgetary Controls

The District has established and maintains a system of budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated (official) budget as adopted by the Board of Trustees. District management is responsible for developing the budget, within the established control system, and presenting the budget to the Board for final adoption. The official budget represents the allocation of resources in the General Fund, Child Nutrition Fund, and Debt Service Fund. The level of budgetary control (i.e. the level at which expenditures cannot legally exceed the appropriated amount) is at the fund-function level as required by the Texas Education Agency. In addition, lower level organizational units' expenditures are controlled at varying combinations of the account code structure. Oversight control of all FISD expenditures is maintained by the District's Finance Department staff.

The District also utilizes an encumbrance accounting system to maintain budgetary control through a transaction's life cycle. At the end of a fiscal year, outstanding encumbrances, subject to review and approval, are rolled forward into the subsequent fiscal period, with the subsequent budget amended accordingly.

The District believes that these methods of control provide the optimum level of oversight and flexibility to meet its budgetary needs.

Awards

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting, and the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to FISD for its annual comprehensive financial report for the fiscal year ended June 30, 2020. The ASBO award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials. The GFOA award is considered the highest form of recognition in the area of governmental accounting and financial reporting. The ACFR is judged by an impartial panel to determine if it meets the high standards of the program, demonstrating a constructive "spirit of full disclosure", to clearly communicate the District's financial story, and confirm the District's commitment to financial accountability and transparency. Both

certificates are valid for a period of one year only. Management believes that this ACFR for the year ended June 30, 2021, which will be submitted for review to both associations, continues to meet the criteria of both ASBO and GFOA's certificate programs.

The District also publishes a Popular Annual Financial Report (PAFR) and received a Popular Annual Financial Reporting Award from the GFOA for that publication in 2019. The PAFR Awards Program encourages state and local governments to extract information from their comprehensive annual financial report to produce high quality popular annual financial reports specifically designed to be readily accessible and easily understandable to the general public and other interested parties without a background in public finance and then recognizes individual governments that are successful in achieving that goal. Due to delays created by the COVID-19 pandemic, we were unable to have the 2020 PAFR reviewed prior to this publication. That report and this one will both be reviewed for award prior to the publication of next year's PAFR.

The state of Texas initiated the Financial Integrity Rating System of Texas (FIRST) program in 1999. The goal of this legislation was to develop an accountability system, similar to the academic accountability system, by which school districts could be rated on their financial management practices. Frisco ISD has received the highest possible rating for its financial practices, management, and monitoring for each year since the inception of FIRST.

The Texas Comptroller of Public Accounts' Transparency Stars program recognizes local governments for going above and beyond in their transparency efforts. Frisco ISD is eligible to apply for Transparency Stars in the areas of traditional finances, contracts and procurement, and debt obligations. As of June 30, 2021, FIRD has earned all 3 of the Transparency Stars for which we are eligible.

Acknowledgments

Despite the challenges of the past year, Frisco ISD remained steadfast in our mission to know every student by name and need. The ongoing support from parents, citizens, business owners, and corporate and non-profit partners allows us to remain a model of excellence.

I would like to thank the Frisco ISD Board of Trustees for their continued trust and prudent financial planning, which allows us to address the needs of our students and staff without hesitation. I would also like to recognize the employees of Frisco ISD. Their cooperative spirit allows us to be successful in planning, implementing, and supporting the District's financial activities. Finally, I would like to acknowledge and thank each member of the FIRD Business Office, without whom this publication and our success as a District would not be possible.

With these acknowledgments, this report is respectfully submitted for your review.



Kimberly Smith, CPA
Chief Financial Officer

Frisco Independent School District Principal Officers and Advisors

Board Of Trustees

Name	Term Expires	Length of Service	Occupation
Rene Archambault, President	2024	3 years	Deputy Director, Southern Methodist University - Guildhall
John Classe, Vice President	2024	7 years	Certified Financial Planner™, Bell Financial Group
Chad Rudy, Secretary	2022	6 years	Certified Financial Planner™, Retirement Investment Advisors, Inc.
Gopal Ponangi	2022	2 years	Senior Manager, Tata Consultancy Services, Dallas
Natalie Hebert	2022	2 years	Certified Texas Teacher and Community and school volunteer
Dynette Davis	2023	1 year	Educator and entrepreneur
Debbie Gillespie	2023	10 years	Community and school volunteer

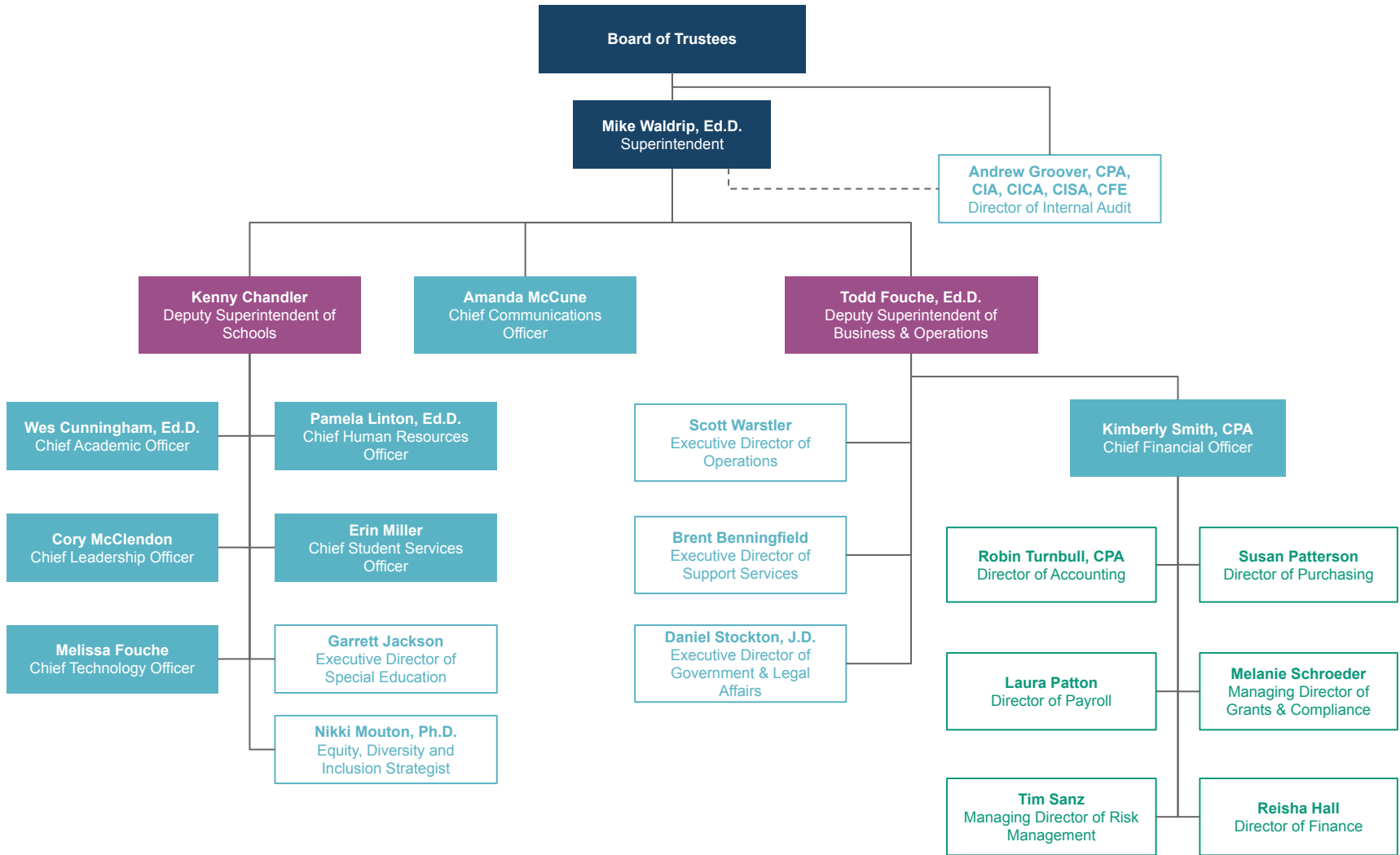
Appointed Officials and Administration

Name	Position	Length of Education Service
Dr. Mike Waldrip	Superintendent	39 years
Dr. Todd Fouche	Deputy Superintendent of Business and Operations	18 years
Kenny Chandler	Deputy Superintendent of Schools	37 years
Dr. Wes Cunningham	Chief Academic Officer	28 years
Amanda McCune	Chief Communications Officer	5 years
Kimberly Smith	Chief Financial Officer	10 years
Dr. Pamela Linton	Chief Human Resources Officer	31 years
Cory McClendon	Chief Leadership Officer	22 years
Erin Miller	Chief Student Services Officer	25 years
Melissa Fouche	Chief Technology Officer	27 years

Consultants And Advisors

Weaver and Tidwell, L.L.P. Independent Auditors	McCall, Parkhurst & Horton, L.L.P. Bond Counsel
SAMCO Capital Markets, Inc. Financial Advisors	First Southwest Asset Management Investment Advisors

Frisco Independent School District Administration and Finance 2021/2022



Financial Section



Leaves Of Gold And Ruby | Anusha Kashyapa | Independence High School



Independent Auditor's Report

To the Board of Trustees of
Frisco Independent School District
Frisco, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Frisco Independent School District (the District) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2021, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Weaver and Tidwell, L.L.P.
2300 North Field Street, Suite 1000 | Dallas, Texas 75201
Main: 972.490.1970

CPAs AND ADVISORS | WEAVER.COM

The Board of Trustees of
Frisco Independent School District

Emphasis of Matter

As discussed in Note 1 to the basic financial statement, during the year ended June 30, 2021, the District implemented Government Accounting Standards Board Statement No. 84, Fiduciary Activities. Beginning net position for the fiduciary fund has been restated as a result of the implementation of this statement. 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, budgetary comparison information, schedules of the District's proportionate share of the net pension liability and the net OPEB liability, and schedules of District pension and OPEB contributions as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual fund statements and schedules, required Texas Education Agency schedule and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is also not a required part of the basic financial statements.

The combining and individual fund statements and schedules, required Texas Education Agency schedule, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules, required Texas Education Agency schedule, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The Board of Trustees of
Frisco Independent School District

The introductory and statistical sections 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 November 8, 2021, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
November 8, 2021



Management's Discussion and Analysis (Unaudited)

As management of the Frisco Independent School District (the "District"), we offer the readers of these financial statements this narrative overview and analysis of the District's financial performance for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information furnished in our letter of transmittal, which can be found on pages ii-vii of this report, as well as the District's financial statements, which follow this section.

Financial Highlights

The COVID-19 pandemic created a myriad of challenges for public school districts across the country, some of which are discussed later in this section. While the challenges were great, Frisco ISD did not experience significant financial hardship as a result of the pandemic. Student enrollment was lower than projected; our ability to collect certain revenue streams declined slightly; and we generally spent less money than we would have under normal operations.

The General Fund, which is the District's main operating fund, recognized an \$18.3 million surplus for the year despite the COVID-19 pandemic. We adopted a conservative budget for fiscal year 2021 because of the uncertainty created by the pandemic and planned for a \$10.8 million surplus. The additional surplus beyond what was planned is mostly attributable to payments from the state to settle up formula funding from prior fiscal years. Further details are described on pages 12-13 of Management's Discussion and Analysis. The General Fund ended the year with an unassigned fund balance of \$202.8 million, which represents 31.1% of the fiscal year 2022 adopted budget.

When combined, the total fund balance for all of the District's funds increased by \$129.1 million from the prior year due mainly to the issuance of bonds in the Capital Projects Funds, the proceeds of which were not spent before year-end. We ended the year with a total combined governmental fund balance of \$659.4 million.

The District's overall net position decreased by \$11.3 million from the prior year, resulting in a year-end net position of (\$431.3 million). Of the total net position, (\$380 million) represents the District's net investment in capital assets. Frisco ISD is fast growing, and the majority of our school buildings are relatively new, with 21 new schools opened in the past 10 years. We therefore have more debt outstanding than capital assets. As building needs slow and debt is repaid, the net investment in capital assets will shift from negative to positive. For now, though, we continue to issue new debt to build new facilities.

FISD issued \$595.3 million in new debt during the year. \$252 million was issued to finance projects from the 2014 and 2018 bond programs, and the remainder was used to refund \$345.1 million of outstanding debt at an interest cost savings of more than \$112.8 million.

Overview Of The Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's financial statements, which are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements.

The government-wide financial statements include the Statement of Net Position (Exhibit A-1) and the Statement of Activities (Exhibit B-1). These reports provide information about the activities of the District as a whole, with a long-term view of the District's property, 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 also reflect the flow of current financial resources, and supply the basis for tax levies and the appropriations budget. The remaining statements provide financial information about activities for which the District acts solely as a trustee or agent for the benefits of those outside of the District.

Figure A-1 summarizes the major features of the District's financial statements, including the portion of the District's government they cover and the types of information they contain.

Figure A-1. Major Features of the District's Government-Wide and Fund Financial Statements

Type of Statement	Government-Wide	Governmental Funds	Fiduciary Funds
Scope	All activities of the District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary	Activities for which the District is the trustee or agent for another entity's resources
Required financial statements	Statement of Net Position Statement of Activities	Balance sheet; Statement of Revenues, Expenditures, and Changes in Fund Balances	Statement of Fiduciary Net Position; Statement of Changes in Fiduciary Net Position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of period-end information reported	All assets, liabilities, and deferred inflows/outflows, both financial and capital, short-term and long-term	Only assets, liabilities, and deferred inflows/outflows expected to be used or due during the year or soon thereafter; no capital or long-term items are included	All assets, liabilities, and deferred inflows/outflows, both financial and capital, short-term and long-term
Type of activities reported	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during the year or soon thereafter; expenditures when goods or services have been received and payment is due during the year or soon thereafter	None (custodial in nature)

Government-Wide Financial Statements

Government-wide financial statements are designed to provide readers with a broad overview of the District's finances in a manner similar to private-sector business. All of the District's services are reported in the government-wide financial statements, including but not limited to instruction, student support services, student transportation, general administration, school leadership, facilities acquisition and construction, food services, and capital and debt financing. Property taxes and state and federal aid finance most of these activities.

The *Statement of Net Position* presents information on all of the District's assets, liabilities, and deferred inflows/outflows of resources, with the net of these amounts reported as net position. Net position serves as an indicator of the District's overall financial position.

The *Statement of Activities* presents how the District's net position changed over the course of the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Therefore, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes).

The government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). All of the activities of the District are considered *governmental activities*.

The government-wide financial statements can be found on pages 21-22 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to keep track of specific sources of funding and spending for particular purposes. Some funds are required by State law and by bond covenants while others are established by the Board of Trustees for various purposes. The fund financial statements provide more detailed information about the District's most significant funds rather than the District as a whole.

All of the District's funds can be divided into two categories: governmental funds and fiduciary funds.

Governmental Funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide statements, governmental fund financial statements focus on (1) the flow of cash and other current financial assets and (2) the balance of spendable resources available at the end of the fiscal year. Such information provides a detailed, short-term view of the current financial resources available to finance the District's programs.

Because the focus of governmental funds is narrower than that of the government-wide statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. We provide reconciliations of the fund financial statements to the government-wide financial statements in Exhibits C-1R and C-2R to facilitate the comparison.

The District maintains a number of governmental funds, three of which – The General Fund, Debt Service Fund, and Capital Projects Fund – are considered major funds and are reported separately on the governmental funds *Balance Sheet* and *Statement of Revenues, Expenditures, and Changes in Fund Balances*. The remaining governmental funds of the District are reported together as non-major governmental funds.

Governmental fund financial statements can be found on pages 25 and 27 of this report.

Fiduciary Funds are used to account for resources held for the benefit of parties outside the District. The District acts in a trustee capacity and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. However, these funds are not reported in the government-wide financial statements because their resources are not available to support the District's operations.

The *Statement of Fiduciary Net Position* and the *Statement of Changes in Fiduciary Net Position* report all of the District's fiduciary activities and can be found on pages 31 and 32 of this report.

Notes to the Financial Statements

The notes to the financial statements provide narrative explanations or additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 33-61 of this report.

Other Information

The combining statements for non-major funds contain additional information about the District's individual funds. This information may be found in Exhibits G-2 and G-3.

The Federal Awards Section contains data used by monitoring or regulatory agencies for assurance that the District is using funds supplied in compliance with the budgetary appropriations and terms of the grants awarded.

Government-wide Overall Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the District's overall financial position. As of June 30, 2021, the District's liabilities and deferred inflows of resources exceeded its assets and deferred outflows of resources by \$431.3 million.

Table A-2. The District's Net Position

	June 30, 2021	June 30, 2020	Increases / (Decreases)
Assets:			
Current and other assets	\$ 781,031,715	\$ 642,592,614	\$ 138,439,101
Capital assets	1,756,456,248	1,662,742,864	93,713,384
Total Assets	2,537,487,963	2,305,335,478	232,152,485
Deferred outflows of resources	138,968,652	161,910,953	(22,942,301)
Total Assets and Deferred Outflows	\$ 2,676,456,615	\$ 2,467,246,431	\$ 209,210,184
Liabilities:			
Current liabilities	\$ 221,946,311	\$ 201,085,268	\$ 20,861,043
Long-term liabilities	2,736,458,503	2,570,714,928	165,743,575
Total Liabilities	2,958,404,814	2,771,800,196	186,604,618
Deferred inflows of resources	149,312,217	115,390,768	33,921,449
Net Position:			
Net investment in capital assets	(379,976,838)	(373,647,743)	(6,329,095)
Restricted	108,989,379	108,617,859	371,520
Unrestricted	(160,272,957)	(154,914,649)	(5,358,308)
Total Net Position	(431,260,416)	(419,944,533)	(11,315,883)
Total Liabilities, Deferred Inflows and Net Position	\$ 2,676,456,615	\$ 2,467,246,431	\$ 209,210,184

The largest portion of the District's net position is its investment in capital assets (e.g. land, buildings, furniture and equipment), net of any related outstanding debt that was used to acquire those assets. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay that debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate liabilities. The District maintains an aggressive debt repayment schedule to ensure payment terms equal or outpace the useful life of the financed assets. However, the majority of the District's capital assets are less than 30 years old, so total debt still exceeds the value of total capital assets, making that investment negative.

An additional portion of the District's net position, \$109.0 million, represents resources that are subject to external restrictions on how they may be used. The remaining unrestricted net position may be used to meet the District's ongoing obligations.

The District's total assets grew by \$45.6 million more than total liabilities from June 30, 2020 to June 30, 2021, but the District's overall net position decreased by 11.3 million. That decrease was the result of new deferred inflows of resources related to the District's proportionate share of the TRS net OPEB liability.

The total cost of all governmental activities for the fiscal year ended June 30, 2021 was \$821.6 million. Approximately \$78.9 million of those costs were funded by program revenues directly attributable to specific activities. The remaining costs were funded primarily by property taxes and state revenue, which are not attributable to specific programs.

The following Table A-3 illustrates the changes in net position over the most recent fiscal year. This information can also be found on the government-wide *Statement of Activities* (Exhibit B-1).

Table A-3. Schedule of Changes in the District's Net Position

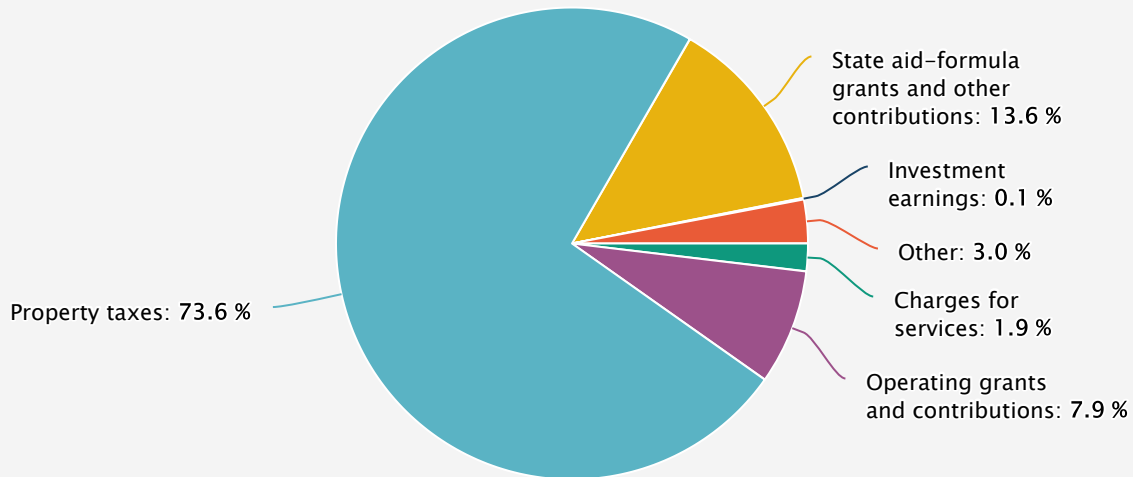
	Fiscal Year Ended June 30, 2021	Fiscal Year Ended June 30, 2020	Increases / (Decreases)
Revenues:			
Program Revenues:			
Charges for services	\$ 15,059,185	\$ 36,129,968	\$ (21,070,783)
Operating grants and contributions	63,842,316	71,108,796	(7,266,480)
General Revenues:			
Property taxes	596,833,333	579,072,777	17,760,556
State aid- formula grants and other contributions	109,965,143	102,059,802	7,905,341
Investment earnings	420,973	8,429,226	(8,008,253)
Other	24,206,014	23,587,596	618,418
Total Revenues	<u>810,326,964</u>	<u>820,388,165</u>	<u>(10,061,201)</u>
Expenses:			
Instruction	431,632,246	444,377,695	(12,745,449)
Instructional resources and media services	8,860,354	8,932,969	(72,615)
Curriculum and instructional staff development	15,092,758	14,315,808	776,950
Instructional leadership	11,231,262	11,116,828	114,434
School leadership	41,905,984	43,158,588	(1,252,604)
Guidance, counseling and evaluation services	26,323,164	25,968,948	354,216
Social work services	282,024	227,696	54,328
Health services	7,524,465	7,215,668	308,797
Student transportation	15,562,096	17,135,255	(1,573,159)
Food services	20,696,850	26,200,312	(5,503,462)
Extracurricular activities	23,846,884	22,890,618	956,266
General administration	17,512,837	16,605,179	907,658
Facilities maintenance and operations	71,801,617	60,027,110	11,774,507
Security and monitoring services	7,552,762	6,577,228	975,534
Data processing services	11,445,169	10,906,676	538,493
Community services	1,998,783	2,231,893	(233,110)
Debt service - interest on long-term debt	67,188,505	79,729,973	(12,541,468)
Debt service - bond issuance costs and fees	4,872,571	924,809	3,947,762
Contracted instructional services between schools	4,177,231	3,152,395	1,024,836
Payments to juvenile justice alternative education programs		30,681	(30,681)
Payments to tax increment fund	28,283,215	27,151,041	1,132,174
Other intergovernmental charges	3,852,070	3,798,571	53,499
Total Expenses	<u>821,642,847</u>	<u>832,675,941</u>	<u>(11,033,094)</u>
Change in Net Position	(11,315,883)	(12,287,776)	971,893
Beginning Net Position	(419,944,533)	(407,656,757)	(12,287,776)
Ending Net Position	<u>\$ (431,260,416)</u>	<u>\$ (419,944,533)</u>	<u>\$ (11,315,883)</u>

(Continued)

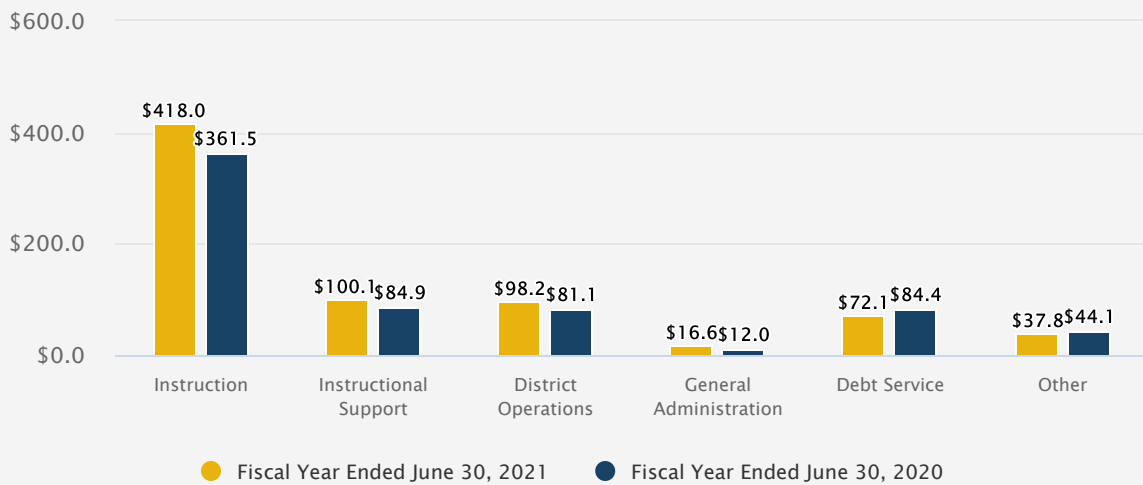
The coronavirus pandemic caused a number of significant changes to our operations for the 2020-2021 school year. Approximately half of our students attended school online rather than in person, and a number of events and activities that would take place during a normal school year were cancelled. As a result, we had fewer expenses in fiscal year 2021 than we did in the previous year. We also received less revenue, though. Student meal charges decreased because we fed all students for free for the majority of the school year. Local income from all sources fell short of even our conservative projections, and the low-interest rate environment put a damper on our ability to generate investment earnings.

The following Figure A-4 illustrates the District's sources of revenue for the 2021 fiscal year. General revenues provide 90.3% of the funding available to cover the District's annual expenses. The remaining 9.7% of revenues come from operating grants or charges for services specifically attributable to District programs.

Figure A-4. Sources of Revenue for the Fiscal Year Ended June 30, 2021



The following Figure A-5 depicts the change in net cost of services (total cost less program revenue and intergovernmental aid) for the District's major functions for the fiscal years ended June 30, 2021, and June 30, 2020. The net cost reflects the portion funded by local tax dollars, state aid and other miscellaneous general revenues.

Figure A-5. Net Cost of the District's Major Functions (in millions of dollars)

Fund Level Financial Analysis

The District uses fund accounting to demonstrate compliance with finance-related legal requirements and to provide a more detailed account of specific District programs and activities.

The focus of the District's governmental funds is to provide information on current inflows, outflows and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the District's net resources available for discretionary use, since this is the portion of fund balance that has not yet been limited to a particular purpose.

At June 30, 2021, the District's total combined fund balances for governmental funds were \$659.4 million, which represents an increase of \$129.1 million from June 30, 2020. Approximately 30.8%, or \$202.8 million, of the total combined fund balances is unassigned and available for spending at the District's discretion. The remainder of the fund balances is either nonspendable, restricted, committed or assigned for specific purposes:

- *Nonspendable* balances of \$740,883 are not in spendable form because they relate to prepaid expenditures.
- *Restricted* balances of \$386,273,468 are either legally required to remain intact or are restricted for particular purposes by a third party.
- *Committed* balances of \$2,706,009 have been committed by the District's Board of Trustees to service programs funded by local grants, awards or contributions.
- *Assigned* balances of \$66,898,617 have been tentatively earmarked by management for a particular program or purpose.

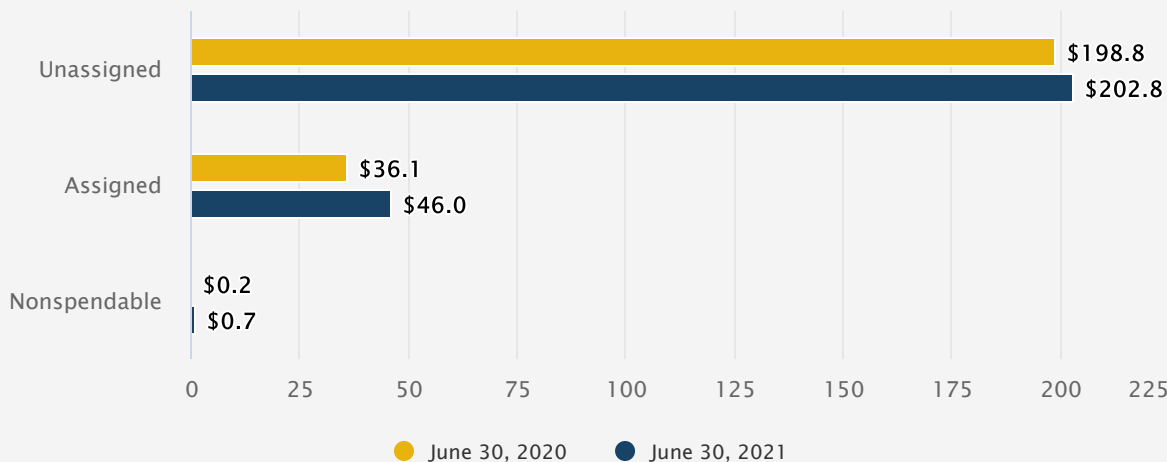
Further details of each type of fund balance can be found within note 1 on pages 38-39 of this report.

