

Notice of Regular Meeting

The Board of Trustees Celina Independent School District

A Regular Meeting of the Board of Trustees of Celina Independent School District will be held Monday, November 14, 2022, beginning at 6:15 PM in the Multipurpose Facility, Celina High School, Banquet Hall, 3455 North Preston Road , Celina, TX 75009.

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

1. **CALL TO ORDER & ESTABLISH QUORUM**
 - 1.A. Pledge of Allegiance
 - 1.B. Invocation
2. **RECOGNITIONS**
 - 2.A. Fall Superintendent Award Winners
 - 2.B. Recognize Bocce Ball State Champion
 - 2.C. Recognize Cross Country State Champions
 - 2.D. Recognize Heroes of Community
3. **CONSTRUCTION REPORT**

Presenter: Claycomb/Northstar
4. **SUPERINTENDENT'S REPORT**
 - 4.A. Information / Superintendent's Update
Presenter: Dr. Tom Maglisceau
5. **PUBLIC COMMENT**
 - 5.A. Comments from Visitors Who Wish to Address Board Members on Agenda or Non-Agenda Topics
6. **CLOSED MEETING**
 - 6.A. Personnel - Pursuant to Texas Government Code Section 551.074, deliberation regarding the appointment, employment, evaluation, reassignment, duties, discipline, or dismissal of a public officer or employee; or to hear a complaint or charge against an officer or employee.
 - 6.A.1. Team of 8
 - 6.A.2. Employee Dismissal
 - 6.A.3. Raises and Incentives
 - 6.B. Real Property - Pursuant to Texas Government Code Section 551.072, deliberation regarding the purchase, exchange, lease, or value of real property if deliberation in an open meeting would have a detrimental effect on the board's position in negotiations with a third person.
 - 6.B.1. Contract Reviews
 - 6.B.2. Facility Rental/Usage
 - 6.C. Safety and Security - Pursuant to Texas Government Code Section 551.089, deliberation regarding security devices or security audits. (1) Security assessments or deployments relating to information resources technology; (2) network security information as described by Section 2059.055 (b); or (3) the deployment, or specific occasions for implementation, of security personnel, critical infrastructure, or security devices.
 - 6.C.1. Marshal Program Discussion

7. **RECONVENE - Open meeting to vote on matters considered in closed session in accordance with the Texas Open Meetings Act, Texas Government Code, Chapter 551, to take action necessary regarding personnel.**
 8. **ACTION TAKEN ON ITEMS DISCUSSED IN CLOSED SESSION**
 9. **INFORMATION/CONFIRMATION AGENDA ITEMS**
 - 9.A. 21-22 Emergent Bilingual Program Evaluation
Presenter: Vanessa Hurtado-Jaramillo
 - 9.B. ESS Update
Presenter: Dr. John Mathews
 - 9.C. Marketing Plan Update
Presenter: Karen Fitzgerald
 10. **ACTION/BRIEFING AGENDA ITEMS**
 - 10.A. Approve 2021-2022 Financial Audit
Presenter: Steve Davis
 - 10.B. Consider and Approve November Budget Amendments
Presenter: Amber Pennell
 - 10.C. Consider and Approve Self-Certification to Increase Micro-Purchase Threshold for Federal Grant Programs
Presenter: Amber Pennell
 - 10.D. Consider and Approve Interactive Video Displays & Flat Panel Displays for Elementary #3.
Presenter: Zachary Allen
 11. **DISCUSSION ITEMS**
 12. **CONSENT/CONFIRMATION AGENDA ITEMS**
 - 12.A. Minutes of the October 17, 2022 Regular Board Meeting
 - 12.B. Monthly Cash Distributions/Cash Balance/Investment Report/Budget Amendments
 13. **ADJOURNMENT**
-

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

This meeting was posted in accordance with the Texas Open Meetings Act on Friday, November 11, 2022 at 2:35 PM.

For the Board of Trustees

2022 Fall Superintendent Award Winners

Celina High School:

Seniors - Emma Berry, Andrew Hatcher

Juniors - Marissa Cortez, Knox Porter

Moore Middle School:

8th Grade - Sarah Brinkerhoff, Carter Place

6th Grade - Chloe Scott, Bryce Crumpley

O' Dell Elementary School:

4th Grade - Lily Mosley, Oliver Kim

2nd Grade - Emerson Torregrossa, Gabriel Bell

Lykins Elementary School:

4th Grade - Arabel Tepozotlan, Major Goin

Celina Primary School:

Kindergarten - Madison Voge, Bryson Roach



*In Honor of Your Passion & Commitment
Serving Celina ISD*

It is our privilege to recognize the 2022 Heroes
of Community:

Choc Christopher
Corbett Howard
Mary McCauley
Jennifer Thomas



205 S Colorado, Celina, Tx 75009

Phone 469-742-9100

Fax 972-382-3607

CISD Board Agenda Item Synopsis

Subject: Consider Approval of 2021-2022 FINANCIAL AUDIT

Background Information:

Goals:

- 1. We will provide and support a safe, civil and collaborative culture.
- 2. We will continuously provide and support effective teaching in every classroom.
- 3. We will provide and support a guaranteed and viable curriculum.
- 4. We will continue to foster a love of reading and commit to continual growth in childhood literacy.
- 5. We will foster strong numeracy skills and commit to continual growth in math success.
- 6. We will provide targeted strategies and practices to prepare students for post-secondary education, career readiness, and military participation.
- 7. We will attract, recruit, develop, and retain high-quality professional staff.

Budgetary Impact:

Will increase the General Operating Fund Balance by an estimated \$1,389,576, Food Service Fund balance by \$590,697 and Debt Service Fund Balance by \$2,308,953.

Recommendation:

The District recommendation is for the Members of the Board to approve the 2021-2022 financial audit. Auditor Steve Davis, will be presenting the audit at the meeting.

Submitted by:

Amber Pennell
CFO

Recommended by:

Tom Maglisceau, Ph.D.
Superintendent

Meeting Date: November 14, 2022

CELINA INDEPENDENT SCHOOL DISTRICT
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2022

CELINA INDEPENDENT SCHOOL DISTRICT
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2022

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CERTIFICATE OF BOARD

Celina Independent School District
Name of School District

Collin
County

043-903
Co.-Dist. Number

We, the undersigned, certify that the attached annual financial reports of the above-named school district were reviewed and (check one) X approved _____ disapproved for the year ended June 30, 2022 at a meeting of the Board of Trustees of such school district on the 14th day of November, 2022.

/s/ Tracey Balsamo

/s/ Kelly Juergens

Signature of Board **Secretary**

Signature of Board **President**

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

Morgan, Davis, & Company, P.C.
Post Office Box 8158
Greenville, Texas 75404

**Unmodified Opinions on Basic Financial Statements Accompanied by Required Supplementary Information
and Other Supplementary Information**

Independent Auditor's Report

Celina Independent School District
205 South Colorado
Celina, Texas 75009

Report on the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Celina Independent School District as of and for the year ended June 30, 2022 and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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 Celina Independent School District as of June 30, 2022 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* (GAS), issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered to be in the aggregate that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Governmental Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Governmental Auditing Standards*, we

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit 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 District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the Schedules contained in Exhibits G-1 through G-5 be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 Supplementary 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 Combining Statements for Nonmajor Governmental Funds contained in Exhibits H-1 & H-2, the Texas Education Agency required schedules contained in Exhibits J-1 through J-5, and the Schedule of Expenditures of Federal Awards on Exhibit K-1, as required by Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 Statements for Nonmajor Governmental Funds, the Texas Education Agency required schedules, and Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 6, 2022 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's 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.

/s/ Morgan, Davis & Company, P.C.

Morgan, Davis, & Company, P.C.
 Greenville, Texas
 November 6, 2022

CELINA INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2022

In this section of the Annual Financial and Compliance Report, we, the administrators of Celina Independent School District, discuss and analyze the District's financial performance for the fiscal year ended June 30, 2022. Please read it in conjunction with the District's Basic Financial Statements which follow this section.

FINANCIAL HIGHLIGHTS

- The District's net position increased by \$6,370,468 as a result of this year's operations.
- The District's liabilities and deferred inflows exceeded its assets and deferred outflows at the close of the most recent fiscal year by \$2,671,752 which represents the District's total combined net position.
- As of June 30, 2022, the District's governmental funds reported a combined fund balance of \$58,319,067 compared to \$53,038,211 for the last fiscal year. Included in this combined fund balance is unspent bond proceeds of \$34,711,348 in the Bond Construction Funds. The General Fund reported a fund balance of \$10,027,216 this fiscal year compared to \$8,637,640 the last fiscal year.
- The District's total tax rate for the 2021-2022 school year was \$ 1.4409 with \$ 0.9409 for maintenance & operation and \$ 0.5000 for debt service.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Position and the Statement of Activities (on pages 12 and 13). These provide information about the activities of the District as a whole and present a longer-term view of the District's property and debt obligations and other financial matters. They reflect the flow of total economic resources in a manner similar to the financial reports of a business enterprise.

Fund financial statements (starting on page 14) report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. For governmental activities, these statements tell how services were financed in the short term as well as what resources remain for future spending. They reflect the flow of current financial resources, and supply the basis for tax levies and the appropriations budget. For proprietary activities, fund financial statements tell how goods or services of the District were sold to departments within the District or to external customers and how the sales revenues covered the expenses of the goods or services. The remaining statements, fiduciary statements, provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the district.

The notes to the financial statements (starting on page 25) provide narrative explanations or additional data needed for full disclosure in the government-wide statements or the fund financial statements.

The combining statements for nonmajor funds contain even more information about the District's individual funds. These are not required by T.E.A. The section labeled Required Texas Education Agency Schedules contains data used by monitoring or regulatory agencies for assurance that the District is using funds supplied in compliance with the terms of grants.

Reporting the District as a Whole

The Statement of Net Position and the Statement of Activities

The analysis of the District's overall financial condition and operations begins on page 12. Its primary purpose is to show whether the District is better off or worse off as a result of the year's activities. The Statement of Net Position includes all the District's assets and liabilities at the end of the year while the Statement of Activities includes all the revenues and expenses generated by the District's operations during the year. These apply the accrual basis of accounting which is the basis used by private sector companies.

All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. The District's revenues are divided into those provided by outside parties who share the costs of some programs, such as tuition received from students from outside the district and grants provided by the U.S. Department of Education to assist children with disabilities or from disadvantaged backgrounds (program revenues), and revenues provided by the taxpayers or by TEA in equalization funding processes (general revenues). All the District's assets are reported whether they serve the current year or future years. Liabilities are considered regardless of whether they must be paid in the current or future years.

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

In the Statement of Net Position and the Statement of Activities, the District has one kind of activity:

- Governmental activities—All of the District's basic services are reported here, including the instruction, counseling, co-curricular activities, food services, transportation, maintenance, community services, and general administration. Property taxes, tuition, fees, and state and federal grants finance most of these activities.

Reporting the District's Most Significant Funds

Fund Financial Statements

The fund financial statements begin on page 14 and provide detailed information about the most significant funds—not the District as a whole. Laws and contracts require the District to establish some funds, such as grants received under the ESEA Title I Part A from the U.S. Department of Education. The District's administration establishes many other funds to help it control and manage money for particular purposes. The District's two kinds of funds—governmental and proprietary—use different accounting approaches.

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

- Proprietary funds—The District reports the activities for which it charges users (whether outside customers or other units of the District) in proprietary funds using the same accounting methods employed in the Statement of Net Position and the Statement of Activities. The internal service funds (a category of proprietary funds) report activities that provide services for the District's other programs and activities—such as the District's self-insurance programs.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The District is presenting government-wide financial analysis in the form of current year data and prior year data and the changes in these accounts. Our analysis focuses on the net position (Table I) and changes in net position (Table II) of the District's governmental activities.

Net position of the District's governmental activities decreased from \$(9,042,220) last year to \$(2,671,752) at June 30, 2022. Unrestricted net position – the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – increased from \$(10,999,772) last year to \$69,841,752 at June 30, 2022.

Changes in net position of the District's governmental activities were a \$963,142 decrease last year compared to a \$6,370,468 increase at June 30, 2022.

Table I
Celina Independent School District
NET POSITION

	Governmental Activities 6/30/2022	Governmental Activities 6/30/2021	Net Change
Current and other assets	\$66,470,582	\$60,587,614	\$5,882,968
Capital assets	224,258,893	150,101,122	74,157,771
Total assets	\$290,729,475	\$210,688,736	\$80,040,739
Deferred Outflows	\$5,138,117	\$4,942,370	\$195,747
Current and other liabilities	\$10,810,501	\$9,770,473	\$1,040,028
Long-term liabilities	\$265,804,473	\$192,659,079	73,145,394
Net Pension Liability (District's Share)	\$3,668,427	\$7,087,738	(3,419,311)
Net OPEB Liability (District's Share)	8,269,176	7,990,017	279,159
Total liabilities	\$288,552,577	\$217,507,307	\$74,185,422
Deferred Inflows	\$9,986,767	\$7,166,019	\$2,820,748
Net Position:			
Net Investment in Capital Assets	(\$86,225,101)	(\$8,792,581)	(\$77,432,520)
Restricted	13,711,723	10,750,133	2,961,590
Unrestricted	69,841,626	(10,999,772)	80,841,398
Total net position	(\$2,671,752)	(\$9,042,220)	\$6,370,468

Table II
Celina Independent School District
CHANGES IN NET POSITION

	Governmental Activities Yr Ended 6/30/2021	Governmental Activities Yr Ended 6/30/2021	Net Change
Revenues:			
Program Revenues:			
Charges for Services	\$1,901,951	\$1,501,453	\$400,498
Operating grants and contributions	2,924,596	2,754,236	170,360
General Revenues:			
Maintenance and operations taxes	20,083,052	17,424,322	2,658,730
Debt service taxes	10,672,005	8,860,672	1,811,333
State aid - formula grants	11,169,879	10,783,743	386,136
Grants & Contributions not restricted to specific functions	728,380	394,469	333,911
Investment Earnings	400,053	301,071	98,982
Miscellaneous	6,138,683	1,921,316	4,217,367
Total Revenue	\$54,018,599	\$43,941,282	\$10,077,317
Expenses:			
Instruction, curriculum and media services	\$22,312,873	\$21,055,806	\$1,257,067
Instructional and school leadership	2,497,494	2,507,383	(9,889)
Student support services	3,298,164	2,980,491	317,673
Child nutrition	1,531,516	1,167,025	364,491
Co curricular activities	2,824,105	2,471,729	352,376
General administration	1,598,841	1,757,052	(158,211)
Plant maintenance, security & data processing	4,983,895	5,395,460	(411,565)
Debt services	8,363,467	6,606,172	1,757,295
Payments to fiscal agents	33,657	789,644	(755,987)
Other intergovernmental charges	204,119	173,662	30,457
Total Expenses	\$47,648,131	\$44,904,424	\$2,743,707
Increase in net position before transfers and special items	\$6,370,468	(\$963,142)	\$7,333,610
Transfers	0	0	0
Special Items	0	0	0
Net position at Beginning of Fiscal Year	(9,042,220)	(8,079,078)	(963,142)
Net position at End of Fiscal Year	(\$2,671,752)	(\$9,042,220)	\$6,370,468

THE DISTRICT'S FUNDS

As the District completed the year, its governmental funds (as presented in Exhibit C-3 on page 18) reported a combined fund balance of \$58,319,067 compared to \$53,038,211 for the last fiscal year. The District's General Fund reported a fund balance increase of \$1,389,576, ending the year with \$10,027,216. The District's Special Revenue Funds reported a combined fund balance increase of \$636,355, ending the year with \$1,092,339. The District's Debt Service Fund reported a fund balance increase of \$2,308,953, ending the year with \$12,488,164. The District's Bond Construction Funds reported a fund balance combined increase of \$945,972, ending the year with \$34,711,348.

Over the course of the year, the Board of Trustees revised the District's budget several times. These budget amendments included amendments and supplemental appropriations that were approved shortly after the beginning of the year and reflect the actual beginning balances (versus the amounts we estimated in June 2021) and amendments moving funds from programs that did not need all the resources originally appropriated to them to programs with resource needs.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets:

During the year ended June 30, 2022, the District invested \$79,390,869 in capital assets, consisting of land, construction in progress, miscellaneous facility improvements, vehicles, and various equipment & furnishings.

Capital asset activity for the year ended June 30, 2022 was as follows:

	<u>Beginning</u>			<u>Ending Balance</u>
	<u>Balance</u>	<u>Additions</u>	<u>Retirements</u>	
Land	\$14,165,893	\$19,247,064	\$0	\$33,412,957
Buildings & Improvements	148,836,734	165,484	0	149,002,218
Equipment	7,453,791	3,622,736	0	11,076,527
Vehicles	3,627,381	1,297,724	0	4,925,105
Right-to-Use Assets-Equipment	0	175,590	0	175,590
Construction in Progress	14,278,020	54,882,271	0	69,160,291
Totals at Historical Cost	<u>188,361,819</u>	<u>79,390,869</u>	<u>0</u>	<u>267,752,688</u>
Less accumulated depreciation for:				
Buildings & Improvements	(31,514,318)	(3,815,225)	0	(35,329,543)
Equipment	(3,855,233)	(1,154,305)	0	(5,009,538)
Vehicles	(2,891,146)	(224,762)	0	(3,115,908)
Right-to-Use Assets-Equipment	0	(38,806)	0	(38,806)
Total accumulated depreciation	<u>(38,260,697)</u>	<u>(5,233,098)</u>	<u>0</u>	<u>(43,493,795)</u>
Capital Assets, Net	<u>\$150,101,122</u>	<u>\$74,157,771</u>	<u>\$0</u>	<u>\$224,258,893</u>

Debt:

At year-end June 30, 2022, the District had \$265,615,986 outstanding in bonds compared to \$191,468,894 last year. The District also had \$50,577 outstanding in loans compared to \$1,190,185 last year and \$137,639 in lease liability compared to \$0 last year. During the fiscal year, the District issued \$71,540,000 in Series 2021 bonds. The new bonds are payable over the next 30 years at 3.00-5.00% interest.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The District's elected and appointed officials considered many factors when setting the fiscal-year 2022 budget, and tax rates. Several of those factors were the economy, the District's population growth, and unemployment. These factors were taken into account when adopting the General Fund budget for 2022. Amounts available for appropriation in the General Fund budget are \$8,976,639. The District has added no major new programs or initiatives to the 2023 budget.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District's business office, at Celina Independent School District, 205 South Colorado, Celina, Texas.

