

Board Workshop Agenda

Lake Travis Independent School District Board of Trustees

A meeting of the Board of Trustees of Lake Travis Independent School District will be held December 5, 2005, beginning at 6:00 PM in the Educational Development Center, Live Oak Room
607 RR 620 North
Austin, TX 78734.

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 order shown on this agenda.

1. Call To Order
2. Closed Session - The Board will meet in Closed Session, as permitted under the Texas Government Code, § 551.071, Consultation with Attorney regarding Level III Parent Complaint.
3. Quorum Determination
4. Discussion and/or Action
5. Administration
 - A. Consideration and/or Action regarding the timeliness of a Level III parent complaint.
This item may be conducted in closed session pursuant to Texas Government Code § 551.0821.
6. Finance and Support Services
 - A. Bond Program Update 2
 - B. 2004-2005 Financial Audit Preview 21
7. GMP for Softball Press Box 99
8. 2006-2007 Budget 101
9. Upcoming Meetings
 - A. December 7, 2005, Board/Superintendent Conference, 6:00 p.m., EDC
 - B. December 12, 2005, Board Meeting, 7:00 p.m., EDC
 - C. January 9, 2006, Board Workshop, 6:00 p.m., EDC
10. January 23, 2006, Board Meeting, 7:00 p.m., EDC
11. Adjournment

Lake Travis Independent School District

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SCHOOL BOARD AGENDA ITEM SUMMARY

SUBJECT	Bond Program Update
RECOMMENDED ACTION	Discussion
RATIONALE	Provide timeline of projects and recommended 2006 bond budget for consideration by the board at the December 12 meeting. Provide financial updates on the 2001 and 2004 bond programs.
COMMITTEE CONSIDERATION	None
BUDGET PROVISIONS	Respective Bond Programs
RESOURCE PERSONNEL	Bob Hart 533-6016
MEETING DATE	December 5, 2005



LAKE
TRAVIS
INDEPENDENT
SCHOOL
DISTRICT

Lake Travis ISD 2006 Bond Program																												
Outline Schedule		2006												2007												2008		
Const Cost (\$M)	2005	Planning Phase						Bid / GMP Phase						Construction Phase						JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP
		OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR									
Hudson Bend Middle School																												
Phase 1 Expansion	1.10																											
Phase 2 Expansion	1.90																											
Lake Travis HS/MS	54.90																											
Phase 1 - Softball Pressbox																												
Phase 2 - Drives/Parking, Stadium Expansion, Round Gym Renovation																												
Phase 3 - Additional Drives/Parking, Utility Relocations																												
Phase 4 - Major Additions and Renovations Components																												
Elementary #5	13.10																											
General Renovation Projects - Elementary Schools	0.94																											
Security Projects	0.44																											
Subtotal	72.38																											
EDC Phase II	0.50																											
Catering Kitchen																												
Phase II Area Renovations																												
Transportation/Warehouse																												
Secure land for site																												
Design/Bid/Construct	4.90																											
Cost Contingency Funding																												
Bond Issuance Savings																												
Perm School Fund Guarantee	0.7																											
Underwriter Spread	1.0	1.7	2.3%																									
Bond Cost of Issuance	0.2	1.9	2.6%																									
Interest Earnings (estimated net)	2.7	4.6	6.4%																									
Warehouse/Trans	4.9	9.5	13.1%																									
EDC Phase II	0.5	10	13.8%																									

**Lake Travis ISD
2006 Bond Program Budget
12/5/2005**

Resources:

01 Bond Proceeds	126,830,000
02 Interest Revenue	3,800,000
03 Other	0
Total Resources	<u><u>130,630,000</u></u>

Appropriations:

10 Elementary #5	15,875,000
20 Middle School Expansions	12,325,000
30 High School Expansion	56,305,000
40 Transportation/Warehouse	6,015,000
50 LTHS Stadium	1,135,000
60 Capital Repair/Maintenance	3,114,430
66 Educational Development Center	570,000
67 Food & Nutrition Services Renovations	185,000
68 Portables	390,000