General Fund

Figure A-6 depicts the breakdown of fund balances in the General Fund, the District's main operating fund, as of June 30, 2021 and 2020.

(Continued)

Figure A–6. Components of Fund Balance – General Fund (in millions of dollars)



It is useful to compare unassigned fund balance to total expenditures in the General Fund as a measure of liquidity – to determine the portion of annual operating costs that could be funded without cash inflows. Due to the timing of cash inflows from the state and the property tax collection calendar, the District is cash flow negative for the first 4 to 5 months of each fiscal year. Common practice among Texas school districts to maintain an unassigned fund balance equal to at least 20% of expenditures to help accommodate the period of negative cash flow. Because of our fast growth and the necessity to increase expenditures proportionally for enrollment growth each year, Frisco ISD strives to maintain at least 25% of expenditures in unassigned fund balance. The June 30, 2021 unassigned fund balance represents 31.1% of the subsequent fiscal year’s adopted budget.

The General Fund recognized a surplus of \$18.3 million before transfers for fiscal year 2021. We adopted a \$10.8 million surplus budget in order to provide the flexibility to adapt quickly to changing circumstances related to the COVID-19 pandemic. When we began the year, we were uncertain whether the state of Texas would be able to fully fund public education for the school year. We were also uncertain what types of expenditures we might incur related to disease mitigation. The Texas Education Agency was able to use temporary attendance waivers and some federal aid to fully fund public schools during fiscal year 2021 and hold school districts harmless for unanticipated declines in enrollment and attendance.

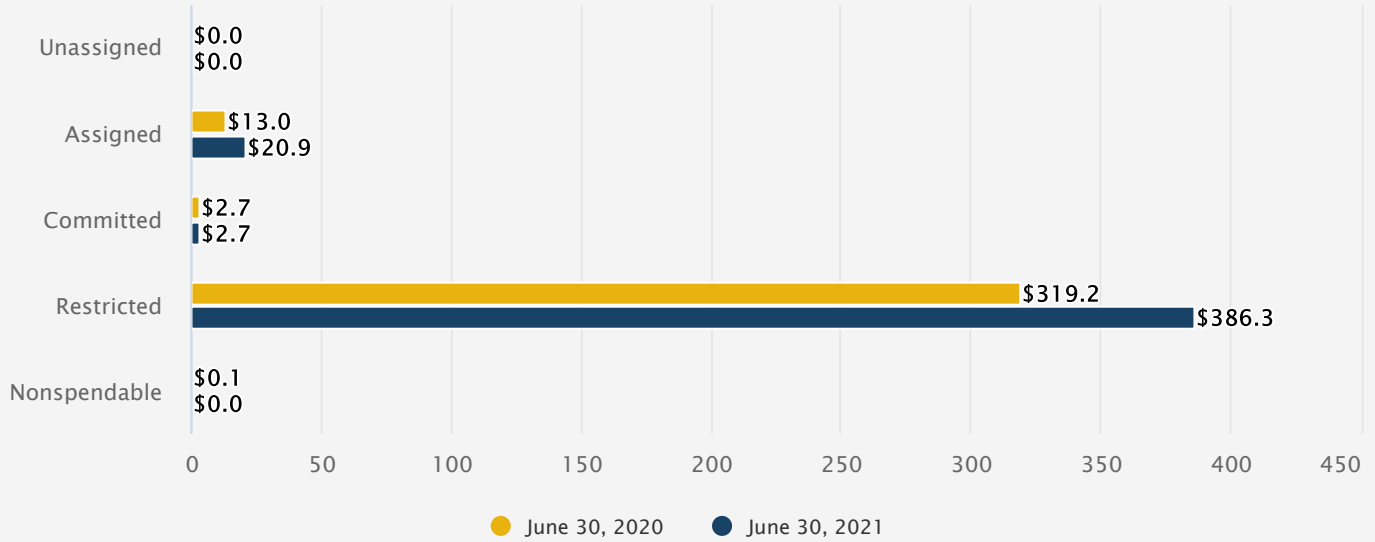
The state funding formula is also periodically audited for data accuracy, sometimes years after the revenue is actually generated by a school district, and those audits often result in additional revenue for FUSD. We received \$4.7 million in state revenue from prior year audits during the 2020-2021 school year on top of our regular funding, accounting for the majority of the extra unplanned surplus.

At the end of the year, we transferred \$4 million out of the General Fund to the Capital Projects Fund to pay for capital expenditures that were not planned for in the bond program, leaving the General Fund with a net increase to fund balance of \$14.4 million . \$14 million of that surplus was then assigned to fund balance for employee compensation. Frisco ISD uses that assigned fund balance to pay retention incentives to employees annually, and \$14 million will pay for another two years of incentives.

Other Governmental Funds

The fund balances of all other governmental funds increased by \$114.7 million from June 30, 2020, to June 30, 2021. The increase in other funds was mainly attributable to bond proceeds received in the Capital Projects Fund that were not spent prior to the end of the fiscal year. The components of fund balance in the District's other governmental funds for the 2020 and 2021 fiscal years are illustrated in Figure A-7.

Figure A-7. Components of Fund Balance – Other Governmental Funds (in millions of dollars)



Other fund balance changes can be explained as follows:

- The Debt Service Fund recognized a decrease in fund balance of \$3.2 million because property tax revenue levied for debt service was not enough to cover total debt payments. Frisco ISD intentionally adopted a deficit budget for the Debt Service Fund in order to keep the 2020 debt tax rate at \$0.27. The balance of debt service not covered by property taxes was paid for with Debt Service Fund Balance.
- Non-Major Governmental Funds recognized a net decrease in fund balance of \$1.7 million from the previous year. The majority of non-major funds are used to account for reimbursement grants, which recognize revenues as expenditures occur and therefore do not carry a fund balance or recognize surpluses or deficits. The Child Nutrition Fund, however, which is a self-funded breakfast and lunch program, generated a deficit of \$1.9 million because free meals were served to all students for the majority of the school year. The State Textbook Fund and some other local grant funds carry various immaterial fund balances due to timing of cash flows.

General Fund Budgetary Highlights

The Board of Trustees originally adopted a \$10.8 million surplus for the 2021 fiscal year. As previously discussed, the actual surplus was \$14.4 million

Revenues were greater than originally expected due to payments from the state in settlement of formula funding for prior years. These settlements often occur years after the close of the fiscal year for which the revenue was generated and are the result of audits of property values and other formula inputs.

Expenditures were \$250 thousand less than the originally adopted budget. Budget amendments and adjustments were made over the course of the year for various initiatives and to provide flexibility to make unforeseen purchases, but fewer students on campus coupled with conservative spending and supply chain issues - all caused by the COVID-19 pandemic - led the District to spend less than anticipated during the year. Approximately 15% of campus and department budgets district-wide remained unspent at year-end. Additional budget amendments are made at year-end in anticipation of liabilities that may be owed but not paid by June 30 and to safeguard against overspending at the fund-function level. These year-end adjustments plus unspent campus and department budget money resulted in the final amended budget exceeding actual expenditures by \$23.1 million.

Capital Assets And Debt Administration

Capital Assets

The District's investment in capital assets as of June 30, 2021 was \$1.76 billion (net of accumulated depreciation). This investment includes land, buildings, building improvements, furniture, equipment, and vehicles and represents a net increase of 5.64% in capital assets over the previous year.

Table A-8. Capital Assets

	As of June 30, 2021	As of June 30, 2020	Increases / (Decreases)
Land	\$ 201,974,868	\$ 201,974,868	\$ -
Buildings	1,834,107,758	1,820,304,285	13,803,473
Furniture and equipment	79,119,874	72,317,412	6,802,462
Construction in progress	200,460,772	75,528,693	124,932,079
Total Capital Assets	<u>2,315,663,272</u>	<u>2,170,125,258</u>	<u>145,538,014</u>
Accumulated depreciation	<u>(559,207,024)</u>	<u>(507,382,394)</u>	<u>(51,824,630)</u>
Net Capital Assets	<u>\$ 1,756,456,248</u>	<u>\$ 1,662,742,864</u>	<u>\$ 93,713,384</u>

The increase in net capital assets is due to the construction of two new high schools and an elementary school, along with other miscellaneous building renovations and new equipment purchased through our bond program.

More detailed information about the District's capital assets can be found in Note 6 on pages 44-45 of this report.

Long-Term Debt

Management strives to maintain a favorable debt profile and funding structure for the District while adhering to taxpayers' expectations that we will be a prudent and conservative steward of public funds. Our debt repayment schedule is structured to match asset useful lives with the liabilities incurred to finance those assets. We also continuously monitor the interest rate climate and restructure or repay

debt when we are able to recognize positive savings. Taxable bonds are issued to refund debt in advance of its call date; otherwise all bonds issued are tax exempt.

During the year, the District maintained strong underlying bond ratings of AA1 from Moody's Investors Service, Inc. and AA+ from S&P Global Ratings. All bonds issued during the year were rated AAA due to the State's Permanent School Fund Guarantee Program. Favorable ratings result in lower debt issuance costs for the District.

At the end of the 2021 fiscal year, the District had total bonded debt outstanding of \$2.48 billion, all of which is considered to be direct tax supported debt. The remainder of the District's long-term obligations include the District's portions of the TRS net pension and OPEB liabilities.

Table A-9. Long-Term Debt

	As of June 30, 2021	As of June 30, 2020	Increases / (Decreases)
Bonds payable	\$ 2,241,292,488	\$ 2,044,020,964	\$ 197,271,524
Accreted interest	74,768,990	71,390,619	3,378,371
Unamortized bond premium	163,259,797	137,120,558	26,139,239
Total Bonded Debt	2,479,321,275	2,252,532,141	226,789,134
District's portion of TRS net pension liability	173,815,951	182,078,056	(8,262,105)
District's portion of TRS net OPEB liability	159,309,242	195,016,124	(35,706,882)
Total Long-Term Liabilities	<u>\$ 2,812,446,468</u>	<u>\$ 2,629,626,321</u>	<u>\$ 182,820,147</u>

Total outstanding long-term liabilities increased by 6.95% from the previous year. The District issued \$595.3 million of new bonds during the year, \$252 million of which were used to finance new construction and other bond program projects. The remainder of the bonds were issued to refinance outstanding debt. Note 7 on pages 47-50 of this report contains more detailed information about the District's long-term debt activity, including incremental payment schedules, and Note 11 on pages 52-61 contains more information about the District's portion of the State's pension and OPEB liabilities.

The amount of general bonded debt outstanding and the total primary government debt per capita are also useful indicators of the District's debt position. That data is represented in Exhibit S-11 on page 105 of this report.

Economic Factors And Next Year's Budget

Enrollment growth continues to be a significant challenge for the District as it drives all aspects of our operations from General Fund appropriations to programmatic initiatives to capital planning. In 2021, Frisco ISD was the 9th largest district in the state of Texas and one of the fastest growing. We were one of only two of the largest districts in the state that grew in enrollment during the 2020-2021 school year. Most other large districts saw a decline in enrollment because families chose to keep their children out of school to protect them from exposure to COVID-19. While we added 788 students during the 2020-2021 school year, that growth was about 1,300 students short of projections. We work with both internal and third party demographers to develop our best estimates of student growth from year to year, but the pandemic caused anomalies that skewed our data and made it difficult to project what the 2021-2022 school year would look like.

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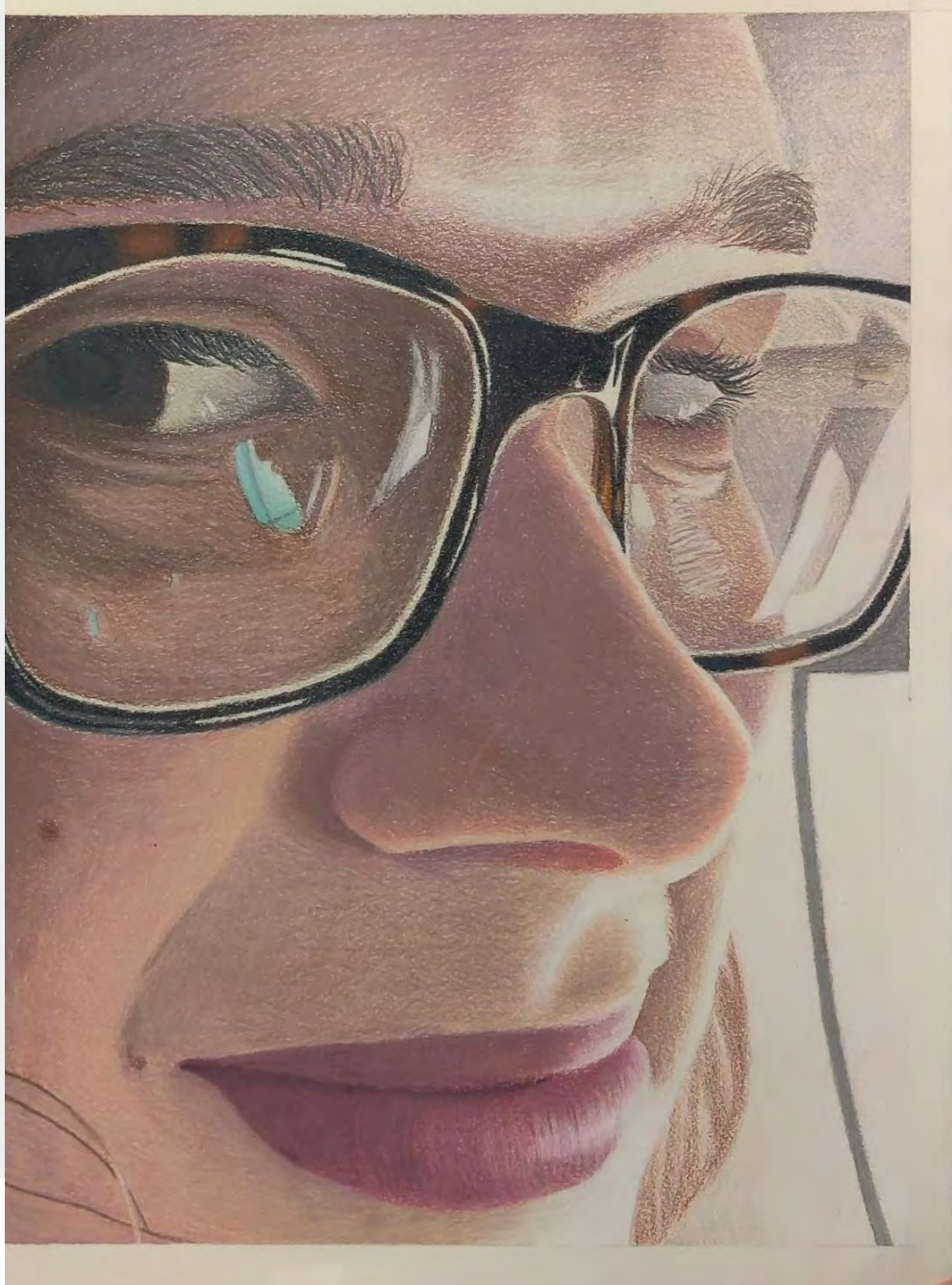
As an added challenge, the state's education funding formula, which is a system of weighted allotments for various populations of students within the district, is driven by both enrollment and attendance. Students must be physically present at school in order to generate funding. While the Texas Education Agency provided waivers to hold school districts harmless for low enrollment and attendance during the 2020-2021 school year, the agency looked to state legislators to determine whether funding for students attending school online could be made available in the future. The 2021-2022 budget was developed conservatively, knowing that the COVID-19 vaccine was not available for children under 12 prior to the start of school, and therefore many families would likely choose an online option for at least a portion of the school year. Fisd is providing a temporary online option for prekindergarten through sixth grades until a vaccine becomes widely available for that age group. We expect to use federal aid from the Elementary and Secondary Schools Emergency Relief Fund to help fill in any funding gaps in addition to addressing learning loss and other social or emotional needs exacerbated by the pandemic.

More information about the District's annual budget and economic challenges can be found in the 2022 Budget Book, which can be obtained on the Frisco ISD website at <http://www.friscoisd.org/departments/finance/financial-transparency/budgets>.

Contacting The District's Financial Management

This financial report is designed to provide our parents, citizens, taxpayers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Chief Financial Officer at 5515 Ohio Drive, Frisco, Texas 75035, or call 469.633.6330.

Basic Financial Statements



Portrait Of Girl With Glasses | Erin Shanahan | Lone Star High School



The cover features a dark blue background with a large yellow rectangle at the top right and a yellow vertical bar at the bottom right. A thin yellow horizontal line is positioned above the bottom yellow bar. The title is centered in white text.

Government- Wide Financial Statements

Frisco Independent School District
Statement of Net Position
June 30, 2021

Data Control Codes		Governmental Activities
	Assets	
1110	Cash and investments	\$ 755,601,442
1220	Property taxes receivable (delinquent)	6,621,108
1230	Allowance for uncollectible taxes	(1,125,588)
1240	Due from other governments	18,543,329
1250	Accrued interest	75,204
1290	Other receivables, net	575,337
1410	Prepaid Expenses	740,883
1510	Land	201,974,868
1520	Buildings and improvements, net	1,332,614,771
1530	Furniture and equipment, net	21,405,837
1580	Construction in progress	200,460,772
1000	Total Assets	<u>2,537,487,963</u>
	Deferred Outflows of Resources	
1701	Deferred losses on debt refunding transactions	18,438,422
1705	Deferred pension outflows	73,072,499
1710	Deferred OPEB outflows	47,457,731
1700	Total Deferred Outflows of Resources	<u>138,968,652</u>
	Liabilities	
2110	Accounts payable	29,939,152
2113	Retainage payable	9,526,041
2140	Accrued interest payable	27,984,404
2150	Payroll deductions and withholdings	4,658,169
2160	Accrued wages payable	70,584,152
2200	Accrued expenses	2,001,000
2300	Unearned revenues	1,265,428
	Noncurrent Liabilities:	
2501	Due within one year	75,987,965
2502	Due in more than one year	2,403,333,310
2540	Net pension liability	173,815,951
2545	Net OPEB liability	159,309,242
2000	Total Liabilities	<u>2,958,404,814</u>
	Deferred Inflows of Resources	
2601	Deferred gains on debt refunding transactions	424,940
2605	Deferred pension inflows	32,232,081
2610	Deferred OPEB inflows	116,655,196
2600	Total Deferred Inflows of Resources	<u>149,312,217</u>
	Not Position	
3200	Net investment in capital assets	(379,976,838)
	Restricted for:	
3820	Federal and state grant programs	3,649,399
3850	Debt service	105,339,980
3900	Unrestricted	(160,272,957)
3000	Total Net Position	<u>\$ (431,260,416)</u>

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

Exhibit B-1

Frisco Independent School District
Statement of Activities
For The Year Ended June 30, 2021

Data Control Codes	1 Expenses	Program Revenues		6 Net (Expense)/ Revenue and Changes in Net Position	
		3 Charges for Services	4 Operating Grants and Contributions		
				Governmental Activities	
Governmental Activities:					
11	Instruction	\$ 431,632,246	\$ 1,747,694	\$ 34,034,682	\$ (395,849,870)
12	Instructional resources and media services	8,860,354		398,700	(8,461,654)
13	Curriculum and instructional staff development	15,092,758		1,419,818	(13,672,940)
21	Instructional leadership	11,231,262		730,465	(10,500,797)
23	School leadership	41,905,984		2,450,658	(39,455,326)
31	Guidance, counseling and evaluation services	26,323,164		4,139,798	(22,183,366)
32	Social work services	282,024		15,337	(266,687)
33	Health services	7,524,465		569,461	(6,955,004)
34	Student transportation	15,562,096		599,643	(14,962,453)
35	Food services	20,696,850	3,183,576	12,573,089	(4,940,185)
36	Extracurricular activities	23,846,884	1,694,173	1,440,995	(20,711,716)
41	General administration	17,512,837		887,917	(16,624,920)
51	Facilities maintenance and operations	71,801,617	8,433,742	1,414,579	(61,953,296)
52	Security and monitoring services	7,552,762		1,069,326	(6,483,436)
53	Data processing services	11,445,169		1,555,864	(9,889,305)
61	Community services	1,998,783		541,984	(1,456,799)
72	Debt service - interest on long-term debt	67,188,505			(67,188,505)
73	Debt service - bond issuance costs and fees	4,872,571			(4,872,571)
91	Contracted instructional services between schools	4,177,231			(4,177,231)
95	Payments to juvenile justice alternative education programs				
97	Payments to tax increment fund	28,283,215			(28,283,215)
99	Other intergovernmental charges	3,852,070			(3,852,070)
TG	Total Governmental Activities	<u>\$ 821,642,847</u>	<u>\$ 15,059,185</u>	<u>\$ 63,842,316</u>	<u>\$ (742,741,346)</u>

Data Control Codes **General Revenues**

Taxes:

MT	Property taxes, levied for general purposes	478,566,522
DT	Property taxes, levied for debt service	118,266,811
SF	State aid - formula grants	104,693,320
GC	Grants and contributions not restricted to specific programs	5,271,823
IE	Investment earnings	420,973
MI	Miscellaneous local and intermediate revenue	24,206,014
TR	Total General Revenues	<u>731,425,463</u>
CN	Change in net position	(11,315,883)
NB	Net position - beginning	(419,944,533)
NE	Net position - ending	<u>\$ (431,260,416)</u>

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



The cover features a dark blue background with a large yellow rectangle at the top right and a yellow vertical bar at the bottom right. A thin yellow horizontal line is positioned above the bottom right bar. The title is centered in white text.

Governmental Funds Financial Statements

Frisco Independent School District
Balance Sheet
Governmental Funds
June 30, 2021

Data Control Codes	10	50	60	98		
	General Fund	Debt Service Fund	Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds	
Assets						
1110	Cash and investments	\$ 308,794,163	\$ 132,107,364	\$ 307,076,897	\$ 7,623,018	\$ 755,601,442
1220	Property taxes receivable (delinquent)	5,149,699	1,471,409			6,621,108
1230	Allowance for uncollectible taxes	(875,449)	(250,139)			(1,125,588)
1240	Due from other governments	13,184,794			5,358,535	18,543,329
1250	Accrued interest	75,204				75,204
1260	Due from other funds	2,258,011				2,258,011
1290	Other receivables	421,196		40,600	113,541	575,337
1410	Prepaid expenditures	737,454			3,429	740,883
1000	Total Assets	\$ 329,745,072	\$ 133,328,634	\$ 307,117,497	\$ 13,098,523	\$ 783,289,726
Liabilities						
2110	Accounts payable	2,901,978	4,250	26,581,516	451,408	29,939,152
2113	Retainage payable			9,526,041		9,526,041
2140	Accrued interest payable		148,722			148,722
2150	Payroll deductions and withholdings	4,658,169				4,658,169
2160	Accrued wages payable	67,836,321			2,747,831	70,584,152
2170	Due to other funds				2,258,011	2,258,011
2200	Accrued expenditures	2,001,000				2,001,000
2300	Unearned revenue	118,182			1,147,246	1,265,428
2000	Total Liabilities	77,515,650	152,972	36,107,557	6,604,496	120,380,675
Deferred inflows of Resources						
2601	Unavailable property tax revenue	2,708,001	793,662			3,501,663
2600	Total Deferred Inflows of Resources	2,708,001	793,662	-	-	3,501,663
Fund Balances						
Nonspendable:						
3430	Prepaid expenditures	737,454			3,429	740,883
Restricted for:						
3450	Federal and state grant programs				3,649,399	3,649,399
3470	Capital acquisitions and contractual obligations			250,105,718		250,105,718
3480	Retirement of long-term debt		132,382,000			132,382,000
3490	Local grants, awards and contributions				136,351	136,351
Committed to:						
3545	Local grants, awards and contributions				2,706,009	2,706,009
Assigned to:						
3560	Claims and judgments	6,000,000		4,468,034		10,468,034
3570	Capital expenditures			16,436,188		16,436,188
3590	Employee compensation	35,838,290				35,838,290
3590	Future expenditures	4,156,105				4,156,105
3600	Unassigned	202,789,572			(1,161)	202,788,411
3000	Total Fund Balances	249,521,421	132,382,000	271,009,940	6,494,027	659,407,388
4000	Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 329,745,072	\$ 133,328,634	\$ 307,117,497	\$ 13,098,523	\$ 783,289,726

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

Exhibit C-1R

Frisco Independent School District
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2021

Total Fund Balances - Governmental Funds (Exhibit C-1)	\$ 659,407,388
Amounts reported for governmental activities in the Statement of Net Position (Exhibit A-1) are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds financial statements.	1,756,456,248
Accounting gains and losses resulting from debt refunding transactions are deferred inflows and outflows of resources, respectively, on the government-wide Statement of Net Position and are amortized over the life of the debt but are not reported in the governmental funds financial statements.	
Deferred losses on debt refunding transactions	18,438,422
Deferred gains on debt refunding transactions	(424,940)
Long-term liabilities, including bonds payable, are not due and payable in the current period and are therefore not reported as liabilities on the Balance Sheet of the governmental funds financial statements. Long-term liabilities at year-end consist of:	
Bonds payable	(2,241,292,488)
Accrued interest on the bonds	(27,835,682)
Accreted interest on capital appreciation bonds	(74,768,990)
Unamortized bond premiums	(163,259,797)
Certain receivables will be earned this year but are not available soon enough to pay for the current period's expenditures and are therefore deferred inflows of resources at the fund level.	3,501,663
The District's proportionate share of the TRS net pension liability and related deferred inflows and outflows of resources are not current in nature and are therefore not reported in the governmental funds financial statements:	
Proportionate share of net pension liability	(173,815,951)
Deferred pension inflows	(32,232,081)
Deferred pension outflows	73,072,499
The District's proportionate share of the TRS Net OPEB liability and related deferred inflows and outflows of resources are not current in nature and are therefore not reported in the governmental funds financial statements:	
Proportionate share of net OPEB liability	(159,309,242)
Deferred OPEB inflows	(116,655,196)
Deferred OPEB outflows	47,457,731
Net Position - Governmental Activities (Exhibit A-1)	<u>\$ (431,260,416)</u>

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

Frisco Independent School District
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2021