BASIC FINANCIAL STATEMENTS

CELINA INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2022

EXHIBIT A-1

Data Control Codes	Primary Government Governmental Activities
ASSETS	
1110 Cash and Cash Equivalents	\$ 30,275,035
1120 Current Investments	33,407,443
1220 Property Taxes - Delinquent	551,106
1230 Allowance for Uncollectible Taxes	(5,137)
1240 Due from Other Governments	2,191,675
1290 Other Receivables, Net	460
1410 Prepayments	50,000
Capital Assets:	
1510 Land	33,412,957
1520 Buildings, Net	113,672,675
1530 Equipment, Net	6,066,989
1540 Vehicles, Net	1,809,197
1550 Right-to-Use Leased Assets, Net	136,784
1580 Construction in Progress	69,160,291
1000 Total Assets	290,729,475
DEFERRED OUTFLOWS OF RESOURCES	
1705 Deferred Outflow Related to TRS Pension	2,747,633
1706 Deferred Outflow Related to TRS OPEB	2,390,484
1700 Total Deferred Outflows of Resources	5,138,117
LIABILITIES	
2110 Accounts Payable	11,367
2140 Interest Payable	3,333,244
2160 Accrued Wages Payable	2,674,147
2180 Due to Other Governments	930,051
2200 Accrued Expenses	3,579,636
2300 Unearned Revenue	282,056
Noncurrent Liabilities:	
2501 Due Within One Year: Loans, Note, Leases, etc.	3,548,318
Due in More than One Year:	
2502 Bonds, Notes, Loans, Leases, etc.	262,256,155
2540 Net Pension Liability (District's Share)	3,668,427
2545 Net OPEB Liability (District's Share)	8,269,176
2000 Total Liabilities	288,552,577
DEFERRED INFLOWS OF RESOURCES	
2605 Deferred Inflow Related to TRS Pension	4,195,001
2606 Deferred Inflow Related to TRS OPEB	5,791,766
2600 Total Deferred Inflows of Resources	9,986,767
NET POSITION	
3200 Net Investment in Capital Assets and Right-to-Use Lease Assets	(86,225,101)
Restricted:	
3820 Restricted for Federal and State Programs	624,328
3850 Restricted for Debt Service	12,619,384
3870 Restricted for Campus Activities	468,011
3900 Unrestricted	69,841,626
3000 Total Net Position	\$ (2,671,752)

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

CELINA INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022

Data Control Codes	1	Program Revenues		6	
		3	4		
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Gov. Governmental Activities	
Primary Government:					
GOVERNMENTAL ACTIVITIES:					
11	Instruction	\$ 21,611,660	\$ 398,737	\$ 1,002,466	\$ (20,210,457)
12	Instructional Resources and Media Services	239,753	-	(2,792)	(242,545)
13	Curriculum and Instructional Staff Development	461,460	-	2,180	(459,280)
21	Instructional Leadership	69,024	-	(879)	(69,903)
23	School Leadership	2,428,470	-	(27,495)	(2,455,965)
31	Guidance, Counseling, and Evaluation Services	1,430,294	-	284,304	(1,145,990)
33	Health Services	400,497	-	(693)	(401,190)
34	Student (Pupil) Transportation	1,467,373	-	(16,266)	(1,483,639)
35	Food Services	1,531,516	291,201	1,626,405	386,090
36	Extracurricular Activities	2,824,105	1,116,748	(12,187)	(1,719,544)
41	General Administration	1,598,841	89,090	(11,962)	(1,521,713)
51	Facilities Maintenance and Operations	3,858,144	6,175	90,296	(3,761,673)
52	Security and Monitoring Services	409,088	-	(2,746)	(411,834)
53	Data Processing Services	716,663	-	(6,035)	(722,698)
72	Debt Service - Interest on Long-Term Debt	8,077,132	-	-	(8,077,132)
73	Debt Service - Bond Issuance Cost and Fees	286,335	-	-	(286,335)
93	Payments Related to Shared Services Arrangements	30,554	-	-	(30,554)
95	Payments to Juvenile Justice Alternative Ed. Prg.	3,103	-	-	(3,103)
99	Other Intergovernmental Charges	204,119	-	-	(204,119)
	[TP] TOTAL PRIMARY GOVERNMENT:	\$ 47,648,131	\$ 1,901,951	\$ 2,924,596	(42,821,584)
Data Control Codes	General Revenues:				
	Taxes:				
MT	Property Taxes, Levied for General Purposes			20,083,052	
DT	Property Taxes, Levied for Debt Service			10,672,005	
SF	State Aid - Formula Grants			11,169,879	
GC	Grants and Contributions not Restricted			728,380	
IE	Investment Earnings			400,053	
MI	Miscellaneous Local and Intermediate Revenue			6,138,683	
TR	Total General Revenues			49,192,052	
CN	Change in Net Position			6,370,468	
NB	Net Position - Beginning			(9,042,220)	
NE	Net Position - Ending			\$ (2,671,752)	

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

CELINA INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

Data Control Codes	10 General Fund	50 Debt Service Fund	60 2021 Bond Construction
ASSETS			
1110 Cash and Cash Equivalents	\$ 8,975,476	\$ 12,491,331	\$ 7,928,622
1120 Investments - Current	3,349,082	-	30,058,361
1220 Property Taxes - Delinquent	366,989	184,117	-
1230 Allowance for Uncollectible Taxes	(3,421)	(1,716)	-
1240 Due from Other Governments	1,647,358	603	-
1260 Due from Other Funds	10,050	-	-
1290 Other Receivables	460	-	-
1410 Prepayments	-	-	50,000
1000 Total Assets	<u>\$ 14,345,994</u>	<u>\$ 12,674,335</u>	<u>\$ 38,036,983</u>
LIABILITIES			
2110 Accounts Payable	\$ 8,054	\$ -	\$ -
2160 Accrued Wages Payable	2,501,427	-	-
2170 Due to Other Funds	298,966	-	-
2180 Due to Other Governments	926,281	3,770	-
2200 Accrued Expenditures	220,482	-	3,325,635
2300 Unearned Revenue	109,581	58,231	-
2000 Total Liabilities	<u>4,064,791</u>	<u>62,001</u>	<u>3,325,635</u>
DEFERRED INFLOWS OF RESOURCES			
2601 Unavailable Revenue - Property Taxes	253,987	124,170	-
2600 Total Deferred Inflows of Resources	<u>253,987</u>	<u>124,170</u>	<u>-</u>
FUND BALANCES			
Restricted Fund Balance:			
3450 Federal or State Funds Grant Restriction	-	-	-
3470 Capital Acquisition and Contractual Obligation	-	-	34,711,348
3480 Retirement of Long-Term Debt	-	12,488,164	-
3490 Other Restricted Fund Balance	-	-	-
Committed Fund Balance:			
3510 Construction	1,000,000	-	-
3525 Retirement of Loans or Notes Payable	50,577	-	-
3600 Unassigned Fund Balance	8,976,639	-	-
3000 Total Fund Balances	<u>10,027,216</u>	<u>12,488,164</u>	<u>34,711,348</u>
4000 Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ 14,345,994</u>	<u>\$ 12,674,335</u>	<u>\$ 38,036,983</u>

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

60 2020 Bond Construction	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 879,158	\$ 30,274,587
-	-	33,407,443
-	-	551,106
-	-	(5,137)
-	543,714	2,191,675
-	-	10,050
-	-	460
-	-	50,000
<u>\$ -</u>	<u>\$ 1,422,872</u>	<u>\$ 66,480,184</u>
\$ -	\$ -	\$ 8,054
-	172,720	2,674,147
-	10,050	309,016
-	-	930,051
-	33,519	3,579,636
-	114,244	282,056
<u>-</u>	<u>330,533</u>	<u>7,782,960</u>
-	-	378,157
<u>-</u>	<u>-</u>	<u>378,157</u>
-	624,328	624,328
-	-	34,711,348
-	-	12,488,164
-	468,011	468,011
-	-	1,000,000
-	-	50,577
-	-	8,976,639
<u>-</u>	<u>1,092,339</u>	<u>58,319,067</u>
<u>\$ -</u>	<u>\$ 1,422,872</u>	<u>\$ 66,480,184</u>

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CELINA INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
JUNE 30, 2022

EXHIBIT C-2

Total Fund Balances - Governmental Funds	\$	58,319,067
1 The District uses internal service funds to charge the costs of certain activities, such as self-insurance and printing, to appropriate functions in other funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. The net effect of this consolidation is to increase (decrease) net position.		296,101
2 Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. At the beginning of the year, the cost of these assets was \$188,361,819, and the accumulated depreciation was \$38,260,697. In addition, long-term liabilities, including bonds payable of \$191,468,894, and loans payable of \$1,190,185, are not due and payable in the current period, and, therefore are not reported as liabilities in the funds. Accrued interest payable on long term debt of \$2,857,121 is not reflected in the fund financial statements, but is shown in the government-wide financial statements. The net effect of including the beginning balances for capital assets (net of depreciation), & long-term debt in the governmental activities, is to increase (decrease) net position.		(45,415,078)
3 Current year capital outlays of \$79,390,869 and long-term debt principal payments of \$3,712,558 are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. Accretion on capital appreciation bonds of \$87,569, amortization of bond premiums of \$765,621, and accrued interest payable of \$476,123, are not reflected in the fund financial statements, but are recorded in the government-wide financial statements. The net effect of including the current year capital outlays and debt principal payments is to increase (decrease) net position.		83,480,494
4 Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing unavailable revenue from property taxes of \$378,157 as revenue, and reclassifying bond proceeds of \$77,535,282 and lease proceeds of \$175,860. The net effect of these reclassifications and recognitions is to increase(decrease) net position.		(77,332,985)
5 The current year depreciation expense increases accumulated depreciation. The net effect of the current year's depreciation is to decrease net position.		(5,233,098)
6 The District is required to recognize its proportionate share of the net pension liability required by GASB 68 in the amount of \$3,668,427, a deferred resource inflow in the amount of \$4,195,001, and a deferred resource outflow in the amount of \$2,747,633. The net effect of including the net pension liability, deferred resource inflows, and deferred resource outflows, is to increase (decrease) net position.		(5,115,795)
7 The District is required to recognize its proportionate share of the net OPEB liability required by GASB 75 in the amount of \$8,269,176, a deferred resource inflow in the amount of \$5,791,766, and a deferred resource outflow in the amount of \$2,390,484. The net effect of including the net OPEB liability, deferred resource inflows, and deferred resource outflows, is to increase (decrease) net position.		(11,670,458)
19 Net Position of Governmental Activities	\$	(2,671,752)

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

CELINA INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

Data Control Codes	10 General Fund	50 Debt Service Fund	60 2021 Bond Construction
REVENUES:			
5700 Total Local and Intermediate Sources	\$ 26,785,157	\$ 10,767,857	\$ 229,710
5800 State Program Revenues	12,881,649	71,985	-
5900 Federal Program Revenues	61,372	-	-
5020 Total Revenues	<u>39,728,178</u>	<u>10,839,842</u>	<u>229,710</u>
EXPENDITURES:			
Current:			
0011 Instruction	19,085,715	-	-
0012 Instructional Resources and Media Services	210,234	-	-
0013 Curriculum and Instructional Staff Development	438,422	-	-
0021 Instructional Leadership	69,024	-	-
0023 School Leadership	2,280,534	-	-
0031 Guidance, Counseling, and Evaluation Services	1,017,443	-	-
0033 Health Services	366,978	-	-
0034 Student (Pupil) Transportation	1,177,756	-	-
0035 Food Services	-	-	-
0036 Extracurricular Activities	1,721,719	-	-
0041 General Administration	1,476,186	-	-
0051 Facilities Maintenance and Operations	3,268,419	-	-
0052 Security and Monitoring Services	371,982	-	-
0053 Data Processing Services	650,036	-	-
Debt Service:			
0071 Principal on Long-Term Liabilities	1,177,548	2,535,000	-
0072 Interest on Long-Term Liabilities	59,101	8,395,108	-
0073 Bond Issuance Cost and Fees	-	286,335	-
Capital Outlay:			
0081 Facilities Acquisition and Construction	4,905,589	-	40,956,433
Intergovernmental:			
0093 Payments to Fiscal Agent/Member Districts of SSA	30,554	-	-
0095 Payments to Juvenile Justice Alternative Ed. Prg.	3,103	-	-
0099 Other Intergovernmental Charges	204,119	-	-
6030 Total Expenditures	<u>38,514,462</u>	<u>11,216,443</u>	<u>40,956,433</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,213,716</u>	<u>(376,601)</u>	<u>(40,726,723)</u>
OTHER FINANCING SOURCES (USES):			
7911 Capital Related Debt Issued	-	150,272	71,540,000
7913 Right-to-Use Leases	175,860	-	-
7915 Transfers In	-	-	438,071
7916 Premium or Discount on Issuance of Bonds	-	2,535,282	3,460,000
8911 Transfers Out (Use)	-	-	-
7080 Total Other Financing Sources (Uses)	<u>175,860</u>	<u>2,685,554</u>	<u>75,438,071</u>
1200 Net Change in Fund Balances	1,389,576	2,308,953	34,711,348
0100 Fund Balance - July 1 (Beginning)	<u>8,637,640</u>	<u>10,179,211</u>	<u>-</u>
3000 Fund Balance - June 30 (Ending)	<u>\$ 10,027,216</u>	<u>\$ 12,488,164</u>	<u>\$ 34,711,348</u>

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

60 2020 Bond Construction	Other Governmental Funds	Total Governmental Funds
\$ 60,021	\$ 1,165,529	\$ 39,008,274
-	246,454	13,200,088
-	3,102,688	3,164,060
60,021	4,514,671	55,372,422
-	1,237,282	20,322,997
-	-	210,234
-	5,834	444,256
-	-	69,024
-	4,363	2,284,897
-	296,975	1,314,418
-	4,000	370,978
-	2,253	1,180,009
-	1,379,901	1,379,901
-	828,671	2,550,390
-	4,579	1,480,765
-	114,458	3,382,877
-	-	371,982
-	-	650,036
-	-	3,712,548
-	-	8,454,209
-	-	286,335
33,387,326	-	79,249,348
-	-	30,554
-	-	3,103
-	-	204,119
33,387,326	3,878,316	127,952,980
(33,327,305)	636,355	(72,580,558)
-	-	71,690,272
-	-	175,860
-	-	438,071
-	-	5,995,282
(438,071)	-	(438,071)
(438,071)	-	77,861,414
(33,765,376)	636,355	5,280,856
33,765,376	455,984	53,038,211
\$ -	\$ 1,092,339	\$ 58,319,067

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CELINA INDEPENDENT SCHOOL DISTRICT
 RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2022

EXHIBIT C-4

Total Net Change in Fund Balances - Governmental Funds	\$	5,280,856
<p>The District uses internal service funds to charge the costs of certain activities, such as self-insurance and printing, to appropriate functions in other funds. The net income (loss) of internal service funds are reported with governmental activities. The net effect of this consolidation is to increase (decrease) net position.</p>		
		1,009
<p>Current year capital outlays of \$79,390,869 and long-term debt principal payments of \$3,712,558 are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. Accretion on capital appreciation bonds of \$87,569, amortization of bond premiums of \$765,621, and accrued interest payable of \$476,123, are not reflected in the fund financial statements, but are recorded in the government-wide financial statements. The net effect of including the current year capital outlays and debt principal payments is to increase (decrease) net position.</p>		
		83,480,494
<p>Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing unavailable revenue from property taxes as revenue, adjusting current year revenue of \$37,198 to show the revenue earned from the current year's tax levy, and reclassifying bond proceeds of \$77,535,282 and lease proceeds of \$175,860. The net effect of these reclassifications and recognitions is to decrease net position.</p>		
		(77,673,944)
<p>Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The net effect of the current year's depreciation is to increase (decrease) net position.</p>		
		(5,233,098)
<p>Current year changes due to GASB 68 increased revenues in the amount of \$1,035,905, but also increased expenses in the amount of \$1,231,770. The impact of these items is to increase (decrease) the change in net position.</p>		
		195,865
<p>Current year changes due to GASB 75 increased revenues in the amount of \$505,388, but also increased expenses in the amount of \$824,674. The impact of these items is to increase (decrease) the change in net position.</p>		
		319,286
Change in Net Position of Governmental Activities	\$	6,370,468

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

CELINA INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2022

	Governmental Activities -	
		Internal Service Fund
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 448	
Due from Other Funds	298,966	
Total Assets		299,414
LIABILITIES		
Current Liabilities:		
Accounts Payable		3,313
Total Liabilities		3,313
NET POSITION		
Unrestricted Net Position		296,101
Total Net Position	\$	296,101

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

CELINA INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Governmental Activities -
	Internal Service Fund
OPERATING REVENUES:	
Local and Intermediate Sources	\$ 1,202
Total Operating Revenues	1,202
OPERATING EXPENSES:	
Other Operating Costs	193
Total Operating Expenses	193
Operating Income	1,009
Total Net Position - July 1 (Beginning)	295,092
Total Net Position - June 30 (Ending)	\$ 296,101

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

CELINA INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

EXHIBIT D-3

	Governmental Activities -
	Internal Service Fund
<u>Cash Flows from Operating Activities:</u>	
Cash Received from User Charges	\$ 1,202
Cash Payments for Insurance Claims	(909)
Net Cash Provided by Operating Activities	293
Net Increase in Cash and Cash Equivalents	293
Cash and Cash Equivalents at Beginning of Year	155
Cash and Cash Equivalents at End of Year	\$ 448
<u>Reconciliation of Operating Income to Net Cash</u>	
<u>Provided by Operating Activities:</u>	
Operating Income:	\$ 1,009
Effect of Increases and Decreases in Current Assets and Liabilities:	
Increase (decrease) in Accounts Payable	(716)
Net Cash Provided by Operating Activities	\$ 293

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

CELINA INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Celina 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 generally accepted accounting principles (GAAP) promulgated by the Governmental Accounting Standards Board (GASB) and other authoritative sources identified in GASB Statement No. 76, and it complies with the requirements of the appropriate version of Texas Education Agency's *Financial Accountability System Resource Guide* (the "Resource Guide") and the requirements of contracts and grants of agencies from which it receives funds.

Pensions. The fiduciary net position of the Teacher Retirement System of Texas (TRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. 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 when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Post-Employment Benefits. The fiduciary net position of the Teacher Retirement System of Texas (TRS) TRS-Care Plan has been determined using the flow of economic resource 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.

A. Reporting Entity

The Board of Trustees 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 the Governmental Accounting Standards Board ("GASB") in its Statement No. 14, *"The Financial Reporting Entity,"* There are no component units included within the reporting entity.

B. Government-Wide and Fund Financial Statements

The District's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements - The Statement of Net Position and the Statement of Activities are government-wide financial statements. They report information on all of the Celina Independent School District nonfiduciary activities with most of the interfund activities removed. *Governmental activities* include programs supported primarily by taxes, State foundation funds, grants and other intergovernmental revenues.

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

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

Interfund activities between governmental funds appear as due to/due from on the Governmental Fund Balance Sheet and as other resources and other uses on the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balance. All interfund transactions between governmental funds and internal service funds are eliminated on the government-wide statements. Interfund activities between governmental funds and fiduciary funds remain as due to/due from on the government-wide

Statement of Activities. Since Internal Service Funds support the operations of governmental funds, they are consolidated with the governmental funds in the government-wide financial statements. The expenditures of governmental funds that create the revenues of internal service funds are eliminated to avoid “grossing up” the revenues and expenses of the District as a whole.

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

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

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

The government-wide financial statements use the economic resources measurement focus and the accrual basis of accounting, as do the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. All assets, liabilities, and deferred inflows of resources associated with the operation of the District are included on the Statement of Net Position. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

All governmental fund financial statements are accounted for using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets, current liabilities and fund balances are included on the balance sheet. The Statement of Revenues, Expenditures, and Changes in Fund Balance report the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliations with a brief explanation to better identify the relationship between government-wide statements and the governmental fund statements. The modified accrual basis of accounting recognizes revenues in the accounting period in which they become measurable and available. For this purpose, the District considers revenues available if they are collected within 60 days of the end of the current fiscal period. It recognizes expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on General Long-Term Debt, which is recognized when due. The expenditures related to certain compensated absences and claims and judgements are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Revenues – Exchange Transactions – Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current year and are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the District, the phrase “available for exchange transactions” means expected to be received within 60 days of the year-end.

Revenues – Non-exchange Transactions – Non-exchange transactions in which the District receives value without directly giving equal value in return, include property taxes, grants, and donations. On the government-wide financial statements, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected within 60 days) before it can be recognized in the governmental funds.

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

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

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

Expenditures/Expenses – On the accrual basis of accounting (government-wide financial statements), expenses are recognized at the time there are incurred. On the modified accrual basis (fund financial statements), expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

D. Fund Accounting

The District reports the following major governmental funds:

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

Debt Service Fund – The District accounts for resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds in a debt service fund.

Bond Construction Fund-2020 – The District accounts for the 2020 Bond financial resources used for the acquisition, renovation, and construction of major capital projects in this fund.

Bond Construction Fund-2021 – The District accounts for the 2021 Bond financial resources used for the acquisition, renovation, and construction of major capital projects in this fund.

Additionally, the District reports the following fund types:

Governmental Funds:

Special Revenue Funds – The District accounts for resources restricted to, or designated for, specific purposes by the District or a grantor in a special revenue fund. Most Federal and some State financial assistance is accounted for in a Special Revenue Fund, and sometimes unused balances must be returned to the grantor at the close of specified project periods.

Internal Service Funds – Revenues and expenses related to services provided to organizations inside the District on a cost reimbursement basis are accounted for in an internal service fund. The District's Internal Service Fund is the Workers Comp Self Insurance Fund. This fund is aggregated in the government-wide Statement of Net Position and Statement of Changes in Net Position.

E. Encumbrance Accounting

The District employs encumbrance accounting, whereby encumbrances for goods or purchased services are documented by purchase orders and contracts. An encumbrance represents a commitment of Board appropriation related to unperformed contracts for goods and services. The issuance of a purchase order or the signing of a contract creates an encumbrance but does not represent an expenditure for the period, only a commitment to expend resources. Appropriations lapse at June 30 and encumbrances outstanding at that time are either canceled or appropriately provided for in the subsequent year's budget. There were no outstanding encumbrances at June 30, 2022 that were subsequently provided for in the next year's budget for the General Fund.