Sub-Total - Construction **95,914,430**

70 Land **15,750,000**

81 Instructional	1,495,000
82 Technology	8,335,000
83 Transportation	2,505,000
84 Maintenance	310,570

80 Sub-Total - Equipment **12,645,570**

91 Bond Issuance Costs	0
92 General Fund Reimbursements	545,000
93 Interest Costs	1,100,000
94 Contingency	4,675,000

90 Sub-Total - Other **6,320,000**

Total Appropriations **130,630,000**

Budgeted Fund Balance **0**

Differences from original bond budget:

- 02 Estimated interest earnings.
- 91 Roll bond issuance costs and underwriter spread into cost of interest on bonds for a savings in the budget of \$1,210,000.
- 91 District should be eligible for PSF bond guarantee, which will save \$765,000 in bond insurance costs.
- 93 Estimated interest expense related to first long coupon.
- 94 Place interest earnings and savings into a contingency fund.

Lake Travis ISD
 2004 Bond Program (3 Year)
 November 30, 2005

	Original Budget	Amended Budget	Total Expended	Balance to Complete Projects
1. Lake Travis Elementary School	12,772,000	13,159,335	13,032,052	127,283
2. Elementary School Expansions	8,853,575	9,289,531	9,280,685	8,846
3. Building Improvements	7,774,030	6,413,340	6,064,631	348,709
4. Other Programs				
Bond Issue and Reimbursements	2,080,000	1,726,330	1,726,330	0
Library Books	210,000	210,000	194,187	15,813
Transportation	1,300,000	1,300,000	1,250,558	49,442
Technology	2,498,750	2,498,750	2,104,748	394,002
Athletic Facilities	286,000	658,276	66,489	591,787
Educational Development Center	0	850,000	237,270	612,730
Utility Upgrades	500,000	820,000	18,725	801,275
Total Program	36,274,355	36,925,562	33,975,675	2,949,887

The 'Balance to Complete Projects' column reflects funding to finish projects and make purchases in the third year of the three-year bond program.

Lake Travis ISD
 2004 Bond Program (3 Year)
 November 30, 2005

Appropriations	Original Budget	Amended Budget	Prior Month Expenditures	Current Month Expenditures	Total Expended	Balance to Complete Projects
1. Lake Travis Elementary School	12,772,000	13,159,335	13,141,068	-109,016	13,032,052	127,283
2. Elementary School Expansions	8,853,575	9,289,531	9,278,571	2,114	9,280,685	8,846
3. Building Improvements	7,774,030	6,413,340	6,064,631	0	6,064,631	348,709
4. Other Programs						
Bond Issue and Reimbursements	2,080,000	1,726,330	1,726,330	0	1,726,330	0
Library Books	210,000	210,000	192,008	2,179	194,187	15,813
Transportation	1,300,000	1,300,000	1,251,358	-800	1,250,558	49,442
Technology	2,498,750	2,498,750	2,083,280	21,468	2,104,748	394,002
Athletic Facilities	286,000	658,276	66,489	0	66,489	591,787
Educational Development Center	0	850,000	237,270	0	237,270	612,730
Utility Upgrades	500,000	820,000	18,725	0	18,725	801,275
Total Program	36,274,355	36,925,562	34,059,730	-84,055	33,975,675	2,949,887
	Original Budget	Amended Budget	Prior Month Revenues	Current Month Revenues	Total Revenues	Balance to Complete Projects
Other Resources	0	743,753	601,745	41,292	643,037	100,716
Current Fund Balance						92,546

The 'Balance to Complete Projects' column reflects funding to finish projects and make purchases in the third year of the three-year bond program.