Data Control Codes	10 General Fund	50 Debt Service Fund	60 Capital Projects Fund	Non-Major Governmental Funds	98 Total Governmental Funds
Revenues					
5700 Local and intermediate sources	\$ 484,542,235	\$ 140,862,904	\$ 71,830	\$ 4,694,674	\$ 630,171,643
5800 State program revenues	133,327,814	1,280,997		5,336,698	139,945,509
5900 Federal program revenues	5,271,823			24,157,321	29,429,144
5020 Total Revenues	<u>623,141,872</u>	<u>142,143,901</u>	<u>71,830</u>	<u>34,188,693</u>	<u>799,546,296</u>
Expenditures					
Current:					
0011 Instruction	366,450,064		1,180,286	10,883,645	378,513,995
0012 Instructional resources and media services Curriculum and instructional staff	6,540,156		17,047	6,072	6,563,275
0013 development	14,074,093			691,293	14,765,386
0021 Instructional leadership	10,909,165			29,586	10,938,751
0023 School leadership Guidance, counselling and evaluation	35,803,103			30,593	35,833,696
0031 services	23,046,457			2,615,769	25,662,226
0032 Social work services	274,222				274,222
0033 Health services	7,202,270			148,532	7,350,802
0034 Student transportation	12,616,229				12,616,229
0035 Food services	236,027			17,498,931	17,734,958
0036 Extracurricular activities	18,180,811		940,957	667,987	19,789,755
0041 General administration	15,929,725		36,072	26,755	15,992,552
0051 Facilities maintenance and operations	42,753,295		14,389,562	344,834	57,487,691
0052 Security and monitoring services	4,893,585			965,004	5,858,589
0053 Data processing services	8,657,419			1,123,812	9,781,231
0061 Community services	968,707			744,187	1,712,894
Debt Service:					
0071 Principal on long-term debt		63,679,472			63,679,472
0072 Interest on long-term debt		81,723,285			81,723,285
0073 Bond issuance costs and fees		2,911,454	1,961,117		4,872,571
Capital Outlay:					
0081 Facilities acquisitions and construction			171,623,163		171,623,163
Intergovernmental:					
0091 Contracted instructional services between schools	4,177,231				4,177,231
0095 Payments to juvenile justice alternative education programs					
0097 Payments to tax increment fund	28,283,215				28,283,215
0099 Other intergovernmental charges	3,852,070				3,852,070
6030 Total Expenditures	<u>604,847,844</u>	<u>148,314,211</u>	<u>190,148,204</u>	<u>35,777,000</u>	<u>979,087,259</u>
1100 Excess (deficiency) of revenues over (under) expenditures	<u>18,294,028</u>	<u>(6,170,310)</u>	<u>(190,076,374)</u>	<u>(1,588,307)</u>	<u>(179,540,963)</u>
Other Financing Sources (Uses)					
7901 Refunding bonds issued		343,325,000			343,325,000
7911 Capital related debt issued (regular bonds)			251,960,000		251,960,000
7916 Premium on issuance of bonds		21,202,268	46,251,117		67,453,385
7912 Proceeds from the sale of property	20,489				20,489
7915 Transfers in	309,791		4,000,000	255,912	4,565,703
7956 Insurance Recovery	16,266		7,500,000		7,516,266
8911 Transfers out	(4,250,396)			(315,307)	(4,565,703)
8949 Payment to refunded bond escrow agent		(361,597,875)			(361,597,875)
7080 Total Other Financing Sources (Uses)	<u>(3,903,850)</u>	<u>2,929,393</u>	<u>309,711,117</u>	<u>(59,395)</u>	<u>308,677,265</u>
1200 Net change in fund balances	14,390,178	(3,240,917)	119,634,743	(1,647,702)	129,136,302
0100 Fund balances - beginning	235,131,243	135,622,917	151,375,197	8,141,729	530,271,086
3000 Fund balances - ending	<u>\$ 249,521,421</u>	<u>\$ 132,382,000</u>	<u>\$ 271,009,940</u>	<u>\$ 6,494,027</u>	<u>\$ 659,407,388</u>

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

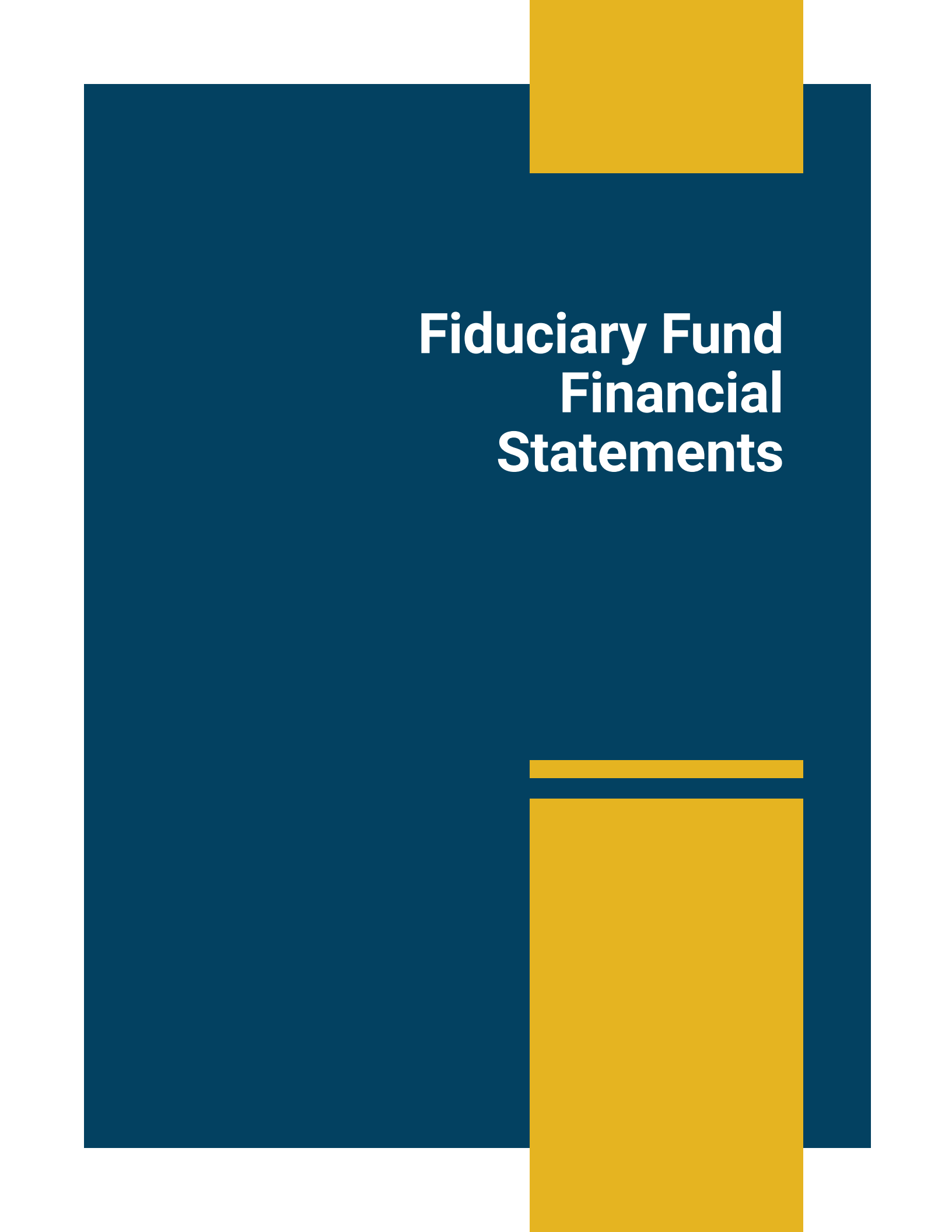
Exhibit C-2R

Frisco Independent School District
 Reconciliation of the Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 to the Statement of Activities
 Year Ended June 30, 2021

Total Net Change in Fund Balances - Governmental Funds (Exhibit C-2)	\$ 129,136,302
Amounts reported for governmental activities in the Statement of Activities (Exhibit B-1) are different because:	
Governmental funds report capital outlays as expenditures. However in the Statement of Activities, the costs of those assets are capitalized and allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays (\$145,657,288) exceeded depreciation (\$51,938,416) in the current period.	93,718,872
In the statement of activities, only the gains or losses on asset disposals are reported; whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balances by the cost of the assets disposed.	(5,488)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental funds.	325,372
Repayment of long-term debt principal (\$409,560,341) and payments of accreted interest on capital appreciation bonds (\$3,327,363) are expenditures in the governmental funds, but these activities reduce long-term liabilities in the Statement of Activities.	412,887,704
Bond issuances are reported as other resources in the governmental funds but are shown as increases in long-term debt in the Statement of Net Position:	
Bond issuances	(595,285,000)
Premiums on bonds	(67,453,385)
The excess of the reacquisition price of refunded debt over its carrying amount is deferred and amortized in the government-wide financial statements.	1,950,325
Certain debt related items that effect the Statement of Net Position but are not reported in the governmental funds:	
Amortization of bond premiums	29,767,281
Amortization of deferred gains and losses on refunding transactions	(3,280,405)
Accreted interest on capital appreciation bonds	(6,705,734)
Change in interest payable	5,192,956
Amortization and other changes in deferred outflows and deferred inflows related to the District's portion of the TRS net pension liabilities effect government-wide pension expense but have no impact on the governmental funds.	
Contributions during the measurement period	2,294,420
Contributions after the measurement date	12,257,727
Proportionate share of collective pension expense	(5,128,423)
Net proportionate share of deferred pension inflows/outflows	(22,749,099)
Amortization and other changes in deferred outflows and deferred inflows related to the District's portion of the TRS net OPEB liabilities effect government-wide pension expense but have no impact on the governmental funds.	
Contributions prior to the measurement period	554,217
Contributions after the measurement date	2,810,491
Proportionate share of collective OPEB expense	32,521,360
Net proportionate share of deferred OPEB inflows/outflows	(34,125,376)
Change in Net Position of Governmental Activities (Exhibit B-1)	<u>\$ (11,315,883)</u>

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



The cover features a dark blue background with a large yellow rectangle at the top right and a yellow vertical bar at the bottom right. A thin yellow horizontal line is positioned above the bottom yellow bar. The title is centered in white text.

Fiduciary Fund Financial Statements

Frisco Independent School District
Statement of Fiduciary Net Position
Custodial Funds
June 30, 2021

	Custodial Funds
ASSETS	
Cash and investments	\$ 1,237,886
Total Assets	1,237,886
LIABILITIES	
Accounts payable	25,417
Total Liabilities	25,417
NET POSITION	
Restricted for:	
Individuals, organizations, and other governments	1,212,469
Total net position	\$ 1,212,469

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

Exhibit E-2

Frisco Independent School District
Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended June 30, 2021

	Custodial Fund
ADDITIONS	
Donations	\$ 44,626
Miscellaneous additions:	
Student fees	726,441
Fundraisers	21,092
Other	144,668
Total miscellaneous additions	892,201
Total additions	936,827
DEDUCTIONS	
Professional and contracted services:	
Contracted maintenance and repairs	\$ 450
Rentals	30,230
Royalties	7,346
Miscellaneous contracted services	119,252
Total professional and contracted services	157,278
Supplies and materials:	
Reading materials	200
Uniforms	11,564
Print shop charges	643
Supplies	514,912
Total supplies and materials	527,319
Other operating costs:	
Student travel	5,037
Dues	97,403
Graduation costs	35,583
Miscellaneous operating costs	236,541
Sales tax	6,796
Donations paid	38,832
Equipment	11,421
Technology equipment	694
Total other operating costs	432,307
Total deductions	1,116,904
Net increase/(decrease) in fiduciary net position	(180,077)
Net position - beginning	-
Cumulative effect of implementation of GASB 84	1,392,546
Net position - beginning, as restated	1,392,546
Net position - ending	\$ 1,212,469

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

Notes to the Basic Financial Statements



Portrait Of Girl With Large Hat | Nithya Katpally | Centennial High School

Note 1. Summary Of Significant Accounting Policies

Frisco 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 accounting principles generally accepted in the United States of America promulgated by the Governmental Accounting Standards Board (GASB), and it complies with the requirements of the appropriate version of the 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.

Reporting Entity

The Board is elected by the public and 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 GASB in its Statement No. 14, "The Financial Reporting Entity," as amended by Statements No. 39, "Determining Whether Certain Organizations are Component Units," and No. 61, "The Financial Reporting Entity: Omnibus – an Amendment of GASB Statements No. 14 and No. 34." There are no component units within the reporting entity.

Government-Wide and Fund Financial Statements

The *Statement of Net Position* and the *Statement of Activities* report information on all nonfiduciary activities of the District. Taxes and intergovernmental revenues normally support governmental activities. The effect of interfund activity has been removed from these statements.

The *Statement of Activities* demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Program revenues include (1) charges for services or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Program revenues included in the *Statement of Activities* reduce the cost of the function to be financed from general activities. Taxes and other items not identifiable as program revenues are reported instead as general revenues.

The District reports all direct expenses by function in the *Statement of Activities*. Direct expenses are those clearly identifiable with a function. Depreciation expense is specifically identified by function and is included in the program expenses of each function.

Separate financial statements are provided for governmental funds and fiduciary funds. The fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

Government-Wide Financial Statements are reported using 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 revenues as soon as all eligibility requirements imposed by the grantor have been met.

Governmental Fund Financial Statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. With this measurement focus, only current assets,

current liabilities, deferred inflows of resources, deferred outflows of resources 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). Revenues are recognized in the accounting period in which they become both measurable and available. Expenditures are generally recorded when a liability is incurred, if measurable, except for unmatured principal and interest on long-term debt, which is recognized when due. 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. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District considers all revenues available if they are collectible within 60 days of year-end.

Revenues from local sources consist primarily of property taxes, which are susceptible to accrual and considered available if collected within 60 days of the end of the fiscal year. Under GASB Statement No. 33, "Accounting and Financial Reporting for Non-exchange Transactions," property taxes are imposed non-exchange revenues. Assets from imposed non-exchange transactions are recorded when the entity has an enforceable, legal claim to the asset or when the entity receives the resources, whichever comes first. The enforceable legal claim date for property taxes is the assessment date. Therefore, the District recognized taxes receivable and a deferred inflow of resources for taxes assessed as of October 1, 2020, which were not available as of June 30, 2021.

Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until received. Investment earnings are recorded as earned since they are both measurable and available at the earnings date.

The special revenue funds, except for the Child Nutrition Fund, include programs that are financed on a project grant basis. These projects have grant periods that range from less than twelve months to in excess of two years. Grant funds are considered to be earned to the extent expenditures are made under the provisions of the grant. When grant funds are received in advance of being earned, they are recorded as unearned revenue until earnings criteria are met.

Fiduciary Fund Financial Statements are accounted for on a flow of economic resources measurement focus using the accrual basis of accounting.

Funds

The District reports its financial activities through the use of fund accounting. The activities of the District are organized on the basis of funds. The operations of each fund are accounted for within a separate set of self-balancing accounts to reflect results of activities. Fund accounting segregates funds according to their intended purposes to assist management in demonstrating compliance with finance-related legal and contractual provisions.

Governmental Funds are those through which most governmental functions of the District are financed. The acquisition, use and balances of the District's expendable financial resources and the related liabilities are accounted for through the governmental funds. The following are the District's major governmental funds:

General Fund - The General Fund is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. All general tax

revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. General operating expenses that are not paid through other funds are paid from the General Fund.

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for, and the retirement of, long-term debt principal, interest and related costs.

Capital Projects Fund - The Capital Projects Fund is used to account for financial resources to be used for the acquisition, renovation or construction of capital projects.

Other Non-Major Governmental Funds - The Non-Major Governmental Funds consist of special revenue funds that account for resources that are legally restricted or locally committed to expenditures for specified purposes. Most Federal and some State financial assistance is accounted for in special revenue funds.

Custodial Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, organizations, and/or other funds. The Student Activity Fund accounts for the receipt and disbursement of monies from student activity organizations. These organizations exist with the explicit approval of, and are subject to revocation by, the District's Board of Trustees.

Assets, Liabilities and Deferred Inflows/Outflows

Cash and Cash Equivalents – The District's cash and cash equivalents include cash on hand, demand deposits, money markets, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments – Investments, except for the investment pools, are recorded at fair value. Fair value is determined by the amount at which a financial instrument can be exchanged in a current transaction between willing parties. The investment pools operate in accordance with appropriate state laws and regulations and are reported at amortized cost. District management believes that the District adheres to the requirements of the State of Texas Public Funds Investment Act regarding investment practices, management reports and establishment of appropriate policies. Additionally, management believes that the investment practices of the District are in accordance with local policies for the current fiscal year.

Interfund Receivables and Payables – Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds." All residual balances between governmental activities are eliminated in the government-wide financial statements.

Prepaid Expenditures – Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the financial statements and expended in a subsequent period using the consumption method. All prepaid expenditures are offset at fiscal year-end by nonspendable fund balance in the fund financial statements.

Capital Assets – Capital assets, which include land, buildings, and equipment, are reported in the governmental activities column in the government-wide 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 acquisition value as of the date of donation.

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

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

Asset Classification	Useful Life
Buildings	40 years
Building improvements	20 years
Vehicles	10 years
Buses	7 years
Office equipment	7 years
Computer equipment	5 years

Vacation and Sick Leave – Vacations are to be taken within the same year they are earned, and any unused days at the end of the year are forfeited. Therefore, no liability has been accrued in the accompanying basic financial statements. Employees of the District are entitled to sick leave based on category/class of employment. Sick leave is allowed to be accumulated but does not vest. Therefore, no liability exists for unused sick leave.

Long-term Liabilities – In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the *Statement of Net Position*. Bond premiums and discounts are reported as a liability or contra-liability, as appropriate, and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of applicable bond premiums or discounts. Bond issuance costs are expensed as incurred.

In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are also reported as other financing sources while discounts on debt issuances and payments to bond refunding escrow agents are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Pensions – The District records its proportionate share of the net pension liability of the Teacher Retirement System of Texas (TRS). The fiduciary net position of TRS has been determined using the economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities and additions to/deductions from TRS’s fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized by TRS when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Post-Employment Benefits (OPEB) – The District also records its proportionate share of the net OPEB liability of the Teacher Retirement System of Texas (TRS) TRS-Care Plan. The fiduciary net position of the TRS-Care Plan has been determined using the economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense, and information about assets, liabilities and additions to/deductions from TRS-Care’s fiduciary

net position. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no investments as this is a pay-as-you-go plan and all cash is held in a cash account.

Deferred Outflows/Inflows of Resources – In addition to assets and liabilities, the government-wide *Statement of Net Position* and governmental fund *Balance Sheet* report separate sections for deferred outflows and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position/fund balance that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred inflows of resources represent the acquisition of net position/fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. In addition to deferred gains and losses on debt refunding transactions, which are reported as deferred inflows and outflows of resources, respectively, the District reports certain deferred inflows and outflows related to pensions and other post-employment benefits on the government-wide *Statement of Net Position*. At the governmental fund level, earned but unavailable tax revenue is reported as a deferred inflow of resources.

Fund Balances and Net Position

Net position on the government-wide *Statement of Net Position* includes the following:

Net Investment in Capital Assets reports the difference between capital assets, net of accumulated depreciation, and the outstanding balance of debt, excluding unspent bond proceeds that is directly attributable to the acquisition, construction or improvement of those capital assets.

Restricted for Federal and State Grant Programs is the component of net position restricted to be spent for specific purposes prescribed by federal and state granting agencies.

Restricted for Debt Service is the component of net position that is restricted for payment of debt service by constraints established by the bond covenants.

Unrestricted Net Position is the residual difference between assets, deferred outflows, liabilities and deferred inflows that is not invested in capital assets or restricted for specific purposes.

It is the District's policy to spend funds available from restricted sources prior to unrestricted sources.

Fund balances on the governmental funds' *Balance Sheet* include the following:

Nonspendable Fund Balance is the portion of the gross fund balance that is not expendable because it is either not in spendable form or it is legally or contractually required to be maintained intact.

Restricted Fund Balance includes amounts restricted for a specific purpose by the provider (such as grantors, bondholders, and high levels of government), through constitutional provisions, or by enabling legislation. Debt service resources are to be used for future servicing of the District's bonded debt and are restricted through debt covenants. Capital Projects bond funds are restricted by the bondholders for the specific purpose of capital projects and capital outlays. Federal and State grant resources are restricted pursuant to the mandates of the granting agencies.

Committed Fund Balance is that portion of fund balance that is committed to a specific purpose by the District's Board of Trustees. The Board of Trustees establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. These amounts cannot be used for any other purpose unless the Board removes or changes the constraint by exercising the same type of action originally used to commit the funds.

Assigned Fund Balance is that portion of fund balance that is spendable or available for appropriation but has been tentatively earmarked for some specific purpose. On June 20, 2016, the Board delegated through formal action the authority to assign fund balance to the Chief Financial Officer; the Board may also directly assign fund balance for specific purposes. This can be done through adoption and amendment of the budget. As of June 30, 2021, the District has assigned fund balance in the General Fund for the following purposes:

- Claims and judgments – assigned for the coverage of potential legal fees, settlements, and deductibles of certain insurance policies.
- Capital Expenditures – assigned for the expenditure of funds for capital outlay not planned to be paid with bond funds.
- Employee Compensation – assigned for the payment of future employee retention incentives and classroom supplies stipends.
- Future Expenditures – assigned to satisfy outstanding General Fund encumbrances as of the fiscal year end.

Unassigned Fund Balance is the difference between the total fund balance and the total of the nonspendable, restricted, committed, and assigned fund balances and can be utilized for any legal purpose. This portion of the total fund balance in the General Fund is available to finance operating expenditures.

When expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When expenditures are incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first from committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board of Trustees has provided otherwise in its commitment or assignment actions.

Data Control Codes

Data control codes refer to the account code structure prescribed by the Texas Education Agency (TEA) in the Resource Guide. TEA requires school districts to display these codes in the financial statements filed with the agency in order to ensure accuracy in building a statewide database for policy development and funding plans.

Management's Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimations and assumptions that affect the reported amounts of assets, deferred outflows, liabilities, and deferred inflows at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Encumbrance Accounting

Under encumbrance accounting, purchase orders, contracts and other commitments for the expenditure of funds are recorded in the accounting system in order to assign the portion of the applicable appropriation. This methodology is employed in the governmental fund financial statements. Encumbrances are not liabilities and are therefore not recorded as expenditures until receipt of the goods or services. For

budgetary purposes, appropriations lapse at fiscal year-end, and outstanding encumbrances at year-end are re-appropriated in the next fiscal year. Management has assigned a portion of fund balance for future expenditures equal to outstanding encumbrances in the General Fund at June 30, 2021. None of the individual encumbrances reported are considered significant to the financial statements.

New GASB Pronouncement

GASB Statement No. 84, "Fiduciary Activities," was issued in January 2017 and provides guidance to enhance the consistency and comparability of fiduciary activity reporting by (1) establishing specific criteria for identifying activities that should be reported as fiduciary activities and (2) clarifying whether and how business-type activities should report their fiduciary activities. Frisco ISD implemented GASB 84 during the year ended June 30, 2021, and as a result, beginning net position in the custodial fiduciary fund was restated.

Note 2. Cash and Investments

The District's funds are required to be deposited under the terms of a depository contract pursuant to the School Depository Act. The depository bank places approved 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 dollar amount of Federal Deposit Insurance Corporation (FDIC) insurance.

At June 30, 2021, the carrying amount of the District's deposits (cash) and outstanding checks was \$ 30,446,241. The combined bank balance was \$ 19,132,998. At June 30, 2021 and during the year then ended, the District's combined deposits were fully insured by FDIC insurance or collateralized with securities held by the District's agent in the District's name.

Depository information required to be reported to the Texas Education Agency is as follows:

- A. Depository: JP Morgan Chase Bank, Frisco, TX
- B. The date of the highest deposit was January 14, 2021, when combined cash, savings and time deposits amounted to \$ 58,513,339.
- C. The amount of bond and pledged collateral as of the date of the highest combined balance on deposit was \$ 69,938,974.
- D. The total amount of FDIC coverage at the time of the largest combined balance was \$250,000.

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, which must address the following areas:

- Safety of principal and liquidity
- Portfolio diversification
- Allowable investments
- Acceptable risk levels

(Continued)

- Expected rates of return
- Maximum allowable stated maturity of portfolio investments
- Maximum average dollar weighted maturity allowed based on the stated maturity date for the portfolio
- Investment staff qualifications and capabilities
- Bid solicitation preferences for certificates of deposit

Statutes authorize the District to invest in obligations of the U.S. Treasury and U.S. agencies, municipal securities, repurchase agreements and certain other investments. The investments owned at fiscal year-end are held by the District or its agent in the District's name.

All investment pools utilized by the District meet the requirements of the Texas Public Funds Investment Act (PFIA). The fair value of the positions in the pools is the same as the value of the pools. The District invests the following investment pools:

- *The Lone Star Investment Pool* is governed by an 11 member board, all of whom are participants in the pool. American Beacon Advisors and BNY Mellon Cash Investment Strategies manage the investment of Lone Star's assets.
- *The TexasTERM Investment Pool*, which offers two portfolios, TexasTERM and TexasDAILY, is governed by a 7 member advisory board made up of experienced local government officials elected by the pool's investors. PFM Asset Management LLC manages the investments of TexasTERM's assets.
- *TexPool* is a public funds pool administered by the State Comptroller of Texas. The portfolio of TexPool is managed by Federated Investors, Inc., and the assets are held in a separate custodial account at the State Street Bank in the name of TexPool.

In compliance with the PFIA, the District has adopted a deposit and investment policy, which addresses the following risks:

- Credit risk is the risk that a security issuer may default on an interest or principal payment. The District controls and monitors this risk by purchasing quality rated instruments that have been evaluated by nationally recognized agencies such as Standard and Poor's (S&P) or Moody's Investors Service.
- Custodial credit risk is the risk that, in the event of the failure of a depository financial institution or counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover its deposits, value of its investments, or collateral securities that are in the possession of an outside party. The PFIA, the District's investment policy, and Government Code Chapter 2257 "Collateral for Public Funds" contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits and investments. The District's funds are deposited and invested under terms of a depository contract with amounts greater than the FDIC insurance coverage protected by approved pledged securities held on behalf of the District. Public funds investment pools created to function as money market mutual funds must mark their portfolios to market daily, and, to the extent reasonably possible, stabilize at a \$1 net asset value. The District's policy manages custodial credit risk by requiring securities purchased by a broker-dealer for the District to be held in a Safekeeping account in the District's name. The policy also requires that security transactions be conducted on a delivery-versus-payment basis.
- Concentration of credit risk is the risk associated with holding investments that are not pools and full faith credit securities. These risks are controlled by limiting the percentages of these investments in the District's portfolio.

- Interest rate risk is the risk that interest rates will rise and an investment in a fixed-income security will decrease in value. Interest rate risk is reduced by diversifying, investing in securities with different durations, and laddering maturity dates. The District manages its exposure to interest rate risk by limiting the weighted average maturity of its investment portfolio to less than two years from the time of purchase. The weighted average maturity for the District's investment in external investment pools is less than 60 days.
- Foreign currency risk is the potential for loss due to fluctuations in exchange rates. The District's policy does not allow for any direct foreign investments, and therefore the District is not exposed to foreign currency risk.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. GASB Statement No. 72, "Fair Value Measurement and Application," provides a framework for measuring fair value which establishes a three-level fair value hierarchy that describes the inputs used to measure assets and liabilities:

- Level 1 inputs are quoted prices (unadjusted) for identical assets or liabilities in active markets that a government can access at the measurement date.
- Level 2 inputs are inputs – other than quoted prices included within Level 1 – that are observable for an asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for an asset or liability. Frisco ISD does not have investments valued using Level 3 inputs.

The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs. If a price for an identical asset or liability is not observable, a government should measure fair value using another valuation technique that maximizes the use of relevant observable inputs and minimizes the use of unobservable inputs. If the fair value of an asset or liability is measured using inputs from more than one level of the fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

The District has the following recurring fair value investments as of June 30, 2021:

- Government agency securities are valued using quoted market prices (Level 1).
- Commercial paper is valued using broker quotes that utilize observable market inputs (Level 2).

	Value at June 30, 2021	Fair Value Measurements Using			Weighted Average Maturity (Days)
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Percent of Total Investments	
Cash and Cash Equivalents:					
Bank Deposits	\$ 30,446,241				
Total Cash and Cash Equivalents	\$ 30,446,241				
Investments measured at Amortized Costs:					
TexPool	51,694,755			7.13%	30
Lone Star Investment Pool	502,985,254			69.37%	47
Investments measured at Net Asset Value:					
TexasTERM portfolio – Texas DAILY	20,460,524			2.82%	55
Investments by Fair Value Level:					
US Government Agency Securities:					
U.S. Treasury Notes	20,035,796	\$ 20,035,796		2.76%	62
U.S. Treasury Bonds	69,997,877	69,997,877		9.65%	24
Commercial Paper	59,980,995		59,980,995	8.27%	89
Total Investments	725,155,201	90,033,673	59,980,995		
Total Cash and Investments	\$ 755,601,442	\$ 90,033,673	\$ 59,980,995		

Investments measured at amortized cost include the Lone Star and TexPool investment pools. In order to meet the criteria to be recorded at amortized cost, investment pools must:

- Transact at a net asset value of \$1.00 per share
- Have weighted average maturity of 60 days or less and weighted average life of 120 days or less
- Hold investments that are highly rated by nationally recognized statistical rating organizations
- Have no more than 5% of portfolio with one issuer (excluding US government securities)
- Meet reasonably foreseeable redemptions

Lone Star and Texpool investment pools have a redemption notice period of one day and no maximum transaction amounts. The investment pool's authorities may only impose restrictions on redemptions in the event of a general suspension of trading on a major securities market, general banking moratorium or national or state emergency that affects the pool's liquidity. Lone Star and TexPool investment pools have earned Standard & Poor's highest rating (AAA), which meets the standards set by the Public Funds Investment Act.