F. Other Accounting Policies

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

2. **Inventories** – Inventories of supplies on the balance sheet are stated at FIFO cost and they include consumable maintenance, instructional, and office items. Supplies are recorded as expenditures when they are consumed. Inventories of food commodities are recorded at market values supplied by the Texas Department of Human Services. Although commodities are received at no cost, their fair market value is supplied by the Texas Department of Human Services and initially recorded as an expense. Inventory and expenditures are adjusted periodically subsequent to inventory counts.
3. **Receivables and Payables** – All trade and property tax receivables are shown at face value. The property tax receivable allowance is shown at various rates based upon historical trends of outstanding property taxes receivable as of June 30, 2022.
4. **Long-term Debt** - 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 deferred and amortized over the life of the bonds. Amounts recorded as long-term debt represent obligations that will be met by future revenue resources that are not available as of the current balance sheet date.

The District implemented **GASB 87** for reporting leases during this reporting period. A right-to-use asset is defined as a contract that conveys control of another entity’s nonfinancial asset as specified in the contract for a period of time in an exchange or exchange-like transaction. To be accounted for as a lease, the lease must meet the definition of a long-term lease provided in **GASB 87** and must meet capitalization level set by the District. The right-to-use lease liability is calculated as the present value of the reasonably certain expected payments to be made over the term of the lease and the interest included in the lease payment is recorded as an expense. With **GASB 87**, the initial measure of a new right-to-use lease arrangement is reported in the governmental funds as other resources during the current period.

5. **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.
6. **Capital Assets** - Capital assets, which include land, buildings, furniture and equipment and right-to-use lease assets are reported in the applicable governmental activities columns 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 estimated fair market value at the date of donation.

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

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

<u>Asset Classification</u>	<u>Useful Life</u>
Buildings	15-50 years
Building Improvements	15-50 years
Vehicles & Buses	5-10 years
Equipment	5-7 years

The District has no restriction on any capital assets.

7. **Due From/Due To Other Funds** – Interfund receivables and payables arise from interfund transactions and are recorded in all affected funds in the period in which transactions are executed in the normal course of operations. See Note III-E for detailed discussion of interfund receivables and payables.
8. **Net Position/Fund Balance:**

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 are 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 bond covenants.

Restricted for Campus Activities is the component of net position that is restricted for campus activities.

Restricted for Scholarships is the component of net position that is restricted for scholarships.

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 purpose.

Net position represents the difference between assets plus deferred outflow of resources, and liabilities and deferred inflow of resources. Net investment in capital assets consists of cost of capital assets, net of accumulated depreciation, reduced by outstanding balances of any borrowing used for the acquisition, construction, or improvements of those assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislature adopted by the district or through external restrictions imposed by creditor, grantors, or laws or regulations of other governments. All other net positions are reported as unrestricted.

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

Non-spendable fund balance is the portion of the gross fund balance that is not expendable because it is either not in spendable form or 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 & State grant resources are restricted pursuant to the mandates of the granting agency.

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 Board action. 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.

Unassigned fund balance is the difference between the total fund balance and the total of the non-spendable, restrict, and committed 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.

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

10. Total Columns on Combined Financial Statements – These total columns do not purport to present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles.

11. District's Policy as to Defining Operating & Non-operating Revenues of Proprietary Funds – Operating revenues are generally defined as those which originate through the ongoing activities of the fund. In contrast, non-operating revenues include, but are not limited to; capital expenditures, transfers, investing and financing activities.

12. Application of Restricted or Unrestricted Resources - 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, or unassigned fund balances are available, the District considers amounts to have been spent first from committed funds, then unassigned funds, as need, unless the Board of Trustees has provided otherwise in its commitment actions.

13. Grant Fund Accounting – The Special Revenue Fund includes programs that are financed on a project grant basis. These projects have grant periods that can range from less than twelve months to in excess of three years. Grants are recorded as revenues when earned, which the District considers to be earned to the extent expenditures have been incurred, the District has met all eligibility requirements, and funds are available.

14. Estimates and Assumptions – The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the reporting period. Actual results could differ from those estimates.

15. Deferred Outflows of Resources - In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. Certain deferred charges related to TRS pension and other post-employment benefits are reported as deferred outflows of resources on the government-wide statement of net position.

16. Deferred Inflows of Resources - In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The District has one type of item which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Uncollected property taxes which are assumed collectible are reported in this category on the balance sheet for governmental funds. They are not reported in this category on the government wide statement of net position. Certain deferred charges related to TRS pension and other post-employment benefits are reported as deferred inflows on the government-wide statement of net position.

II. STEWARDSHIP, COMPLIANCE & ACCOUNTABILITY

A. Budgetary Data

The Board of Trustees adopts an "appropriated budget" for the General Fund, Debt Service Fund and the Food Service Fund (which is included in the Special Revenue Funds). The District is required to present the adopted and final amended budgeted revenues and expenditures for each of these funds. The District compares the final amended budget to actual revenues and expenditures. The General Fund Budget report appears in Exhibit G-1 in RSI and the other two reports are in Exhibit J-2 and J-3.

The following procedures are followed in establishing the budgetary data reflected in the general-purpose financial statements:

1. Prior to June 20, the District prepares a budget for the next succeeding fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them.
2. A meeting of the Board is then called for the purpose of adopting the proposed budget. At least ten days' public notice of the meeting must be given.
3. Prior to July 1, the budget is legally enacted through passage of a resolution by the Board. Once a budget is approved, it can only be amended at the function and fund level by approval of a majority of the members of the Board. Amendments are presented to the Board at its regular meetings. Each amendment must have Board approval. As required by law, such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year end. Because the District has a policy of careful budgetary control, several amendments were necessary during the year.
4. Each budget is controlled by the budget coordinator at the revenue and expenditure function/object level. Budgeted amounts are as amended by the Board. All budget appropriations lapse at year end. A reconciliation of fund balances for both appropriated budget and non-appropriated budget special revenue funds is as follows:

A reconciliation of fund balances for both appropriated budget & nonappropriated budget special revenue funds is as follows:

Appropriated Budget Funds - Food Service	\$624,328
Nonappropriated Budget Funds-Campus Activity	468,011
All Special Revenue Funds	<u>\$1,092,339</u>

III. DETAILED NOTES ON ALL FUNDS & ACCOUNT GROUPS

Note A. DEPOSITORY CONTRACT LAW

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

At June 30, 2022, the carrying amount of the District's deposits (cash, certificates of deposit, and interest-bearing savings accounts) was \$30,275,035 and \$33,407,443 in Texpool investment accounts. At June 30, 2022 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 bank in the District's name, or by letters of credit.

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

- a. Depository: Independent Bank, McKinney, Texas
- b. The highest combined balance of cash, savings, and time deposits accounts amounted to \$89,547,573, and occurred during the month of August 2021.
- c. The market value of securities pledged as of the date of the highest combined balance on deposit was \$115,000,000.
- d. Total amount of FDIC coverage at the time of the highest combined balance was \$500,000.

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

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

The District has the following recurring fair value measurements as of June 30, 2022:

Cash & Cash Equivalents of \$30,275,035 are valued using quoted market prices (Level 1 inputs).

Investments in Texpool accounts of \$33,407,443 are valued using quoted market prices (Level 1 inputs).

The District has no investments measured at the Net Asset Value (NAV) per Share or its equivalent.

The **Public Funds Investment Act** (PFIA) (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: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, (9) and 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.

In compliance with the PFIA, the District has adopted a deposit and investment policy, which address 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 Standards and Poor’s (S&P) or Moody’s Investor 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 coverage protected by approved pledged securities held on behalf of the District.

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 if 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 one year from the time of purchase.

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.

Note B. PROPERTY TAXES

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

The assessed value of the roll as of the end of the fiscal year was \$2,134,433,800. The tax rates levied for the fiscal year ended June 30, 2022, to finance General Fund operations and the payment of principal and interest on general obligation long-term debt were \$0.9409 and \$0.5000 per \$100 valuation, respectively, for a total of \$1.4409 per \$100 valuation. Current year tax collections for the period ended June 30, 2022, were 100.09% of the levy and 100.67% in the prior year.

Note C. DELINQUENT TAXES RECEIVABLE

Delinquent taxes are prorated between maintenance and debt service based on rates adopted for the year of the levy Allowances for uncollectible tax receivables within the General and Debt Service Funds are based on historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature.

Note D. DUE FROM OTHER GOVERNMENTS

The District participates in a variety of federal and state programs from which it receives grants to partially or fully finance certain activities. In addition, the District receives entitlements from the State through the School Foundation and Available School Fund.

Receivables due from other governments as of June 30, 2022 are as follows:

<u>Fund</u>	<u>State Grants</u>	<u>Federal Grants</u>	<u>Other Governments</u>	<u>Totals</u>
General Fund	\$1,646,223	\$0	\$1,135	\$1,647,358
Debt Service Funds	0	0	603	603
Special Revenue Funds	16,018	627,696	0	643,714
Totals	\$1,662,241	\$627,696	\$1,738	\$2,291,675

Note E. INTERFUND TRANSACTIONS

Interfund balances at June 30, 2022, consisted of the following individual receivables & payables:

Due to General Fund from:

Non-major Governmental Funds	\$10,050
Total Due to General Fund from Other Funds	<u>\$10,050</u>

Due to Internal Service Fund from:

General Fund	\$298,966
Total Due to Internal Service Fund from Other Funds	<u>\$298,966</u>

Interfund transfers for the year ended June 30, 2022, consisted of the following individual amounts:

Transfers to 2021 Bond Construction Fund from:

2020 Bond Construction Fund	\$438,071
Total Transferred to 2021 Bond Construction Fund from Other Funds	<u>\$438,071</u>

Note F. CAPITAL ASSETS & RIGHT-TO-USE ASSETS

A summary of changes in capital assets & right-to-use assets for the year ended June 30, 2022 is as follows:

	<u>Beginning</u>			<u>Ending Balance</u>
	<u>Balance</u>	<u>Additions</u>	<u>Retirements</u>	
Land	\$14,165,893	\$19,247,064	\$0	\$33,412,957
Buildings & Improvements	148,836,734	165,484	0	149,002,218
Equipment	7,453,791	3,622,736	0	11,076,527
Vehicles	3,627,381	1,297,724	0	4,925,105
Right-to-Use Assets-Equipment	0	175,590	0	175,590
Construction in Progress	14,278,020	54,882,271	0	69,160,291
Totals at Historical Cost	<u>188,361,819</u>	<u>79,390,869</u>	0	<u>267,752,688</u>
Less accumulated depreciation for:				
Buildings & Improvements	(31,514,318)	(3,815,225)	0	(35,329,543)
Equipment	(3,855,233)	(1,154,305)	0	(5,009,538)
Vehicles	(2,891,146)	(224,762)	0	(3,115,908)
Right-to-Use Assets-Equipment	0	(38,806)	0	(38,806)
Total accumulated depreciation	<u>(38,260,697)</u>	<u>(5,233,098)</u>	0	<u>(43,493,795)</u>
Capital Assets & Right-to Use Assets, Net	<u>\$150,101,122</u>	<u>\$74,157,771</u>	\$0	<u>\$224,258,893</u>

Depreciation expense for the current year was charged to governmental functions as follows:

11 Instruction	\$2,804,670
12 Instructional Resources & Media Services	50,083
13 Curriculum & Instructional Staff Development	50,083
23 School Leadership	300,500
31 Guidance, Counseling, & Evaluation Services	200,333
33 Health Services	50,083
34 Student (Pupil) Transportation	375,012
35 Food Services	200,333
36 Cocurricular/Extracurricular Activities	350,584
41 General Administration	200,333
51 Plant Maintenance & Operations	500,834
52 Security & Monitoring Services	50,083
53 Data Processing Services	100,167
	<hr/>
Total Depreciation Expense	<u>\$5,233,098</u>

Note G. LONG-TERM DEBT

A summary of changes in long-term debt for the year ended June 30, 2022 is as follows:

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due</u> <u>within One</u> <u>Year</u>
Governmental Activities:					
General Obligation Bonds	\$172,850,000	\$71,540,000	(\$2,535,000)	\$241,855,000	\$3,440,000
Accumulated Accretion on CABs	87,569	4,140	(91,709)	0	
Unamortized Bond Premiums	18,531,325	5,995,282	(765,621)	23,760,986	
Total Bonds Payable, Government-Wide	<hr/> 191,468,894	<hr/> 77,539,422	<hr/> (3,392,330)	<hr/> 265,615,986	
Loans Payable	1,190,185	0	(1,139,608)	50,577	\$50,577
Right-to-Use Leases Payable	0	175,860	(37,950)	137,910	57,741
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Governmental Activities	<u>\$192,659,079</u>	<u>\$77,715,282</u>	<u>(\$4,569,888)</u>	<u>\$265,804,473</u>	<u>\$3,548,318</u>

Bonds

The District has entered into a continuing disclosure undertaking to provide annual reports and material event notices to the State Information Depository of Texas (SID), which is the Municipal Advisory Council. This information is required under SEC Rule 15c2-12 to enable investors to analyze the financial condition and operations of the District.

There are a number of limitations and restrictions contained in the general obligation bond indenture. Management has indicated that the District is in compliance with all significant limitations and restrictions at June 30, 2022.

A summary of changes in bonds for the year ended June 30, 2022 is as follows:

<u>Description</u>	<u>Interest Rates Payable</u>	<u>Amounts of Original Issue</u>	<u>Interest Current Year</u>	<u>Beginning</u>			<u>Ending Amounts Outstanding 6/30/22</u>
				<u>Amounts Outstanding 7/01/21</u>	<u>Issued</u>	<u>Retired</u>	
Unltd Tax Refunding Bonds - Series 2013	2.00-4.00%	8,460,000	255,919	8,305,000	0	0	8,305,000
Capital Appreciation Bonds - Series 2013	1.43-190%	290,000	350,000	90,000	0	(90,000)	0
Unltd Tax Refunding Bonds - Series 2014	3.00-5.00%	9,105,000	243,875	7,655,000	0	(545,000)	7,110,000
Unltd Tax Refunding Bonds - Series 2015	3.00-4.00%	9,265,000	359,194	9,205,000	0	(15,000)	9,190,000
Refunding/Building Bonds - Series 2016	3.00-5.00%	33,540,000	1,212,031	31,965,000	0	(970,000)	30,995,000
Refunding/Building Bonds - Series 2016A	2.50-5.00%	22,465,000	746,975	21,190,000	0	(590,000)	20,600,000
Unltd Tax Building Bonds - Series 2018	2.50-5.00%	22,760,000	1,078,025	22,555,000	0	(205,000)	22,350,000
Unltd Tax Building Bonds - Series 2019	4.00-5.00%	35,760,000	1,480,150	35,760,000	0	0	35,760,000
Unltd Tax Building Bonds - Series 2020	4.00-5.00%	35,195,000	1,384,900	35,195,000	0	0	35,195,000
Unltd Tax Refunding Bonds - Series 2020	2.50%	930,000	21,750	930,000	0	(120,000)	810,000
Unltd Tax Building Bonds - Series 2021	3.00-5.00%	71,540,000	1,262,289	0	71,540,000	0	71,540,000
Total General Obligation Bonds			\$8,395,108	\$172,850,000	\$71,540,000	(\$2,535,000)	\$241,855,000
Accumulated Accretion on CABs				87,569	4,140	(91,709)	0
Unamortized Bond Premiums				18,531,325	5,995,282	(765,621)	23,760,986
Total Bonds Payable, Government-Wide Financials				\$191,468,894	\$77,539,422	(\$3,392,330)	\$265,615,986

Debt service requirements for bonds are as follows:

<u>Year Ending June 30,</u>	<u>Bonds</u>		<u>Total Requirements</u>
	<u>Principal</u>	<u>Interest</u>	
2023	\$3,440,000	\$8,811,494	\$12,251,494
2024	4,105,000	8,651,412	12,756,412
2025	4,685,000	8,464,181	13,149,181
2026	5,005,000	8,252,850	13,257,850
2027	5,230,000	8,030,875	13,260,875
2028-2032	29,755,000	36,513,806	66,268,806
2033-2037	36,220,000	30,018,741	66,238,741
2038-2042	44,475,000	23,143,653	67,618,653
2043-2047	51,575,000	14,839,488	66,414,488
2048-Maturity	57,365,000	4,551,038	61,916,038
Total Bonds	\$241,855,000	\$151,277,538	\$393,132,538

Loans

A summary of changes in loans for the year ended June 30, 2022 is as follows:

<u>Date of Issue/Maturity</u>	<u>Purpose/Lawful Authority</u>	<u>Fund Payable From/Interest Rate</u>	<u>Current Year</u>	<u>Beginning</u>	<u>Amount</u>	<u>Amount</u>	<u>Ending</u>
			<u>Interest</u>	<u>Balance</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance</u>
09/12-09/22	Maintenance Tax/ TEC 45.108	General/3.00%	\$4,581	\$213,653	\$0	(\$170,275)	\$43,378
10/12-10/22	School Bus Loan/ TEC 34.005	General/3.00%	\$58	\$35,458	\$0	(\$28,259)	7,199
07/19-06/22	Apple Computers Loan/LCG 271	General/3.59%	50,857	941,074	0	(941,074)	0
Totals			\$55,496	\$1,190,185	\$0	(\$1,139,608)	\$50,577

Debt service requirements for loans are as follows:

<u>Year Ending June 30,</u>	<u>Loans</u>		<u>Total Requirements</u>
	<u>Principal</u>	<u>Interest</u>	
2023	\$50,577	\$388	\$50,965
2024	0	0	0
2025	0	0	0
2026	0	0	0
2027	0	0	0
2028-Maturity	0	0	0
Totals	\$50,577	\$388	\$50,965

Right-to-Use Lease Arrangements

On 11/01/21, the District entered into a 36-month lease for Xerox copiers and a 36-month lease for Xerox USB readers. The leases are payable in 36 equal monthly payments of \$4,639 & \$468 per month. The present value of the leases at inception is \$159,753 & \$16,107. The effective rate of interest was 3.18%.

A summary of the Right-to-Use Lease Arrangements for the year ended June 30, 2022 is as follows:

<u>Description</u>	<u>Discount Rate</u>	<u>Original Lease Liability</u>	<u>Interest</u>	<u>Beginning</u>	<u>Issued</u>	<u>Retired</u>	<u>Ending Amounts</u>
			<u>Current Year</u>	<u>7/01/21</u>			<u>Outstanding 6/30/22</u>
Lease for Copiers	3.18%	159,753	2,638	0	159,753	(34,469)	125,284
Lease for USB Readers	3.18%	16,107	266	0	16,107	(3,481)	12,626
Total Leases			\$2,904	\$0	\$175,860	(\$37,950)	\$137,910

Debt service requirements for capital leases are as follows:

<u>Year Ending June 30,</u>	<u>Right-to-Use Lease Arrangements</u>		<u>Total Requirements</u>
	<u>Principal</u>	<u>Interest</u>	
23	\$57,740	\$3,543	\$61,283
2024	59,605	1,678	61,283
2025	20,565	135	20,700
2026	0	0	0
2027	0	0	0
2028-Maturity	0	0	0
Totals	<u>\$137,910</u>	<u>\$5,356</u>	<u>\$143,266</u>

Note H. DUE TO OTHER GOVERNMENTS

As of June 30, 2022, the District owed \$926,281 to Texas Education Agency for 2021-2022 state foundation revenue settle-up and \$3,770 for 2021-2022 EDA state revenue settle-up. The Texas Education Agency will deduct these amounts from the District's 2022-2023 state revenues.

Note I. UNEARNED REVENUE & UNAVAILABLE REVENUE

Unearned revenue is that portion of the net revenue receivable which is expected to be collected within the first 60 days following the fiscal year end. Unavailable revenue is that portion of the net revenue receivable which is not expected to be collected within the first 60 days following the fiscal year end.