Lake Travis ISD
 2004 Bond Program
 November 30, 2005

		Original Budget	Amended Budget	Total Expend.	Amended Balance	Diff Between Orig & Amend Bud
1. Lake Travis Elementary School	10	12,772,000	13,159,335	13,032,052.28	127,282.72	-387,335
2. Elementary School Expansions:						
Lakeway Elementary Expansion	20	3,107,700	2,844,967	2,844,966.94	0.06	262,733
Bee Cave Elementary Expansion	20	2,525,000	2,864,616	2,891,216.71	-26,600.71	-339,616
Lake Pointe Elementary Expansion	20	2,675,875	2,838,948	2,838,948.13	-0.13	-163,073
Total Elementary Expansions		8,308,575	8,548,531	8,575,131.78	-26,600.78	-239,956
Portable Relocation	71	250,000	390,000	389,171.92	828.08	-140,000
Elementary Playscapes/Playcourts	46	295,000	351,000	316,381.00	34,619.00	-56,000
Total Elementary Other		545,000	741,000	705,552.92	35,447.08	-196,000
Total Elementary		21,625,575	22,448,866	22,312,736.98	136,129.02	-823,291
3. Immediate District Needs:						
Maintenance Projects						
Fire and Security	41	155,000	131,000	129,937.00	1,063.00	24,000
HVAC, Electrical	42	4,470,880	3,196,420	3,083,416.77	113,003.23	1,274,460
Mechanical Controls	43	950,500	898,000	893,568.12	4,431.88	52,500
Roofing, Water Penetration	44	1,607,650	1,542,920	1,464,231.33	78,688.67	64,730
District Improvements	47	0	60,000	0.00	60,000.00	-60,000
Total Maintenance Projects		7,184,030	5,828,340	5,571,153.22	257,186.78	1,355,690
Food Service Projects	45	590,000	585,000	493,477.69	91,522.31	5,000
Other Programs						
Prior Year Reimbursements	00	1,700,000	1,700,000	1,700,000.00	0.00	0
Library Books	31	210,000	210,000	194,186.66	15,813.34	0
Transportation	51	1,300,000	1,300,000	1,250,558.05	49,441.95	0
Technology	32	2,498,750	2,498,750	2,104,747.96	394,002.04	0
Athletic Facilities/Phase I	61	286,000	658,276	66,489.35	591,786.65	-372,276
Educational Development Center	90	0	850,000	237,269.65	612,730.35	-850,000
Total Other Program Needs		5,994,750	7,217,026	5,553,251.67	1,663,774.33	-1,222,276
Total Immediate District Needs		13,768,780	13,630,366	11,617,882.58	2,012,483.42	138,414
4. Miscellaneous:						
Wastewater	80	500,000	820,000	18,725.00	801,275.00	-320,000
Bond Issue	01	380,000	26,330	26,330.47	-0.47	353,670
Total Miscellaneous		880,000	846,330	45,055.47	801,274.53	33,670
Total Program		36,274,355	36,925,562	33,975,675.03	2,949,886.97	-651,207
Interest Revenue		0	606,753	514,150.27	92,602.73	606,753
Other Resources		0	137,000	128,886.47	8,113.53	137,000
Total Resources		0	743,753	643,036.74	100,716.26	743,753
Net Budget Position for Bond Program						92,546