The TexasTERM investment pool is an external investment pool measured at its net asset value. TexasTERM's strategy is to seek preservation of principal, liquidity and current income through investment in a diversified portfolio of short-term marketable securities. The District has no unfunded commitments related to investment pools. The District participates in two separate TexasTERM portfolios – TexasDAILY, which seeks to maintain a stable net asset value of \$1.00 per share and may be redeemed daily, and TexasTERM, which seeks to achieve a net asset value of \$1.00 per share at a stated maturity date. As of June 30, 2021, the District had no investments in the TexasTERM portfolio. \$20,460,524 was invested in the TexasDAILY portfolio. TexasDAILY has received an AAAM rating from S&P, and the TexasTERM portfolio has received a rating of AAaf from S&P, which meets the standards set by the Public Funds Investment Act.

Note 3. Property Taxes

The District's ad valorem property tax is levied on all real and business personal property located in the District. A lien exists on all property on January 1st of each year. Tax statements are mailed on October 1st each year or as soon thereafter as possible. Taxes are due upon receipt and become delinquent if not paid before February 1st of the following calendar year. The assessed value of the roll as of the end of the fiscal year was \$46,267,939,261.

The tax rates levied for the fiscal year ended June 30, 2021, to finance General Fund operations and the payment of principal and interest on general obligation long-term debt were \$1.0402 and \$0.2700 per \$100 valuation, respectively, for a total of \$1.3102 per \$100 valuation.

Current year tax collections for the period ended June 30, 2021, were 99.27% of the levy.

The ad valorem tax rate is allocated each year between the General Fund and the Debt Service Fund. The full amount estimated to be required for general obligation bond retirement is provided by the debt service tax together with interest earned within the Debt Service Fund.

Allowances for uncollectible taxes within the General Fund and Debt Service Fund are based on historical experience. 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. As of June 30, 2021, the allowance for uncollectible taxes was approximately 17% of total delinquent property taxes receivable.

Tax Increment Financing

On January 13, 1997, the Board of Trustees approved a resolution to enter into an Interlocal Agreement with the City of Frisco, Texas, establishing the Frisco Tax Increment Reinvestment Zone (TIRZ) Number One, in accordance with Chapter 311 of the Texas Tax Code. The purpose of the TIRZ is to promote development through the use of tax increment financing within or adjacent to the 700 acres around Stonebriar Mall.

The District agreed to participate in the TIRZ, beginning with the 1997 tax year, by contributing 100% of the taxes levied and collected against the captured appraised value of real property within the zone. The proposed duration of the TIRZ is 40 years, ending December 31, 2036.

An Educational Facilities Account has been established with TIRZ proceeds to repay cash expenditures for project costs or the principal and interest on bonds or other indebtedness for educational facilities within or adjacent to the zone. As of June 30, 2021, approximately \$234.3 million of TIRZ proceeds have been used to finance the construction of FISD educational facilities since the agreement began.

Note 4. Receivables

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 Foundation School Program and Available School Fund.

Receivables due from other governments as of June 30, 2021, for the District's individual major funds and Non-Major Governmental Funds are as follows:

	General Fund	Non-Major Governmental Funds	Total
Due from the State of Texas	\$ 13,077,311		\$ 13,077,311
Due from the Federal Government		\$ 5,358,535	5,358,535
Due from Other Governments	107,483		107,483
Total	<u>\$ 13,184,794</u>	<u>\$ 5,358,535</u>	<u>\$ 18,543,329</u>

Note 5. Interfund Transactions

Interfund balances at June 30, 2021, consisted of the following individual fund receivables and payables:

	Receivable	Payable
General fund	\$ 2,258,011	
Non-major governmental funds		\$ 2,258,011
Total	<u>\$ 2,258,011</u>	<u>\$ 2,258,011</u>

All interfund balances represent transactions between the General Fund and other funds. Non-major funds owed the General Fund for grant expenditures financed by General Fund cash prior to receiving reimbursements from federal or state agencies. All interfund balances reported at June 30, 2021, were liquidated shortly after year-end.

The following is a summary of the District's internal transfers for the fiscal year ended June 30, 2021:

From	To	Amount	Purpose
Non-Major Funds	General Fund	\$ 309,791	COVID-19 expenses paid by ESSER funds
Non-Major Funds	Non-Major Funds	5,516	Restricted Donations Paid from Campus Activity Fund
General Fund	Non-Major Funds	250,396	Various cash flow needs
General Fund	Capital Project Fund	4,000,000	Locally Defined Capital Outlay
Total Transfers		<u>\$ 4,565,703</u>	

Note 6. Capital Assets

Changes in capital assets for the fiscal year ended June 30, 2021, include:

	Beginning Balance	Additions	Retirements/ Transfers	Ending Balance
Capital assets not being depreciated:				
Land	\$ 201,974,868			\$ 201,974,868
Construction in progress	75,528,693	\$ 138,545,830	\$ 13,613,751	200,460,772
	<u>277,503,561</u>	<u>138,545,830</u>	<u>13,613,751</u>	<u>402,435,640</u>
Capital assets being depreciated:				
Buildings and improvements	1,820,304,285	13,803,473		1,834,107,758
Furniture and equipment	72,317,412	6,921,736	119,274	79,119,874
	<u>1,892,621,697</u>	<u>20,725,209</u>	<u>119,274</u>	<u>1,913,227,632</u>
Less: Accumulated depreciation for:				
Buildings and improvements	455,712,516	45,780,471		501,492,987
Furniture and equipment	51,669,878	6,157,945	113,786	57,714,037
	<u>507,382,394</u>	<u>51,938,416</u>	<u>113,786</u>	<u>559,207,024</u>
Total capital assets for governmental activities, net	<u>\$ 1,662,742,864</u>	<u>\$ 107,332,623</u>	<u>\$ 13,619,239</u>	<u>\$ 1,756,456,248</u>

The current period's depreciation was expensed to the following functions:

Function	Expensed
11 Instruction	\$ 33,320,140
12 Instructional resources and media services	1,850,945
13 Curriculum and instructional staff development	7,943
23 School leadership	3,491,408
34 Student transportation	2,690,590
35 Food services	2,653,810
36 Extracurricular activities	4,232,776
41 General administration	1,221,022
51 Facilities maintenance and operations	1,091,548
52 Security and monitoring services	716,528
53 Data processing services	406,509
61 Community services	255,197
Total depreciation expense	<u>\$ 51,938,416</u>

Construction Commitments

The District was obligated at June 30, 2021, under major contracts, for construction of new facilities and renovations or repair of various existing facilities. The outstanding construction commitments associated with these projects totaled approximately \$48.2 million as of June 30, 2021.

Note 7. Long-Term Debt

A summary of changes in long-term debt for the fiscal year ended June 30, 2021, is as follows:

Description	Original Issue Amount	Interest Rate(s)	Maturity	Balance at June 30, 2020	Issued/Increases	Retired/Refunded	Balance at June 30, 2021	Amount Due Within One Year
Unlimited Tax School Building Bonds:								
Series 2006	\$ 85,000,000	2.750%- 5.250%	8/15/2039	\$ 10,055,000		\$ 10,055,000		
Series 2010	\$ 20,195,000	0.00%	2/15/2027	9,435,000		1,345,000	\$ 8,090,000	\$ 1,345,000
Series 2011	\$ 50,000,000	4.625%- 5.000%	8/15/2041	50,000,000		50,000,000		
Series 2013	\$ 90,845,000	3.000%- 5.000%	8/15/2043	82,620,000		19,685,000	62,935,000	2,045,000
Series 2014	\$ 159,795,000	2.000%- 5.000%	8/15/2044	147,225,000		3,475,000	143,750,000	3,645,000
Series 2015A	\$ 68,125,000	2.000%- 5.000%	8/15/2045	64,145,000		1,460,000	62,685,000	1,535,000
Series 2016B	\$ 75,790,000	2.500%- 5.000%	8/15/2046	73,245,000		1,370,000	71,875,000	1,430,000
Series 2018	\$ 49,865,000	3.000%- 5.000%	8/15/2048	48,995,000		915,000	48,080,000	965,000
Series 2021	\$ 83,150,000	2.000%- 5.000%	2/15/2051		\$ 83,150,000		83,150,000	1,380,000
Unlimited Tax School Refunding Bonds:								
Series 2010	\$ 26,855,000	4.000%- 4.250%	8/15/2024	5,500,000		5,500,000		
Series 2011	\$ 62,078,491	2.000%- 5.000%	8/15/2030	60,213,491		56,415,000	3,798,491	415,000
Series 2013	\$ 19,040,000	2.000%- 5.000%	7/15/2033	15,570,000		785,000	14,785,000	825,000
Series 2016	\$ 104,555,000	3.000%- 5.000%	8/15/2037	92,190,000		3,845,000	88,345,000	4,025,000
Series 2020	\$ 183,585,000	0.795%-2.592%	2/15/2041		183,585,000	1,075,000	182,510,000	950,000
Series 2021	\$ 109,310,000	1.461%-4.000%	2/15/2041		109,310,000	2,985,000	106,325,000	7,000,000
Series 2021A	\$ 37,070,000	1.714%-5.000%	2/15/2035		37,070,000		37,070,000	250,000
Unlimited Tax School Building & Refunding Bonds:								
Series 1999	\$ 40,033,092	4.300%- 5.750%	8/15/2029	783,092			783,092	
Series 2002A	\$ 38,018,141	3.000%- 5.375%	8/15/2034	10,174,141		634,472	9,539,669	577,422
Series 2011A	\$ 83,981,260	4.000%- 5.000%	8/15/2041	60,345,000		55,620,000	4,725,000	4,725,000
Series 2012	\$ 85,531,867	2.000%- 5.000%	8/15/2041	84,151,867		70,945,000	13,206,867	250,000
Series 2012A	\$ 71,190,000	2.000%- 5.000%	8/15/2041	67,685,000		66,640,000	1,045,000	1,045,000
Series 2012B	\$ 99,545,000	2.000%- 5.000%	8/15/2042	90,235,000		22,765,000	67,470,000	3,590,000
Series 2013	\$ 68,471,992	2.000%- 5.000%	8/15/2043	61,580,000		275,000	61,305,000	280,000
Series 2014	\$ 111,455,000	2.000%- 4.000%	8/15/2044	100,220,000		2,715,000	97,505,000	2,770,000
Series 2015	\$ 139,525,000	0.420%- 5.000%	8/15/2045	123,280,000		5,270,000	118,010,000	6,565,000
Series 2016A	\$ 208,960,000	2.000%- 5.000%	8/15/2046	194,385,000		7,350,000	187,035,000	7,000,000
Series 2017	\$ 206,445,000	2.000%- 5.000%	8/15/2047	200,015,000		6,545,000	193,470,000	6,575,000
Series 2019	\$ 265,390,000	3.000%- 5.000%	8/15/2049	265,390,000		4,835,000	260,555,000	8,350,000
Series 2020	\$ 101,705,000	2.000%- 5.000%	8/15/2050	101,705,000		4,925,000	96,780,000	4,385,000
Series 2021	\$ 182,170,000	3.000%- 4.000%	2/15/2051		182,170,000	1,305,000	180,865,000	2,835,000
CAB Premiums:								
Series 1999				9,122,362			9,122,362	
Series 2002A				14,594,401		596,921	13,997,480	564,339
Series 2012				1,161,610			1,161,610	
Series 2020					8,905,099	228,948	8,676,151	666,204
Series 2021					2,641,766		2,641,766	
Total bonds payable				2,044,020,964	606,831,865	409,560,341	2,241,292,488	75,987,965
Accreted interest on capital appreciation bonds				71,390,619	6,705,734	3,327,363	74,768,990	
Unamortized bond premium				137,120,558	55,906,520	29,767,281	163,259,797	
Total bonded debt				2,252,532,141	669,444,119	442,654,985	2,479,321,275	75,987,965
District's portion of net pension liability				182,078,056	16,424,639	24,686,744	173,815,951	
District's portion of net OPEB liability				195,016,124	9,158,576	44,865,458	159,309,242	
Total long-term debt				\$ 2,629,626,321	\$ 695,027,334	\$ 512,207,187	\$ 2,812,446,468	\$ 75,987,965

Changes in debt-related deferred outflows and inflows of resources for the fiscal year ended June 30, 2021, were:

	Balance at June 30, 2020	Issued/ Increases	Retired/ Refunded	Balance at June 30, 2021
Deferred loss on refunding transactions	\$ 19,673,642	\$ 2,108,982	\$ 3,344,202	\$ 18,438,422
Deferred gain on refunding transactions	\$ 330,080	\$ 158,657	\$ 63,797	\$ 424,940

During the year the District issued the following bonds:

- \$183,585,000 of Unlimited Tax Refunding Bonds, Taxable Series 2020 with interest rates of 0.0795% to 2.592%. Proceeds were delivered on July 15, 2020. Deposits to escrow agents of \$190,966,393 were used to purchase direct obligations of the U.S. government which were irrevocably pledged to the payment of the following bonds refunded:

- \$50,000,000 of the District’s Unlimited Tax School Building Bonds, Series 2011
- \$39,495,000 of the Districts’ Unlimited Tax School Building and Refunding Bonds, Series, 2011A
- \$31,170,000 of the Districts’ Unlimited Tax School Refunding Bonds, Series 2011
- \$62,920,000 of the Districts’ Unlimited Tax School Building and Refunding Bonds, Series 2012

The District’s refunding resulted in an economic gain of \$53,525,909 and a book loss of \$962,196 which will be amortized over the life of the refunded debt. The refunding decreased the District’s future debt service requirement by \$69,870,287.

- \$182,170,000 of Unlimited Tax School Building and Refunding Bonds, Series 2021 with interest rates of 3.00% to 4.00%. Proceeds were delivered on January 12, 2021. \$168,810,000 (par value) was issued to acquire, construct, renovate and equip school buildings. Deposits to escrow agents of \$14,712,129 were used to purchase direct obligations of the U.S. government which were irrevocably pledged to the payment of the following bonds refunded:

- \$10,055,000 of the District’s Unlimited Tax School Building Bonds, Series 2006
- \$4,460,000 of the Districts’ Unlimited Tax School Refunding Bonds, Series, 2010.

The District’s refunding resulted in an economic gain of \$1,435,282 and a book loss of \$19,710 which was fully amortized in this fiscal year. The refunding decreased the District’s future debt service requirement by \$1,704,360.

- \$109,310,000 of Unlimited Tax Refunding Bonds, Taxable Series 2021 with interest rates of 1.461% to 4.000%. Proceeds were delivered on January 12, 2021. Deposits to escrow agents of \$116,192,851 were used to purchase direct obligations of the U.S. government which were irrevocably pledged to the payment of the following bonds refunded:

- \$11,610,000 of the Districts’ Unlimited Tax School Building and Refunding Bonds, Series, 2011A
- \$24,845,000 of the Districts’ Unlimited Tax School Refunding Bonds, Series 2011
- \$65,655,000 of the Districts’ Unlimited Tax School Building and Refunding Bonds, Series, 2012A
- \$7,775,000 of the Districts’ Unlimited Tax School Building and Refunding Bonds, Series 2012

The District's refunding resulted in an economic gain of \$25,385,305 and a book gain of \$158,657 which will be amortized over the life of the refunded debt. The refunding decreased the District's future debt service requirement by \$31,346,423.

- \$83,150,000 of Unlimited Tax School Building Bonds, Series 2021 with interest rates of 2.00% to 5.00%, to acquire, construct, renovate and equip school buildings Proceeds were delivered on June 22, 2021.
- \$37,070,000 of Unlimited Tax Refunding Bonds, Taxable Series 2021A with interest rates of 1.714% to 5.000%. Proceeds were delivered on June 22, 2021. Deposits to escrow agents of \$39,726,503 were used to purchase direct obligations of the U.S. government which were irrevocably pledged to the payment of the following bonds refunded:
 - \$19,350,000 of the Districts' Unlimited Tax School Building and Refunding Bonds, Series, 2012B
 - \$17,720,000 of the Districts' Unlimited Tax School Refunding Bonds, Series 2013

The District's refunding resulted in an economic gain of \$8,356,168 and a book loss of \$1,127,076 which will be amortized over the life of the refunded debt. The refunding decreased the District's future debt service requirement by \$9,923,133.

Capital Appreciation Bonds

A capital appreciation bond (CAB) is a bond bearing no interest that is sold at a significant discount but matures at a stated value. Accreted interest is the obligation associated with periodic increases in the obligation to reflect the bonds at their stated value at maturity. CAB premiums represent premiums received on the issuance of these bonds which must also be paid back at maturity. Current year accreted interest expense recognized in the government-wide financial statements was \$6,705,734, and \$3,327,363 of outstanding accreted interest was paid off during the year. Total accreted interest on CABs at June 30, 2021 is \$74,768,990, and total premiums on CABs are \$35,599,369, both of which are reported as long-term liabilities in the government-wide financial statements.

Bond Authorization and Obligations

General obligation bonds of the District are reported as long-term liabilities of the governmental activities. As of June 30, 2021, \$132,382,000 was available in the Debt Service Fund to service these bonds.

There are a number of limitations and restrictions contained in the general obligation bond indenture. Management asserts that the District is in compliance with all significant limitations and restrictions at June 30, 2021.

In May 2014, voters in the District approved \$775,000,000 of general obligation bonds. As of June 30, 2021, \$26,000,000 of that bond program remains authorized but unissued.

In November 2018, voters in the District approved \$691,000,000 of general obligation bonds. As of June 30, 2021, \$313,750,000 of that bond program remains authorized but unissued.

The following table summarizes the annual debt service requirements of outstanding debt at June 30, 2021, to maturity:

Year ending June 30,	Principal*	Interest	Total
2022	\$ 75,987,965	\$ 82,999,542	\$ 158,987,507
2023	73,674,526	79,229,885	152,904,411
2024	68,914,744	78,540,315	147,455,059
2025	79,397,014	79,732,349	159,129,363
2026	80,138,624	74,311,384	154,450,008
2027-2031	445,318,297	337,488,938	782,807,235
2032-2036	475,399,965	280,704,542	756,104,507
2037-2041	557,941,353	135,293,658	693,235,011
2042-2046	294,035,000	41,909,039	335,944,039
2047-2051	90,485,000	6,732,601	97,217,601
Total	\$ 2,241,292,488	\$ 1,196,942,253	\$ 3,438,234,741

*includes premiums on capital appreciation bonds

Note 8. Unearned Revenue

Unearned revenue at June 30, 2021, consisted of the following:

	General Fund	Non-Major Funds	Total
Cell Tower Rentals	5,081		5,081
School lunch deposits		\$ 1,147,246	1,147,246
Student fees and charges	\$ 113,101		113,101
Total	\$ 118,182	\$ 1,147,246	\$ 1,265,428

Note 9. Revenues From Local and Intermediate Sources

During fiscal year 2021, revenues from local and intermediate sources consisted of the following:

	General Fund	Debt Service Fund	Capital Projects Fund	Non-major Governmental Funds	Total
Property taxes	\$ 476,677,622	\$ 117,819,526			\$ 594,497,148
Penalties, interest and other tax related income	1,634,195	22,982,140			24,616,335
Food sales				\$ 3,183,575	3,183,575
Investment income	286,410	61,238	\$ 71,220	2,105	420,973
Co-curricular student activities	1,694,173				1,694,173
Shared Services Revenue				129,648	129,648
Facilities rentals	917,475				917,475
Other miscellaneous revenue	3,332,360		610	1,379,346	4,712,316
Total	\$ 484,542,235	\$ 140,862,904	\$ 71,830	\$ 4,694,674	\$ 630,171,643

(Continued)

Note 10. Risk Management

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions, injuries to employees, and natural disasters. During fiscal year 2021, the District purchased commercial insurance to cover general liabilities. There were no significant reductions in coverage in the past fiscal year, and there were no settlements exceeding insurance coverage for each of the past three fiscal years. \$5,000,000 of the \$6,000,000 fund balance assigned for claims and judgments is intended to cover potential insurance deductibles and related liabilities.

Health Care Coverage

For the year ending June 30, 2021, all employees of the District were offered health care coverage under the TRS ActiveCare insurance plan, which is a statewide health insurance program, or the Texas Schools Health Benefits Program, which is a regional concierge health insurance program. Regardless of the program or plan chosen, the District contributed \$350 per month per enrolled employee to the Plan, and employees, at their option, authorized payroll withholdings to pay the additional cost of premiums for themselves and dependents.

Workers' Compensation

The District is self-funded for workers' compensation insurance and has an interlocal agreement with Claims Administrative Services, Inc. (CAS) to serve as the District's third party administrator. The District pays service fees to CAS for its claims management services. The District also maintains an excess workers compensation insurance policy with Midwest Employers Casualty Company (MECC) for claims exceeding the specific retention of \$350,000. As of June 30, 2021, the District's unpaid claims totaled \$ 2,001,000, which include incurred but not reported claims. The liability is based on the requirements of GASB Statement No. 10, which requires that a liability for claims be reported if information obtained prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Because actual claims liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing the claims liability does not necessarily result in an exact amount. Claims liabilities are reevaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors.

Changes in the workers' compensation claims liability for fiscal year 2020 and fiscal year 2021 were:

	2020	2021
Beginning liability	\$ 2,335,000	\$ 2,612,000
Claims and changes in estimates	2,176,000	796,000
Claim payments	(1,899,000)	(1,407,000)
Ending liability	<u>\$ 2,612,000</u>	<u>\$ 2,001,000</u>

Litigation and Contingencies

The District is the defendant in a small number of lawsuits arising principally in the normal course of operations. In the opinion of the administration, the outcome of these lawsuits will not have a materially adverse effect on the accompanying financial statements. \$1,000,000 of the \$6,000,000 fund balance

assigned for claims and judgments is intended to cover potential legal fees and insurance deductibles for this type of litigation.

State and Federal Programs

The District participates in numerous state and federal funding programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustments by the grantor agencies. Therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivables at June 30, 2021, may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

Note 11. Pension Plan and Other Employment Benefits

Defined Benefit Pension Plan

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

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

Pension Plan Fiduciary Net Position - Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately-issued Annual Comprehensive Financial Report (ACFR) that includes financial statements and required supplementary information. That report may be obtained on the Internet at https://www.trs.texas.gov/TRS%20Documents/cafr_2020.pdf; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling 512.542.6592.

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

employment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as noted in the plan description above.

Texas Government Code section 821.006 prohibits benefit improvements, if, as a result of the particular action, the time required to amortize TRS’ unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action.

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

Employee contribution rates are set in state statute, Texas Government Code 825.402. The TRS Pension Reform Bill (Senate Bill 12) of the 86th Texas Legislature amended Texas Government Code 825.402 for member contributions and increased employee and employer contribution rates for plan years 2020 thru 2025.

Contribution Rates	2020	2021
Member	7.70%	7.70%
Non-employer contributing entity (State)	7.50%	7.50%
Employers	7.50%	7.50%
FISD 2021 fiscal year member contributions		\$ 33,295,730
FISD 2021 fiscal year State contributions		\$ 22,936,589
FISD 2021 fiscal year District contributions		\$ 14,530,634

Contributors to the plan include members, employers and the State of Texas as the only non-employer contributing entity. The State is the employer for senior colleges, medical schools and state agencies including TRS. In each respective role, the State contributes to the plan in accordance with state statutes and the General Appropriations Act (GAA).

As the non-employer contributing entity for public education and junior colleges, the State of Texas contributes to the retirement system an amount equal to the current employer contribution rate times the aggregate annual compensation of all participating members of the pension trust fund during that fiscal year reduced by the amounts described below which are paid by the employers. The District is required to pay the employer contribution rate in the following instances:

- On the portion of the member’s salary that exceeds the statutory minimum for members entitled to the statutory minimum under Section 21.402 of the Texas Education Code.
- During a new member’s first 90 days of employment.
- When any part or all of an employee’s salary is paid by federal funding sources, a privately sponsored source, from non-educational and general, or local funds.

In addition to the employer contributions listed above, there are two additional surcharges an employer is subject to:

- All public schools, charter schools, and regional educational service centers must contribute 1.5% of the member’s salary beginning in plan year 2020, gradually increasing to 2% in plan year 2025.

- When employing a retiree of the Teacher Retirement System, the employer shall pay both the member contribution and the State contribution as an employment after retirement surcharge.

Actuarial Assumptions - The total pension liability in the August 31, 2019 actuarial valuation was determined using the following actuarial assumptions:

Valuation date	August 31, 2019 rolled forward to August 31, 2020
Actuarial cost method	Individual Entry Age Normal
Asset valuation method	Market Value
Single discount rate	7.25%
Long-term expected investment rate of return	7.25%
Municipal Bond Rate as of August 2019	2.33%
	<i>Source for the rate is the Fixed Income Market Data/Yield Curve/Data Municipal Bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index."</i>
Inflation	2.30%
Salary increases including inflation	3.05% to 9.05% including inflation
Benefit changes during the year	None
Ad hoc post-employment benefit changes	None

The actuarial methods and assumptions are used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2019. For a full description of these assumptions, please see the actuarial valuation report dated November 14, 2019.

Discount Rate - A single discount rate of 7.25% was used to measure the total pension liability. The single discount rate was based on the expected rate of return on pension plan investments of 7.25%. The projection of cash flows used to determine the discount rate assumes that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the legislature during the 2019 session. It is assumed that future employer and state contributions will be 8.50% of payroll in plan year 2020, gradually increasing to 9.55% of payroll over the next several years. This includes all employer and state contributions for active and rehired retirees.

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

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

Asset Class	Target Allocation ⁽¹⁾	Long-Term Expected Geometric Real Rate of Return ⁽²⁾	Expected Contribution to Long-Term Portfolio Returns
Global Equity			
USA	18.00%	3.90%	0.99%
Non-U.S. Developed	13.00%	5.10%	0.92%
Emerging Markets	9.00%	5.60%	0.83%
Private Equity	14.00%	6.70%	1.41%
Stable Value			
Government Bonds	16.00%	(0.70%)	(0.05%)
Stable Value Hedge Funds	5.00%	1.90%	0.11%
Real Return			
Real Estate	15.00%	4.60%	1.01%
Energy, Natural Resources and Infrastructure	6.00%	6.00%	0.42%
Risk Parity			
Risk Parity	8.00%	3.00%	0.30%
Leverage			
Cash	2.00%	(1.50%)	(0.03%)
Asset Allocation Leverage	(6.00%)	(1.30%)	0.08%
Inflation Expectation			2.00%
Volatility Drag ⁽³⁾			(0.67%)
Total	100.00%		7.33%

(1) Target allocations are based on plan year 2020 policy model.

(2) Capital Market Assumptions come from Aon Hewitt (as of 8/31/2020).

(3) The volatility drag results from the conversion between arithmetic and geometric mean returns.

Discount Rate Sensitivity Analysis - The following schedule presents the District's proportion of the TRS Net Pension Liability using the discount rate of 7.25%, and what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate.

	1% Decrease in Discount Rate (6.25%)	Discount Rate (7.25%)	1% Increase in Discount Rate (8.25%)
FISD's proportionate share of the net pension liability:	\$ 268,021,085	\$ 173,815,951	\$ 97,276,343

Pension Liabilities, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions

- At June 30, 2021, the District reported a liability of \$173,815,951 for its proportionate share of the TRS Net Pension Liability. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

FISD's proportionate share of the collective net pension liability	\$ 173,815,951
State's proportionate share that is associated with FISD	285,365,085
Total	<u>\$ 459,181,036</u>

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

At August 31, 2020, the District's proportion of the collective net pension liability was 0.3245380355%, which was a decrease of 0.0257257317% from its proportion measured as of August 31, 2019.

Changes Since the Prior Actuarial Valuation – There were no changes in assumptions since the prior measurement date.

For the year ended June 30, 2021, the District recognized pension expenses of \$24,711,869 and contributions paid by the state on-behalf of the District of \$22,936,589.