Unearned revenue and Unavailable revenue at June 30, 2022 consisted of the following:

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Totals</u>
Unearned Revenue:				
Property Tax Revenue	\$109,581	\$0	\$58,231	\$167,812
ELC Reopening Schools Health Support	0	114,244	0	114,244
Total Unearned Revenue	<u>\$109,581</u>	<u>\$114,244</u>	<u>\$58,231</u>	<u>\$282,056</u>
Unavailable Revenue:				
Property Tax Revenue	\$253,987	\$0	\$124,170	\$378,157
Total Unavailable Revenue	<u>\$253,987</u>	<u>\$0</u>	<u>\$124,170</u>	<u>\$378,157</u>

Note J. REVENUE FROM LOCAL AND INTERMEDIATE SOURCES

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

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Fund</u>	<u>Capital Projects Funds</u>	<u>Totals</u>
Property Taxes	\$20,108,058	\$0	\$10,674,824	\$0	\$30,782,882
Penalties, Interest, & Other Tax					
Related Income	137,116	0	43,449	0	180,565
Investment Income	60,778	0	49,584	289,691	400,053
Gifts & Bequests	4,960,097	0	0	0	4,960,097
Net Insurance Recovery	162,120	0	0	0	162,120
Food Service Sales	0	291,201	0	0	291,201
Athletics	176,455	0	0	0	176,455
Co-curricular	0	874,328	0	0	874,328
Other	1,180,533	0	0	40	1,180,573
Totals	\$26,785,157	\$1,165,529	\$10,767,857	\$289,731	\$39,008,274

Note K. 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 the current fiscal year, the District purchased commercial insurance to cover general liabilities. There are 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.

Health Care Coverage

The District offers all employees health care coverage under the TRS Active Care insurance plan, which is a statewide health coverage program for public education employees established by the 77th Texas Legislature. The District contributed \$417 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.

CAS Workers Compensation Coverage

The District was self-funded for workers compensation insurance and has an interlocal agreement with Claims Administration Services, Inc. (CAS) to serve as the District's third-party administrator. Transactions related to the plan are accounted for in the Workers Compensation Self Insurance Fund, an internal service fund of the District. The District makes all contributions to the fund. Claims Administrative Services, Inc. obtained excess loss insurance, which limited annual claims paid from the entire fund for the year ended June 30, 2022, to \$350,000 for any individual participant. At June 30, 2022, the District's unpaid claims totaled \$3,313, which includes 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 claim 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 are reevaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors.

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

	<u>Year Ended June 30, 2021</u>	<u>Year Ended June 30, 2022</u>
Unpaid claims, beginning of fiscal year	\$4,978	\$4,029
Incurred claims (including IBNR's)	70	193
Claim payments	(1,019)	(909)
Unpaid claims, end of fiscal year	<u>\$4,029</u>	<u>\$3,313</u>

TASB Workers Compensation Coverage

During the year ended June 30, 2022, Celina ISD met its statutory workers compensation obligations through participation in the TASB Risk Management Fund. The Fund was created and is operated under the provisions of the Interlocal Cooperation Act,

Chapter 791 of the Texas Government Code. The Fund's Workers Compensation Program is authorized by Chapter 504, Texas Labor Code. All members participating in the Fund execute Interlocal Agreements that define the responsibilities of the parties. The Fund provides statutory workers compensation benefits to its members' injured employees.

The Fund and its members are protected against higher-than-expected claims cost through the purchase of stop loss coverage for any claim in excess of the Fund's self-insured retention of \$2 million. The Fund uses the services of an independent actuary to determine reserve adequacy and fully funds those reserves. As of August 31, 2021, the Fund carries a discounted reserve of \$44,985,187 for future development on reported claims and claims that have been incurred but not reported. For the year-ended June 30, 2022, the Fund anticipates no additional liability to members beyond their contractual obligations for payment of contributions.

The Fund engages the services of an independent auditor to conduct a financial audit after the close of each year on August 31. The audit is accepted by the Fund's Board of Trustees in February of the following year. The Fund's audited financial statements as of August 31, 2021, are available on the TASB Risk Management Fund website and have been filed with the Texas Department of Insurance in Austin.

TASB Auto, Liability, & Property Programs

During the year ended June 30, 2022, Celina ISD participated in the following Risk Management Fund Programs:

Auto Liability, Auto Physical Damage, Privacy & Information Security, Property, and School Liability

The Fund was created and is operated under the provisions of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code. All members participating in the Fund execute Interlocal Agreements that define the responsibilities of the parties.

The Fund purchases stop-loss coverage for protection against catastrophic and larger than anticipated claims for its Auto, Liability, and Property programs. The terms and limits of stop-loss program vary by line of coverage. The Fund uses the services of an independent actuary to determine the adequacy of reserves and fully funds those reserves. For the year ended June 30, 2022, the Fund anticipates that Celina ISD has no additional liability beyond the contractual obligations for payment of contributions.

The Fund engages the services of an independent auditor to conduct a financial audit after the close of each year on August 31. The audit is accepted by the Fund's Board of Trustees in February of the following year. The Fund's audited financial statements as of August 31, 2021, are available on the TASB Risk Management Fund website and have been filed with the Texas Department of Insurance in Austin.

Litigation and Contingencies

The District may be subjected to loss contingencies arising principally in the normal course of operations. In the opinion of the administration, the outcome of any lawsuits will not have a material adverse effect on the accompanying financial statements and accordingly no provision for losses has been recorded.

State and Federal Programs

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and 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 receivable at June 30, 2022 may be impaired. In the opinion of the District, there are no significant contingent liabilities related to compliance with rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

Construction Commitments

The District was obligated at June 30, 2022, under contracts for a new middle school & an elementary school project. The construction in progress for these projects totaled \$69,160,291 as of June 30, 2022, including retainage payable for these projects totaling \$3,325,635. The outstanding construction commitments associated with these projects including retainage payable totaled approximately \$32,548,8436 as of June 30, 2022.

Note L. DEFINED BENEFIT PENSION PLAN

Plan Description. Celina Independent School District participates in a cost-sharing multiple-employer defined benefit pension plan that has a special funding situation. The plan is administered by the Board of Trustees of the Teacher Retirement System of Texas (TRS). It is a defined benefit pension plan established and administered in accordance with the Texas Constitution, Article XVI, Section 67 and Texas Government Code, Title 8, Subtitle C. The pension trust fund is a qualified pension trust under Section 401(a) of the Internal Revenue Code. The Texas Legislature establishes benefits and contribution rates within the guidelines of the Texas Constitution.

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

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 that includes financial statements and required supplementary information. That report may be obtained on the Internet at <http://www.trs.texas.gov>; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512) 542-6592.

Benefits Provided. TRS provides retirement, disability, and death benefits. Membership in the plan includes all employees of public, state-supported educational institutions in Texas who are employed for one-half or more of the standard work load and who are not exempt from membership under Texas Government Code, Title 8, Section 822.002. The pension benefits are established or amended under the authority of the Texas Constitution, Article XVI, Section 67 and by the Legislature in the Texas Government Code, Title 8, Subtitle C. The Board of Trustees does not have the authority to establish or amend benefits.

State law requires the plan to be actuarially sound in order for the Legislature to consider a benefit enhancement, such as supplemental payment to the retirees. The pension became actuarially sound in May 2019 when the 86th Texas Legislature approved the TRS Pension Reform Bill (SB12) that provided gradual contribution increases from the state, participating employers, and active employees for the fiscal years 2019 through 2024.

Contributions. Contribution requirements are established or amended pursuant to the following state laws:

- Article 16, Section 67 of the Texas Constitution requires the Texas Legislature to establish a member contribution rate of not less than 6 percent of the member's annual compensation and a state contribution rate of not less than 6 percent and not more than 10 percent of the aggregate annual compensation paid to members of the System during the fiscal year.
- Texas Government Code Section 821.006 prohibits benefit improvements if it increases the amortization period of TRS' unfunded actuarial liability to greater than 31 years or, if the amortization period already exceeds 31 years, the period would be increased by such action. Actuarial implications of the funding provided in this manner are determined by the System's actuary.

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 plan during the fiscal year reduced by the employer contributions. Employers (including public schools) are required to pay the employer contribution rate in the following instances:

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

In addition to the employer contributions listed above, employers are required to pay surcharges in the following cases:

- All public schools, charter schools and regional education service centers must contribute 1.6 percent of the member's salary beginning in fiscal year 2021, gradually increasing to 2 percent in fiscal year 2025. The surcharge for fiscal year 2022 is 1.7 percent.
- When employing a retiree of the Teacher Retirement System the employer shall pay an amount equal to the member contribution and the state contribution as an employment after retirement surcharge.

The following table shows contribution rates by type of contributor for the fiscal years 2021 and 2022.

Contribution Rates

	2021	2022
Member	7.7%	8.00%
Non-Employer Contributing Entity	7.5%	7.75%
Employers	7.5%	7.50%
District's 2022 FY Employer Contributions	\$ 715,429	
District's 2022 FY Member Contributions	\$1,828,326	
Measurement Year NECE On-Behalf Cont.	\$1,242,433	

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

Net Pension Liability

Components of the net pension liability of the plan as of August 31, 2021 are disclosed below: (From TRS Annual Comprehensive Financial Report 2021, p. 86.)

Table 11.E.1: Net Pension Liability	
Components of Liability	Amount
Total Pension Liability	\$ 227,273,463,630
Less: Plan Fiduciary Net Position	(201,807,002,496)
Net Pension Liability	\$ 25,466,461,134
Net Position as Percentage of Total Pension Liability	88.79 %

Actuarial Assumptions.

Roll Forward - The actuarial valuation was performed as of August 31, 2020. Update procedures were used to roll forward the total pension liability to August 31, 2021.

The total pension liability is determined by an annual actuarial valuation. The actuarial methods and assumptions were selected by the Board of Trustees based upon analysis and recommendations by the System's actuary. The Board of Trustees has sole authority to determine the actuarial assumptions used for the plan. The actuarial methods and assumptions were primarily based on a study of actual experience for the three-year period ending August 31, 2017 and were adopted in July 2018.

The post-retirement mortality rates 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 projection scale

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

The long-term expected rate of return on pension plan investments is 7.25 percent. The long-term expected rate of return on plan investments was determined using a building-block method in which best-estimate 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.

The following table discloses the assumptions that were applied to this measurement period. (From TRS Annual Comprehensive Financial Report 2021, p. 87.)

Component	Result
Valuation Date	August 31, 2020 rolled forward to August 31, 2021
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Fair Value
Single Discount Rate	7.25%
Long-term Expected Rate	7.25%
Municipal Bond Rate as of August 2020	1.95% - The 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"
Last year ending August 31 in Projection Period (100 years)	2120
Inflation	2.30%
Salary Increases	3.05% to 9.05% including inflation
Ad hoc post-employment benefit changes	None

The actuarial methods and assumptions used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2020. For a full description of these assumptions please see the TRS actuarial valuation report dated November 9, 2020.

Discount Rate. A single discount rate of 7.25 percent 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 percent. The projection of cash flows used to determine the discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the Legislature during the 2019 legislative session. It is assumed that future employer and state contributions will be 8.50 percent of payroll in fiscal year 2020 gradually increasing to 9.55 percent of payroll over the next several years. This includes all employer and state contributions for active and rehired retirees.

Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected 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.

Best estimates of geometric real rates of return for each major asset class included in the System's target asset allocation as of August 31, 2021, are presented in the following table from the TRS Annual Comprehensive Financial Report for 2021, p. 53.

Table 3.A.1: Asset Allocations

Asset Class*	Target Allocation %**	Long-Term Expected Geometric Real Rate of Return***	Expected Contribution to Long-Term Portfolio Returns
Global Equity			
USA	18.0 %	3.6 %	0.94 %
Non-US Developed	13.0	4.4	0.83
Emerging Markets	9.0	4.6	0.74
Private Equity	14.0	6.3	1.36
Stable Value			
Government Bonds	16.0 %	(0.2)%	0.01 %
Absolute Return	0.0	1.1	0.00
Stable Value Hedge Funds	5.0	2.2	0.12
Real Return			
Real Estate	15.0 %	4.5 %	1.00 %
Energy, Natural Resources & Infrastructure	6.0	4.7	0.35
Commodities	0.0	1.7	0.00
Risk Parity			
Asset Allocation Leverage			
Cash	2.0 %	(0.7)%	(0.01) %
Asset Allocation Leverage	(6.0)	(0.5)	0.03
Inflation Expectation			2.20 %
Volatility Drag****			(0.95) %
Expected Return	100.0 %		6.90 %
*Absolute Return includes Credit Sensitive Investments.			
**Target allocations are based on the FY2021 policy model.			
***Capital Market Assumptions come from Aon Hewitt (as of 8/31/2021).			
****The volatility drag results from the conversion between arithmetic and geometric mean returns.			

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

	1% Decrease in Discount Rate (6.25%)	Current Single Discount Rate (7.25%)	1% Increase in Discount Rate (8.25%)
District's proportionate share of the net pension liability:	\$ 8,016,096	\$ 3,668,427	\$ 141,148

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2022, Celina Independent School District reported a liability of \$3,668,427 for its proportionate share of the TRS's net pension liability. This liability reflects a reduction for State pension support provided to Celina Independent School District. The amount recognized by Celina Independent School 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 Celina Independent School District were as follows:

District's Proportionate share of the collective net pension liability	\$ 3,668,427
State's proportionate share that is associated with the District	<u>7,414,305</u>
Total	<u>\$11,082,731</u>

The net pension liability was measured as of August 31, 2021 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of August 31, 2020 rolled forward to August 31, 2021. The employer's proportion of the net pension liability was based on the employer's contributions to the pension plan

relative to the contributions of all employers to the plan for the period September 1, 2020 through August 31, 2021.

At August 31, 2021 the employer's proportion of the collective net pension liability was .000144049358% compared to .000132337708% as of August 31, 2020.

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

Changes in Benefits - There were no changes in benefits.

For the year ended June 30, 2022, Celina Independent School District recognized pension expense of \$29,641 and revenue of \$29,641 for support provided by the State in the Government Wide Statement of Activities

At June 30, 2022, Celina Independent School District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources: (The amounts shown below will be the cumulative layers from the current and prior years combined.)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual actuarial experience	\$ 3,044,578	\$ 258,260
Changes in actuarial assumptions	(520,102)	565,258
Net Difference between projected and actual investment earnings	528,168	3,075,929
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	(947,644)	295,554
Contributions paid to TRS subsequent to the measurement date [to be calculated by employer]	642,633	
Total	\$ 2,747,633	\$ 4,195,001

The net amounts of the employer's balances of deferred outflows and inflows (not including the deferred contribution paid subsequent to the measurement date) of resources related to pensions will be recognized by the district in pension expense as follows:

Year ended June 30:	Pension Expense Amount
2023	\$ (248,393)
2024	(350,491)
2025	(668,013)
2026	(892,038)
2027	49,248
Thereafter	19,687

Note M. DEFINED OTHER POST-EMPLOYMENT BENEFIT PLANS

Plan Description. The Celina Independent School District participates in the Texas Public School Retired Employees Group Insurance Program (TRS-Care). It is a multiple-employer, cost-sharing defined other post-employment benefit (OPEB) plan that has a special funding situation. The plan is administered through a trust by the Teacher Retirement System of Texas (TRS) Board of Trustees. It is established and administered in accordance with the Texas Insurance Code, Chapter 1575. 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.

OPEB Plan Fiduciary Net Position. Detailed information about the TRS-Care's fiduciary net position is available in the separately-issued TRS Comprehensive Annual Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at <http://www.trs.texas.gov>; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512) 542-6592.

Components of the net OPEB liability of the TRS-Care plan as of August 31, 2021 as presented in the TRS 2021 ACFR (p. 76) are as follows:

Components of Liability	Amount
Total OPEB Liability	\$ 41,113,711,083
Less: Plan Fiduciary Net Position	(2,539,242,470)
Net OPEB Liability	\$ 38,574,468,613
Net Position as a Percentage of Total OPEB Liability	6.18 %

Benefits Provided. TRS-Care provides 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 system. Eligible non-Medicare retirees and their dependents may pay premiums to participate in the high-deductible health plans. Eligible non-Medicare retirees and their dependents may enroll in TRS-Care Standard, a high-deductible health plan. Eligible Medicare retirees and their dependents may enroll in the TRS-Care Medicare Advantage medical plan and the TRS-Care Medicare Rx prescription drug plan. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system.

The General Appropriations Act passed by the 86th Legislature included funding to maintain TRS Care premiums at their current level through 2021. The 86th Legislature also passed SB 1682 which requires TRS to establish a contingency reserve in the TRS-Care fund equal to 60 days of expenditures. This amount is estimated at \$271,311,000 as of August 31, 2021. The premium rates for retirees are presented in the following table:

TRS-Care Monthly Premium Rates

	<u>Medicare</u>	<u>Non-Medicare</u>
Retiree or Surviving Spouse	\$ 135	\$ 200
Retiree and Spouse	529	689
Retiree or Surviving Spouse and Children	468	408
Retiree and Family	1,020	999

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 participating employers based on active employee compensation. The TRS Board of Trustees does not have the authority to set or amend contribution rates.

At the inception of the plan, funding was projected to last 10 years through fiscal year 1995. The original funding was sufficient to maintain the solvency of the fund through fiscal year 2000. Since that time, appropriations and contributions have been established to fund the benefits for each successive biennium.

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 salary. Section 1575.204 establishes a public-school contribution rate of not less than 0.25% or not more than 0.75% of the salary of each active employee of the employer. The actual public school contribution rate is prescribed by the Legislature in the General Appropriations Act which is 0.75% of each active employee's pay for fiscal year 2021. The following table shows contributions to the TRS-Care plan by type of contributor.

Contribution Rates

	<u>2021</u>	<u>2022</u>
Active Employee	0.65%	0.65%
Non-Employer Contributing Entity (State)	1.25%	1.25%
Employers	0.75%	0.75%
Federal/private Funding Remitted by Employers	1.25%	1.25%
District's 2022 FY Employer Contributions		\$ 190,760
District's 2022 FY Member Contributions		\$ 149,370
Measurement Year NECE On-Behalf Contributions		\$ 224,374

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

A supplemental appropriation was authorized by Senate Bill 1264 of the 86th Texas Legislature to provide \$2,208,137 for fiscal year 2020 and \$3,312,206 for fiscal year 2021, for consumer protections against medical and health care billing by certain out-of-network providers. Funding was in fiscal year 2021.

Actuarial Assumptions. The actuarial valuation was performed as of August 31, 2020. Update procedures were used to roll forward the total OPEB liability to August 31, 2021.

In addition to the demographic assumptions: salary increases and inflation rates used for members of TRS are identical to the assumptions employed in the August 31, 2021 annual pension actuarial valuation.

The rates of mortality, retirement, termination, and disability incidence are identical to the assumptions used to value the pension liability of the Teacher Retirement System of Texas (TRS). The demographic assumptions were developed in the experience study performed for TRS for the period ending August 31, 2017.

The active mortality rates were based on 90 percent of the RP-2014 Employee Mortality tables for males and females, with full generational mortality using Scale BB. The post-retirement mortality rates for healthy lives were based on the 2018 TRS of Texas Healthy Pensioner Mortality Tables. The rates were projected on a fully generational basis using the ultimate improvement rates from mortality projection scale MP-2018.

Election Rates for Normal retirement - 65 percent participation rate prior to age 65 and 40 percent participation rate after age 65. Election Rates for pre-65 Retirees - 25 percent are assumed to discontinue coverage at age 65.

Table 9.F.1: Actuarial Methods and Assumptions	
Component	Result
Valuation Date	August 31, 2020 rolled forward to August 31, 2021
Actuarial Cost Method	Individual Entry-Age Normal
Inflation	2.30 %
Single Discount Rate	1.95 % as of August 31, 2021
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.
Salary Increases	3.05 % to 9.05 %, including inflation
Ad Hoc Post-Employment Benefit Changes	None

The initial medical trend rates were 8.50 percent for Medicare retirees and 7.10 percent for non-Medicare retirees. There was an initial prescription drug trend rate of 8.50 percent for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.25 percent over a period of 12 years.

Discount Rate. A single discount rate of 1.95 percent was used to measure the total OPEB liability. This was a decrease of .38 percent in the discount rate since the previous year. The Discount Rate can be found in the 2021 TRS ACFR on page 77. Because the plan is essentially a "pay-as-you-go" plan, the single discount rate is equal to the prevailing municipal bond rate.

Sensitivity of the Net OPEB Liability:

Discount Rate Sensitivity Analysis. The following schedule shows the impact of the net OPEB liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (1.95%) in measuring the net OPEB liability.

	1% Decrease in Discount Rate (.95%)	Current Single Discount Rate (1.95%)	1% Increase in Discount Rate (2.95%)
District's proportionate share of the Net OPEB Liability:	\$ 9,974,532	\$ 8,269,176	\$ 6,927,006

Healthcare Cost Trend Rates Sensitivity Analysis - The following presents the net OPEB liability of the plan using the assumed healthcare cost trend rate, as well as what the net OPEB liability would be if it were calculated using a trend rate that is one-percentage point lower or one-percentage point higher than the assumed healthcare cost trend rate.