Lake Travis ISD
 2004 Bond Program
 November 30, 2005

	Detail Pg.	Original Budget	Amended Budget	Estimated Need	Expend. 2002-03	Expend. 2003-04	Expend. 2004-05	Expend. 2005-06	Encumbr. 2005-06	Total Expend.	Amended Balance	Diff Between Budget
1. Lake Travis Elementary School	1	12,772,000	13,159,335	13,159,335	0.00	2,325,435.43	10,753,651.84	-74,277.67	27,242.68	13,032,052.28	127,283	-387,335
2. Elementary School Expansions:												
Lakeway Elementary Expansion	2	3,107,700	2,844,967	2,844,967	128,570.34	2,706,719.98	9,676.62	0.00	0.00	2,844,966.94	0	262,733
Bee Cave Elementary Expansion	3	2,525,000	2,864,616	2,864,616	84,278.20	2,776,305.42	30,633.09	0.00	0.00	2,891,216.71	-26,601	-339,616
Lake Pointe Elementary Expansion	4	2,675,875	2,838,948	2,838,948	59,150.00	2,761,501.62	18,296.51	0.00	0.00	2,838,948.13	0	-163,073
Total Elementary Expansions		8,308,575	8,548,531	8,548,531	271,998.54	8,244,527.02	58,606.22	0.00	0.00	8,575,131.78	-26,601	-239,956
Portable Relocation-71		250,000	390,000	390,000	0.00	336,842.72	50,215.20	2,114.00	0.00	389,171.92	828	-140,000
Elementary Playscapes/Playcourts-46		295,000	351,000	351,000	0.00	199,355.00	117,026.00	0.00		316,381.00	34,619	-56,000
Total Elementary Other		545,000	741,000	741,000	0.00	536,197.72	167,241.20	2,114.00	0.00	705,552.92	35,447	-196,000
Total Elementary		21,625,575	22,448,866	22,448,866	271,998.54	11,106,160.17	10,979,499.26	-72,163.67	27,242.68	22,312,736.98	136,129	-823,291
3. Immediate District Needs:												
Maintenance Projects												
Fire and Security -41	5	155,000	131,000	131,000	0.00	0.00	129,937.00	0.00		129,937.00	1,063	24,000
HVAC, Electrical-42	5	4,470,880	3,196,420	3,196,420	0.00	269,223.00	2,719,895.22	94,298.55	0.00	3,083,416.77	113,003	1,274,460
Mechanical Controls-43	5	950,500	898,000	898,000.00	0.00	243,893.12	627,503.00	22,172.00		893,568.12	4,432	52,500
Roofing, Water Penetration-44	5	1,607,650	1,542,920	1,542,920	0.00	251,874.00	1,159,990.90	52,366.43	0.00	1,464,231.33	78,689	64,730
District Improvements-47	5	0	60,000	60,000	0	0	0	0	0	0	60,000	-60,000
Total Maintenance Projects		7,184,030	5,828,340	5,828,340	0.00	764,990.12	4,637,326.12	168,836.98	0.00	5,571,153.22	257,187	1,355,690
Food Service Projects	5	590,000	585,000	585,000	0.00	436,703.19	56,774.50	0.00	0.00	493,477.69	91,522	5,000
Other Programs												
Prior Year Reimbursements - 00		1,700,000	1,700,000	1,700,000		1,700,000.00	0.00	0.00	0.00	1,700,000.00	0	0
Library Books - 31		210,000	210,000	210,000		37,636.89	77,981.24	15,374.32	63,194.21	194,186.66	15,813	0
Transportation - 51		1,300,000	1,300,000	1,300,000		435,060.18	458,675.87	356,822.00	0.00	1,250,558.05	49,442	0
Technology - 32		2,498,750	2,498,750	2,498,750		561,509.59	1,200,135.11	152,209.14	190,894.12	2,104,747.96	394,002	0
Athletic Facilities/Phase I - 61		286,000	658,276	658,276		13,187.36	49,454.51	3,847.48	0.00	66,489.35	591,787	-372,276
Educational Development Center- 90		0	850,000	850,000		0.00	66,969.30	170,300.35	0.00	237,269.65	612,730	-850,000
Total Other Program Needs		5,994,750	7,217,026	7,217,026	0.00	2,747,394.02	1,853,216.03	698,553.29	254,088.33	5,553,251.67	1,663,774	-1,222,276
Total Immediate District Needs		13,768,780	13,630,366	13,630,366	0.00	3,949,087.33	6,547,316.65	867,390.27	254,088.33	11,617,882.58	2,012,483	138,414
4. Miscellaneous:												
Wastewater-80		500,000	820,000	820,000			18,725.00	0.00		18,725.00	801,275	-320,000
Bond Issue-01		380,000	26,330	26,330		26,330.47		0.00		26,330.47	0	353,670
Total Miscellaneous		880,000	846,330	846,330	0.00	26,330.47	18,725.00	0.00	0.00	45,055.47	801,275	33,670
Total Program		36,274,355	36,925,562	36,925,562	271,998.54	15,081,577.97	17,545,540.91	795,226.60	281,331.01	33,975,675.03	2,949,887	-651,207
Interest Revenue		0	606,753	606,753		125,292.71	335,212.79	53,644.77		514,150.27	92,603	606,753
Other Resources		0	137,000	137,000		27,767.10	27,956.60	73,162.77		128,886.47	8,114	137,000
Total Resources			743,753	743,753	0.00	153,059.81	363,169.39	126,807.54	0.00	643,036.74	100,716	743,753
Net Budget Position for Bond Program												92,546