At June 30, 2021, the District reported its proportionate share of the TRS deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 317,374	\$ 4,850,742
Changes in actuarial assumptions	40,331,485	17,148,666
Difference between projected and actual investment earnings	3,518,755	
Changes in proportion and differences between District contributions and the proportionate share of contributions	16,647,158	10,232,673
District contributions paid to TRS subsequent to the measurement date	12,257,727	
Total	<u>\$ 73,072,499</u>	<u>\$ 32,232,081</u>

The amount reported as a deferred outflow of resources resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year ended June 30:

2022	\$	7,575,073
2023		10,961,635
2024		9,912,425
2025		3,295,677
2026		(2,592,933)
Thereafter		(569,186)
	<u>\$</u>	<u>28,582,691</u>

The General Fund is typically used to liquidate pension and OPEB liabilities.

Defined Other Post-Employment Benefit Plan

Plan Description - The District participates in the Texas Public School Retired Employees Group Insurance Program (TRS-Care). It is a multiple-employer, cost-sharing defined Other Post-employment Benefit (OPEB) plan that has a special funding situation. The TRS-Care program was established in 1986 by the

Texas Legislature. The plan is administered through a trust by the Teacher Retirement System of Texas (TRS) Board of Trustees.

The TRS Board of Trustees administers the TRS-Care program and the related fund in accordance with Texas Insurance Code Chapter 1575. The Board of Trustees is granted the authority to establish basic and optional group insurance coverage for participants as well as to amend benefit terms as needed under Chapter 1575.052. The Board may adopt rules, plans, procedures, and orders reasonably necessary to administer the program, including minimum benefits and financing standards.

OPEB Plan Fiduciary Net Position - Detailed information about the TRS-Care’s fiduciary net position is available in the separately issued TRS Annual Comprehensive Financial Report (ACFR) that includes financial statements and required supplementary information. That report may be obtained on the Internet at https://www.trs.texas.gov/TRS%20Documents/cafr_2020.pdf; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling 512.542.6592.

Benefits Provided – TRS-Care provides basic health insurance coverage to retirees from public schools, charter schools, regional education service centers and other educational districts who are members of the TRS pension plan. Optional dependent coverage is available for an additional fee.

Eligible non-Medicare retirees and their dependents may enroll in TRS-Care Standard, a high-deductible health plan. Eligible Medicare retirees and their dependents may enroll in the TRS-Care Medicare Advantage medical plan and the TRS-Care Medicare Rx prescription drug plan. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system. There are no automatic post-employment benefit changes, including automatic COLAs.

The premium rates for retirees are reflected in the following table:

	TRS-Care Monthly Premium Rates Plan Year 2021			
		Medicare		Non-Medicare
Retiree or surviving spouse	\$	135	\$	200
Retiree and spouse		529		689
Retiree or surviving spouse and children		468		408
Retiree and ramily		1,020		999

Contributions – Contribution rates for the TRS-Care plan are established in state statute by the Texas Legislature, and there is no continuing obligation to provide benefits beyond each fiscal year. The TRS-Care plan is currently funded on a pay-as-you-go basis and is subject to change based on available funding. Funding for TRS-Care is provided by retiree premium contributions and contributions from the state, active employees, and school districts based upon public school district payroll. The TRS Board of Trustees does not have the authority to set or amend contribution rates.

Texas Insurance Code, section 1575.202 establishes the state’s contribution rate, which is 1.25% of the employee’s salary. Section 1575.203 establishes the active employee’s rate, which is 0.65% of pay. Section 1575.204 establishes an employer contribution rate of not less than 0.25% or not more than 0.75% of the salary of each active employee of the public or charter school. The actual employer contribution rate is prescribed by the Legislature in the General Appropriations Act. The following table shows contributions to the TRS-Care plan by type of contributor:

	Contribution Rates	
	2020	2021
Active Employee	0.65%	0.65%
Non-employer contributing entity (State)	1.25%	1.25%
Employers	0.75%	0.75%
Federal/private funding remitted by Employers	1.25%	1.25%
FISD 2021 fiscal year member contributions		\$ 2,226,478
FISD 2021 fiscal year State contributions		\$ 5,297,023
FISD 2021 fiscal year District contributions		\$ 3,351,253

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

TRS-Care received supplemental appropriations from the State of Texas as the Non-Employer Contributing Entity in the amount of \$230.8 million in plan year 2020 to maintain premiums and benefit levels in the 2020-2021 biennium.

Actuarial Assumptions – The actuarial valuation was performed as of August 31, 2019. Update procedures were used to roll forward the Total OPEB Liability to August 31, 2020. The actuarial valuation was determined using the following actuarial assumptions:

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

Rates of mortality, retirement, termination, and disability, as well as general inflation, wage inflation, and expected payroll growth assumptions and other inputs used for members of TRS-Care are based on an established pattern of practice and are identical to the assumptions used in the August 31, 2019 TRS pension actuarial valuation that was rolled forward to August 31, 2020.

The active mortality rates were based on 90% of the RP-2014 Employee Mortality Tables for males and females, with full generational mortality using Scale BB. The post-retirement mortality rates for healthy lives were based on the 2018 TRS of Texas Healthy Pensioner Mortality Tables, with full generational projection using the ultimate improvement rates from the most recently published scale (U-MP).

Additional actuarial methods and assumptions include:

Valuation date	August 31, 2019 rolled forward to August 31, 2020
Actuarial cost method	Individual Entry-Age Normal
Inflation	2.30%
Discount Rate	2.33% as of August 31, 2020
Aging Factors	Based on plan specific experience
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claims costs.
Projected Salary Increases	3.05% to 9.05% including inflation
Healthcare Trend Rates	9.00% for Medicare retirees and 7.30% for non-Medicare retirees. The initial trend rates decrease to an ultimate trend rate of 4.25% over a period of 13 years.
Election Rates	Normal retirement: 65% participation prior to age 65 and 40% after age 65. 25% of pre-65 retirees are included in the age-adjusted claims costs.
Ad hoc post-employment benefit changes	None

Discount Rate – A single discount rate of 2.33% was used to measure the Total OPEB Liability. There was a decrease of 0.30% in the discount rate since the previous year. Because the plan is essentially a “pay-as-you-go” plan, the single discount rate is equal to the prevailing municipal bond rate. The projection of cash flows used to determine the discount rate assumes that contributions from active members and those of the contributing employers and the non-employer contributing entity are made at the statutorily required rates. Based on those assumptions, the OPEB plan’s fiduciary net position was projected to *not be able* to make all future benefit payments of current plan members. Therefore, the municipal bond rate was used for the long-term rate of return and was applied to all periods of projected benefit payments to determine the total OPEB liability.

The source of the municipal bond rate is the Fidelity “20-year Municipal GO AA Index” as of August 31, 2020 using the fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds.

Discount Rate Sensitivity Analyses – The following schedule shows the impact on the Net OPEB Liability if the discount rate used was one percentage point lower than and one percentage point higher than the discount rate that was used (2.33%) in measuring the Net OPEB Liability:

	1% Decrease in Discount Rate (1.33%)	Discount Rate (2.33%)	1% Increase in Discount Rate (3.33%)
FISD’s proportionate share of the net OPEB liability:	\$ 191,170,726	\$ 159,309,242	\$ 134,143,243

OPEB Liabilities, OPEB Expense, and Deferred Outflows/Inflows of Resources Related to OPEBs – At June 30, 2021, FISD reported a liability of \$159,309,242 for its proportionate share of the TRS’s Net OPEB Liability. This liability reflects a reduction for State OPEB support provided to the District. The amount recognized by FISD as its proportionate share of the net OPEB liability, the related State support, and the total portion of the Net OPEB Liability that was associated with the District were as follows:

FISD’s proportionate share of the net OPEB liability	\$ 159,309,242
State’s proportionate share that is associated with FISD	214,073,443
Total	<u>\$ 373,382,685</u>

The Net OPEB Liability was measured as of August 31, 2019 and rolled forward to August 31, 2020, and the Total OPEB Liability used to calculate the Net OPEB Liability was determined by an actuarial valuation as of that date. The District's proportion of the Net OPEB Liability was based on the District's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2019 thru August 31, 2020.

At June 30, 2021, FISD's proportion of the collective Net OPEB Liability was 0.4190747622% which was an increase of 0.0067020177% from June 30, 2020.

The following schedule shows the impact of the Net OPEB Liability if a healthcare trend rate is 1% less than and 1% greater than the health trend rates assumed.

	1% Decrease in Healthcare Trend Rate	Current Single Healthcare Trend Rate	1% Increase in Healthcare Trend Rate
FISD's proportionate share of the net OPEB liability:	\$ 130,135,240	\$ 159,309,242	\$ 198,164,889

Changes Since the Prior Actuarial Valuation – The following were changes to the actuarial assumptions or other inputs that affected measurement of the Total OPEB Liability since the prior measurement period:

- The discount rate changed from 2.63% as of August 31, 2019 to 2.33% as of August 31, 2020. This change increased the Total OPEB Liability.
- The participation rate for post-65 retirees was lowered from 50% to 40%. This change lowered the Total OPEB liability.
- The ultimate health care trend rate assumption was lowered from 4.5% to 4.25% as a result of Congress' repeal of the excise (Cadillac) tax on high-cost employer health plans in December 2019. This change lowered the Total OPEB Liability.

Changes of Benefit Terms Since the Prior Measurement Date -- There were no changes in benefit terms since the prior measurement date.

For the year ended June 30, 2021, the District recognized negative OPEB expense of (\$10,223,372) and contributions paid by the state on-behalf of the District of \$5,297,023.

At June 30, 2021, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to other post-employment benefits from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 8,341,369	\$ 72,908,055
Changes in actuarial assumptions	9,826,068	43,747,141
Difference between projected and actual investment earnings	51,769	
Changes in proportion and differences between District contributions and the proportionate share of contributions	26,428,034	
District contributions paid to TRS subsequent to the measurement date	2,810,491	
Total	<u>\$ 47,457,731</u>	<u>\$ 116,655,196</u>

The amount reported as a deferred outflow of resources resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to other postemployment benefits will be recognized as pension expense as follows:

(Continued)

Year ended June 30:

2022	\$ (12,562,316)
2023	(12,569,237)
2024	(12,573,195)
2025	(12,572,111)
2026	(8,316,890)
Thereafter	(13,414,207)
	<u>\$ (72,007,956)</u>

The General Fund is typically used to liquidate pension and OPEB liabilities.

Medicare Part D

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, which was effective January 1, 2006, established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare Part D allows for the Texas Public School Retired Employee Group Insurance Program (TRS-Care) to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. For the year ended June 30, 2021, these on-behalf payments were \$1,679,473 and were recorded as equal revenues and expenditures in the General Fund.



Required Supplementary Information (Unaudited)



Triptik Of A Doorway Beyond | Ashwin Memorial High School

Exhibit F-1

Frisco Independent School District
Budgetary Comparison Schedule
General Fund
For the Year ended June 30, 2021

Data Control Codes	Budgeted Amounts		Actual Amounts	Variance with Final Budget Over/(Under)	
	Original	Final			
Revenues					
5700	Local and intermediate sources	\$ 489,086,900	\$ 492,780,600	\$ 484,542,235	\$ (8,238,365)
5800	State program revenues	122,282,500	116,720,426	133,327,814	16,607,388
5900	Federal program revenues	4,500,000	4,500,000	5,271,823	771,823
5020	Total Revenues	615,869,400	614,001,026	623,141,872	9,140,846
Expenditures					
Current:					
0011	Instruction	368,328,053	375,935,050	366,450,064	(9,484,986)
0012	Instructional resources and media services	6,456,288	7,071,254	6,540,156	(531,098)
0013	Curriculum and instructional staff development	14,446,681	14,106,704	14,074,093	(32,611)
0021	Instructional leadership	10,905,886	10,998,850	10,909,165	(89,685)
0023	School leadership	35,062,488	36,106,227	35,803,103	(303,124)
0031	Guidance, counselling and evaluation services	23,233,530	23,233,502	23,046,457	(187,045)
0032	Social work services	291,607	397,725	274,222	(123,503)
0033	Health services	6,895,934	7,541,562	7,202,270	(339,292)
0034	Student transportation	12,060,311	13,666,695	12,616,229	(1,050,466)
0035	Food services		236,774	236,027	(747)
0036	Extracurricular activities	18,251,499	20,007,419	18,180,811	(1,826,608)
0041	General administration	15,544,031	16,667,955	15,929,725	(738,230)
0051	Facilities maintenance and operations	44,319,981	46,156,036	42,753,295	(3,402,741)
0052	Security and monitoring services	4,431,105	5,652,001	4,893,585	(758,416)
0053	Data processing services	8,325,761	8,837,842	8,657,419	(180,423)
0061	Community services	636,470	1,227,538	968,707	(258,831)
Intergovernmental:					
0091	Contracted instructional services between schools	3,971,100	4,902,700	4,177,231	(725,469)
0095	Payments to juvenile justice alternative education programs	50,000	50,000		(50,000)
0097	Payments to tax increment fund	27,112,500	29,377,200	28,283,215	(1,093,985)
0099	Other intergovernmental charges	4,775,000	5,740,205	3,852,070	(1,888,135)
6030	Total Expenditures	605,098,225	627,913,239	604,847,844	(23,065,395)
1100	Excess (deficiency) of revenues over (under) expenditures	10,771,175	(13,912,213)	18,294,028	32,206,241
OTHER FINANCING SOURCES (USES)					
7912	Proceeds from the sale of property			20,489	20,489
7915	Transfers in			309,791	309,791
7956	Insurance recovery			16,266	16,266
8911	Transfers out			(4,250,396)	(4,250,396)
7080	Total Other Financing Sources (Uses)			(3,903,850)	(3,903,850)
1200	Net change in fund balances	10,771,175	(13,912,213)	14,390,178	28,302,391
0100	Fund balances - beginning	235,131,243	235,131,243	235,131,243	
3000	Fund balances - ending	\$ 245,902,418	\$ 221,219,030	\$ 249,521,421	\$ 28,302,391

Frisco Independent School District Notes To Budgetary Comparison Schedule For The Year Ended June 30, 2021

Annual budgets are adopted for the General Fund, Child Nutrition Special Revenue Fund and the Debt Service Fund on a basis consistent with accounting principles generally accepted in the United States of America. To comply with those principles, each annual budget is presented on the modified accrual basis. The District is required to present the adopted and final amended budgeted revenues and expenditures for each of these funds. The Budgetary Comparison Schedules for the Debt Service Fund and Child Nutrition Fund can be found on Exhibits G-1 and G-4, respectively. The remaining special revenue funds and the Capital Projects Fund adopt project-length budgets which do not correspond to the District's fiscal year.

The procedures followed in establishing the budgetary data reflected in the financial statements include:

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

Once a budget is approved, it can be amended at the fund and function level only. To do so requires the approval of a majority of the members of the Board of Trustees. Amendments are presented to the Board at its regular meetings. Such amendments are reflected in the official minutes of the Board. During the year, several amendments were necessary.

The Chief Financial Officer controls each budget for revenues and expenditures at the fund, function, and object level. Management is able to transfer amounts within each function. Budgeted amounts are as amended by the Board of Trustees. All budget appropriations lapse at year-end.

Frisco Independent School District
 Schedule of the District's Proportionate Share
 of the Net Pension Liability
 Teacher Retirement System of Texas
 For the Last Ten Plan Years⁽¹⁾

Plan Year:	2014	2015	2016	2017	2018	2019	2020
District's proportion of the net pension liability	0.002314258000	0.002881151000	0.002910236766	0.003137632412	0.003097311248	0.003502637672	0.003245380355
District's proportionate share of the net pension liability	\$ 61,817,031	\$ 101,844,853	\$ 109,973,520	\$ 100,324,581	\$ 170,483,528	\$ 182,078,056	\$ 173,815,951
State's Share of the net pension liability associated with the District	121,412,312	163,966,596	179,382,090	155,507,727	249,283,125	249,283,125	285,365,085
Total	\$ 183,229,343	\$ 265,811,449	\$ 289,355,610	\$ 255,832,308	\$ 419,766,653	\$ 431,361,181	\$ 459,181,036
District's covered payroll ⁽²⁾	\$ 253,369,679	\$ 279,985,062	\$ 304,425,906	\$ 331,387,964	\$ 336,805,214	\$ 376,024,626	\$ 411,742,285
District's proportionate share of the net pension liability as a percentage of its covered payroll	24.40%	36.38%	36.12%	30.27%	50.62%	48.42%	42.21%
Plan fiduciary net position as a percentage of the total pension liability	83.25%	78.43%	78.00%	82.17%	73.74%	75.24%	75.54%

⁽¹⁾ The amounts for each fiscal year were determined as of August 31, the pension measurement date. Information for plan years prior to 2014 is not available.

⁽²⁾ Covered payroll includes all TRS-eligible payroll paid by the District during the plan year (September 1 - August 31).

**Frisco Independent School District
Schedule of District Pension Contributions
Teacher Retirement System of Texas
For the Last Ten Fiscal Years**

Fiscal Year:	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Contractually required contribution	\$ 3,648,289	\$ 4,235,762	\$ 5,667,342	\$ 8,087,677	\$ 9,123,803	\$ 10,166,019	\$ 10,573,145	\$ 11,656,212	\$ 13,144,338	\$ 14,530,634
Contributions in relation to the contractually required contribution	3,648,289	4,235,762	5,667,342	8,087,677	9,123,803	10,166,019	10,573,145	11,656,212	13,144,338	14,530,634
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll ⁽²⁾	\$ 217,577,872	\$ 232,571,151	\$ 250,101,147	\$ 275,426,852	\$ 300,219,324	\$ 328,408,774	\$ 334,369,517	\$ 369,716,803	\$ 405,810,347	\$ 432,411,883
Contributions as a percentage of covered payroll	1.68%	1.82%	2.27%	2.94%	3.04%	3.10%	3.16%	3.15%	3.24%	3.36%

⁽²⁾ Covered payroll includes all TRS-eligible payroll paid by the district during the fiscal year (July 1 - June 30).

Frisco Independent School District
 Schedule of the District's Proportionate Share
 of the Net OPEB Liability
 Teacher Retirement System of Texas
 For the Last Ten Plan Years⁽¹⁾

Plan Year:	2017	2018	2019	2020
District's proportion of the net OPEB liability	0.003631283	0.003792676	0.004123727	0.004190748
District's proportionate share of the net OPEB liability	\$ 157,910,868	\$ 189,371,760	\$ 195,016,124	\$ 159,309,242
State's proportionate share associated with the District	271,372,899	300,003,424	259,132,805	214,073,443
Total	\$ 429,283,767	\$ 489,375,184	\$ 454,148,929	\$ 373,382,685
District's covered payroll ⁽²⁾	\$ 331,387,964	\$ 336,805,214	\$ 376,024,626	\$ 411,742,285
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	47.65%	56.23%	51.86%	38.69%
Plan fiduciary net position as a percentage of the total OPEB liability	0.91%	1.57%	2.66%	4.99%

⁽¹⁾ The amounts for each fiscal year were determined as of August 31, the OPEB measurement date. Information for plan years prior to 2017 is not available.

⁽²⁾ Covered payroll includes all TRS-eligible payroll paid by the district during the plan year (September 1 - August 31).

**Frisco Independent School District
Schedule of District OPEB Contributions
Teacher Retirement System of Texas
for the Last Ten Fiscal Years**

Fiscal Year:	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Contractually required contribution	\$ 1,235,601	\$ 1,305,482	\$ 1,420,486	\$ 1,563,710	\$ 1,699,880	\$ 1,856,924	\$ 2,468,771	\$ 2,775,970	\$ 3,128,440	\$ 3,351,253
Contributions in relation to the contractually required contribution	1,235,601	1,305,482	1,420,486	1,563,710	1,699,880	1,856,924	2,468,771	2,775,970	3,128,440	3,351,253
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll ⁽¹⁾	\$ 217,577,872	\$ 232,571,151	\$ 250,101,147	\$ 275,426,852	\$ 300,219,324	\$ 328,408,774	\$ 334,369,517	\$ 369,716,803	\$ 405,810,347	\$ 432,411,883
Contributions as a percentage of covered payroll	0.57%	0.56%	0.57%	0.57%	0.57%	0.57%	0.74%	0.75%	0.77%	0.78%

⁽¹⁾ Covered payroll includes all TRS-eligible payroll paid by the district during the fiscal year (July 1 - June 30).



Other Supplementary Information



I Am Not A Liar | Amelia Harrocks | Reedy High School



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Budgetary Comparison Schedule

Exhibit G-1

Frisco Independent School District
Budgetary Comparison Schedule
Debt Service Fund
For the Year Ended June 30, 2021

Data Control Codes	Budgeted Amounts		Actual Amounts	Variance with Final Budget Over/(Under)	
	Original	Final			
Revenues					
5700	Local and intermediate sources	\$ 139,919,000	\$ 139,919,000	\$ 140,862,904	\$ 943,904
5800	State program revenues			1,280,997	1,280,997
5020	Total Revenues	<u>139,919,000</u>	<u>139,919,000</u>	<u>142,143,901</u>	<u>2,224,901</u>
Expenditures					
Debt Service:					
0071	Principal on long-term debt	66,614,000	66,514,000	63,679,472	(2,834,528)
0072	Interest on long-term debt	83,091,000	82,091,000	81,723,285	(367,715)
0073	Bond issuance costs and fees	1,850,000	2,950,000	2,911,454	(38,546)
6030	Total Expenditures	<u>151,555,000</u>	<u>151,555,000</u>	<u>148,314,211</u>	<u>(3,240,789)</u>
1100	Excess (deficiency) of revenues over (under) expenditures	(11,636,000)	(11,636,000)	(6,170,310)	5,465,690
Other Financing Sources (Uses)					
7901	Refunding bonds issued			343,325,000	343,325,000
7916	Premium on issuance of bonds			21,202,268	21,202,268
8949	Payment to refunded bond escrow agent			(361,597,875)	(361,597,875)
7080	Total Other Financing Sources (Uses)			<u>2,929,393</u>	<u>2,929,393</u>
1200	Net change in fund balances	(11,636,000)	(11,636,000)	(3,240,917)	8,395,083
0100	Fund balances - beginning	135,622,917	135,622,917	135,622,917	
3000	Fund balances - ending	<u>\$ 123,986,917</u>	<u>\$ 123,986,917</u>	<u>\$ 132,382,000</u>	<u>\$ 8,395,083</u>



Non-Major Governmental Funds

Special Revenue Funds

The Special Revenue Funds account for the proceeds of specific revenue sources that have been restricted or committed to expenditures for specific purposes other than expendable trusts or for major capital projects. The programs included in these funds are as follows:

Head Start Fund is used to account for funds granted for the Head Start Program by the U.S. Department of Health and Human Services, as passed through the State of Texas.

ESEA, Title I, Part A Fund is used to account for funds allocated by the U.S. Department of Education, as passed through Region X ESC, to enable schools to provide opportunities for children served to acquire the knowledge and skills to meet state performance standards.

IDEA, Part B Formula Fund is funded by the U.S. Department of Education, as passed through the State of Texas, for the purpose of providing special education and related services to children with disabilities, ages 3-21.

IDEA, Part B Preschool Fund is funded by the U.S. Department of Education, as passed through the State of Texas, for the purpose of providing special education and related services to children with disabilities, ages 3-5.

IDEA, Part B Discretionary Fund is funded by the U.S. Department of Education, as passed through the State of Texas, for the purpose of providing special education and related services to children with disabilities.

Child Nutrition Fund is used for school lunch and breakfast programs using federal reimbursement revenues from the U.S. Department of Agriculture, as passed through the State of Texas, for the purpose of charging for and providing meals to students.

Career and Technical Basic Grant Fund is a fund granted by the U.S. Department of Education, as passed through the State of Texas, to develop new and/or improve existing career and technical education programs for paid and unpaid employment. Full participation in the grant is from individuals who are members of special populations at (1) a limited number of campuses, or (2) a limited number of program areas.

ESEA, Title II, Part A Fund is a teacher and principal training and recruiting program funded by the U.S. Department of Education, as passed through Region X ESC. Funds are used to provide financial assistance to local education agencies to (1) increase student academic achievement through improving teacher and principal quality and increasing the number of highly qualified teachers in classrooms and highly qualified principals and assistant principals in schools, and (2) hold local education agencies and schools accountable for improving student academic achievement.

ESEA, Title III, Part A Fund is an English language acquisition program funded by the U.S. Department of Education, as passed through Region X ESC. Funds are used to improve the education of limited English proficient children by assisting the children with challenging State academic content and helping them meet student academic achievement standards.

ESSER Fund is the Elementary and Secondary School Emergency Relief Fund of the Coronavirus, Relief, and Economic Security (CARES) Act funded by the U.S. Department of Education, as passed through the State of Texas to account for federal stimulus funds granted to Fisd to support our ability to operate and instruct our students during the COVID-19 pandemic.

(Continued)

Medicaid Administrative Claiming Fund is funded by the U.S. Department of Health and Human Services and is used to account, on a project basis, for funds allocated to local education agencies for reimbursement of eligible administrative costs for activities attributed to the implementation of the Medicaid State plan.

Instructional Continuity Grant is designed to provide supplemental resources to support improved student outcomes on targeted support and improvement campuses. The purpose of this grant is to increase the capacity of the district to facilitate instructional continuity and distance, remote, and/or virtual learning for identified campuses that have been affected by campus closures due to COVID-19.

Coronavirus Relief Fund is used to account for federal stimulus Coronavirus Relief Funds granted through CARES Act for necessary expenditures incurred due to public health emergency with respect to COVID - 19 and to reimburse for expenses related to COVID - 19 that were incurred dating back to March 1, 2020.

Education Stabilization Fund is used to account for federal stimulus ESSER II funds granted to LEAs through the CRRSA Act to support an LEA's ability to operate, instruct its students, address learning loss, prepare schools for reopening, test, repair, and upgrade projects to improve air quality in school buildings during the coronavirus pandemic.

Summer School LEP Fund is funded by the U.S. Department of Education, as passed through the State of Texas for a required summer school program which provides summer school to limited English proficient students who will be eligible for admission to kindergarten and first grade at the beginning of the next school year.

Visually Impaired SSVI Fund is used to account for State supplemental visually impaired funds. This fund is used to account for, on a project basis, funds received from Region X ESC as part of a shared service arrangement.

Advanced Placement Incentives Fund is funded by the State of Texas to provide test fee subsidies for AP and IB exams taken by public school students with demonstrated financial need. These funds also reimburse TEA approved Pre-AP, AP, and IB teacher training for eligible teachers.

State Textbook Fund is an instructional materials allotment funded by the State of Texas to purchase textbooks and other instructional materials, including technological software or equipment that contributes to student learning and/or training for educational personnel involved in the use of these materials.

Special Education Fiscal Support Fund provides additional funding by the State of Texas to secure evaluation staff, related services personnel, and/or special education teachers to fill short-term needs in the area of initial evaluations, compensatory services and extended school year services (ESY).

Read to Succeed Fund is a license plate program funded by the State of Texas. The fund is designed to help generate money for public school libraries and strengthen the campus reading program. Funds are generated through the sale of specialty license plates sold to members of the community who support the District.

Shared Services Arrangement is funded by the Texas Education agency and passed through a fiscal agent, Richardson ISD. In cooperation with other member districts, funding provides services to students with autism.

Campus Activity Funds are funds held at each campus and controlled by the campus principal to fund supplemental operating expenditures for that campus. Revenues are generated by sales and fundraising events at each campus.

Restricted Donations and Grants are funds used to account for donations or grants given by outside organization to be spent as directed by donor or grantor.

Frisco Partners Fund is used to account for grants given by Frisco Education Foundation to be spent as directed.

Child Development Center Fund is a local fund used to account for day care services provided to District employees' children.