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
District's proportionate share of the Net OPEB Liability:	\$ 6,697,759	\$ 8,269,176	\$ 10,377,628

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs. At June 30, 2022, Celina Independent School District reported a liability of \$8,269,176 for its proportionate share of the TRS's net OPEB liability. This liability reflects a reduction for State OPEB support provided to the District. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with Celina Independent School District were as follows:

District's Proportionate share of the collective net OPEB liability	\$ 8,269,176
State's proportionate share that is associated with the District	<u>11,078,854</u>
Total	<u>\$19,348,030</u>

The net OPEB liability was measured as of August 31, 2021 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The employer's proportion of the net OPEB liability was based on the employer's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2020 thru August 31, 2021.

At August 31, 2021 the employer's proportion of the collective net OPEB liability was .000214369160% compared to .000210183309% as of August 31, 2020.

Changes in Actuarial Assumptions Since the Prior Actuarial Valuation – The discount rate changed from 2.33 percent as of August 31, 2020 to 1.95 percent as of August 31, 2021. This change increased the total OPEB liability.

Changes in Benefit Terms: There were no changes in benefit terms since the prior measurement date.

For the year ended June 30, 2022, Celina Independent School District recognized OPEB expense of \$(408,894) and revenue of \$(408,894) for support provided by the State.

At June 30, 2022, Celina Independent School District reported its proportionate share of the TRS's deferred outflows

of resources and deferred inflows of resources related to other post-employment benefits from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual actuarial experience	\$ 356,027	\$4,002,860
Changes in actuarial assumptions	915,908	1,748,778
Net Difference between projected and actual investment earnings	8,978	0
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	944,318	40,128
Contributions paid to TRS subsequent to the measurement date [to be calculated by employer]	165,253	
Total	\$2,390,484	\$ 5,791,766

The net amounts of the employer's balances of deferred outflows and inflows (not including the deferred contribution paid subsequent to the measurement date) of resources related to OPEBs will be recognized by the district in OPEB expense as follows

Year ended June 30:	OPEB Expense Amount
2023	\$ (723,773)
2024	(723,975)
2025	(723,921)
2026	(506,256)
2027	(211,571)
Thereafter	(677,038)

Note N. 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. The allocation of these on-behalf payments is based on the ratio of a reporting entity's covered payroll to the entire payroll reported by all reporting entities. State Contributions for Medicare Part D made on behalf of Celina Independent School District's employees were \$73,530, \$94,613, and \$80,569, respectively for fiscal years ended June 30, 2022, 2021, and 2020.

Note O. JOINT VENTURES – SHARED SERVICE ARRANGEMENTS

The District participates in shared services arrangements for various educational services, with the Region X Education Service Center. The District does not account for revenues or expenditures in this program and does not disclose them in these financial statements. The District neither has a joint ownership interest in fixed assets purchased by the fiscal agent, nor does the district have a net equity interest in the fiscal agent. The fiscal agent is neither accumulating significant financial resources nor fiscal exigencies that would give rise to a future additional benefit or burden to Celina Independent School District. The fiscal agent manager is responsible for all financial activities of the shared services arrangement.

Note P. SUBSEQUENT EVENTS

In reviewing its financial statements, management has evaluated events subsequent to the balance sheet date through November 6, 2022, which is the date the financial statements were available to be issued. On August 9, 2022, the District issued Unlimited Tax School Building Bonds, Series 2022 totaling \$60,470,000 to finance continuing construction projects. The bonds will be payable over the next 30 years at 5.00% interest.

REQUIRED SUPPLEMENTAL INFORMATION

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CELINA INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2022

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 20,659,178	\$ 26,745,538	\$ 26,785,157	\$ 39,619
5800 State Program Revenues	13,119,436	13,193,816	12,881,649	(312,167)
5900 Federal Program Revenues	60,000	60,000	61,372	1,372
5020 Total Revenues	33,838,614	39,999,354	39,728,178	(271,176)
EXPENDITURES:				
Current:				
0011 Instruction	19,481,532	19,745,233	19,085,715	659,518
0012 Instructional Resources and Media Services	274,387	274,387	210,234	64,153
0013 Curriculum and Instructional Staff Development	(451,654)	451,654	438,422	13,232
0021 Instructional Leadership	68,497	70,697	69,024	1,673
0023 School Leadership	2,322,962	2,322,962	2,280,534	42,428
0031 Guidance, Counseling, and Evaluation Services	1,015,482	1,038,082	1,017,443	20,639
0033 Health Services	355,513	380,713	366,978	13,735
0034 Student (Pupil) Transportation	1,640,948	1,678,598	1,177,756	500,842
0036 Extracurricular Activities	1,447,420	1,754,732	1,721,719	33,013
0041 General Administration	1,342,560	1,487,560	1,476,186	11,374
0051 Facilities Maintenance and Operations	3,578,652	3,578,652	3,268,419	310,233
0052 Security and Monitoring Services	(501,387)	501,387	371,982	129,405
0053 Data Processing Services	698,283	698,283	650,036	48,247
Debt Service:				
0071 Principal on Long-Term Liabilities	720,698	1,177,550	1,177,548	2
0072 Interest on Long-Term Liabilities	57,127	60,000	59,101	899
Capital Outlay:				
0081 Facilities Acquisition and Construction	45,000	4,942,000	4,905,589	36,411
Intergovernmental:				
0093 Payments to Fiscal Agent/Member Districts of SSA	18,500	31,500	30,554	946
0095 Payments to Juvenile Justice Alternative Ed. Prg.	16,000	16,000	3,103	12,897
0099 Other Intergovernmental Charges	165,000	204,500	204,119	381
6030 Total Expenditures	32,295,520	40,414,490	38,514,462	1,900,028
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	1,543,094	(415,136)	1,213,716	1,628,852
OTHER FINANCING SOURCES (USES):				
7913 Right-to-Use Leases	-	175,590	175,860	270
1200 Net Change in Fund Balances	1,543,094	(239,546)	1,389,576	1,629,122
0100 Fund Balance - July 1 (Beginning)	8,637,640	8,637,640	8,637,640	-
3000 Fund Balance - June 30 (Ending)	\$ 10,180,734	\$ 8,398,094	\$ 10,027,216	\$ 1,629,122

CELINA INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED JUNE 30, 2022

	FY 2022 Plan Year 2021	FY 2021 Plan Year 2020	FY 2020 Plan Year 2019
District's Proportion of the Net Pension Liability (Asset)	0.000144049%	0.000132338%	0.000138593%
District's Proportionate Share of Net Pension Liability (Asset)	\$ 3,668,427	\$ 7,087,738	\$ 7,204,480
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	7,414,305	14,867,876	12,929,135
Total	<u>\$ 11,082,732</u>	<u>\$ 21,955,614</u>	<u>\$ 20,133,615</u>
District's Covered Payroll	\$ 20,475,071	\$ 18,460,077	\$ 16,669,685
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	17.92%	38.40%	43.22%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	88.79%	75.54%	75.24%

Note: GASB Codification, Vol. 2, P20.183 requires that the information on this schedule be data from the period corresponding with the periods covered as of the measurement dates of August 31, 2021 for year 2022, August 31, 2020 for year 2021, August 31, 2019 for year 2020, August 31, 2018 for year 2019, August 31, 2017 for year 2018, August 31, 2016 for year 2017, August 31, 2015 for year 2016 and August 31, 2014 for year 2015.

This schedule shows only the years for which this information is available. Additional information will be added until 10 years of data are available and reported.

FY 2019 Plan Year 2018	FY 2018 Plan Year 2017	FY 2017 Plan Year 2016	FY 2016 Plan Year 2015	FY 2015 Plan Year 2014
0.000144073%	0.00013082%	0.000121599%	0.000108517%	0.000060109%
\$ 7,930,152	\$ 4,182,903	\$ 4,595,036	\$ 3,835,932	1,605,594
13,915,571	7,845,838	8,911,136	8,228,597	6,716,153
<u>\$ 21,845,723</u>	<u>\$ 12,028,741</u>	<u>\$ 13,506,172</u>	<u>\$ 12,064,529</u>	<u>\$ 8,321,747</u>
\$ 16,201,841	\$ 14,632,893	\$ 13,431,041	\$ 12,115,891	11,247,016
48.95%	25.82%	34.21%	31.66%	14.28%
73.74%	82.17%	78.00%	78.43%	83.25%

CELINA INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S CONTRIBUTIONS FOR PENSIONS
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR FISCAL YEAR 2022

	2022	2021	2020
Contractually Required Contribution	\$ 715,429	\$ 607,262	\$ 535,418
Contribution in Relation to the Contractually Required Contribution	715,429	607,262	535,418
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 22,980,328	\$ 20,475,071	\$ 18,460,077
Contributions as a Percentage of Covered Payroll	3.11%	2.97%	2.90%

Note: GASB Codification, Vol. 2, P20.183 requires that the data in this schedule be presented as of the District's respective fiscal years as opposed to the time periods covered by the measurement dates ending August 31 of the preceding year.

This schedule shows only the years for which this information is available. Additional information will be added until 10 years of data are available and reported.

	2019	2018	2017	2016	2015
\$	464,062	\$ 477,843	\$ 503,193	\$ 451,034	\$ 360,703
	464,062	477,843	503,193	451,034	360,703
\$	-	\$ -	\$ -	\$ -	\$ -
\$	16,669,685	\$ 16,201,841	\$ 14,632,893	\$ 13,431,041	\$ 12,115,891
	2.78%	2.95%	3.44%	3.36%	2.98%

CELINA INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED JUNE 30, 2022

	FY 2022 Plan Year 2021	FY 2021 Plan Year 2020	FY 2020 Plan Year 2019
District's Proportion of the Net Liability (Asset) for Other Postemployment Benefits	0.000214369%	0.000210183%	0.000204909%
District's Proportionate Share of Net OPEB Liability (Asset)	\$ 8,269,176	\$ 7,990,017	\$ 9,690,421
State's Proportionate Share of the Net OPEB Liability (Asset) Associated with the District	11,078,854	10,736,667	12,876,400
Total	<u>\$ 19,348,030</u>	<u>\$ 18,726,684</u>	<u>\$ 22,566,821</u>
District's Covered Payroll	\$ 20,475,071	\$ 18,460,077	\$ 16,669,685
District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	40.39%	43.28%	58.13%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	6.18%	4.99%	2.66%

Note: GASB Codification, Vol. 2, P50.238 states that the information on this schedule should be determined as of the measurement date. The amounts reported for FY 2022 are for measurement date August 31, 2021. The amounts reported for FY 2021 are for the measurement date of August 31, 2020. The amounts for FY 2020 are for the measurement date August 31, 2019. The amounts for FY 2019 are for the measurement date August 31, 2018. The amounts for FY 2018 are based on the August 31, 2017 measurement date.

This schedule shows only the years for which this information is available. Additional information will be added until 10 years of data are available and reported.

<u>FY 2019</u> <u>Plan Year 2018</u>	<u>FY 2018</u> <u>Plan Year 2017</u>
0.000205873%	0.000192585%
\$ 10,279,431	\$ 8,374,786
14,708,474	12,245,914
<u>\$ 24,987,905</u>	<u>\$ 20,620,700</u>
\$ 16,201,841	\$ 14,632,893
63.45%	57.23%
1.57%	0.91%

CELINA INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF DISTRICT'S CONTRIBUTIONS FOR OTHER POSTEMPLOYMENT BENEFITS (OPEB)
 TEACHER RETIREMENT SYSTEM OF TEXAS
 FOR FISCAL YEAR 2022

	2022	2021	2020
Contractually Required Contribution	\$ 190,760	\$ 166,130	\$ 158,449
Contribution in Relation to the Contractually Required Contribution	190,760	166,130	158,449
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 22,980,328	\$ 20,475,071	\$ 18,460,077
Contributions as a Percentage of Covered Payroll	0.83%	0.81%	0.86%

Note: GASB Codification, Vol. 2, P50.238 requires that the data in this schedule be presented as of the District's respective fiscal years as opposed to the time periods covered by the measurement dates ending August 31 of the preceding year.

Information in this schedule should be provided only for the years where data is available. Eventually 10 years of data should be presented.

<hr/>	
2019	2018
<hr/>	
\$ 163,602	\$ 135,605
163,602	135,605
<hr/>	
\$ -	\$ -
<hr/> <hr/>	
\$ 16,669,685	\$ 16,201,841
0.98%	0.84%

CELINA INDEPENDENT SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2022

A. Notes to Schedules for the TRS Pension

Changes of Benefit terms.

There were no changes of benefit terms since the prior measurement date.

Changes of Assumptions.

There were no changes in assumptions since the prior measurement date.

B. Notes to Schedules for the TRS OPEB Plan

Changes in Benefits.

There were no changes in benefit terms since the prior measurement date.

Changes in Assumptions.

The single discount rate changed from 2.33 percent as of August 31, 2020 to 1.95 percent as of August 31, 2021. This change increased the total OPEB liability.

OTHER SUPPLEMENTARY INFORMATION
COMBINING STATEMENTS

CELINA INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2022

Data Control Codes	211 ESSA I, A Improving Basic Program	224 IDEA Part B Formula	225 IDEA Part B Preschool	240 National Breakfast and Lunch Program
ASSETS				
1110 Cash and Cash Equivalents	\$ (2,758)	\$ (58,762)	\$ (4,251)	\$ 701,682
1240 Due from Other Governments	22,985	90,631	5,284	-
1000 Total Assets	<u>\$ 20,227</u>	<u>\$ 31,869</u>	<u>\$ 1,033</u>	<u>\$ 701,682</u>
LIABILITIES				
2160 Accrued Wages Payable	\$ 17,408	\$ 27,903	\$ 929	\$ 63,550
2170 Due to Other Funds	-	-	-	-
2200 Accrued Expenditures	2,819	3,966	104	13,804
2300 Unearned Revenue	-	-	-	-
2000 Total Liabilities	<u>20,227</u>	<u>31,869</u>	<u>1,033</u>	<u>77,354</u>
FUND BALANCES				
Restricted Fund Balance:				
3450 Federal or State Funds Grant Restriction	-	-	-	624,328
3490 Other Restricted Fund Balance	-	-	-	-
3000 Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>624,328</u>
4000 Total Liabilities and Fund Balances	<u>\$ 20,227</u>	<u>\$ 31,869</u>	<u>\$ 1,033</u>	<u>\$ 701,682</u>

255 ESSA II, A Training and Recruiting	263 Title III, A English Lang. Acquisition	279 TCLAS ESSER III-ARP Grant	281 ESSER II CRRSA Grant	282 ESSER III ARP Grant	283 ESSER Supplemental Grant	284 IDEA Part B Formula-ARP	285 IDEA B Part B Preschool-ARP
\$ (16,000)	\$ (5,353)	\$ (11,237)	\$ (153,986)	\$ (20,313)	\$ (24,628)	\$ (98,915)	\$ (2,608)
<u>16,000</u>	<u>5,353</u>	<u>11,237</u>	<u>154,561</u>	<u>36,743</u>	<u>69,883</u>	<u>110,473</u>	<u>4,546</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 575</u>	<u>\$ 16,430</u>	<u>\$ 45,255</u>	<u>\$ 11,558</u>	<u>\$ 1,938</u>
\$ -	\$ -	\$ -	\$ 270	\$ 12,681	\$ 38,530	\$ 9,706	\$ 1,743
-	-	-	-	-	-	-	-
-	-	-	305	3,749	6,725	1,852	195
-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>575</u>	<u>16,430</u>	<u>45,255</u>	<u>11,558</u>	<u>1,938</u>
-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 575</u>	<u>\$ 16,430</u>	<u>\$ 45,255</u>	<u>\$ 11,558</u>	<u>\$ 1,938</u>

CELINA INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2022

Data Control Codes	288 ESSA Title IV Part A	289 ELC Reopening Schools Grant School Health	397 Advanced Placement Incentives	410 Instructional Materials Allotment
ASSETS				
1110 Cash and Cash Equivalents	\$ -	\$ 114,244	\$ -	\$ (16,018)
1240 Due from Other Governments	-	-	-	16,018
1000 Total Assets	<u>\$ -</u>	<u>\$ 114,244</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES				
2160 Accrued Wages Payable	\$ -	\$ -	\$ -	\$ -
2170 Due to Other Funds	-	-	-	-
2200 Accrued Expenditures	-	-	-	-
2300 Unearned Revenue	-	114,244	-	-
2000 Total Liabilities	<u>-</u>	<u>114,244</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Restricted Fund Balance:				
3450 Federal or State Funds Grant Restriction	-	-	-	-
3490 Other Restricted Fund Balance	-	-	-	-
3000 Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
4000 Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 114,244</u>	<u>\$ -</u>	<u>\$ -</u>

461 Campus Activity Funds	Total Nonmajor Governmental Funds
\$ 478,061	\$ 879,158
-	543,714
<u>\$ 478,061</u>	<u>\$ 1,422,872</u>
\$ -	\$ 172,720
10,050	10,050
-	33,519
-	114,244
<u>10,050</u>	<u>330,533</u>
-	624,328
468,011	468,011
<u>468,011</u>	<u>1,092,339</u>
<u>\$ 478,061</u>	<u>\$ 1,422,872</u>

CELINA INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

Data Control Codes	211 ESSA I, A Improving Basic Program	224 IDEA Part B Formula	225 IDEA Part B Preschool	240 National Breakfast and Lunch Program
REVENUES:				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ 291,201
5800 State Program Revenues	-	-	-	62,614
5900 Federal Program Revenues	146,366	393,850	5,284	1,731,242
5020 Total Revenues	146,366	393,850	5,284	2,085,057
EXPENDITURES:				
Current:				
0011 Instruction	146,366	172,506	5,284	-
0013 Curriculum and Instructional Staff Development	-	-	-	-
0023 School Leadership	-	-	-	-
0031 Guidance, Counseling, and Evaluation Services	-	221,344	-	-
0033 Health Services	-	-	-	-
0034 Student (Pupil) Transportation	-	-	-	-
0035 Food Services	-	-	-	1,379,901
0036 Extracurricular Activities	-	-	-	-
0041 General Administration	-	-	-	-
0051 Facilities Maintenance and Operations	-	-	-	114,458
6030 Total Expenditures	146,366	393,850	5,284	1,494,359
1200 Net Change in Fund Balance	-	-	-	590,698
0100 Fund Balance - July 1 (Beginning)	-	-	-	33,630
3000 Fund Balance - June 30 (Ending)	\$ -	\$ -	\$ -	\$ 624,328

255 ESSA II, A Training and Recruiting	263 Title III, A English Lang. Acquisition	279 TCLAS ESSER III-ARP Grant	281 ESSER II CRRSA Grant	282 ESSER III ARP Grant	283 ESSER Supplemental Grant	284 IDEA Part B Formula-ARP	285 IDEA B Part B Preschool-ARP
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
28,500	15,348	11,237	162,354	131,882	342,715	110,473	4,546
28,500	15,348	11,237	162,354	131,882	342,715	110,473	4,546
28,500	15,348	1,993	114,456	111,936	342,715	93,735	4,546
-	-	-	3,000	-	-	-	-
-	-	-	4,363	-	-	-	-
-	-	9,244	29,703	19,946	-	16,738	-
-	-	-	4,000	-	-	-	-
-	-	-	2,253	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	4,579	-	-	-	-
-	-	-	-	-	-	-	-
28,500	15,348	11,237	162,354	131,882	342,715	110,473	4,546
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

CELINA INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2022

Data Control Codes	288 ESSA Title IV Part A	289 ELC Reopening Schools Grant School Health	397 Advanced Placement Incentives	410 Instructional Materials Allotment
REVENUES:				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800 State Program Revenues	-	-	2,834	181,006
5900 Federal Program Revenues	18,891	-	-	-
5020 Total Revenues	18,891	-	2,834	181,006
EXPENDITURES:				
Current:				
0011 Instruction	18,891	-	-	181,006
0013 Curriculum and Instructional Staff Development	-	-	2,834	-
0023 School Leadership	-	-	-	-
0031 Guidance, Counseling, and Evaluation Services	-	-	-	-
0033 Health Services	-	-	-	-
0034 Student (Pupil) Transportation	-	-	-	-
0035 Food Services	-	-	-	-
0036 Extracurricular Activities	-	-	-	-
0041 General Administration	-	-	-	-
0051 Facilities Maintenance and Operations	-	-	-	-
6030 Total Expenditures	18,891	-	2,834	181,006
1200 Net Change in Fund Balance	-	-	-	-
0100 Fund Balance - July 1 (Beginning)	-	-	-	-
3000 Fund Balance - June 30 (Ending)	\$ -	\$ -	\$ -	\$ -