Frisco Independent School District
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2021

Data Control Codes	205 Head Start Fund	211 ESEA, Title I, Part A Fund	224 IDEA, Part B, Formula Fund	225 IDEA, Part B, Preschool Fund	226 IDEA, Part B, Discretionary Fund	240 Child Nutrition Fund	244 Career and Technical – Basic Grant Fund	255 ESEA, Title II, Part A, Fund
Assets								
1110 Cash and investments						\$ 4,109,271		
1240 Due from other governments		\$ 278,861	\$ 2,344,801	\$ 3,051	\$ 125,681	789,787	\$ 12,363	\$ 74,166
1290 Other receivables, net						20,041		
1410 Prepaid expenditures		780						381
1000 Total Assets	<u>\$ -</u>	<u>\$ 279,641</u>	<u>\$ 2,344,801</u>	<u>\$ 3,051</u>	<u>\$ 125,681</u>	<u>\$ 4,919,099</u>	<u>\$ 12,363</u>	<u>\$ 74,547</u>
Liabilities								
2110 Accounts payable		4,041	160,631			137,844	11,932	
2160 Accrued wages payable		22,107	861,524			1,424,015		65,465
2170 Due to other funds		253,493	1,322,646	3,051	125,681		431	9,082
2300 Unearned revenue						1,147,246		
2000 Total Liabilities	<u>-</u>	<u>279,641</u>	<u>2,344,801</u>	<u>3,051</u>	<u>125,681</u>	<u>2,709,105</u>	<u>12,363</u>	<u>74,547</u>
Fund Balances								
Nonspendable:								
3430 Prepaid expenditures		780						381
Restricted for:								
3450 Federal and state grant programs						2,209,994		
3490 Local grants, awards and contributions								
Committed to:								
3545 Local grants, awards and contributions								
3600 Unassigned		(780)						(381)
3000 Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,209,994</u>	<u>-</u>	<u>-</u>
4000 Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 279,641</u>	<u>\$ 2,344,801</u>	<u>\$ 3,051</u>	<u>\$ 125,681</u>	<u>\$ 4,919,099</u>	<u>\$ 12,363</u>	<u>\$ 74,547</u>

Frisco Independent School District
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2021

Data Control Codes	263	266	272	276	277	281	289	385	397	
	ESEA, Title III, Part A, Fund	ESSER	Medicaid Administrative Claiming Fund	Instructional Continuity Grant	Coronavirus Relief Fund	Education Stabilization Fund	Sumer School LEP Fund	Visually Impaired SSVI Fund	Advanced Placement Incentives Fund	
Assets										
1110	Cash and investments	\$ 58,768		\$ 95,917			\$ 12,900		\$ 8,239	
1240	Due from other governments	618,536	\$ 1,128	27,289	\$ 8,531		21,198			
1290	Other receivables, net									
1410	Prepaid expenditures									
1000	Total Assets	<u>\$ 677,304</u>	<u>\$ 1,128</u>	<u>\$ 123,206</u>	<u>\$ 8,531</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,098</u>	<u>\$ -</u>	<u>\$ 8,239</u>
Liabilities										
2110	Accounts payable	68,626	1,128	711	1,283					
2160	Accrued wages payable	279,612								
2170	Due to other funds	329,066			7,248		31,075			
2300	Unearned revenue									
2000	Total Liabilities	<u>677,304</u>	<u>1,128</u>	<u>711</u>	<u>8,531</u>	<u>-</u>	<u>-</u>	<u>31,075</u>	<u>-</u>	<u>-</u>
Fund Balances										
Nonspendable:										
3430	Prepaid expenditures									
Restricted for:										
3450	Federal and state grant programs			122,495			3,023		8,239	
3490	Local grants, awards and contributions									
Committed to:										
3545	Local grants, awards and contributions									
3600	Unassigned									
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>122,495</u>	<u>-</u>	<u>-</u>	<u>3,023</u>	<u>-</u>	<u>8,239</u>	
4000	Total Liabilities and Fund Balances	<u>\$ 677,304</u>	<u>\$ 1,128</u>	<u>\$ 123,206</u>	<u>\$ 8,531</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,098</u>	<u>\$ -</u>	<u>\$ 8,239</u>

Frisco Independent School District
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2021

Data Control Codes	410 State Textbook Fund	427 Special Ed Fiscal Support Funds	429 Read to Succeed Fund	459 Shared Services Arrangement	461 Campus Activity Fund	480 Restricted Donations and Grants	497 Frisco Partners Fund	498 Child Development Center Fund	Total Non- Major Governmental Funds	
Assets										
1110	Cash and investments	\$ 445,528	464		\$ 7,191	\$ 2,624,437	\$ 145,741	\$ 7,934	\$ 106,628	\$ 7,623,018
1240	Due from other governments	876,790		\$ 176,353						5,358,535
1290	Other receivables, net				93,500					113,541
1410	Prepaid expenditures				2,268					3,429
1000	Total Assets	<u>\$ 1,322,318</u>	<u>464</u>	<u>\$ 176,353</u>	<u>\$ 7,191</u>	<u>\$ 2,720,205</u>	<u>\$ 145,741</u>	<u>\$ 7,934</u>	<u>\$ 106,628</u>	<u>\$ 13,098,523</u>
Liabilities										
2110	Accounts payable	17,249			7,191	14,528	9,390	5,334	11,520	451,408
2160	Accrued wages payable							95,108		2,747,831
2170	Due to other funds			176,238						2,258,011
2300	Unearned revenue									1,147,246
2000	Total Liabilities	<u>17,249</u>	<u>-</u>	<u>176,238</u>	<u>7,191</u>	<u>14,528</u>	<u>9,390</u>	<u>5,334</u>	<u>106,628</u>	<u>6,604,496</u>
Fund Balances										
Nonspendable:										
3430	Prepaid expenditures					2,268				3,429
Restricted for:										
3450	Federal and state grant programs	1,305,069	464	115						3,649,399
3490	Local grants, awards and contributions					136,351				136,351
Committed to:										
3545	Local grants, awards and contributions					2,703,409		2,600		2,706,009
3600	Unassigned									(1,161)
3000	Total Fund Balances	<u>1,305,069</u>	<u>464</u>	<u>115</u>	<u>-</u>	<u>2,705,677</u>	<u>136,351</u>	<u>2,600</u>	<u>-</u>	<u>6,494,027</u>
4000	Total Liabilities and Fund Balances	<u>\$ 1,322,318</u>	<u>\$ 464</u>	<u>\$ 176,353</u>	<u>\$ 7,191</u>	<u>\$ 2,720,205</u>	<u>\$ 145,741</u>	<u>\$ 7,934</u>	<u>\$ 106,628</u>	<u>\$ 13,098,523</u>

Frisco Independent School District
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Non-Major Governmental Funds
 For the Year Ended June 30, 2021

Data Control Codes	205	211	224	225	226	240	244 Career and Technical Basic Grant Fund	255	
Data Control Codes	Head Start Fund	ESEA, Title I, Part A Fund	IDEA-B Formula Fund	IDEA-B Preschool Fund	IDEA-B Discretionary Fund	Child Nutrition Fund		ESEA, Title II, Part A Fund	
Revenues									
5700	Local and intermediate sources					\$	3,185,674		
5800	State program revenues						102,802		
5900	Federal program revenues								
5020	\$ 2,103	\$ 864,464	\$ 6,826,548	\$ 3,051	\$ 125,681	12,585,485	\$ 165,361	\$ 430,411	
	<u>2,103</u>	<u>864,464</u>	<u>6,826,548</u>	<u>3,051</u>	<u>125,681</u>	<u>15,873,961</u>	<u>165,361</u>	<u>430,411</u>	
Expenditures									
Current:									
0011	2,103	774,142	4,252,395	3,051	125,681		165,361	112,769	
0012									
0013		67,118	44,410					292,213	
0021		150						21,266	
0023		14,619	893					3,445	
0031			2,528,850						
0033									
0035						17,498,931			
0036									
0041									
0051						242,838			
0052									
0053									
0061		8,435						718	
6030	<u>2,103</u>	<u>864,464</u>	<u>6,826,548</u>	<u>3,051</u>	<u>125,681</u>	<u>17,741,769</u>	<u>165,361</u>	<u>430,411</u>	
1100						(1,867,808)			
Other Financing Sources (Uses)									
7915	Transfers in								
8911	Transfers out								
7080	-	-	-	-	-			-	
1200	Net change in fund balances						(1,867,808)		
0100	Fund balances - beginning						4,077,802		
3000	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,209,994</u>	<u>\$ -</u>	<u>\$ -</u>	

Frisco Independent School District
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Governmental Funds
for the Year Ended June 30, 2021

Data Control Codes	263 ESEA, Title III, Part A Fund	266 ESSER	272 Medicaid Administrative Claiming Fund	276 Instructional Continuity Grant	277 Coronavirus Relief Fund	281 Education Stabilization Fund	289 Summer School LEP Fund	385 Visually Impaired SSVI Fund	397 Advanced Placement Incentives Fund
Revenues									
5700	Local and intermediate sources								
5800	State program revenues								
5900	Federal program revenues								
5020	\$ 1,089,384	\$ 28,235	\$ 89,737	\$ 16,668	\$ 323,232	\$ 1,465,300	\$ 141,661	\$ 20,840	\$ 36,450
	1,089,384	28,235	89,737	16,668	323,232	1,465,300	141,661	20,840	36,450
Expenditures									
Current:									
0011	1,000,379	3,240		16,668	9,433	295,693	32,997	19,955	
0012									
0013	83,330						30,739	885	36,450
0021						8,170			
0023					848				
0031						22,228			
0033		1,400	46,473				100,604		
0035									
0036						15,397			
0041		23,595			3,160				
0051									
0052									
0053						1,123,812			
0061	5,675								
6030	1,089,384	28,235	46,473	16,668	13,441	1,465,300	164,340	20,840	36,450
1100			43,264		309,791		(22,679)		
Other Financing Sources (Uses)									
7915	Transfers in								
8911	Transfers out								
7080	-	-	-	-	(309,791)	-	-	-	-
1200	Net change in fund balances								
3000	Fund balances - beginning								
3000	\$ -	\$ -	\$ 122,495	\$ -	\$ -	\$ -	\$ 3,023	\$ -	\$ 8,239

**Frisco Independent School District
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Governmental Funds
for the Year Ended June 30, 2021**

Data Control Codes	410 State Textbook Fund	427 Special Ed Fiscal Support Funds	429 Read to Succeed Fund	459 Shared Services Arrangement	461 Campus Activity Fund	480 Restricted Donations and Grants	497 Frisco Partners Fund	498 Child Development Center Fund	Total Non-Major Governmental Funds
Revenues									
5700	\$ 15,735			\$ 129,648	\$ 683,842	\$ 171,485	\$ 17,475	\$ 490,815	\$ 4,694,674
5800	4,141,473	\$ 70,000	\$ 965,133						5,336,698
5900									24,157,321
5020	<u>4,157,208</u>	<u>70,000</u>	<u>965,133</u>	<u>129,648</u>	<u>683,842</u>	<u>171,485</u>	<u>17,475</u>	<u>490,815</u>	<u>34,188,693</u>
Expenditures									
Current:									
0011	3,961,602	6,845				88,248	13,083		10,883,645
0012			163			4,117	1,792		6,072
0013				129,648		6,500			691,293
0021									29,586
0023						10,788			30,593
0031		62,691				2,000			2,615,769
0033						55			148,532
0035									17,498,931
0036					640,753	11,837			667,987
0041									26,755
0051						101,996			344,834
0052			965,004						965,004
0053									1,123,812
0061								729,359	744,187
6030	<u>3,961,602</u>	<u>69,536</u>	<u>965,167</u>	<u>129,648</u>	<u>640,753</u>	<u>225,541</u>	<u>14,875</u>	<u>729,359</u>	<u>35,777,000</u>
1100	195,606	464	(34)		43,089	(54,056)	2,600	(238,544)	(1,588,307)
Other Financing Sources (Uses)									
7915					17,368			238,544	255,912
8911						(5,516)			(315,307)
7080	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,368</u>	<u>(5,516)</u>	<u>-</u>	<u>238,544</u>	<u>(59,395)</u>
1200	195,606	464	(34)		60,457	(59,572)	2,600		(1,647,702)
3000	1,109,463		149		2,645,220	195,923			8,141,729
3000	<u>\$ 1,305,069</u>	<u>\$ 464</u>	<u>\$ 115</u>	<u>\$ -</u>	<u>\$ 2,705,677</u>	<u>\$ 136,351</u>	<u>\$ 2,600</u>	<u>\$ -</u>	<u>\$ 6,494,027</u>

Frisco Independent School District
 Budgetary Comparison Schedule
 Child Nutrition Fund
 For the Year Ended June 30, 2021

Data Control Codes		Budgeted Amounts		Actual Amounts	Variance with Final Budget Over/(Under)
		Original	Final		
	Revenues				
5700	Local and intermediate sources	\$ 17,601,700	\$ 17,601,700	\$ 3,185,674	\$ (14,416,026)
5800	State program revenues	104,950	104,950	102,802	(2,148)
5900	Federal program revenues	7,221,050	7,221,050	12,585,485	5,364,435
5020	Total Revenues	<u>24,927,700</u>	<u>24,927,700</u>	<u>15,873,961</u>	<u>(9,053,739)</u>
	Expenditures				
	Current:				
0035	Food services	24,675,560	24,792,131	17,498,931	(7,293,200)
0051	Facilities maintenance and operations	252,140	252,140	242,838	(9,302)
6030	Total Expenditures	<u>24,927,700</u>	<u>25,044,271</u>	<u>17,741,769</u>	<u>(7,302,502)</u>
1100	Excess (deficiency) of revenues over (under) expenditures		(116,571)	(1,867,808)	(1,751,237)
1200	Net change in fund balances		(116,571)	(1,867,808)	(1,751,237)
0100	Fund balances - beginning	4,077,802	4,077,802	4,077,802	
3000	Fund balances - ending	<u>\$ 4,077,802</u>	<u>\$ 3,961,231</u>	<u>\$ 2,209,994</u>	<u>\$ (1,751,237)</u>



Required TEA Schedules

**Frisco Independent School District
Schedule of Delinquent Taxes Receivable
As of June 30, 2021**

	1	2	3	10	20	31	32	40	50
	Tax Rates								
Last Ten Fiscal Years	Maintenance	Debt Service	Assessed/ Appraised Value for School Tax Purposes	Beginning Balance	Current Year's Total Levy	Maintenance Collections	Debt Service Collections	Entire Year's Adjustments	Ending Balance
Prior to 2013	Various	Various	Various	\$ (276,747)		\$ 4,317	\$ 1,640	\$ (67,860)	\$ (350,564)
2013	\$ 1.04	\$ 0.42	18,411,182,624	97,051		338	137	11,259	\$ 107,835
2014	\$ 1.04	\$ 0.42	20,072,776,233	150,294		119	48	18,371	\$ 168,498
2015	\$ 1.04	\$ 0.42	23,005,771,528	106,926		19,605	7,917	46,475	\$ 125,879
2016	\$ 1.04	\$ 0.42	26,230,139,504	251,489		21,853	8,825	50,224	\$ 271,035
2017	\$ 1.04	\$ 0.42	30,621,651,034	390,531		427,439	172,619	507,753	\$ 298,226
2018	\$ 1.04	\$ 0.42	35,570,550,343	527,827		257,892	104,149	386,386	\$ 552,172
2019	\$ 1.17	\$ 0.27	40,349,486,303	625,528		89,799	20,723	48,029	\$ 563,035
2020	\$ 1.0683	\$ 0.27	43,491,816,275	3,602,111		611,632	154,582	(2,284,283)	\$ 551,614
2021	\$ 1.0402	\$ 0.27	46,267,939,261		\$ 593,139,299	469,977,653	121,989,969	3,161,701	4,333,378
Totals				\$ 5,475,010	\$ 593,139,299	\$ 471,410,647	\$ 122,460,609	\$ 1,878,055	\$ 6,621,108

Portion of total collections paid into Tax Increment Zone Under Chapter 311, Tax Code \$ 23,165,969

Frisco Independent School District
 Schedule of Use of Funds Report
 Select State Allotment Programs
 For the Year Ended June 30, 2021

Data Codes	1 Responses
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Section A: Compensatory Education Programs

Districts are required to use at least 55% of state compensatory education state allotment funds on direct program costs.
 Statuary Authority: Texas Education Code, Section 481.04.

AP1	Did you district expend any state compensatory education program state allotment funds during the district's fiscal year?	Yes
AP2	Does the district have written policies and procedures for its state compensatory education programs?	Yes
AP3	List the total state allotment funds received for state compensatory education programs during the districts fiscal year.	\$ 11,624,978
AP4	List the actual direct program expenditures for state compensatory education programs during the district's fiscal year. (PICs 24,26,28,29,30,34)	\$ 4,975,026

Section B: Bilingual Education Programs

Districts are required to use at least 55% of bilingual education state allotment funds on direct program costs.
 Statuary Authority: Texas Education Code, Section 481.05.

AP1	Did you district expend any bilingual education program state allotment funds during the district's fiscal year?	Yes
AP2	Does the district have written policies and procedures for its bilingual education programs?	Yes
AP3	List the total state allotment funds received for bilingual education programs during the districts fiscal year.	\$ 2,368,959
AP4	List the actual direct program expenditures for bilingual education programs during the district's fiscal year. (PICs 25,35)	\$ 1,419,037

Statistical Section (Unaudited)



Pencil Portrait Of Boy Reaching | Madison Heydon | Wakeland High School

This section of the Frisco Independent School District’s Annual Comprehensive Financial Report presents 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 health.

Contents	Page
Financial Trends	91
These schedules contain trend information to help the reader understand how the District’s financial performance and well-being have changed over time.	
Revenue Capacity:	97
These schedules contain information to help the reader assess the District’s most significant local revenue source, the property tax.	
Debt Capacity:	103
These schedules present information to 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.	
Demographic Information:	107
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District’s financial activities take place.	
Operating Information:	111
These schedules contain service and infrastructure data to help the reader understand how the information in the District’s financial report relates to the services the District provides and the activities it performs.	



Financial Trends

Frisco Independent School District
 Net Position By Component
 Last Ten Fiscal Years
 (Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental Activities										
Net Investment in capital assets	\$ (274,216,290)	\$ (293,661,182)	\$ (273,081,937)	\$ (305,309,356)	\$ (232,937,713)	\$ (232,777,187)	\$ (346,371,603)	\$ (363,992,174)	\$ (373,647,743)	(379,976,838)
Restricted for Federal and State grant programs	3,208,210	2,904,294	3,789,148	5,261,965	4,489,444	5,475,019	6,591,918	11,690,601	5,300,585	3,649,399
Restricted for debt services	71,170,986	72,023,378	53,919,728	54,250,586	57,086,768	80,911,177	110,066,081	105,581,772	103,317,274	105,339,980
Unrestricted Net Position	<u>47,511,053</u>	<u>51,311,286</u>	<u>66,159,069</u>	<u>353,464</u>	<u>(86,843,097)</u>	<u>(99,981,333)</u>	<u>(190,605,648)</u>	<u>(160,936,956)</u>	<u>(154,914,649)</u>	<u>(160,272,957)</u>
Total Net Position	<u>\$ (152,326,041)</u>	<u>\$ (167,422,224)</u>	<u>\$ (149,213,992)</u>	<u>\$ (245,443,341)</u>	<u>\$ (258,204,598)</u>	<u>\$ (246,372,324)</u>	<u>\$ (420,319,252)</u>	<u>\$ (407,656,757)</u>	<u>\$ (419,944,533)</u>	<u>\$ (431,260,416)</u>

Source: Frisco ISD Annual Financial Reports

Frisco Independent School District Expenses, Program Revenues, and Net (Expense)/Revenue Last Ten Fiscal Years (Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental Activities:										
Instruction	\$ 207,257,489	\$ 220,404,517	\$ 237,776,317	\$ 284,653,714	\$ 305,605,412	\$ 325,140,742	\$ 227,342,595	\$ 385,220,355	\$ 444,377,695	\$ 431,632,246
Instructional resources and media services	5,072,392	6,878,260	7,563,264	9,187,036	9,796,673	9,325,687	6,373,309	8,849,546	8,932,969	8,860,354
Curriculum and instructional staff development	5,540,212	6,695,992	7,496,653	8,527,459	8,937,996	9,447,290	6,858,766	11,026,050	14,315,808	15,092,758
Instructional leadership	3,496,529	4,538,265	4,625,073	5,075,185	5,474,033	6,192,970	4,615,947	8,153,468	11,116,828	11,231,262
School leadership	18,585,563	22,284,476	21,657,026	28,254,017	30,178,920	32,328,267	23,791,263	37,705,167	43,158,588	41,905,984
Guidance, counseling and evaluation services	11,195,982	12,552,997	12,828,364	14,672,505	16,612,319	17,508,585	11,811,319	22,074,050	25,968,948	26,323,164
Social work services	292,395	343,427	360,371	352,044	361,960	279,911	119,107	206,324	227,696	282,024
Health services	3,388,277	3,738,802	3,885,439	4,700,476	5,183,496	5,496,484	3,702,581	6,590,798	7,215,668	7,524,465
Student transportation	9,476,656	9,854,542	10,489,264	11,631,466	12,127,267	12,899,257	10,690,822	15,649,573	17,135,255	15,562,096
Food services	16,966,824	18,662,958	20,138,815	22,671,955	25,943,835	25,477,572	21,130,662	26,438,963	26,200,312	20,696,850
Extracurricular activities	14,145,666	14,929,811	15,493,350	17,804,290	19,434,773	19,440,200	17,052,390	23,276,818	22,890,618	23,846,884
General administration	7,647,253	6,560,127	6,752,192	8,271,754	9,432,967	9,747,588	8,358,009	12,707,266	16,605,179	17,512,837
Facilities maintenance and operations	28,970,801	30,168,059	31,796,821	37,020,121	45,202,540	46,480,755	47,446,326	54,392,409	60,027,110	71,801,617
Security and monitoring services	2,418,991	2,731,959	3,595,026	3,808,630	3,916,348	3,826,564	3,293,454	4,399,063	6,577,228	7,552,762
Data processing services	6,275,652	6,718,444	7,194,012	9,499,233	9,131,244	8,927,287	9,372,444	11,961,523	10,906,676	11,445,169
Community services	1,514,281	1,572,685	1,516,206	1,992,750	1,857,437	1,900,499	1,452,458	2,072,276	2,231,893	1,998,783
Debt service - interest on long-term debt	64,807,149	70,402,767	45,233,434	73,966,028	81,825,335	79,783,468	77,551,045	82,228,452	79,729,973	67,188,505
Debt service - bond issuance costs and fees	784,857	1,034,160	1,288,269	2,511,829	3,518,708	2,474,789	691,035	2,143,297	924,809	4,872,571
Contracted instructional services between schools	1,582,625	1,785,899	1,004,896	1,177,873	217,771			14,017,478	3,152,395	4,177,231
Payments to fiscal agent/member districts of SSA										
Payments to juvenile justice alternative education programs	60,791	44,573	23,499	47,931	37,077	67,814	30,118	35,666	30,681	
Payments to tax increment fund	15,300,909	16,558,936	17,605,466	19,317,219	20,698,870	22,583,104	25,397,908	25,169,882	27,151,041	28,283,215
Other intergovernmental charges	1,658,054	1,801,088	1,924,946	2,102,040	2,377,535	2,683,175	3,040,455	3,492,348	3,798,571	3,852,070
Total Governmental Activities Expenses	426,439,348	460,262,744	460,248,703	567,245,555	617,872,516	642,012,008	510,122,013	757,810,772	832,675,941	821,642,847
Program Revenues										
Governmental Activities:										
Charges for Services:										
Instruction	206,936	290,231	350,717	396,872	403,481	310,309	733,927	923,344	797,595	1,747,694
Food services	13,077,118	13,685,406	14,494,346	16,242,616	17,585,643	17,491,137	18,376,266	18,335,195	13,189,756	3,183,576
Extracurricular activities	1,522,873	1,506,143	1,525,824	1,605,535	1,798,238	2,423,340	2,379,643	2,362,725	1,916,707	1,694,173
Facilities maintenance and operations	1,913,519	2,299,332	2,394,812	2,554,502	2,864,952	2,818,152	3,172,769	3,631,143	20,225,910	8,433,741
Operating Grants and Contributions	25,145,775	22,544,354	26,278,448	38,071,093	34,845,658	38,224,087	(58,806,085)	64,655,694	71,108,796	63,842,316
Total Governmental Activities Program Revenues	41,866,221	40,325,466	45,044,147	58,870,618	57,497,972	61,267,025	(34,143,480)	89,908,101	107,238,764	78,901,501
Net (Expense) Revenue	(384,573,127)	(419,937,278)	(415,204,556)	(508,374,937)	(560,374,544)	(580,744,983)	(544,265,493)	(667,902,671)	(725,437,177)	(742,741,346)

Source: Frisco ISD Annual Financial Reports

Frisco Independent School District
General Revenues and Total Changes in Net Position
Last Ten Fiscal Years
(Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Net (Expense) Revenue	\$ (384,573,127)	\$ (419,937,278)	\$ (415,204,556)	\$ (508,374,937)	\$ (560,374,544)	\$ (580,744,983)	\$ (544,265,493)	\$ (667,902,671)	\$ (725,437,177)	\$ (742,741,346)
General Revenues										
Governmental Activities:										
Taxes:										
Property taxes, levied for general purposes	177,079,758	199,562,589	229,889,558	265,133,759	279,061,789	328,154,575	375,184,044	471,611,015	466,660,821	478,566,522
Property taxes, levied for debt service	68,875,705	72,822,119	80,937,836	93,922,813	105,578,096	124,819,619	142,848,448	104,085,263	112,411,956	118,266,811
State aid - formula grants	104,324,856	117,087,935	119,733,020	120,405,390	139,758,001	115,510,634	98,313,792	64,028,393	97,396,084	104,693,320
Grants and contributions not restricted to specific programs	20,083	516,970			2,332,383	2,320,903	2,858,270	6,520,666	4,663,718	5,271,823
Investment earnings	184,963	238,659	98,009	166,062	720,988	1,994,950	5,260,009	9,862,834	8,429,226	420,973
Miscellaneous local and intermediate revenue	21,901,571	20,559,060	2,754,365	3,625,774	20,162,030	19,776,576	23,075,918	24,456,995	23,587,596	24,206,014
Total General Revenue	372,386,936	410,787,332	433,412,788	483,253,798	547,613,287	592,577,257	647,540,481	680,565,166	713,149,401	731,425,463
Change in net position	(12,186,191)	(9,149,946)	18,208,232	(25,121,139)	(12,761,257)	11,832,274	103,274,988	12,662,495	(12,287,776)	(11,315,883)
Net position - beginning, as adjusted	(140,142,850)	(158,272,278)	(167,422,224)	(220,322,202)	(245,443,341)	(258,204,598)	(523,594,240)	(420,319,252)	(407,656,757)	(419,944,533)
Net position - ending	\$ (152,329,041)	\$ (167,422,224)	\$ (149,213,992)	\$ (245,443,341)	\$ (258,204,598)	\$ (246,372,324)	\$ (420,319,252)	\$ (407,656,757)	\$ (419,944,533)	\$ (431,260,416)

Source: Frisco ISD Annual Financial Reports

**Frisco Independent School District
Fund Balances - Governmental Funds
Last Ten Fiscal Years
(Unaudited)**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Nonspendable	141,684	\$ 163,824	\$ 264,523	\$ 410,917	\$ 702,073	\$ 905,361	\$ 171,510	\$ 315,816	\$ 200,193	\$ 737,454
Assigned					11,058,554	3,750,957	3,665,783	37,077,190	36,077,190	45,994,395
Unreserved /Unassigned	60,123,335	72,501,978	84,900,184	92,068,189	111,732,514	128,605,979	158,970,627	169,214,689	198,853,860	202,789,572
Total General Fund	60,265,019	72,665,802	85,164,707	92,479,106	123,493,141	133,262,297	162,807,920	206,607,695	235,131,243	249,521,421
All Other Governmental Funds										
Nonspendable			71,910	45,631	64,406	65,712	53,232	59,389	94,680	3,429
Restricted	78,941,316	125,818,111	173,944,026	226,127,518	204,022,445	175,399,955	205,123,183	319,200,288	266,330,856	386,273,468
Committed		2,171,829	2,117,958	2,088,957	2,225,283	2,469,521	2,516,879	2,691,345	2,755,728	2,706,009
Assigned						5,889,126	6,803,546	13,017,077	25,967,844	20,904,222
Unreserved/Unassigned	1,958,933	1,958,933	1,958,933						(9,265)	(1,161)
Total All Other Governmental Funds	80,900,249	129,948,873	178,092,827	228,262,106	206,312,134	183,824,314	214,496,840	334,968,099	295,139,843	409,885,967
Total Governmental Funds	\$ 141,165,268	\$ 202,614,675	\$ 263,257,534	\$ 320,741,212	\$ 329,805,275	\$ 317,086,611	\$ 377,304,760	\$ 541,575,794	\$ 530,271,086	\$ 659,407,388

Source: Frisco ISD Annual Financial Reports

Frisco Independent School District
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
(Unaudited)