461 Campus Activity Funds	Total Nonmajor Governmental Funds
\$ 874,328	\$ 1,165,529
-	246,454
-	3,102,688
874,328	4,514,671
-	1,237,282
-	5,834
-	4,363
-	296,975
-	4,000
-	2,253
-	1,379,901
828,671	828,671
-	4,579
-	114,458
828,671	3,878,316
45,657	636,355
422,354	455,984
\$ 468,011	\$ 1,092,339

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OTHER SUPPLEMENTARY INFORMATION
REQUIRED TEXAS EDUCATION AGENCY SCHEDULES

CELINA INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF DELINQUENT TAXES RECEIVABLE
 FISCAL YEAR ENDED JUNE 30, 2022

Last 10 Years	(1)	(2)	(3)
	Tax Rates		Assessed/Appraised Value for School Tax Purposes
	Maintenance	Debt Service	
2013 and prior years	\$ 1.140000	\$ 0.500000	\$ 641,293,872
2014	1.140000	0.500000	691,409,202
2015	1.140000	0.500000	755,183,730
2016	1.140000	0.500000	842,404,856
2017	1.140000	0.500000	983,381,713
2018	1.140000	0.500000	1,147,298,532
2019	1.140000	0.500000	1,366,566,491
2020	1.048900	0.500000	1,561,013,634
2021	0.983200	0.500000	1,772,181,351
2022 (School year under audit)	0.940900	0.500000	2,134,433,800
1000 TOTALS			

(10) Beginning Balance 7/1/2021	(20) Current Year's Total Levy	(31) Maintenance Collections	(32) Debt Service Collections	(40) Entire Year's Adjustments	(50) Ending Balance 6/30/2022
\$ 33,051	\$ -	\$ 543	\$ 238	\$ (4,076)	\$ 28,194
-	-	14	6	20	-
-	-	14	6	20	-
3,692	-	90	39	-	3,563
18,381	-	6,846	3,002	(2,053)	6,480
27,088	-	20,654	9,059	10,821	8,196
76,684	-	40,486	17,757	44,564	63,005
79,758	-	33,378	15,911	37,749	68,218
200,631	-	110,354	56,120	52,601	86,758
-	30,755,057	19,895,679	10,572,686	-	286,692
<u>\$ 439,285</u>	<u>\$ 30,755,057</u>	<u>\$ 20,108,058</u>	<u>\$ 10,674,824</u>	<u>\$ 139,646</u>	<u>\$ 551,106</u>

CELINA INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - CHILD NUTRITION PROGRAM
 FOR THE YEAR ENDED JUNE 30, 2022

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 425,000	\$ 275,000	\$ 291,201	\$ 16,201
5800 State Program Revenues	41,144	54,144	62,614	8,470
5900 Federal Program Revenues	502,449	1,729,100	1,731,242	2,142
5020 Total Revenues	968,593	2,058,244	2,085,057	26,813
EXPENDITURES:				
Current:				
0035 Food Services	1,002,223	1,388,423	1,379,901	8,522
0051 Facilities Maintenance and Operations	-	123,200	114,458	8,742
6030 Total Expenditures	1,002,223	1,511,623	1,494,359	17,264
1200 Net Change in Fund Balances	(33,630)	546,621	590,698	44,077
0100 Fund Balance - July 1 (Beginning)	33,630	33,630	33,630	-
3000 Fund Balance - June 30 (Ending)	\$ -	\$ 580,251	\$ 624,328	\$ 44,077

CELINA INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - DEBT SERVICE FUND
 FOR THE YEAR ENDED JUNE 30, 2022

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 10,823,775	\$ 10,823,775	\$ 10,767,857	\$ (55,918)
5800 State Program Revenues	-	9,645	71,985	62,340
5020 Total Revenues	10,823,775	10,833,420	10,839,842	6,422
EXPENDITURES:				
Debt Service:				
0071 Principal on Long-Term Liabilities	2,835,000	2,535,000	2,535,000	-
0072 Interest on Long-Term Liabilities	7,978,775	8,395,693	8,395,108	585
0073 Bond Issuance Cost and Fees	10,000	290,282	286,335	3,947
6030 Total Expenditures	10,823,775	11,220,975	11,216,443	4,532
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(387,555)	(376,601)	10,954
OTHER FINANCING SOURCES (USES):				
7911 Capital Related Debt Issued	-	150,273	150,272	(1)
7916 Premium or Discount on Issuance of Bonds	-	2,535,282	2,535,282	-
7080 Total Other Financing Sources (Uses)	-	2,685,555	2,685,554	(1)
1200 Net Change in Fund Balances	-	2,298,000	2,308,953	10,953
0100 Fund Balance - July 1 (Beginning)	10,179,211	10,179,211	10,179,211	-
3000 Fund Balance - June 30 (Ending)	\$ 10,179,211	\$ 12,477,211	\$ 12,488,164	\$ 10,953

CELINA INDEPENDENT SCHOOL DISTRICT
STATE COMPENSATORY EDUCATION AND BILINGUAL EDUCATION PROGRAM EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2022

Section A: Compensatory Education Programs

AP1	Did your LEA expend any state compensatory education program state allotment funds during the district's fiscal year?	Yes
<hr/>		
AP2	Does the LEA have written policies and procedures for its state compensatory education program?	Yes
<hr/>		
AP3	List the total state allotment funds received for state compensatory education programs during the district's fiscal year.	699,674
<hr/>		
AP4	List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year.	1,269,444
<hr/>		

Section B: Bilingual Education Programs

AP5	Did your LEA expend any bilingual education program state allotment funds during the LEA's fiscal year?	Yes
<hr/>		
AP6	Does the LEA have written policies and procedures for its bilingual education program?	Yes
<hr/>		
AP7	List the total state allotment funds received for bilingual education programs during the LEA's fiscal year.	187,319
<hr/>		
AP8	List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year. (PICs 25,35)	342,553
<hr/>		

FEDERAL AWARDS SECTION

Morgan, Davis, & Company, P.C.

Post Office Box 8158

Greenville, Texas 75404

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*

Independent Auditor's Report

Celina Independent School District
205 South Colorado
Celina, Texas 75009

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 Celina Independent School District, as of and for the year ended June 30, 2022 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 6, 2022.

Report on 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) as a basis for designing 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.

Report on 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 financial statements. 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*.

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.

/s/ Morgan, Davis & Company, P.C.

Morgan, Davis, & Company, P.C.
Greenville, Texas
November 6, 2022

Morgan, Davis & Company, P.C.
Post Office Box 8158
Greenville, Texas 75404

**Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and
Report on Schedule of Expenditures of Federal Awards Required by Uniform Guidance**

Independent Auditor's Report

Celina Independent School District
205 South Colorado
Celina, Texas 75007

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Celina Independent School District's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Celina Independent School District's major federal programs for the year ended June 30, 2022. Celina Independent School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Celina Independent School 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, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (GAS); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibility under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities in accordance with relevant ethical requirements related to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and to express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Governmental Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during or audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Celina Independent School District as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Celina Independent School District's basic financial statements. We issued our report thereon, dated November 6, 2022, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

/s/ Morgan, Davis & Company, P.C.

Morgan, Davis & Company, P.C.
Greenville, Texas
November 6, 2022

CELINA INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2022

Summary of Auditor's Results:

The type of report we issued on whether the financial statements of Celina Independent School District were prepared in accordance with GAAP as an unmodified opinion.

With respect to internal control over financial reporting, we identified no material weaknesses and we reported no significant deficiencies.

We noted no noncompliance material to the financial statements,

With respect to internal control over major federal programs, we identified no material weaknesses and we reported no significant deficiencies.

The type of report we issued on compliance for major programs was an unmodified opinion.

We disclosed no audit findings which the auditor is required to report in accordance with 2 CFR 200.516(a).

We identified the following major programs:

COVID-19 Elementary & Secondary School Emergency Relief Funds (ESSER), Assistance Listing #84.425

Child Nutrition Cluster

School Breakfast Program, Assistance Listing # 10.553

National School Lunch Program, Assistance Listing # 10.555

The dollar threshold used to distinguish between Type A and Type B programs was \$750,000.

The auditee does not qualify as a low-risk auditee.

Financial Statements Findings:

There are no findings related to financial statements which are required to be reported in accordance with *Generally Accepted Auditing Standards*.

Federal Award Findings and Questioned Costs:

There are no findings or questioned costs related to federal awards which are required to be reported by 2 CFR 200.516(a).

CELINA INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF STATUS OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2022

(Prepared by the District's Administration)

There were no prior audit findings which required corrective action.

CELINA INDEPENDENT SCHOOL DISTRICT
CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED JUNE 30, 2022

(Prepared by the District's Administration)

There were no corrective actions necessary for the year ended June 30, 2022.

CELINA INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022

(1)	(2)	(3)	(4)
FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM or CLUSTER TITLE	Federal Assistance Listing No.	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF EDUCATION			
<u>Passed Through Texas Education Agency</u>			
ESSA, Title I, Part A - Improving Basic Programs	84.010 A	22610101057950	\$ 146,366
*IDEA - Part B, Formula	84.027	22660001043903	393,850
*IDEA, Part B, Formula - ARP	84.027 X	22535001043903	110,473
Total Assistance Listing Number 84.027			504,323
*IDEA - Part B, Preschool	84.173	22661001043903	5,284
*IDEA, Part B, Preschool - ARP	84.173 X	22536001043903	4,546
Total Assistance Listing Number 84.173			9,830
Total Special Education Cluster (IDEA)			514,153
Title III, Part A - English Language Acquisition	84.365 A	21615002057950	104
Title III, Part A - English Language Acquisition	84.365 A	22615002057950	15,244
Total Assistance Listing Number 84.365			15,348
ESSA, Title II, Part A, Teacher Principal Training	84.367 A	22694501057950	28,500
ESSA, Title IV, Part A	84.424 A	22680101057950	18,891
COVID-19 - ESSER II - CRRSA Grant	84.425 D	21521001057950	162,354
COVID-19 - ESSER III - ARP Grant	84.425 D	21528001057950	127,801
COVID-19 - TCLAS High Quality After School	84.425 D	215280587110028	4,081
COVID-19 - TCLAS ESSER III	84.425 U	21528042043903	11,237
COVID-19 - ESSER Supplemental Grant	84.425 U	21528043057950	342,715
Total Assistance Listing Number 84.425			648,188
Total Passed Through Texas Education Agency			1,371,446
TOTAL U.S. DEPARTMENT OF EDUCATION			1,371,446
U.S. DEPARTMENT OF AGRICULTURE			
<u>Passed Through the Texas Department of Agriculture</u>			
*School Breakfast Program	10.553	71402201	287,361
*National School Lunch Program - Cash Assistance	10.555	71302201	1,376,862
*National School Lunch Prog. - Non-Cash Assistance	10.555	N/A	66,405
Total Assistance Listing Number 10.555			1,443,267
*USDA Emergency Operational Cost Reimbursement	10.559	N/A	614
Total Child Nutrition Cluster			1,731,242
Total Passed Through the Texas Department of Agriculture			1,731,242
TOTAL U.S. DEPARTMENT OF AGRICULTURE			1,731,242
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 3,102,688
*Clustered Programs			

See Accompanying Notes to the Schedule of Expenditures of Federal Awards

CELINA INDEPENDENT SCHOOL DISTRICT
NOTES ON ACCOUNTING POLICIES FOR FEDERAL AWARDS
YEAR ENDED JUNE 30, 2022

1. For all federal programs, the District uses the fund types specified in Texas Education Agency’s *Financial Accountability System Resource Guide*. Special revenue funds are used to account for resources restricted to, or designated for, specific purposes by a grantor. Federal and state financial assistance is generally accounted for in a Special Revenue Fund.
2. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund types are accounted for using a current financial resources measurement focus. All Federal grant funds were accounted for in a Special Revenue Fund or, in some instances, in the General Fund which are Governmental Fund type funds. With this measurement focus, only current assets and current liabilities and the fund balance are included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The modified accrual basis of accounting is used for the Governmental Fund types. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on General Long-Term Debt, which is recognized when due, and certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources. 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 District must submit to the pass-through entity no later than 90 calendar days (or an earlier date as agreed upon by the pass-through entity and the District) after the end date of the period of performance, all financial, performance, and other reports as required by the terms and conditions of the Federal award. The Federal awarding agency or pass-through entity may approve extension when requested and justified by the non-Federal entity, as applicable (2 CFR 200.344(a)). Unless the Federal awarding agency or pass-through entity authorizes an extension, a non-Federal entity must liquidate all financial obligations incurred under the Federal award no later than 120 calendar days after the end date of the period of performance as specified in the terms and conditions of the Federal award. (2 CFR 200.344(b)).
4. Indirect cost reimbursement for federal programs for this fiscal year was received in the amount of \$0.
5. Assistance Listing numbers for commodity assistance are the Assistance Listing numbers of the programs under which USDA donated the commodities.
6. Reconciliation Information:

Amount reported on the Schedule of Expenditures of Federal awards	\$ 3,102,688
SHARS Revenue reported in the General Fund	61,372
Federal Program Revenue Reported on Exhibit C-3	\$ 3,164,060

SCHOOLS FIRST QUESTIONNAIRE

Celina Independent School District

Fiscal Year 2022

SF1	Was there an unmodified opinion in the Annual Financial Report on the financial statements as a whole?	Yes
SF2	Were there any disclosures in the Annual Financial Report and/or other sources of information concerning nonpayment of any terms of any debt agreement?	No
SF3	Did the school district make timely payments to the Teachers Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other government agencies? (If there was a warrant hold not cleared in 30 days, then not timely.)	Yes
SF4	Was the school district issued a warrant hold? (Yes even if cleared within 30 days.)	No
SF5	Did the Annual Financial Report disclose any instances of material weaknesses in internal controls over financial reporting and compliance for local, state or federal funds?	No
SF6	Was there any disclosure in the Annual Financial Report of material noncompliance for grants, contracts, and laws related to local, state, or federal funds?	No
SF7	Did the school district post the required financial information on its website in accordance with Government Code, Local Government Code, Texas Education Code, Texas Administrative Code and other statutes, laws and rules in effect at the fiscal year end?	Yes
SF8	Did the school board members discuss the school district's property values at a board meeting within 120 days before the school district adopted its budget?	Yes
SF9	Total accumulated accretion on CABs included in government-wide financial statements at fiscal year end.	0



205 S Colorado, Celina, Tx 75009

Phone 469-742-9100

Fax 972-382-3607

CISD Board Agenda Item Synopsis

Subject: Consider Approval of November Budget Amendments

Background Information:

Goals:

- 1. We will provide and support a safe, civil and collaborative culture.
- 2. We will continuously provide and support effective teaching in every classroom.
- 3. We will provide and support a guaranteed and viable curriculum.
- 4. We will continue to foster a love of reading and commit to continual growth in childhood literacy.
- 5. We will foster strong numeracy skills and commit to continual growth in math success.
- 6. We will provide targeted strategies and practices to prepare students for post-secondary education, career readiness, and military participation.
- 7. We will attract, recruit, develop, and retain high-quality professional staff.

Budgetary Impact:

Amendment #1 is for additional revenue and expenses in the Athletic flowthrough account. Amendments #2-6 will have no impact on the budget, as amounts were in the adopted budget, we are just moving amounts between functions to record salaries and benefits for job assignment changes. Amendment #7 will decrease Fund balance in both the general and food service fund, these were approved at the October meeting. Amendment #8 will increase General Fund revenue by \$85,000 from CEF donation.

Recommendation:

The District recommendation is for the Members of the Board to approve the November Budget Amendments as presented.

Submitted by:

Amber Pennell
CFO

Recommended by:

Tom Maglisceau, Ph.D.
Superintendent

Meeting Date: November 14, 2022

**CELINA INDEPENDENT SCHOOL DISTRICT
2022-2023 BOARD APPROVED BUDGET AMENDMENTS**

Nov-22

1 BA #	ACCOUNT CODE					DESCRIPTION	AMOUNT (INC)	AMOUNT (DEC)
230016	199	00	5749	01	000	300000 FLOWTHROUGH REV	\$ 40,000	
	199	36	6219	00	999	391000 FLOWTHROUGH EXP	\$ 40,000	

ATHLETIC FLOWTHROUGH

2 BA #	ACCOUNT CODE					DESCRIPTION	AMOUNT (INC)	AMOUNT (DEC)
230017	199	11	6119	00	001	337000 SALARIES		\$ 100,000
	199	21	6119	00	999	343000 SALARIES	\$ 100,000	

ALLOCATING TO CORRECT FUNCTION

3 BA #	ACCOUNT CODE					DESCRIPTION	AMOUNT (INC)	AMOUNT (DEC)
230018	199	21	6129	00	999	343000 SALARIES	\$ 41,000.00	
	199	23	6129	00	041	311000 SALARIES		\$ 41,000

ALLOCATING TO CORRECT FUNCTION

4 BA #	ACCOUNT CODE					DESCRIPTION	AMOUNT (INC)	AMOUNT (DEC)
230019	199	21	6119	00	001	322000 SALARIES	\$ 120,000	
	199	11	6119	00	001	322001 SALARIES	\$ 120,000	

ALLOCATING TO CORRECT FUNCTION

5 BA #	ACCOUNT CODE					DESCRIPTION	AMOUNT (INC)	AMOUNT (DEC)
230020	199	13	6119	00	999	399000 SALARIES	\$ 47,000.0	
	199	11	6119	00	001	337000 SALARIES		\$ 47,000

ALLOCATING TO CORRECT FUNCTION

6 BA #	ACCOUNT CODE					DESCRIPTION	AMOUNT (INC)	AMOUNT (DEC)
230021	199	34	6129	00	999	323000 SALARIES	\$ 140,000	
	199	41	6119	00	701	399000 SALARIES	\$ 110,000	
	199	33	6119	00	104	311000 SALARIES	\$ 24,000	
	199	11	6119	00	999	311009 SALARIES		\$ 274,000

ALLOCATING TO CORRECT FUNCTION

7 BA #	ACCOUNT CODE					DESCRIPTION	AMOUNT (INC)	AMOUNT (DEC)
230022	199	00	3700	00	000	300000 FUND BALANCE		\$ 286,467
	199	11	6395	00	999	311000 IPADS	\$ 65,000	
	199	51	6631	00	999	399000 VEHICLES	\$ 221,467	
	240	35	6631	00	999	399000 CAFÉ VAN	\$ 46,615	
	240	00	3600	00	000	300000 CAFÉ FUND BALANCE		\$ 46,615

APPROVED AT PREVIOUS MEETINGS

JUST SETTING UP THE BUDGET

8 BA #	ACCOUNT CODE					DESCRIPTION	AMOUNT (INC)	AMOUNT (DEC)
230023	199	00	5744	02	000	300000 CEF DONATION	\$ 85,000	
	199	00	3700	00	000	300000 FUND BALANCE	\$ 85,000	

SETUP DONATION FROM CEF



205 S Colorado, Celina, Tx 75009

Phone 469-742-9100

Fax 972-382-3607

CISD Board Agenda Item Synopsis

Subject: Consider Approval for Self-Certification of Increase in Micro-Purchase Threshold for Federal Funds to \$49,999

Background Information:

Goals:

- 1. We will provide and support a safe, civil and collaborative culture.
- 2. We will continuously provide and support effective teaching in every classroom.
- 3. We will provide and support a guaranteed and viable curriculum.
- 4. We will continue to foster a love of reading and commit to continual growth in childhood literacy.
- 5. We will foster strong numeracy skills and commit to continual growth in math success.
- 6. We will provide targeted strategies and practices to prepare students for post-secondary education, career readiness, and military participation.
- 7. We will attract, recruit, develop, and retain high-quality professional staff.

Budgetary Impact:

None

Recommendation:

The District recommendation is for the Members of the Board to approve the Self-Certification of Increase in Micro-Purchase Threshold for Federal Funds to \$49,999. Currently the district threshold is \$10,000. We do our best to use vendors that participate in a Purchasing Cooperatives to ensure we are getting the most competitive prices, but this will allow us to not have to get additional quotes for anything below \$49,999.

Submitted by:

Amber Pennell
CFO

Recommended by:

Tom Maglisceau, Ph.D.
Superintendent

Meeting Date: November 14, 2022

Celina Independent School District

Self-Certification of Increased Micro-Purchase Threshold

WHEREAS, Pursuant to Board Policy CH (Local), the Board has authorized the Superintendent to develop purchasing procedures to implement the requirements of state and federal law. Further, the District's Board of Trustee has delegated authority to the Superintendent to make budgeted purchases of goods and services costing less than \$50,000.

WHEREAS, Pursuant to 2 CFR § 200.320(a)(1)(iv), a non-Federal entity may self-certify a Micro Purchase Threshold up to \$50,000 on an annual basis and must maintain documentation to be made available to the Federal awarding agency and auditors in accordance with 2 CFR §200.334.

THEREFORE, Celina ISD self-certifies that effective November 14, 2022, and for fiscal year 2022-2023, its Micro Purchase Threshold, as defined by 2 CFR 200.320(a)(1)(ii), is hereby increased to \$49,999.99. Unless otherwise required by the District's internal purchasing regulations or controls, purchases up to the Micro Purchase Threshold may be purchased without soliciting competitive price or rate quotations if the District considers the price to be reasonable based on research, experience, purchase history or other information and documents it files accordingly.

This self-certification is based on the following justification, as recognized and authorized by 2 CFR §200.320(a)(1)(iv)(C):

Texas law generally permits public school districts to make non-competitive purchases for goods or services valued less than \$50,000 in the aggregate, as set forth in Texas Education Code §44.031(a).

In any instance where Texas or other federal law imposes a requirement to competitively procure any good or service costing less than \$50,000, or where Texas or other federal law imposes more stringent purchasing standards or procedures than set forth in 2 CFR Part 200, the District will continue to follow the more restrictive legal requirement.

APPROVED BY:

Printed Name: Dr. Tom Maglisceau, Superintendent, Celina ISD

Date: _____



205 S Colorado, Celina, Tx 75009

Phone 469-742-9100

Fax 972-382-3607

CISD Board Agenda Item Synopsis

Subject: Consider Approval for IVD (Interactive Video Displays) & FPD (Flat Panel Displays) – Elem NLD.

Background Information: Administration is proposing to award (ProComputing) for displays needed for Elementary NLD.

Goals:

- ✓ 1. We will provide and support a safe, civil and collaborative culture.
- ✓ 2. We will continuously provide and support effective teaching in every classroom.
- ✓ 3. We will provide and support a guaranteed and viable curriculum.
- ✓ 4. We will continue to foster a love of reading and commit to continual growth in childhood literacy.
- ✓ 5. We will foster strong numeracy skills and commit to continual growth in math success.
- ✓ 6. We will provide targeted strategies and practices to prepare students for post-secondary education, career readiness, and military participation.
- ✓ 7. We will attract, recruit, develop, and retain high-quality professional staff.

Budgetary Impact:

The funds for this purchase will be budgeted from bond funds (FF&E).

Purchasing:

The purchasing requirements are satisfied.

Recommendation:

The District recommendation is for the Members of the Board to approve this purchase from (ProComputing), not-to-exceed \$129,446.00, in accordance with Board Policy.

Submitted by:

Zach Allen
Chief Technology Officer

Recommended by:

Tom Maglisceau, Ph.D.
Superintendent

Meeting Date: November 14, 2022



ProComputing

P.O. Box 2720
Grapevine, TX 76099
Phone: (214) 634-2450

PROPOSAL: 158168
DOC. TYPE: SQ
DATE: 11/4/2022
SHIP VIA:

REP: PHILLIPS, JOE MARK

SOLD TO: CELINA ISD
ACCOUNTS PAYABLE
205 S COLORADO
CELINA, TX 75009-0188
PH. (469) 742-9100

SHIP TO: CELINA ISD
205 S COLORADO
CELINA, TX 75009-0188
PH. (469) 742-9100

Account:	100187	Reference:		Terms:	Net 15 Days
Item Number	Description	Quantity	Price	Extended	
IFPs					
EK755I	Vivitek NovoTouch 75" w/ NovoPro Android Module, Includes 5 Year Warranty	52	\$2,249.00	\$116,948.00	
LABOR	Delivery	1	\$2,500.00	\$2,500.00	
BalanceBox Mounts					
481A71001	BalanceBox® 400 MOBILE STAND MIX® For use with BalanceBox® 400 mount or as 'fixed height' mobile cart with vesa interface	1	\$329.00	\$329.00	
480A12	BalanceBox 400-70 (41-70KG) tensioned HEIGHT ADJUSTABLE WALL MOUNT for use with interactive flat pa (If using with Promethean, Please include Qty. 1 x Part #539957 for each Promethean Panel)	1	\$679.00	\$679.00	
481A70	BalanceBox 400/650 UNIVERSAL VESA INTERFACE for Mobile and fixed install, up to 800x600 mm	1	\$79.00	\$79.00	
PSHIPPING	Product Shipping	1	\$100.00	\$100.00	
Digital Signage Displays					
CDE5520-E1	Viewsonic CDE5520-E1 55" Display, 3840 x 2160 Resolution, 350 cd/m2 Brightness, 24/7 Bundle includes CDE5520 display, USB Wi-Fi adapter and wall mount.	9	\$899.00	\$8,091.00	
PSHIPPING	Product Shipping	9	\$80.00	\$720.00	
TIPS	TIPS (Contract# 210101) Technology Solutions, Products and Services	1	\$0.00	\$0.00	

Sub-Total:	\$129,446.00
Tax:	\$0.00
Total:	\$129,446.00

FOR ELECTRONIC INVOICING:

SEND REQUEST TO: e-invoice@procomputing.com with your designated email address

**E-Mail all purchase orders to sales@procomputing.com,
send all payments to the address above.**

Prices subject to change without notice, In the event any tax or tariffs are imposed upon the import of the products purchased hereunder, the cost of such tariff shall be added to the purchase price accordingly. Prices reflect purchase of all equipment listed on quote.

Regular Meeting
Monday, October 17, 2022 6:15 PM Central

Multipurpose Facility, Celina High School,
Banquet Hall
3455 North Preston Road
Celina, TX 75009

Tracey Balsamo: Present
Brooks Barr: Present
Jarratt Calvert: Present
Jeff Gravley: Present
Chuck Hansen: Present
Kelly Juergens: Present
Dan Williams: Present
Present: 7.

1. CALL TO ORDER & ESTABLISH QUORUM

Kelly Juergens called the meeting to order at 6:15 PM.

1.A. Pledge of Allegiance
Led by Jarratt Calvert

1.B. Invocation
Led by Dan Williams

2. RECOGNITIONS

2.A. Recognize Bocce Ball State Champions
Moved to November Regular Board Meeting due to illness.

2.B. Recognize Principals and Assistant Principals
Dr. Tom Maglisceau recognized campus Principals and Assistant Principals

3. CONSTRUCTION REPORT

4. SUPERINTENDENT'S REPORT

4.A. Information / Superintendent's Update

5. PUBLIC COMMENT

5.A. Comments from Visitors Who Wish to Address Board Members on Agenda or Non-Agenda Topics
No one addressed the Board in Open Forum.

6. CLOSED MEETING

Kelly Juergens adjourned the Board to Executive Session at 6:41 PM.

6.A. Personnel - Pursuant to Texas Government Code Section 551.074, deliberation regarding the appointment, employment, evaluation, reassignment, duties, discipline, or dismissal of a public officer or employee; or to hear a complaint or charge against an officer or employee.

6.A.1. Team of 8

6.A.2. 2023 TASA/TASB Conference

6.A.3. DOI Teacher Certifications

6.A.4. Teacher Incentive Discussion

6.A.5. Appraisal Process

6.B. Real Property - Pursuant to Texas Government Code Section 551.072, deliberation regarding the purchase, exchange, lease, or value of real property if deliberation in an open meeting would have a detrimental effect on the board's position in negotiations with a third person.

6.B.1. Steering Committee Members

6.C. Safety and Security - Pursuant to Texas Government Code Section 551.089, deliberation regarding security devices or security audits. (1) Security assessments or deployments relating to information resources technology; (2) network security information as described by Section 2059.055 (b); or (3) the deployment, or specific occasions for implementation, of security personnel, critical infrastructure, or security devices.

6.C.1. District Intruder Detection Audit Findings

7. RECONVENE - Open meeting to vote on matters considered in closed session in accordance with the Texas Open Meetings Act, Texas Government Code, Chapter 551, to take action necessary regarding personnel.

The Board reconvened to Open Session at 8:48 PM.

8. ACTION TAKEN ON ITEMS DISCUSSED IN CLOSED SESSION

No action was taken on items discussed in Closed Session.

9. INFORMATION/CONFIRMATION AGENDA ITEMS

9.A. TCLASS Update

9.B. ESSER Update

9.C. Intruder Audit Update

10. ACTION/BRIEFING AGENDA ITEMS

10.A. Approve Campus Improvement Plans

Motion was made by Brooks Barr and seconded by Tracey Balsamo to approve the Campus Improvement Plans as presented.

Motion carried 7-0

10.B. Consider and Approve 2022 Tax Rolls

Motion was made by Jeff Gravley and seconded by Jarratt Calvert to approve the 2022 Tax Rolls as presented.

Motion carried 7-0

10.C. Consider and Approve Early Package GMP for Structural Steel, Roofing, RTU's and Switchgear for Cambridge Crossing Elementary School

Motion made by Jeff Gravley and seconded by Tracey Balsamo to approve the Early Packacke GMP for Structural Steel, Roofing, RTU's and Switchgear for Cambridge Crossing Elementary School as presented.

Motion carried 7-0

10.D. Consider and Approve Maintenance Trucks

Motion was made by Jeff Gravley and seconded by Dan Williams to approve the Purchase of Maintenance Vehicles Option #2 as presented.

Motion carried 7-0

10.E. Consider and Approve Addendum to ESS Contract

Motion was made Tracey Balsamo and seconded by Chuck Hansen to approve the Addendum to the ESS Contract as presented.

Motion carried 7-0

10.F. Consider and Approve Custodial Service Contract

Motion was made by Dan Williams and seconded by Brooks Barr to Approve the Custodial Service Contract with EFI as presented.

Motion carried 7-0

11. DISCUSSION ITEMS

11.A. TASA/TASB Convention

Dan Williams, Tracey Balsamo, and Jarratt Calvert shared information from TASA/TASB Convention in San Antonio.

12. CONSENT/CONFIRMATION AGENDA ITEMS

Motion was made by Tracey Balsamo and seconded by Jarratt Calvert to approve the Minutes of the September 19, 2022 Regular Board Meeting and the Monthly Cash Distributions, Cash Balance and Investment Report as presented.

Motion carried 7-0

12.A. Minutes of the September 19, 2022 Regular Board Meeting

12.B. Monthly Cash Distributions/Cash Balance/Investment Report/Budget Amendments

13. ADJOURNMENT

Motion was made by Brooks Barr and seconded by Dan Williams to adjourn the meeting.

Motion carried 7-0

Meeting was adjourned at 9:47 PM.

Budgeted/Expended Comparison Summary

OCTOBER 31, 2022

	Original Budget	Amended Budget	Total Expended YTD	Current Month Expenditure	Encumbered	Balance	Available to Use
Funds 181-191-199 General Operating							
11 Instruction							
6100 Payroll Costs	20,788,262.00	20,788,262.00	5,999,881.38	1,907,687.71		14,788,380.62	71.14%
6200 Professional Services	1,180,009.00	1,180,009.00	242,898.49	81,032.75	18,565.00	918,545.51	77.84%
6300 Supplies and Materials	752,479.00	748,590.00	260,107.97	105,312.74	49,862.57	438,619.46	58.59%
6400 Other Operating	103,065.00	103,065.00	35,005.16	3,434.58	1,725.73	66,334.11	64.36%
6600 Capital Outlay	64,092.00	67,981.00	59,861.14	53,266.72	796.00	7,323.86	10.77%
Total Instruction	22,887,907.00	22,887,907.00	6,597,754.14	2,150,734.50	70,949.30	16,219,203.56	70.86%
12 Library							
6100 Payroll Costs	231,801.00	231,801.00	66,975.81	17,391.24		164,825.19	71.11%
6200 Professional Services	11,125.00	11,125.00	8,269.12	8,029.25	2,000.00	855.88	7.69%
6300 Supplies and Materials	4,625.00	4,625.00	2,279.13	1,584.03		2,345.87	50.72%
6400 Other Operating	5,500.00	5,500.00	974.11	974.11		4,525.89	82.29%
6600 Capital Outlay	12,000.00	12,000.00	681.74	124.74	2,135.38	9,182.88	76.52%
Total Library	265,051.00	265,051.00	79,179.91	28,103.37	4,135.38	181,735.71	68.57%
13 Curriculum							
6100 Payroll Costs	282,955.00	282,955.00	72,031.41	18,099.47		210,923.59	74.54%
6200 Contracted Services	124,000.00	124,000.00	20,765.10	1,550.00	23,818.64	79,416.26	64.05%
6300 Supplies and Materials	46,225.00	46,225.00	15,681.23	2,151.87	2,116.25	28,427.52	61.50%
6400 Other Operating	20,300.00	20,300.00	4,167.08	574.98	159.00	15,973.92	78.69%
6600 Capital Outlay	15,000.00	15,000.00					
Total Curriculum	488,480.00	488,480.00	112,644.82	22,376.32	26,093.89	349,741.29	71.60%
21 Instructional Leadership							
6100 Payroll Costs	203,709.00	203,709.00	189,716.51	50,514.00		13,992.49	6.87%
6200 Professional Services	1,000.00	1,000.00	410.00			590.00	59.00%
6400 Other Operating	2,500.00	2,500.00	165.00			2,335.00	93.40%
Total Inst Leadership	207,209.00	207,209.00	190,291.51	50,514.00	0.00	16,917.49	8.16%
23 School Leadership							
6100 Payroll Costs	2,461,988.00	2,461,988.00	747,668.85	189,166.47		1,714,319.15	69.63%
6200 Professional Services	17,500.00	17,500.00	782.00			16,718.00	95.53%
6300 Supplies and Materials	6,037.00	6,037.00	641.00			5,396.00	89.38%
6400 Other Operating	9,950.00	9,950.00	3,320.74	818.00		6,629.26	66.63%
6600 Capital Outlay	1,450.00	1,450.00				1,450.00	100.00%
Total School Leadership	2,496,925.00	2,496,925.00	752,412.59	189,984.47	0.00	1,744,512.41	69.87%
Funds 181-191-199 General Operating							
31 Guidance & Counseling							
6100 Payroll Costs	1,404,013.00	1,404,013.00	369,064.41	71,905.20		1,034,948.59	73.71%
6200 Professional Services	6,500.00	6,500.00	1,000.00	1,000.00	6,054.56	(554.56)	-8.53%
6300 Supplies and Materials	16,625.00	16,625.00	15,147.04		1,122.00	355.96	2.14%
6400 Other Operating	2,350.00	2,350.00	200.00		450.00	1,700.00	72.34%
6600 Capital Outlay	250.00	250.00	40.00			210.00	84.00%
Total Counseling	1,429,738.00	1,429,738.00	385,451.45	72,905.20	7,626.56	1,036,659.99	72.51%
33 Health Services							
6100 Payroll Costs	365,763.00	365,763.00	119,551.99	35,532.16		246,211.01	67.31%
6200 Professional Services	4,000.00	4,000.00			349.11	3,650.89	0.00%
6300 Supplies and Materials	13,750.00	13,750.00	2,757.86		216.10	10,776.04	78.37%
6400 Other Operating	1,800.00	1,800.00	957.00			843.00	46.83%
6600 Capital Outlay	1,000.00	1,000.00	149.98			850.02	85.00%
Total Health Services	386,313.00	386,313.00	123,416.83	35,532.16	565.21	262,330.96	67.91%
34 Pupil Transportation							
6100 Payroll Costs	1,467,555.00	1,467,555.00	504,385.56	165,404.92		963,169.44	65.63%
6200 Professional Services	25,700.00	25,700.00	8,053.90	5,789.07		17,646.10	68.66%
6300 Supplies and Materials	596,750.00	596,750.00	139,880.45	54,085.15	11,456.27	445,413.28	74.64%
6400 Other Operating	57,000.00	57,000.00	2,551.51	1,675.00	70.00	54,378.49	95.40%
6600 Capital Outlay			0.00			0.00	0.00%
Total Pupil Transportation	2,147,005.00	2,147,005.00	654,871.42	226,954.14	11,526.27	1,480,607.31	68.96%
36 Extra Curricular-Athletics							
6200 Professional Services	130,060.00	130,060.00	35,469.12	16,555.58	1,305.00	93,285.88	71.73%
6300 Supplies and Materials	124,940.00	124,940.00	66,506.98	15,399.35	28,501.80	29,931.22	23.96%
6400 Other Operating	110,625.00	110,625.00	37,628.53	13,722.99	6,350.31	66,646.16	60.25%
6600 Capital Outlay	2,500.00	2,500.00				2,500.00	100.00%

Budgeted/Expended Comparison Summary

OCTOBER 31, 2022

	Original Budget	Amended Budget	Total Expended YTD	Current Month Expenditure	Encumbered	Balance	Available to Use
Total Extra Curricul	368,125.00	368,125.00	139,604.63	45,677.92	36,157.11	192,363.26	52.25%
36 Extra Curricular							
6100 Payroll Costs	1,131,324.00	1,131,324.00	362,251.25	114,933.70		769,072.75	67.98%
6200 Professional Service	50,000.00	50,000.00	84,423.91	460.00		(34,423.91)	-68.85%
6300 Supplies and Materi	18,900.00	18,900.00	202.72	202.72	3,006.81	15,690.47	83.02%
6400 Other Operating	98,860.00	98,860.00	72,255.87	8,742.21	500.00	26,104.13	26.41%
6600 Capital Outlay	0.00	0.00				0.00	0.00%
Total Extra Curricul	1,299,084.00	1,299,084.00	519,133.75	124,338.63	3,506.81	776,443.44	59.77%
Funds 181-191-199 General Operating							
41 General Administration							
6100 Payroll Costs	1,339,967.00	1,339,967.00	420,128.18	105,036.94		919,838.82	68.65%
6200 Professional Service	203,000.00	203,000.00	56,816.65	23,237.12	5,837.99	140,345.36	69.14%
6300 Supplies and Materi	20,000.00	20,000.00	15,078.84	4,302.52	1,577.41	3,343.75	16.72%
6400 Other Operating	131,700.00	131,700.00	39,388.44	11,872.31	1,809.09	90,502.47	68.72%
6600 Capital Outlay		0.00					
Total General Admi	1,694,667.00	1,694,667.00	531,412.11	144,448.89	9,224.49	1,154,030.40	68.10%
51 Plant Maintenance							
6100 Payroll Costs	1,967,475.00	1,967,475.00	630,996.80	165,037.23		1,336,478.20	67.93%
6200 Professional Service	1,425,000.00	1,425,000.00	587,271.34	169,196.21	9,086.00	828,642.66	58.15%
6300 Supplies and Materi	251,500.00	251,500.00	114,408.91	20,440.59	9,745.53	127,345.56	50.63%
6400 Other Operating	277,000.00	277,000.00	55,791.00		385.00	220,824.00	79.72%
6600 Captl Outly	40,000.00	40,000.00	25,450.63	8,370.00	184,506.42	(169,957.05)	-424.89%
Total Plant Mainten	3,960,975.00	3,960,975.00	1,413,918.68	363,044.03	203,722.95	2,343,333.37	59.16%
52 Security and Monitoring							
6100 Payroll Costs	177,885.00	177,885.00	47,655.04	8,878.44		130,229.96	73.21%
6200 Professional Service	246,500.00	246,500.00	57,395.49	7,950.00		189,104.51	76.72%
6300 Supplies and Materi	24,700.00	24,700.00	13,196.39	8,105.56	1,325.30	10,178.31	41.21%
6400 Other Operating	19,000.00	19,000.00	1,131.29	590.00	275.00	17,593.71	92.60%
6600 Capital Outlay	13,000.00	13,000.00	149.00			12,851.00	98.85%
Total Security	481,085.00	481,085.00	119,527.21	25,524.00	1,600.30	359,957.49	74.82%
53 Data Processing							
6100 Payroll Costs	457,011.00	457,011.00	169,039.38	37,935.79		287,971.62	63.01%
6200 Professional Service	229,472.00	229,472.00	130,956.14	5,257.61	725.00	97,790.86	42.62%
6300 Supplies and Materi	77,000.00	77,000.00	44,835.78	2,139.93	1,711.49	30,452.73	39.55%
6400 Other Operating	5,500.00	5,500.00	1,582.27			3,917.73	71.23%
6600 Capital Outlay							
Total Data Processi	768,983.00	768,983.00	346,413.57	45,333.33	2,436.49	420,132.94	54.63%
71 Debt Service							
6500 Debt Service	125,400.00	125,400.00	70,455.39	6,175.64		54,944.61	43.82%
Total Debt Service	125,400.00	125,400.00	70,455.39	6,175.64	0.00	54,944.61	43.82%
Funds 181-191-199 General Operating							
81 Facilities and Acquisition							
6600 Capital Outlay	30,000.00	30,000.00	10,750.00	10,750.00		19,250.00	64.17%
Total Facilities	30,000.00	30,000.00	10,750.00	10,750.00		19,250.00	64.17%
93 Payment to Fiscal Agent							
6400 Other Operating	35,000.00	35,000.00				35,000.00	100.00%
Total Fiscal Agent	35,000.00	35,000.00				35,000.00	100.00%
95 Payment to JJAEP							
6400 Other Operating	16,000.00	16,000.00				16,000.00	100.00%
Total Fiscal Agent	16,000.00	16,000.00				16,000.00	100.00%
99 Other Govt Charges							
6200 Contracted Services	247,000.00	247,000.00	53,399.67	1,390.31		193,600.33	78.38%
Total Oter Govt Chg	247,000.00	247,000.00	53,399.67	1,390.31		193,600.33	78.38%
8900 TRANSFERS OUT							
Total Trans Out	0.00	0.00				0.00	