Exhibit S-5

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Local and intermediate sources	\$ 286,574,924	\$ 309,077,472	\$ 333,806,178	\$ 381,193,995	\$ 432,689,498	\$ 499,188,264	\$ 573,074,722	\$ 637,277,478	\$ 631,957,895	\$ 630,171,643
State program revenues	115,321,314	129,671,656	133,799,695	133,975,235	161,187,530	139,189,304	123,769,796	94,347,646	131,288,669	139,945,509
Federal program revenues	14,169,400	10,477,603	11,423,023	12,432,495	13,641,401	14,684,530	16,954,826	24,786,725	21,495,039	29,429,144
	416,065,638	449,226,731	479,028,896	527,601,725	607,518,429	653,062,098	713,799,344	756,411,849	784,741,603	799,546,296
Current Expenditures:										
Instruction	176,860,360	196,244,658	210,384,860	234,760,839	259,362,734	288,828,129	297,585,386	325,454,888	365,856,240	378,513,995
Instructional resources and media services	4,411,159	5,057,068	5,272,336	5,578,571	5,903,740	6,586,387	5,953,569	6,152,141	6,330,263	6,563,275
Curriculum and instructional staff development	5,497,695	6,696,310	7,496,653	8,307,911	8,808,991	9,040,748	9,439,319	10,506,123	13,224,409	14,765,386
Instructional leadership	3,452,915	4,538,583	4,625,073	4,893,191	5,399,089	6,099,992	7,157,033	7,682,331	10,141,919	10,938,751
School leadership	17,936,465	21,966,564	21,321,892	23,588,233	26,215,585	28,479,181	30,234,448	32,036,475	35,137,900	35,833,696
Guidance, counseling and evaluation services	11,067,229	12,553,335	12,827,113	14,112,899	16,381,866	17,262,743	18,196,373	20,788,270	23,739,846	25,662,226
Social work services	292,395	343,427	360,371	343,027	356,988	275,677	192,909	193,601	207,193	274,222
Health services	3,328,177	3,729,920	3,872,931	4,566,068	5,079,075	5,408,782	5,603,653	6,208,788	6,674,429	7,350,802
Student transportation	7,454,070	8,124,128	8,769,634	9,558,458	10,435,043	11,284,361	11,852,424	13,318,672	14,072,406	12,616,229
Food services	15,090,635	16,800,946	18,146,918	19,973,220	23,090,610	23,401,047	22,890,630	23,179,124	23,337,085	17,734,958
Extracurricular activities	11,480,974	12,155,988	12,380,344	13,161,741	14,863,418	15,354,435	16,207,142	17,841,039	18,536,705	19,789,755
General administration	4,991,034	5,706,743	5,685,941	6,470,414	7,823,941	8,223,475	9,498,014	10,994,089	14,290,225	15,992,552
Facilities maintenance and operations	24,674,238	27,818,925	28,974,793	30,974,767	33,256,966	34,121,457	36,606,690	39,209,444	48,138,179	57,487,691
Security and monitoring services	1,923,659	1,865,957	2,510,096	3,091,852	3,279,043	3,568,407	3,527,117	3,833,841	4,807,226	5,858,589
Data processing services	3,309,326	5,146,610	5,307,632	6,206,388	6,138,332	5,982,344	10,321,078	9,112,233	7,597,709	9,781,231
Community services	1,502,248	1,560,970	1,514,385	1,633,826	1,582,736	1,624,382	1,588,321	1,738,209	1,863,633	1,712,894
Debt Service:										
Principal on long-term debt	18,376,134	20,579,605	27,935,713	28,407,368	33,165,766	40,208,068	58,941,144	49,984,001	53,331,260	63,679,472
Interest on long-term debt	60,861,887	62,655,429	61,273,182	70,090,988	79,264,169	82,689,419	77,339,248	83,323,903	79,716,249	81,723,285
Bond issuance costs and fees	555,641	1,034,160	1,288,269	2,511,829	3,518,708	2,474,790	691,035	2,143,297	924,810	4,872,571
Capital Outlay:										
Facilities acquisition and construction	97,792,344	81,302,872	167,713,439	231,716,698	213,578,123	166,980,903	51,958,032	37,922,746	127,456,227	171,623,163
Intergovernmental:										
Contracted instructional services between schools	1,582,625	1,785,899	1,004,896	1,177,873	217,771			14,017,478	3,152,395	4,177,231
Payments to fiscal agent/member districts of SSA										
Payments to juvenile justice alternative education programs	60,791	44,573	23,499	47,931	37,077	67,814	30,118	35,666	30,681	
Payments tax increment fund	15,300,909	16,558,936	17,605,466	19,317,219	20,698,870	22,583,104	25,397,908	25,169,882	27,151,041	28,283,215
Other intergovernmental charges	1,658,054	1,801,088	1,924,946	2,102,040	2,377,535	2,683,175	3,040,455	3,492,348	3,798,571	3,852,070
	489,460,964	516,072,694	628,220,382	742,593,351	780,836,176	783,228,820	704,252,046	744,338,589	889,516,601	979,087,259
Excess (deficiency) of revenues over (under) expenditures	(73,395,326)	(66,845,963)	(149,191,486)	(214,991,626)	(173,317,747)	(130,166,722)	9,547,298	12,073,260	(104,774,998)	(179,540,963)
Other Financing Sources (Uses)										
Capital related debt issued (regular and refunding bonds)	147,610,357	258,246,992	202,300,000	299,320,000	381,640,000	282,235,000	49,865,000	265,390,000	101,705,000	595,285,000
Premium on issuance of bonds	11,084,272	30,271,957	10,436,146	19,187,662	38,051,415	32,747,133	805,851	30,280,211	8,771,130	67,453,385
Sale of real and personal property	2,412	7,464,755	2,253,199	6,916,575	3,884,912			75,538	62,790	20,489
Transfers in	8,958,340	16,486,477	14,511,144	7,774,470	7,119,500	6,051,998	7,285,940	10,033,495	5,136,835	4,565,703
Insurance recovery									17,500,000	7,516,266
Transfers out	(13,241,447)	(16,422,968)	(14,511,144)	(7,774,470)	(7,119,500)	(6,051,998)	(7,285,940)	(10,033,495)	(5,136,835)	(4,565,703)
Payment to refunded bond escrow agent	(103,431,052)	(169,710,776)	(5,155,000)	(50,990,000)	(241,194,517)	(197,534,075)		(143,547,975)	(34,568,630)	(361,597,875)
	50,982,882	126,336,437	209,834,345	274,434,237	182,381,810	117,448,058	50,670,851	152,197,774	93,470,290	308,677,265
Net change in fund balances	(22,412,444)	59,490,474	60,642,859	59,442,611	9,064,063	(12,718,664)	60,218,149	164,271,034	(11,304,708)	129,136,302
Fund balances - beginning, as adjusted	163,577,712	141,165,268	200,655,742	261,298,601	320,741,212	329,805,275	317,086,611	377,304,760	541,575,794	530,271,086
Fund balances - ending	\$ 141,165,268	\$ 200,655,742	\$ 261,298,601	\$ 320,741,212	\$ 329,805,275	\$ 317,086,611	\$ 377,304,760	\$ 541,575,794	\$ 530,271,086	\$ 659,407,388

Debt service as a percentage of non-capital expenditures 20.37% 20.37% 19.18% 18.35% 18.35% 19.64% 20.16% 18.26% 16.91% 16.59%
Source: Frisco ISD Annual Financial Reports



Revenue Capacity

Frisco Independent School District
 Assessed Value and Actual Value of Taxable Property
 Last Ten Fiscal Years
 (Unaudited)

Fiscal Year	Actual Value										Less: Exemptions	Total Taxable Value	Total District Rate
	Single Family Property	Multi-Family Property	Vacant Lots Tracts	Acreage (Land Only)	Farm and Ranch Improvements	Commercial & Industrial (Real)	Utilities	Commercial & Industrial (Personal)	Other	Total Assessed Value			
2012	12,062,374,158	1,048,925,351	305,794,907	1,726,339,089	18,546,875	3,316,365,172	128,181,093	733,630,488	307,640,722	19,647,797,855	2,143,611,277	17,504,186,578	\$ 1.42
2013	12,627,501,202	1,202,898,036	293,379,271	1,730,873,484	17,685,947	3,499,967,601	130,695,320	775,039,766	262,013,501	20,540,054,128	2,128,873,517	18,411,180,611	\$ 1.46
2014	13,675,913,279	1,413,163,612	298,801,710	1,393,693,816	321,808,894	3,764,176,806	136,448,465	828,032,175	353,434,184	22,185,472,941	2,112,698,722	20,072,774,219	\$ 1.46
2015	15,793,610,094	1,704,527,510	397,306,356	1,564,168,999	371,885,899	4,178,276,253	151,707,976	888,658,217	361,313,589	25,411,454,893	2,405,683,365	23,005,771,528	\$ 1.46
2016	18,531,227,482	1,953,611,983	432,451,349	1,691,512,254	519,090,462	4,778,991,671	163,717,344	940,465,225	398,329,187	29,409,396,957	3,179,257,453	26,230,139,504	\$ 1.46
2017	21,617,912,704	2,308,485,474	548,452,795	1,677,217,322	683,537,417	5,613,500,147	174,364,345	983,165,673	527,152,241	34,133,788,118	3,512,137,084	30,621,651,034	\$ 1.46
2018	24,266,454,955	2,863,423,379	574,861,150	1,636,247,637	651,465,813	7,029,248,675	219,739,241	1,092,637,491	639,966,905	38,974,045,246	3,403,494,903	35,570,550,343	\$ 1.46
2019	26,446,203,218	3,475,935,845	592,806,009	1,544,597,794	534,068,422	8,646,055,811	257,452,561	1,274,799,591	736,850,877	43,508,770,128	3,159,283,825	40,349,486,303	\$ 1.44
2020	27,700,222,652	4,312,749,169	716,778,295	1,555,046,008	386,943,453	9,323,706,887	302,354,814	1,537,918,110	839,940,492	46,675,659,880	3,183,843,605	43,491,816,275	\$ 1.3383
2021	28,858,661,067	5,143,741,573	818,924,974	1,377,349,895	363,530,881	10,126,029,542	320,762,579	1,509,492,044	727,493,890	49,245,986,445	2,978,047,184	46,267,939,261	\$ 1.3102

Source: Texas Comptroller of Public Accounts - School District Summary Worksheet

Frisco Independent School District
 Direct and Overlapping Tax Rates
 Last Ten Fiscal Years
 (Unaudited)

Tax Year	Frisco ISD Direct Rate			Overlapping Rates								
	Maintenance & Operations Rate	Interest & Sinking Rate	Total Direct Rate	City of Frisco	Collin County	Collin County Community College (CCCC)	City of McKinney	City of Plano	Denton County	Town of Little Elm	City of Hackberry	Denton County FWSD
2011	1.0000	0.4200	1.4200	0.4650	0.2425	0.0863	0.6100	0.4886	0.2739	0.6652	0.4754	1.0000
2012	1.0400	0.4200	1.4600	0.4620	0.2400	0.0863	0.6100	0.4886	0.2774	0.6650	0.4766	1.0000
2013	1.0400	0.4200	1.4600	0.4620	0.2400	0.0863	0.6100	0.4886	0.2829	0.6650	0.4857	1.0000
2014	1.0400	0.4200	1.4600	0.4620	0.2380	0.0863	0.6100	0.4886	0.2829	0.6650	0.4627	1.0000
2015	1.0400	0.4200	1.4600	0.4620	0.2380	0.0836	0.5855	0.4886	0.2850	0.6650	0.4627	1.0000
2016	1.0400	0.4200	1.4600	0.4500	0.2084	0.0812	0.5830	0.4786	0.2484	0.6617	0.3382	1.0000
2017	1.0400	0.4200	1.4600	0.4466	0.1926	0.0798	0.5730	0.4686	0.2378	0.6577	0.2343	1.0000
2018	1.1700	0.2700	1.4400	0.4466	0.1808	0.0812	0.5252	0.4603	0.2256	0.6499	0.2527	1.0000
2019	1.0683	0.2700	1.3383	0.4466	0.1750	0.0812	0.5156	0.4482	0.2253	0.6499	0.2403	1.0000
2020	1.0402	0.2700	1.3102	0.4466	0.1725	0.0812	0.5086	0.4482	0.2250	0.6497	0.2512	1.0000

Source: Texas Comptroller of Public Accounts - Tax Rates and Levies

Exhibit S-8

Frisco Independent School District
Principal Property Taxpayers
Current Year and Nine Years Ago
(Unaudited)

Taxpayer	Business Type	2021	
		Taxable Value	Percentage of Total Taxable Value
JP Morgan Chase Bank NA	Banking & Finance	\$ 433,884,153	0.94%
Liberty Mutual Plano LLC	Banking & Finance	385,270,425	0.83%
Stonebriar Mall LLC	Shopping Center/Mall	354,194,082	0.77%
Toyota Motor North America Inc.	Industrial Manufacturing	261,265,214	0.56%
Capital One National Association	Finanacial/Banking	237,730,753	0.51%
Blue Star HQ Inc.	Event Venue	224,713,504	0.49%
BPR Shopping Center LP	Shopping Center/Mall	156,196,309	0.34%
Union Investment Real estate GMBH	Office Buildings	152,566,435	0.33%
PPF AMLI Parkwood Boulevard LLC	Apartments	121,896,962	0.26%
Gaedeke Holdings XI LTD	Office Buildings	119,362,083	0.26%
		<u>\$ 2,447,079,920</u>	<u>5.29%</u>

Taxpayer	Business Type	2012	
		Taxable Value	Percentage of Total Taxable Value
Stonebriar Mall LTD	Shopping Center/Mall	\$ 226,514,276	1.32%
BPR Shopping Center	Shopping Center/Mall	116,000,000	0.67%
Capital One National Association	Financial/Banking	97,866,518	0.57%
Tollway/121 Partners LTD	Commercial Land	83,487,355	0.49%
Tenet Frisco LTD	Medical Clinic	82,472,724	0.48%
HPT Properties of Texas LTD	Commercial Land	78,149,637	0.45%
Hall Office Portfolio DB LLC	Commercial Land	52,000,000	0.30%
Specified Properties LLP	Commercial Land	51,051,750	0.30%
HR Acquisition of San Antonio LTD	Commercial Land	49,008,267	0.28%
Virtu Investments LLC	Commercial Land	44,083,259	0.26%
		<u>\$ 880,633,786</u>	<u>5.12%</u>

Source: The Municipal Advisory Council of Texas

Frisco Independent School District
Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Original Tax Levy for the Fiscal Year	Current Adjusted Levy ⁽¹⁾	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Adjusted Levy		Amount	Percentage of Adjusted Levy
2012	244,363,689	249,748,167	244,576,313	97.93%	5,171,854	249,748,167	100.00%
2013	267,495,493	276,380,519	269,428,955	97.48%	6,951,564	276,380,519	100.00%
2014	288,554,470	297,465,909	289,972,453	97.48%	7,493,456	297,465,909	100.00%
2015	329,808,389	339,859,346	330,473,983	97.24%	9,385,363	339,859,346	100.00%
2016	373,372,859	381,178,959	374,597,170	98.27%	6,581,789	381,178,959	100.00%
2017	427,954,821	442,013,077	437,197,385	98.91%	4,815,692	442,013,077	100.00%
2018	501,897,587	510,596,842	508,013,897	99.49%	2,582,945	510,596,842	100.00%
2019	558,759,088	568,721,224	566,895,873	99.68%	1,825,351	568,721,224	100.00%
2020	558,809,139	573,625,808	572,307,980	99.77%	766,214	573,074,194	99.90%
2021	593,139,299	596,301,000	591,967,622	99.27%		591,967,622	99.27%

⁽¹⁾ Includes penalties and interest and all other adjustments to the levy made in subsequent years.

Sources: Frisco ISD Annual Financial Reports and Collin County Tax Office





Debt Capacity

Exhibit S-10

Frisco Independent School District
 Estimated Overlapping Debt Statement
 June 30, 2021
 (Unaudited)

Taxing Body	Amount	Percentage Overlapping ⁽¹⁾	Amount Overlapping
Collin County	\$ 557,730,000	19.08%	\$ 106,414,884
Collin County CCD	524,590,000	19.08%	100,091,772
Denton County	605,905,000	11.25%	68,164,313
Denton County FWSD # 8-C	39,505,000	100.00%	39,505,000
City of Frisco	855,175,000	89.70%	767,091,975
Town of Little Elm	93,940,000	34.11%	32,042,934
City of McKinney	342,810,000	17.52%	60,060,312
City of Plano	507,060,000	12.62%	63,990,972
Subtotal, overlapping debt			1,237,362,162
District gross bonded debt			2,479,321,275
Total direct and overlapping debt			<u>\$ 3,716,683,437</u>
Ratio of net direct and overlapping debt to net taxable valuation			8.03%
Per capita direct and overlapping debt			\$ 7,872.49

Source: Municipal Advisory Council of Texas

⁽¹⁾ The overlapping percentage is based on the ratio of assessed taxable value shared between FISD and the overlapping taxing body to the total assessed value of the overlapping taxing body.

Frisco Independent School District
 Ratio of Bonded Debt to Taxable Assessed Valuation
 And Net Bonded Debt per Capita
 Last Ten Fiscal Years
 (Unaudited)

Fiscal Year	Taxable Assessed Value	Bonded Debt Outstanding at Year-End	Ratio of Bonded Debt to Taxable Assessed Value	Estimated Population	Taxable Assessed Value per Capita	Bonded Debt per Capita	Personal Income	Ratio of Bonded Debt to Personal Income
2012	17,504,186,578	1,310,323,851	7.49%	181,852	101,179	7,574	7,941,628,760	16.50%
2013	18,411,180,611	1,353,110,843	7.35%	197,043	98,591	7,246	8,423,152,562	16.06%
2014	20,072,774,219	1,679,166,027	8.37%	226,696	102,644	8,587	8,423,152,562	19.94%
2015	23,005,771,528	1,911,006,819	8.31%	244,329	111,193	9,236	8,906,351,924	21.46%
2016	26,230,139,504	2,066,361,628	7.88%	262,357	120,116	9,462	9,520,014,530	21.71%
2017	30,621,651,034	2,147,871,338	7.01%	274,693	133,555	9,368	10,951,884,012	19.61%
2018	35,570,550,343	2,137,073,341	6.01%	284,947	138,905	8,345	11,710,037,600	18.25%
2019	40,349,486,303	2,236,379,576	5.54%	293,209	150,974	8,368	13,092,363,594	17.08%
2020	43,491,816,275	2,252,532,141	5.18%	306,946	141,692	7,339	15,504,763,298	14.53%
2021	46,267,939,261	2,479,321,275	5.36%	314,935	146,913	7,872	16,751,707,585	14.80%

Sources: Collin and Denton County appraisal districts; the Municipal Advisory Council of Texas; and Population and Survey Analysts

**Frisco Independent School District
Legal Debt Margin Information
Last Ten Fiscal Years
(Unaudited)**

Legal Debt Margin Calculation for the Fiscal Year 2021:	
Taxable Assessed value	\$ 46,267,939,261
Debt limit (10% of assessed value) ⁽¹⁾	4,626,793,926
Total bonded debt	\$ 2,479,321,275
Less reserve for retirement of debt ⁽²⁾	132,382,000
Debt applicable to limit	2,346,939,275
Legal debt margin	\$ 2,279,854,651

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt Limit	\$ 1,750,418,658	\$ 1,841,118,061	\$ 2,007,277,422	\$ 2,300,577,153	\$ 2,623,013,950	\$ 3,062,165,103	\$ 3,557,055,034	\$ 4,034,948,630	\$ 4,349,181,628	\$ 4,626,793,926
Total net debt applicable to limit	1,225,113,663	1,306,550,128	1,504,107,915	1,721,846,816	1,830,193,568	2,040,369,266	1,999,830,262	2,104,376,669	2,116,909,224	2,346,939,275
Legal debt Margin	\$ 525,304,995	\$ 534,567,933	\$ 503,169,507	\$ 578,730,337	\$ 792,820,382	\$ 1,021,795,837	\$ 1,557,224,772	\$ 1,930,571,961	\$ 2,232,272,404	\$ 2,279,854,651
Total net debt applicable to the limit as a percentage of the debt limit	69.99%	70.97%	74.93%	74.84%	69.77%	66.63%	56.22%	52.15%	48.67%	50.72%

⁽¹⁾ Bonded Debt Limitation: Total principal amount of tax fund indebtedness cannot exceed 10% of assessed valuation of taxable property in the District according to the approved ad valorem tax roll at the time of the issuance of bonds.

⁽²⁾ Amount represents fund balance restricted for the retirement of long-term debt. See Exhibit C-1. This amount differs from government-wide net position restricted for debt service by amounts payable for accrued or accreted interest.

Source: Frisco ISD Annual Financial Reports



Demographic Information

Frisco Independent School District
Demographic and Economic Statistics
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Estimated Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2012	181,852	7,941,628,760	40,775	5.40%
2013	197,043	8,423,152,562	42,527	5.00%
2014	226,696	8,423,152,562	43,072	5.40%
2015	244,329	8,906,351,924	40,711	3.20%
2016	262,357	9,520,014,530	40,785	2.70%
2017	274,693	10,951,884,012	41,521	3.80%
2018	284,947	11,710,037,600	42,768	2.90%
2019	293,209	13,092,363,594	43,815	3.20%
2020	306,946	15,504,763,298	50,513	4.90%
2021	314,935	16,751,707,585	53,191	4.30%

Sources:

Estimated population - Municipal Advisory Council of Texas

Per Capita Personal Income - City of Frisco, Texas

Unemployment Rate - Population and Survey Analysts data for the City of Frisco, Texas

Note: There is no mechanism to track unemployment or per capita income for our specific jurisdiction as Frisco ISD crosses both city and county lines. In these cases, the City of Frisco's data is used because the majority of Frisco ISD residents reside in the City of Frisco.

Frisco Independent School District
Principal Employers
Current Year and Nine Years Ago
(Unaudited)

Employer	2021		Rank
	Approximate Number of Employees	Percentage of Total Estimated Employees	
Frisco Independent School District	7,618	6.56%	1
City of Frisco	1,628	1.40%	3
T-Mobile	1,000	0.86%	2
Mario Sinacola & Sons Excavating	800	0.69%	4
Conifer	615	0.53%	5
Baylor Medical Center	460	0.40%	6
Fiserv	460	0.40%	7
IKEA Frisco	423	0.36%	8
UT Southwestern/Texas Health Hospital	415	0.36%	9
Baylor Scott & White/Centennial Hospital	400	0.34%	10
	13,819		

Employer	2012		Rank
	Approximate Number of Employees	Percentage of Total Estimated Employees	
Frisco Independent School District	5,419	8.37%	1
Stonebriar Center Mall	1,500	2.32%	2
City of Frisco	1,140	1.76%	3
Amerisource Bergen Specialty Group	1,100	1.70%	4
Mario Sinacola & Sons Excavating	603	0.93%	5
T-Mobile	525	0.81%	6
Conifer	500	0.77%	7
IKEA Frisco	412	0.64%	8
Oracle USA	409	0.63%	9
Market Street	300	0.46%	10
	11,908		

Source: The City of Frisco and Frisco ISD records





Operating Information

Exhibit S-15

Frisco Independent School District
 Full-Time-Equivalent District Employees by Identifiable Activities
 Fiscal Year Ended June 30, 2021
 (Unaudited)

	FTE Count	Average Base Pay
Teaching Staff		
Early Education	17.52	\$ 61,138
Pre-Kindergarten	245.36	\$ 60,142
Kindergarten	1,299.28	\$ 60,756
Elementary (Grades 1-6)	911.63	\$ 61,312
Middle School (Grades 6-8)	1,381.35	\$ 62,275
High School (Grades 9-12)	531.44	\$ 58,159
All Grade Levels	4,386.57	\$ 61,003
Support Staff		
Athletics - other than Athletic Director	7.86	\$ 104,861
Audiologist	0.98	\$ 75,132
Business Service Professional	19.00	\$ 86,300
Communications Professional	8.90	\$ 80,096
Custodial - Serves in Professional/Management Role	1.00	\$ 135,164
Educational Diagnostician	58.00	\$ 70,165
Food Service Professional	16.00	\$ 70,430
Internal Auditor	2.00	\$ 99,491
LEA/Comp Info Tech Professional	31.00	\$ 90,750
Legal Services	3.00	\$ 111,190
Librarian	62.52	\$ 65,744
LSSP/Psychologist	32.99	\$ 67,244
Maintenance Serves in Professional/Management Role	3.00	\$ 113,747
Music Therapist	2.95	\$ 57,427
Occupational Therapist	19.53	\$ 67,653
Orientation/Mobility Specialist	2.46	\$ 62,287
Other Camp Exempt Professional Auxiliary	50.22	\$ 65,266
Other LEA Exempt Professional Auxiliary	86.85	\$ 79,709
Physical Therapist	5.92	\$ 72,630
Psychological Associate	2.00	\$ 29,500
Research/Evaluation Professional	2.00	\$ 63,355
School Counselor	137.35	\$ 73,334
School Nurse	73.63	\$ 60,668
Security	2.00	\$ 119,443
Speech Therapist/Speech Language Pathologist	76.91	\$ 67,220
Teacher Facilitator	137.28	\$ 64,485
Transportation	2.00	\$ 76,144
Truant Officer/Visiting Teacher	2.89	\$ 76,600
	850.25	\$ 70,841
Administrative Staff		
Assistant Principal	132.51	\$ 81,515
Asst./Deputy Superintendent	9.00	\$ 174,293
Athletic Director	4.00	\$ 123,384
Business Manager	1.00	\$ 192,588
Director of Personnel/Human Resources	6.00	\$ 132,452
District Instructional Program Director or Executive Director	60.00	\$ 105,273
Principal	71.82	\$ 105,022
Superintendent	1.00	\$ 329,875
	285.33	\$ 98,272
Paraprofessional Staff/Auxiliary		
Educational Aide	584.99	\$ 26,353
Auxiliary	1,510.57	\$ 30,199
	2,095.56	\$ 49,656
Total	7,617.72	\$ 54,727

Source: Public Education Information Management System (TEA)

Frisco Independent School District
Expenditures, Enrollment, and per Pupil Costs
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Operating Expenditures ⁽¹⁾	Enrollment	Cost per Pupil	Student to Teacher Ratio	Percentage of Students Receiving Free or Reduced-price Meals
2012	261,574,596	39,903	6,555	15.0	12.30%
2013	299,997,480	42,707	7,025	15.1	12.00%
2014	316,372,082	46,053	6,870	15.1	11.30%
2015	353,341,296	50,349	7,018	15.1	12.16%
2016	387,843,616	53,301	7,276	15.1	10.58%
2017	431,116,219	55,923	7,709	14.7	10.49%
2018	482,838,984	58,450	8,261	15.3	10.90%
2019	496,856,462	60,182	8,256	14.8	12.53%
2020	539,466,885	62,705	8,603	14.7	12.94%
2021	568,535,328	63,493	8,954	14.5	12.94%

⁽¹⁾ Excludes intergovernmental charges.

Source: Frisco ISD Financial Statements

Frisco Independent School District
 School Building Information - High Schools
 Last Ten Fiscal Years
 (Unaudited)

Exhibit S-17

			2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
High Schools (Grades 9-12):												
Frisco High												
Site:	45.10 acres	Square Feet	289,866	289,866	289,866	352,978	357,510	357,510	357,510	357,510	357,510	357,510
Opened:	1995	Enrollment	1,688	1,810	1,893	2,139	1,804	1,677	1,521	1,589	1,771	1,832
Centennial High												
Site:	76.48 acres	Square Feet	335,346	335,346	335,346	379,897	370,350	370,350	370,350	370,350	370,350	370,350
Opened:	2000	Enrollment	1,904	2,010	2,156	2,021	2,001	2,026	2,014	1,979	1,991	2,099
Wakeland High												
Site:	71.39 acres	Square Feet	339,716	339,716	339,716	345,646	354,413	354,413	354,413	354,413	354,413	354,413
Opened:	2006	Enrollment	1,639	1,868	1,993	2,199	2,031	2,100	2,188	2,052	2,052	2,110
Liberty High												
Site:	63.33 acres	Square Feet	344,261	344,261	344,261	348,496	346,994	346,994	346,994	346,994	346,994	346,994
Opened:	2007	Enrollment	1,772	2,009	2,203	2,025	2,080	2,052	1,947	1,971	1,898	2,017
Heritage High												
Site:	46.81 acres	Square Feet	355,695	355,695	355,695	356,738	357,001	357,001	357,001	357,001	357,001	357,001
Opened:	2009	Enrollment	1,541	1,753	1,951	1,802	1,904	2,073	2,153	2,003	2,000	2,068
Lone Star High												
Site:	56.32 acres	Square Feet	354,722	354,722	354,722	345,445	352,564	352,564	352,564	352,564	352,564	352,564
Opened:	2010	Enrollment	823	963	1,245	1,379	1,715	1,930	2,130	2,069	2,093	2,140
Independence High												
Site:	63.43 acres	Square Feet	NA	NA	NA	345,969	382,158	382,158	382,158	382,158	382,158	382,158
Opened:	2014	Enrollment	NA	NA	NA	1,168	1,692	1,832	1,934	2,061	2,172	2,275
Reedy High												
Site:	56 acres	Square Feet	NA	NA	NA	NA	390,207	390,207	390,207	390,207	390,207	390,207
Opened:	2015	Enrollment	NA	NA	NA	NA	913	1,344	1,801	1,883	1,938	2,111
Lebanon Trail High												
Site:	69.3 acres	Square Feet	NA	NA	NA	NA	NA	368,260	368,260	368,260	368,260	368,260
Opened:	2016	Enrollment	NA	NA	NA	NA	NA	450	955	1,427	1,880	1,879
Memorial High												
Site:	100.1 acres	Square Feet	NA	NA	NA	NA	NA	NA	NA	387,898	387,898	387,898
Opened:	2018	Enrollment	NA	NA	NA	NA	NA	NA	NA	1,156	1,650	1,810

Source: Frisco ISD real property inventory and demographic records

Frisco Independent School District
School Building Information - Middle Schools
Last Ten Fiscal Years
(Unaudited)

			2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Middle Schools (Grades 6-8):												
Staley												
Site:	74.87 acres	Square Feet	128,330	128,330	128,330	128,330	128,330	128,330	128,330	128,330	128,330	128,330
Opened:	1987	Enrollment	643	675	717	707	715	667	663	651	663	590
Clark												
Site:	36.69 acres	Square Feet	147,926	147,926	147,926	147,926	147,926	147,926	147,926	147,926	147,926	147,926
Opened:	2000	Enrollment	826	865	864	853	844	816	777	810	791	853
Pioneer												
Site:	39.99 acres	Square Feet	135,803	135,803	135,803	135,803	135,803	135,803	135,803	135,803	135,803	135,803
Opened:	2000	Enrollment	701	762	897	1,085	735	824	875	953	984	1,045
Wester												
Site:	20.35 acres	Square Feet	135,803	135,803	135,803	135,803	135,803	135,803	135,803	135,803	135,803	135,803
Opened:	2002	Enrollment	829	879	902	877	899	1,001	1,029	808	830	802
Griffin												
Site:	31.43 acres	Square Feet	138,428	138,428	138,428	138,428	138,428	138,428	138,428	138,428	138,428	138,428
Opened:	2004	Enrollment	598	672	705	855	853	900	867	850	829	817
Roach												
Site:	20.21 acres	Square Feet	138,651	138,651	138,651	138,428	138,428	138,428	138,428	138,428	138,428	138,428
Opened:	2005	Enrollment	691	784	865	855	1,095	770	864	914	971	942
Fowler												
Site:	20.47 acres	Square Feet	138,650	138,650	138,650	138,650	138,650	138,650	138,650	138,650	138,650	138,650
Opened:	2006	Enrollment	1,172	859	890	939	1,060	1,091	1,148	1,046	1,063	1,009
Scoggins												
Site:	21.47 acres	Square Feet	142,108	142,108	142,108	142,108	142,108	142,108	142,108	142,108	142,108	142,108
Opened:	2008	Enrollment	853	586	683	805	938	988	1,011	930	956	1,048
Stafford												
Site:	21.40 acres	Square Feet	142,108	142,108	142,108	142,108	142,108	142,108	142,108	142,108	142,108	142,108
Opened:	2008	Enrollment	793	928	1,029	1,134	745	818	889	903	930	971
Cobb												
Site:	21.65 acres	Square Feet	143,160	143,160	143,160	143,160	143,160	143,160	143,160	143,160	143,160	143,160
Opened:	2010	Enrollment	756	817	911	906	954	966	940	911	929	895

**Frisco Independent School District
School Building Information - Middle Schools
Last Ten Fiscal Years
(Unaudited)**

			2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Maus												
Site:	25.00 acres	Square Feet	143,160	143,160	143,160	143,160	143,160	143,160	143,160	143,160	143,160	143,160
Opened:	2010	Enrollment	491	604	723	831	907	981	981	967	983	909
Hunt												
Site:	32.44 acres	Square Feet	143,160	143,160	143,160	143,160	143,160	143,160	143,160	143,160	143,160	143,160
Opened:	2010	Enrollment	573	625	698	738	797	833	833	842	874	908
Vandeventer												
Site:	20 acres	Square Feet	NA	NA	143,160	143,160	143,160	143,160	143,160	143,160	143,160	143,160
Opened:	2012	Enrollment	NA	NA	782	891	1,056	1,056	1,056	877	932	906
Pearson												
Site:	25 acres	Square Feet	NA	NA	NA	NA	143,160	143,160	143,160	143,160	143,160	143,160
Opened:	2015	Enrollment	NA	NA	NA	NA	616	691	691	878	993	1,017
Trent												
Site:	25.378 acres	Square Feet	NA	NA	NA	NA	143,160	143,160	143,160	143,160	143,160	143,160
Opened:	2015	Enrollment	NA	NA	NA	NA	652	786	786	931	962	1,079
Nelson												
Site:	17.781 acres	Square Feet	NA	NA	NA	NA	NA	145,000	145,000	145,000	145,000	145,000
Opened:	2016	Enrollment	NA	NA	NA	NA	NA	653	653	800	956	1,026
Lawler												
Site:	34.34 acres	Square Feet	NA	NA	NA	NA	NA	NA	NA	155,000	155,000	155,000
Opened:	2018	Enrollment	NA	NA	NA	NA	NA	NA	NA	721	830	929

Source: Frisco ISD real property inventory and demographic records

Frisco Independent School District
 School Building Information - Elementary Schools
 Last Ten Fiscal Years
 (Unaudited)

			2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Elementary Schools (Grades K-5):												
Rogers												
Site:	9.81 acres	Square Feet	64,586	64,586	64,586	64,586	64,586	64,586	64,586	64,586	64,586	64,586
Opened:	1987	Enrollment	662	622	610	557	547	539	528	502	525	569
Curtsinger												
Site:	15.22 acres	Square Feet	76,762	76,762	76,762	76,762	76,762	76,762	76,762	76,762	76,762	76,762
Opened:	1995	Enrollment	642	660	813	661	730	812	749	542	596	571
Smith												
Site:	Shared	Square Feet	73,922	73,922	73,922	73,922	73,922	73,922	73,922	73,922	73,922	73,922
Opened:	1997	Enrollment	721	694	646	617	602	601	652	634	659	624
Anderson												
Site:	7.99 acres	Square Feet	74,010	74,010	74,010	74,010	74,010	74,010	74,010	74,010	74,010	74,010
Opened:	1999	Enrollment	717	688	656	710	714	687	670	724	734	722
Christie												
Site:	8.83 acres	Square Feet	74,010	74,010	74,010	74,010	74,010	74,010	74,010	74,010	74,010	74,010
Opened:	1999	Enrollment	730	700	707	640	663	611	568	502	437	373
Shawnee												
Site:	9.51 acres	Square Feet	74,977	74,977	74,977	74,977	74,977	74,977	74,977	74,977	74,977	74,977
Opened:	2000	Enrollment	655	614	639	583	589	584	600	509	481	506
Borchardt												
Site:	8.31 acres	Square Feet	71,806	71,806	71,806	71,806	71,806	71,806	71,806	71,806	71,806	71,806
Opened:	2001	Enrollment	633	662	725	725	750	716	760	761	778	769
Bright												
Site:	10.36 acres	Square Feet	74,591	74,591	74,591	74,591	74,591	74,591	74,591	74,591	74,591	74,591
Opened:	2001	Enrollment	535	536	541	558	494	415	379	527	514	484
Fisher												
Site:	10.00 acres	Square Feet	73,327	73,327	73,327	73,327	73,327	73,327	73,327	73,327	73,327	73,327
Opened:	2001	Enrollment	708	658	660	664	667	633	582	566	559	554
Sparks												
Site:	8.00 acres	Square Feet	72,399	72,399	72,399	72,399	72,399	72,399	72,399	72,399	72,399	72,399
Opened:	2002	Enrollment	708	658	689	710	728	736	744	762	749	702

Frisco Independent School District
School Building Information - Elementary Schools
Last Ten Fiscal Years
(Unaudited)

			2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Spears												
Site:	9.76 acres	Square Feet	71,755	71,755	71,755	71,755	71,755	71,755	71,755	71,755	71,755	71,755
Opened:	2002	Enrollment	732	716	741	780	770	722	726	692	771	754
Gunstream												
Site:	8.67 acres	Square Feet	71,755	71,755	71,755	71,755	71,755	71,755	71,755	71,755	71,755	71,755
Opened:	2002	Enrollment	695	705	709	708	721	704	654	656	660	564
Riddle												
Site:	9.38 acres	Square Feet	73,572	73,572	73,572	73,572	73,572	73,572	73,572	73,572	73,572	73,572
Opened:	2003	Enrollment	814	756	772	761	749	740	757	737	731	704
Boals												
Site:	8.08 acres	Square Feet	75,736	75,736	75,736	75,736	75,736	75,736	75,736	75,736	75,736	75,736
Opened:	2003	Enrollment	810	643	679	715	742	759	688	658	655	640
Isbell												
Site:	12.00 acres	Square Feet	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904
Opened:	2004	Enrollment	782	765	737	684	642	617	709	687	640	670
Pink												
Site:	Shared	Square Feet	75,326	75,326	75,326	75,326	75,326	75,326	75,326	75,326	75,326	75,326
Opened:	2005	Enrollment	735	710	719	586	543	516	484	552	568	625
Ashley												
Site:	9.15 acres	Square Feet	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904
Opened:	2005	Enrollment	687	754	850	828	573	655	674	660	628	598
Bledsoe												
Site:	8.00 acres	Square Feet	75,326	75,326	75,326	75,326	75,326	75,326	75,326	75,326	75,326	75,326
Opened:	2005	Enrollment	789	705	845	700	749	737	693	695	709	784
Taylor												
Site:	10.70 acres	Square Feet	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904
Opened:	2006	Enrollment	561	615	674	678	652	705	734	725	755	745
Corbell												
Site:	9.00 acres	Square Feet	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904
Opened:	2006	Enrollment	616	608	675	712	723	742	726	712	677	669

**Frisco Independent School District
School Building Information - Elementary Schools
Last Ten Fiscal Years
(Unaudited)**

			2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Ogle												
Site:	10.00 acres	Square Feet	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904
Opened:	2006	Enrollment	643	604	684	647	658	672	682	669	721	727
Sem												
Site:	acres	Square Feet	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904	75,904
Opened:	2006	Enrollment	517	514	679	651	735	810	816	651	639	602
Carroll												
Site:	12.03 acres	Square Feet	75,902	75,902	75,902	75,902	75,902	75,902	75,902	75,902	75,902	75,902
Opened:	2007	Enrollment	730	713	729	520	502	452	524	544	585	619
Mooneyham												
Site:	10.55 acres	Square Feet	75,902	75,902	75,902	75,902	75,902	75,902	75,902	75,902	75,902	75,902
Opened:	2007	Enrollment	735	792	810	807	775	810	832	672	623	628
Robertson												
Site:	7.69 acres	Square Feet	75,902	75,902	75,902	75,902	75,902	75,902	75,902	75,902	75,902	75,902
Opened:	2007	Enrollment	854	736	810	780	861	709	752	738	745	689
Elliott												
Site:	9.12 acres	Square Feet	75,902	75,902	75,902	75,902	75,902	75,902	75,902	75,902	75,902	75,902
Opened:	2008	Enrollment	829	506	553	553	534	575	599	637	664	631
Tadlock												
Site:	8.18 acres	Square Feet	77,184	77,184	77,184	77,184	77,184	77,184	77,184	77,184	77,184	77,184
Opened:	2008	Enrollment	617	685	783	723	721	685	656	686	668	605
Allen												
Site:	9.78 acres	Square Feet	83,960	83,960	83,960	83,960	83,960	83,960	83,960	83,960	83,960	83,960
Opened:	2009	Enrollment	748	614	654	630	623	639	645	574	623	702
Purefoy												
Site:	8.75 acres	Square Feet	79,844	79,844	79,844	79,844	79,844	79,844	79,844	79,844	79,844	79,844
Opened:	2010	Enrollment	683	713	703	690	650	601	588	528	521	552
Sonntag												
Site:	9.38 acres	Square Feet	77,184	77,184	77,184	77,184	77,184	77,184	77,184	77,184	77,184	77,184
Opened:	2010	Enrollment	586	668	814	696	683	625	604	568	549	567

**Frisco Independent School District
School Building Information - Elementary Schools
Last Ten Fiscal Years
(Unaudited)**

			2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Comstock												
Site:	15.09 acres	Square Feet	NA	79,844	79,844	79,844	79,844	79,844	79,844	79,844	79,844	79,844
Opened:	2012	Enrollment	NA	442	533	640	741	756	735	704	715	705
Nichols												
Site:	10.95 acres	Square Feet	NA	83,332	83,332	83,332	83,332	83,332	83,332	83,332	83,332	83,332
Opened:	2012	Enrollment	NA	619	717	677	761	463	570	745	825	747
Phillips												
Site:	12.52 acres	Square Feet	NA	79,844	79,844	79,844	79,844	79,844	79,844	79,844	79,844	79,844
Opened:	2012	Enrollment	NA	570	804	758	772	645	676	672	692	673
Newman												
Site:	9.43 acres	Square Feet	NA	NA	NA	82,530	82,530	82,530	82,530	82,530	82,530	82,530
Opened:	2014	Enrollment	NA	NA	NA	650	838	762	814	688	736	815
Scott												
Site:	8.56 acres	Square Feet	NA	NA	NA	82,530	82,530	82,530	82,530	82,530	82,530	82,530
Opened:	2014	Enrollment	NA	NA	NA	618	633	694	760	697	693	657
McSpedden												
Site:	17.99 acres	Square Feet	NA	NA	NA	81,118	81,118	81,118	81,118	81,118	81,118	81,118
Opened:	2014	Enrollment	NA	NA	NA	587	652	649	705	599	604	801
Hosp												
Site:	9.05 acres	Square Feet	NA	NA	NA	81,118	81,118	81,118	81,118	81,118	81,118	81,118
Opened:	2014	Enrollment	NA	NA	NA	471	664	685	749	705	682	687
Norris												
Site:	9.254 acres	Square Feet	NA	NA	NA	NA	79,844	79,844	79,844	79,844	79,844	79,844
Opened:	2015	Enrollment	NA	NA	NA	NA	580	692	835	445	574	759
Miller												
Site:	9.549 acres	Square Feet	NA	NA	NA	NA	NA	79,844	79,844	79,844	79,844	79,844
Opened:	2016	Enrollment	NA	NA	NA	NA	NA	545	635	698	751	759
Vaughn												
Site:	9.675 acres	Square Feet	NA	NA	NA	NA	NA	79,844	79,844	79,844	79,844	79,844
Opened:	2016	Enrollment	NA	NA	NA	NA	NA	510	584	612	701	660

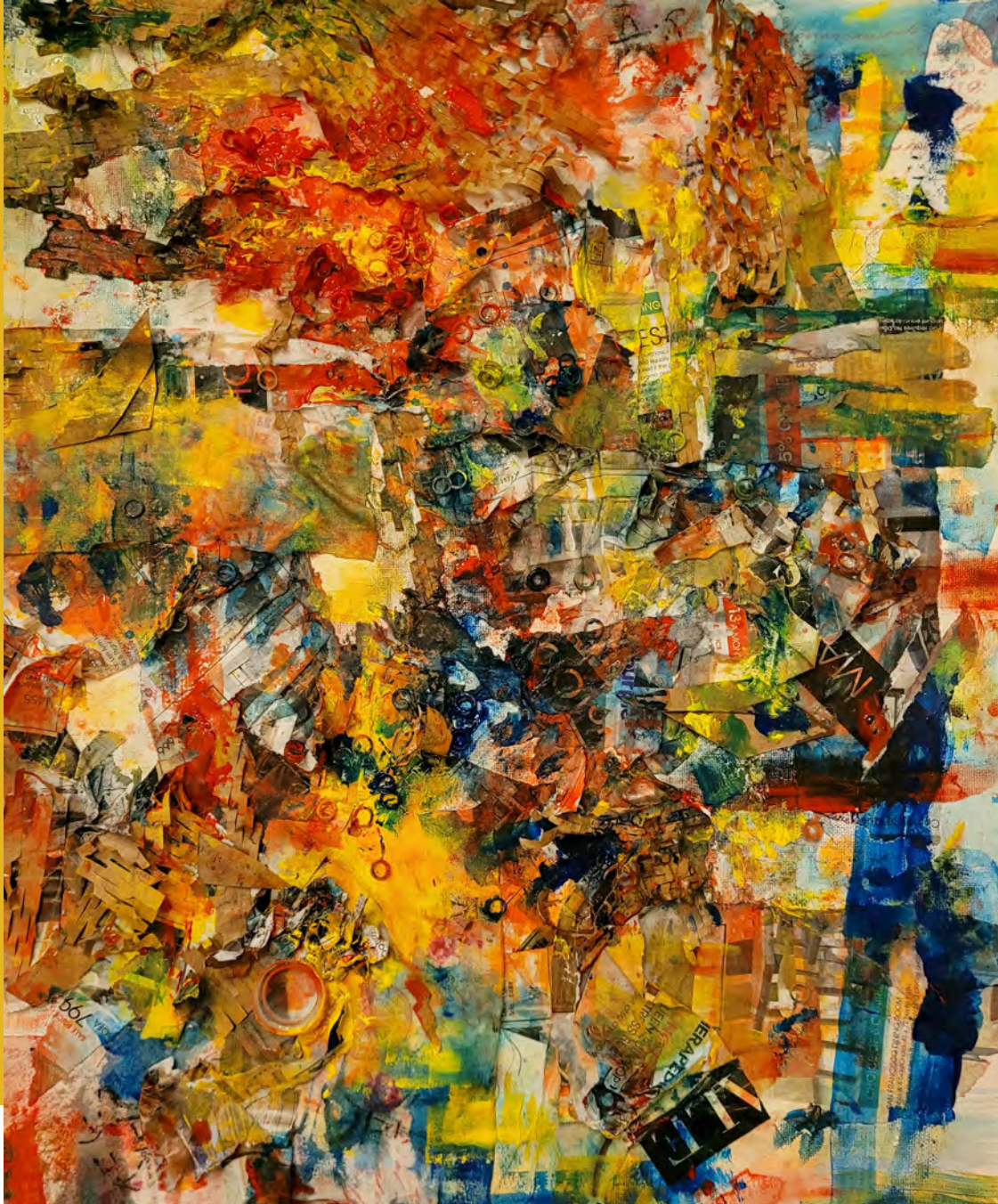
Frisco Independent School District
 School Building Information - Elementary Schools
 Last Ten Fiscal Years
 (Unaudited)

			2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Talley												
Site:	14.64 acres	Square Feet	NA	NA	NA	NA	NA	NA	NA	84,128	84,128	84,128
Opened:	2018	Enrollment	NA	NA	NA	NA	NA	NA	NA	529	755	589
Liscano												
Site:	14.61 acres	Square Feet	NA	NA	NA	NA	NA	NA	NA	84,128	84,128	84,128
Opened:	2018	Enrollment	NA	NA	NA	NA	NA	NA	NA	754	812	713

Source: Frisco ISD real property inventory and demographic records



Federal Awards Section



Non-Objective Collage | Audrey Bactad | Heritage High School



**Independent Auditor's Report on Internal Control over
Financial Reporting and on Compliance and Other Matters
Based on an Audit of Financial Statements Performed
in Accordance with Government Auditing Standards**

To the Board of Trustees of
Frisco Independent School District
Frisco, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Frisco Independent School District (the District), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 8, 2021.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

Weaver and Tidwell, L.L.P.
2300 North Field Street, Suite 1000 | Dallas, Texas 75201
Main: 972.490.1970

CPAs AND ADVISORS | WEAVER.COM

The Board of Trustees of
Frisco Independent School District

Purpose of this Report

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

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
November 8, 2021



Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance in Accordance with the Uniform Guidance

To the Board of Trustees
Frisco Independent School District
Frisco, Texas

Report on Compliance for Each Major Federal Program

We have audited Frisco Independent School District's (the District) compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2021. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Weaver and Tidwell, L.L.P.
2300 North Field Street, Suite 1000 | Dallas, Texas 75201
Main: 972.490.1970

CPAs AND ADVISORS | WEAVER.COM

The Board of Trustees of
Frisco Independent School District

Report on Internal Control over Compliance

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

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

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

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

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
November 8, 2021

Exhibit K-1

Frisco Independent School District
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2021

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF EDUCATION			
Direct Programs:			
Impact Aid- P.L. 81874	84.041		\$ 15,991
Total Direct Programs			<u>15,991</u>
Passed Through Region X ESC:			
ESEA, Title I - Part A - Improving Basic Programs	84.010A	20610101057950	194,066
ESEA, Title I - Part A - Improving Basic Programs	84.010A	21610101057950	670,398
ESEA, Title II - Part A, Teacher and Principal Training and Recruiting	84.367A	20694501057950	342,404
ESEA, Title II - Part A, Teacher and Principal Training and Recruiting	84.367A	21694501057950	88,007
Title III - Part A - Immigrant	84.365A	20671003057950	351,206
Title III - Part A - Immigrant	84.365A	21671003057950	324,456
Title III - Part A - English Language Acquisition	84.365A	20671001057950	144,555
Title III - Part A - English Language Acquisition	84.365A	21671001057950	269,167
Title IV - Part A - Discretionary- Student Support and Academic Enrichment	84.424A	20680101057950	60,352
Total passed through Region X ESC			<u>2,444,611</u>
Passed through Texas Education Agency			
Special Education Cluster:			
IDEA B - Part B, Formula	84.027A	206600010439056600	966,762
IDEA B - Part B, Formula	84.027A	216600010439056600	5,859,786
IDEA B - Part B - Preschool	84.173A	206610010439056610	3,051
IDEA B - Part B, Discretionary - Residential	84.027A	216600120439056000	125,681
Total Special Education Cluster (IDEA)			<u>6,955,280</u>
Title I, Part C Carl D. Perkins Basic Formula Grant	84.048A	20420006043905	21,788
Perkins V: Strengthening CTE for The 21st Century	84.048A	21420006043905	143,573
COVID-19 Elementary and Secondary School Emergency Relief (ESSER) Grant	84.425D	20521001043905	28,235
COVID-19 Prior Purchase Reimbursement Program (PPRP)	84.425D	52102135	1,465,300
COVID-19 Instructional Continuity	84.377A	17610740043905	16,668
LEP Summer School	84.369A	69551902	3,384
Total passed through Texas Education Agency			<u>8,634,228</u>
TOTAL U.S. DEPARTMENT OF EDUCATION			<u>11,094,830</u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Passed through Texas Education Agency			
Head Start	93.600	06CH010655	2,103
Total passed through Texas Education Agency			<u>2,103</u>
Direct Program:			
Medicaid Administrative Claiming	93.778		46,473
School Health and Related Services Provider Relief Funds	93.498		100,604
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			<u>149,180</u>
U.S DEPARTMENT OF AGRICULTURE			
Passed through Texas Department of Human Services:			
*National School Lunch Program - Noncash Assistance (Commodities)	10.555	806780706	1,061,264
Passed through Texas Department of Agriculture:			
*National School Breakfast Program (SBP)	10.553	806780706	1,620,663
*National School Lunch Program (NSLP)	10.555	806780706	9,278,451
USDA Storage and Delivery Fee Reimbursement	10.560	806780706	59,070
*COVID-19 Child Nutrition Emergency Operational Cost (EOC) Reimbursement Program	10.555	806780706	566,037
Total Passed through Texas Department of Agriculture			<u>11,524,221</u>
TOTAL U.S. DEPARTMENT OF AGRICULTURE			<u>12,585,485</u>

(Continued)

Frisco Independent School District
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2021

U.S DEPARTMENT OF THE TREASURY

Passed through Texas Division of Emergency Management:

COVID-19 Coronavirus Relief Fund

21.019

2020-CF-21019

323,232

TOTAL U.S. DEPARTMENT OF THE TREASURY

323,232

TOTAL EXPENDITURES OF FEDERAL AWARDS

\$ 24,152,727

*Child Nutrition Cluster

Frisco Independent School District Notes To Schedule Of Expenditures Of Federal Awards For The Year Ended June 30, 2021

1. The District utilizes the fund types specified in the Texas Education Agency Financial Accountability System Resource Guide

Special Revenue Funds are used to account for resources restricted to specific purposes by a grantor. Federal and state awards generally are accounted for in a special revenue fund. Generally, unused balances are returned to the grantor at the close of specified project periods.

2. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The governmental fund types are accounted for using a current financial resources measurement focus. All federal grant funds were accounted for in a special revenue fund, which is a governmental fund type. With this measurement focus, only current assets, current liabilities, and fund balance are included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets.

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.

Federal grant funds are 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 unearned revenues until earned.

3. 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 end date, in accordance with Section H: Period of Availability of Federal Funds, Part 3 OMB Compliance Supplement.
4. The District received like kind goods under the National School Lunch Program (CFDA 10.555), which are reported on the SEFA as a noncash award. The monetary value of those goods was \$1,061,264 for the year ended June 30, 2021.
5. School Health and Related Services reimbursements of \$5,255,832 were recorded as federal program revenue in the General Fund, but are not considered federal awards for the purposes of the Schedule of Expenditures of Federal Awards.
6. Certain programs included in the Schedule of Expenditures of Federal Awards are not cost reimbursement grants, and therefore revenues do not equal expenditures. Revenues on non-reimbursement grants exceeded expenditures during the year by \$20,585.

7. District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustments by the grantor agencies; therefore, to the extent that the District has not complied with rules and regulations governing the grants, refund of any money received may be required and the collectability of any related receivable at June 30, 2021 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.
8. The District did not elect to use the de minimus indirect cost rate as allowed by the Uniform Guidance, Section 414, for the fiscal year ended June 30, 2021.

Frisco Independent School District
 Schedule of Findings and Questioned Costs
 June 30, 2021

Section 1. Summary of the Auditor's Results

Financial Statements

An unmodified opinion was issued on the financial statements.

Internal control over financial reporting:

Material weakness(es) identified?	_____ Yes	<u> X </u> No
Significant deficiency(ies) identified that are not considered a material weakness?	_____ Yes	<u> X </u> None reported
Noncompliance material to financial statements noted.	_____ Yes	<u> X </u> No

Major Federal Programs

Internal control over major federal programs:

Material weakness(es) identified?	_____ Yes	<u> X </u> No
Significant deficiency(ies) identified that are not considered a material weakness?	_____ Yes	<u> X </u> None reported

An unmodified opinion was issued on compliance for major federal programs.

Any audit findings disclosed that were required to be reported in accordance with 2 CFR 200.516(a)?	_____ Yes	<u> X </u> No
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Identification of major federal programs:

Child Nutrition Cluster	10.553, 10.555
Special Education Cluster	84.027A, 84.173A
Title III, Part A	84.365A
ESSER Grants	84.425D

The dollar threshold used to distinguish between Type A and Type B programs.	<u>\$750,000</u>
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Auditee qualified as a low-risk auditee.	<u> X </u> Yes	_____ No
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Frisco Independent School District

Schedule of Findings and Questioned Costs – Continued

June 30, 2021

Section 2. Findings Relating to the Financial Statements which are Required to be Reported in Accordance with Generally Accepted Government Auditing Standards.

None

Section 3. Findings and Questioned Costs for Federal Awards

None

Section 4. Summary of Prior Year Audit Findings

None



Our mission is to know
every student
by name and need



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