Budgeted/Expended Comparison Summary

OCTOBER 31, 2022

	Original Budget	Amended Budget	Total Expended YTD	Current Month Expenditure	Encumbered	Balance	Available to Use
Total General Oper.	\$ 39,334,947.00	\$ 39,334,947.00	\$ 12,100,637.68	\$ 3,543,786.91	\$ 377,544.76	\$ 26,856,764.56	68.28%
Fund 240 Food Service							
35 Food Service							
6100 Payroll Costs	662,673.00	662,673.00	230,035.21	66,899.42		432,637.79	65.29%
6200 Professional Service	28,000.00	28,000.00	13,635.09			14,364.91	51.30%
6300 Supplies and Materi	421,470.00	421,470.00	185,581.79	112,071.30	21,151.22	214,736.99	50.95%
6400 Other Operating	7,000.00	7,000.00	8,015.44	3,994.94		(1,015.44)	-14.51%
6600 Capital Outlay	36,000.00	36,000.00	46,614.74	46,614.74		(10,614.74)	-29.49%
51 Maint							
6100 Payroll Costs	20,372.00	20,372.00					
Total Food Service	1,175,515.00	1,175,515.00	483,882.27	229,580.40	21,151.22	670,481.51	57.04%
Fund 599 Debt Service							
71 Debt Service							
6500 Debt Service							
Payments to Bond	12,917,238.00	16,107,569.06	8,110,535.20	8,110,535.20		7,997,033.86	49.65%
Total Debt Service	12,917,238.00	16,107,569.06	8,110,535.20	8,110,535.20		7,997,033.86	49.65%

CELINA INDEPENDENT SCHOOL DISTRICT
GENERAL FUND (INCLUDES ATHLETIC, OPERATING)
MONTHLY FINANCIAL REPORT
October 31, 2022

	ADOPTED BUDGET	RECEIVED TO DATE	REMAINING	PERCENT REMAINING
REVENUES:				
5700 OTHER LOCAL REVENUE	\$ 284,500.00	\$ 365,465.67	\$ (80,965.67)	-28.46%
5711 PROPERTY TAXES, CURRENT YEAR	\$ 23,562,707.00	\$ 225,102.23	\$ 23,337,604.77	99.04%
5712 PROPERTY TAXES, PRIOR YEAR	\$ 185,000.00	\$ 398,280.28	\$ (213,280.28)	-115.29%
5719 PENALTY & INTEREST	\$ 70,000.00	\$ 26,752.83	\$ 43,247.17	61.78%
5800 STATE PROGRAM REVENUES	\$ 14,755,322.00	\$ 6,396,121.93	\$ 8,359,200.07	56.65%
5900 FEDERAL PROGRAM REVENUE	\$ 65,000.00	\$ 48,968.46	\$ 16,031.54	24.66%
7900 OTHER REVENUE IF NEEDED	\$ 412,418.00		\$ 412,418.00	0.00%
TOTAL REVENUES	\$ 39,334,947.00	\$ 7,460,691.40	\$ 31,874,255.60	81.03%

	ADOPTED BUDGET	EXPENDED TO DATE	REMAINING	PERCENT REMAINING
EXPENDITURES:				
11 INSTRUCTION	\$ 22,887,907.00	\$ 6,668,703.44	\$ 16,219,203.56	70.86%
12 LIBRARY SERVICES	\$ 265,051.00	\$ 83,315.29	\$ 181,735.71	68.57%
13 CURRICULUM	\$ 488,480.00	\$ 138,738.71	\$ 349,741.29	71.60%
21 INSTRUCTIONAL LEADERSHIP	\$ 207,209.00	\$ 190,291.51	\$ 16,917.49	8.16%
23 SCHOOL ADMIMISTRATION	\$ 2,496,925.00	\$ 752,412.59	\$ 1,744,512.41	69.87%
31 GUIDANCE AND COUNSELING	\$ 1,429,738.00	\$ 393,078.01	\$ 1,036,659.99	72.51%
33 HEALTH SERVICES	\$ 386,313.00	\$ 123,982.04	\$ 262,330.96	67.91%
34 PUPIL TRANSPORTATION	\$ 2,147,005.00	\$ 666,397.69	\$ 1,480,607.31	68.96%
36 EXTRA CURRICULAR ACTIVITIES	\$ 1,667,209.00	\$ 698,402.30	\$ 968,806.70	58.11%
41 GENERAL ADMINISTRATION	\$ 1,694,667.00	\$ 540,636.60	\$ 1,154,030.40	68.10%
51 PLANT MAINTENANCE & OPERATIC	\$ 3,960,975.00	\$ 1,617,641.63	\$ 2,343,333.37	59.16%
52 SECURITY & MONITORING	\$ 481,085.00	\$ 121,127.51	\$ 359,957.49	74.82%
53 DATA PROCESSING	\$ 768,983.00	\$ 348,850.06	\$ 420,132.94	54.63%
71 DEBT SERVICE	\$ 125,400.00	\$ 70,455.39	\$ 54,944.61	43.82%
81 FACILITY IMPROVEMENT	\$ 30,000.00	\$ 10,750.00	\$ 19,250.00	64.17%
93 PAYMENT TO FISCAL AGENTS	\$ 35,000.00	\$ -	\$ 35,000.00	100.00%
95 PAYMENT TO JJAEP	\$ 16,000.00		\$ 16,000.00	100.00%
99 TAX APPRAISAL	\$ 247,000.00	\$ 53,399.67	\$ 193,600.33	78.38%
TRANSFER TO CONST/FOOD SER\	\$ -	\$ -	\$ -	0.00%
TOTAL EXPENDITURES	\$ 39,334,947.00	\$ 12,478,182.44	\$ 26,856,764.56	68.28%

CELINA INDEPENDENT SCHOOL DISTRICT
 FOOD SERVICE FUND 240
 MONTHLY FINANCIAL REPORT
 AS OF
 October 31, 2022

	ADOPTED BUDGET	RECEIVED TO DATE	REMAINING	PERCENT REMAINING
REVENUES:				
5751 REVENUE FROM MEALS SERVED	\$ 400,000.00	\$ 347,019.88	\$ 52,980.12	13.25%
5800 STATE REVENUE	\$ 43,918.00	\$ 14,174.64	\$ 29,743.36	67.72%
5900 NATL CHILD NUTRITION	\$ 333,970.00	\$ 111,137.06	\$ 222,832.94	66.72%
7900 DUE FROM OPERATING	\$ 397,627.00	\$ -	\$ 397,627.00	100.00%
TOTAL REVENUES	\$ 1,175,515.00	\$ 472,331.58	\$ 703,183.42	59.82%

	ADOPTED BUDGET	EXPENDED TO DATE	REMAINING	PERCENT REMAINING
EXPENDITURES:				
35 FOOD SERVICES	\$ 1,175,515.00	\$ 505,033.49	\$ 670,481.51	57.04%

CELINA INDEPENDENT SCHOOL DISTRICT
 INTEREST AND SINKING FUND 599
 MONTHLY FINANCIAL REPORT
 AS OF
 October 31, 2022

	ADOPTED BUDGET	RECEIVED TO DATE	REMAINING	REMAINING
REVENUES:				
5700 TAXES CURRENT YEAR	\$ 12,807,238.00	\$ 120,885.57	\$ 12,686,352.43	99.06%
5700 TAXES PRIOR YEAR	\$ 50,000.00	\$ 191,467.62	\$ (141,467.62)	-282.94%
5700 PENALTY AND INTEREST	\$ 40,000.00	\$ 9,750.09	\$ 30,249.91	75.62%
5700 LOCAL REVENUE	\$ 20,000.00	\$ 49,106.15	\$ (29,106.15)	-145.53%
5800 STATE REVENUE EDA/IFA	\$ -		\$ -	0.00%
7900 BOND PROCEEDS/PREMIUMS	\$ 3,190,331.06	\$ 3,190,331.06	\$ -	0.00%
TOTAL REVENUES	\$ 16,107,569.06	\$ 3,561,540.49	\$ 12,546,028.57	77.89%

	ADOPTED BUDGET	EXPENDED TO DATE	REMAINING	REMAINING
EXPENDITURES:				
6511 BOND PRINCIPAL	\$ 3,790,744.00	\$ 3,395,000.00	\$ 395,744.00	10.44%
6521 BOND INTEREST	\$ 8,811,494.00	\$ 4,443,662.51	\$ 4,367,831.49	49.57%
6599 OTHER DEBT SERVICE FEES	\$ 315,000.00	\$ 5,450.00	\$ 309,550.00	98.27%
6599 BOND SALE FEES	\$ 266,422.69	\$ 266,422.69	\$ -	0.00%
8900 FLOW THRU	\$ 2,923,908.37		\$ 2,923,908.37	
TOTAL EXPENDITURES	\$ 16,107,569.06	\$ 8,110,535.20	\$ 7,997,033.86	49.65%

Celina Independent School District
 Operating Cash Flow
 2022-2023

	September 2022	October 2022
	Actual	Actual
<i>Beginning Cash Balance</i>	\$ 4,066,529.25	4,320,646.07
RECEIPTS		
Tax Collections	\$ 216,858.95	142,164.54
Interest	\$ 5,385.21	5,578.75
Other Local Revenue	\$ 58,730.18	127,654.28
State Revenue - Available School	\$ 165,791.00	141,551.00
State Revenue -Foundation	\$ 2,993,749.00	2,463,521.00
State Revenue - Prior Year	\$	
State Revenue - Misc	\$	
Federal Program Revenue	\$ 138,019.49	31,449.32
Breakfast/Lunch Revenue - Local/Fed	\$ 123,952.03	226,866.37
Transfers From Texpool	\$	
Total Revenue	\$ 3,702,485.86	3,138,785.26
DISBURSEMENTS		
Payroll Net Checks	\$ -1,804,682.77	-1,808,012.01
Payroll Deductions	\$ -90,378.12	-99,256.34
TRS Deposit	\$ -498,339.76	-531,785.85
IRS Deposit	\$ -199,570.18	-202,507.19
Total Payroll	\$ -2,592,970.83	-2,641,561.39
Transfers to Texpool	\$	
Transfer to Ind Bank MMA	\$	
Account Payable Expenditures	\$ -855,398.21	-954,753.38
Total Expenditures	\$ -3,448,369.04	-3,596,314.77
Net Change in Cash	\$ 254,116.82	-457,529.51
Ending Cash Balance	\$ 4,320,646.07	3,863,116.56
Beginning Cash Balance at Texpool	\$ 3,359,567.11	3,366,229.13
Deposits - Transfers In	\$	
Interest Earned	\$ 6,662.02	8,387.03
Transfers out	\$	
Ending Cash Balance at Texpool	\$ 3,366,229.13	3,374,616.16
Beginnin Cash Balance-Ind Bank MMA	2,075,224.88	2,078,209.80
Deposits - Transfer In		
Interest Earned	2,984.92	3,942.90
Transfers out		
Ending Cash Balance-Ind Bank MMA	2,078,209.80	2,082,152.70
TOTAL CASH AVAILABLE	\$ 9,765,085.00	9,319,885.42

CELINA ISD
BOND CONSTRUCTION ACCT
2022-2023

	September 2022 Actual	October 2022 Actual
<i>Beginning Cash Balance</i>	\$ 8,597,093.00	4,281,663.26
Independent Bank Bond Operating		
RECEIPTS		
Interest	\$ 10,636.75	5,265.56
Sale of Bonds	\$	
Transfer from Texpool	\$	
Total Revenue	\$ 10,636.75	5,265.56
DISBURSEMENTS		
Construction Payables	\$ -4,326,066.49	-2,815,888.16
Total Expenditures	\$ -4,326,066.49	-2,815,888.16
Net Change in Cash	-4,315,429.74	-2,810,622.60
Ending Cash Balance - Independent Bk	\$ 4,281,663.26	1,471,040.66

	September 2022 Actual	October 2022 Actual
<i>Beginning Cash Balance Texpool Bond Sale '21</i>	\$ 15,122,744.45	15,152,732.83
RECEIPTS		
Interest Earned	\$ 29,988.38	37,753.42
Transfers from Independent Bank	\$ 0.00	0.00
Total Revenue	\$ 29,988.38	37,753.42
DISBURSEMENTS		
Transfer to Independent Bank	\$ -	-
Total Expenditures		
Net Change in Cash	\$ 29,988.38	37,753.42
Ending Cash Balance Texpool '21 Sale	\$ 15,152,732.83	15,190,486.25
<i>Beginning Cash Balance Texpool Bond Sale '22</i>	65,089,402.58	65,218,474.78
RECEIPTS		
Interest Earned	\$ 129,072.20	162,493.38
Transfers from Independent Bank	\$	
Total Revenue	65,218,474.78	65,380,968.16
DISBURSEMENTS		
Transfer to Independent Bank	\$	
Total Expenditures		
Net Change in Cash	\$ 65,218,474.78	65,380,968.16
Ending Cash Balance Texpool '22 Sale	\$ 65,218,474.78	65,380,968.16
Ending Cash Balance All Texpool Bond Accts.	\$ 80,371,207.61	80,571,454.41

CELINA ISD
INTERST SINKING CASH FLOW
2022-2023

	September 2022 Actual	October 2022 Actual
<i>Beginning Cash Balance-Independent Bk</i>	\$ 7,636,186.69	7,751,273.16
RECEIPTS		
Tax Collections	\$ 104,092.26	75,845.58
Interest	\$ 10,994.21	11,940.85
Transfer from Texpool	\$ 0.00	0.00
State Revenue - IFA	\$ 0.00	0.00
Total Revenue	\$ 115,086.47	87,786.43
DISBURSEMENTS		
Bond Payments	\$ 0.00	0.00
Transfers to Texpool	\$ 0.00	0.00
Transfers to MMA Independent Bank	0.00	0.00
Total Expenditures	\$ 0.00	0.00
Net Change in Cash	\$ 115,086.47	87,786.43
Ending Cash Balance - Independent Bk	\$ 7,751,273.16	7,839,059.59
Independent Bank - MMA Investment		
Beginning Balance	\$ 103,765.63	103,914.88
Deposits	\$ 0.00	0.00
Interest	\$ 149.25	197.15
Transfers out	\$ 0.00	0.00
Ending Cash Balance - Ind Bank MMA	\$ 103,914.88	104,112.03
TOTAL CASH AVAILABLE	\$ 7,855,188.04	7,943,171.62

Celina Independent School District
Investment Statement
2022-2023

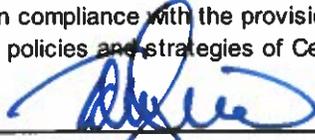
Construction Account

	September 2022	October 2022
Logic Acct Closed June, 2016		
2018 Bond Acct. Closed June '20		
Construction Acct Closed June '20		
2020 Bond Program Sale #2		
Beginning Cash Balance at Ind Bank	8,597,093.00	4,281,663.26
Deposits - Transfers In		
Interest Earned	10,636.75	5,265.56
Transfers out	4,326,066.49	2,815,888.16
Ending Cash Balance at Ind Bank	4,281,663.26	1,471,040.66
2021 Bond Program Sale #3		
Beginning Cash Balance at Ind Bank		
Deposits - Transfers In	15,122,744.45	15,152,732.83
Interest Earned	29,988.38	37,753.42
Transfers out		
Ending Cash Balance at Ind Bank	15,152,732.83	15,190,486.25
2022 Bond Program Sale #4		
Beginning Cash Balance at Ind Bank		
Deposits - Transfers In	65,089,402.58	65,218,474.78
Interest Earned	129,072.20	162,493.38
Transfers out		
Ending Cash Balance at Ind Bank	65,218,474.78	65,380,968.16
General Operating		
Beginning Cash Balance at Texpool	3,359,567.11	3,366,229.13
Deposits - Transfers In		
Interest Earned	6,662.02	8,387.03
Transfers out		
Ending Cash Balance at Texpool	3,366,229.13	3,374,616.16
Beginning MMA - Independent Bank-Operating		
Deposits - Transfers In	2,075,224.88	2,078,209.80
Interest Earned	2,984.92	3,942.90
Transfers out		
Ending MMA - Independent Bank	2,078,209.80	2,082,152.70
Beginning Cash Balance at Ind Bank	4,066,529.25	4,320,646.07
Deposits	3,697,100.65	3,133,206.51
Interest Earned	5,385.21	5,578.75
Expenditures	(3,448,369.04)	(3,596,314.77)
Ending Cash Balance Gen Oper.	4,320,646.07	3,863,116.56
Interest and Sinking Cont.		
Beginning Cash Balance at Ind Bank	7,636,186.69	7,751,273.16
Deposits	104,092.26	75,845.58
Interest Earned	10,994.21	11,940.85
Expenditures/Transfers Out		
Ending Cash Balance at Ind Bank	7,751,273.16	7,839,059.59

Celina Independent School District
Investment Statement
2022-2023

Beginning MMA - Independent Bank-I & S	103,765.63	103,914.88
Deposits - Transfers In		
Interest Earned	149.25	197.15
Transfers out		
Ending MMA - Independent Bank	103,914.88	104,112.03

This report is presented in accordance with the Texas Government Code Title 10 Section 2256.023. The below signed hereby certify that, to the best of their knowledge on the date this report was created, Celina ISD is in compliance with the provisions of Government Code 2256 and with the policies and strategies of Celina ISD.



Dr. Tom Magliacoe, Investment Officer



Amber Pennell, Investment Designee

RATE INFORMATION

INDEPENDENT BANK: NOW checking account rate is based on current market conditions and movement of interest rates. Accounts have a floor rate of 0.50%.

TEXPOOL INVESTMENT POOL - October, 2022

INTEREST RATE:	2.9336%
ALLOCATION FACTOR:	0.000080372
AVERAGE MONTHLY POOL BALANCE:	24,557,481,850.46
WEIGHTED AVERAGE MATURITY:	23
BOOK VALUE	25046808354
MARKET VALUE	25030758314
MARKET VALUE PER SHARE:	0.99937
NUMBER OF PARTICIPANTS	2740

TEXPOOL PORTFOLIO ASSET SUMMARY AS OF October, 2022

	MARKET VALUE	MARKET VALUE
Uninvested Balance	1,512.54	1,512.54
Accrual of Interest Income	40,895,217.62	40,895,217.62
Interest and Management Fees Payable	(61,116,974.45)	(61,116,974.45)
Payable for Investment Purchased	(215,000,000.00)	(215,000,000.00)
Accrued Expenses & Taxes	(24,942.37)	(24,942.37)
Repurchase Agreements	9,103,879,000.00	9,103,879,000.00
Mutual Fund Investments	1,794,074,000.00	1,794,085,200.00
Government Securities	9,922,513,519.87	9,911,889,145.12
US Treasury Inflation Protected Securities		
US Treasury Bills	2,471,908,822.57	2,467,565,583.46
US Treasury Notes	1,989,678,197.76	1,988,584,571.74
Total	25,046,808,353.54	25,030,758,313.66