Lake Travis Elementary School

November 30, 2005

	Original Budget	Amended Budget	Estimated Need	Expend. 2002-03	Expend. 2003-04	Expend. 2004-05	Expend. 2005-06	Encumbr. 2005-06	Total Expend.	Amended Balance	Diff Between Budget
Administrative Costs - 11											
Municipal and other permit fees	0	0							0.00	0.00	0
Program Manager	150,000	30,000	30,000		0.00	30,000.00			30,000.00	0.00	120,000
Printing Costs	0	0							0.00	0.00	0
Sub-Total	150,000	30,000	30,000	0.00	0.00	30,000.00	0.00	0.00	30,000.00	0.00	120,000
Design and Testing Costs - 12											
Architects and Engineering	605,000	656,335	656,335		506,020.00	147,254.76			653,274.76	3,060.24	-51,335
Third Party Consultants (Civil, Land	90,000	90,000	90,000		75,000.00	15,000.00			90,000.00	0.00	0
Masonry	20,000	0	0						0.00	0.00	20,000
Traffic	5,000	0	0						0.00	0.00	5,000
GeoTech/Testing	62,000	45,000	45,000		20,848.50	25,558.00			46,406.50	-1,406.50	17,000
In-District Costs	0	2,000	2,000						0.00	2,000.00	-2,000
Sub-Total	782,000	793,335	793,335	0.00	601,868.50	187,812.76	0.00	0.00	789,681.26	3,653.74	-11,335
Construction Costs - 13											
General Contractor	11,397,000	11,706,184	11,706,184		1,666,856.00	10,063,640.77	-129,568.51		11,600,928.26	105,255.74	-309,184
Printing Costs	25,000	21,000	21,000						0.00	21,000.00	4,000
Municipal and other permit fees	18,000	18,000	18,000		24,818.98	3,137.00			27,955.98	-9,955.98	0
Playscapes (moved to playscape bu	0	0							0.00	0.00	0
In-District Costs	0	60,816	60,816		26,208.75	39,607.24	250.00	0.00	66,065.99	-5,249.99	-60,816
Sub-Total	11,440,000	11,806,000	11,806,000	0.00	1,717,883.73	10,106,385.01	-129,318.51	0.00	11,694,950.23	111,050	-366,000
Other	0	0						0.00	0.00	0.00	0
Furniture, Fixtures and Equipment - 14	400,000	530,000	530,000		5,683.20	429,454.07	55,040.84	27,242.68	517,420.79	12,579.21	-130,000
Total	12,772,000	13,159,335	13,159,335	0.00	2,325,435.43	10,753,651.84	-74,277.67	27,242.68	13,032,052.28	127,282.72	-387,335

Lakeway Elementary

November 30, 2005

	Original Budget	Amended Budget	Estimated Need	Expend. 2002-03	Expend. 2003-04	Expend. 2004-05	Expend. 2005-06	Encumbr. 2005-06	Total Expend.	Amended Balance	Diff Between Budget
Administrative Costs - 21											
Municipal and other permit fees	0	0							0.00	0.00	0
Program Manager	60,000	12,000	12,000		12,000.00				12,000.00	0.00	48,000
Printing Costs	0	0							0.00	0.00	0
Sub-Total	60,000	12,000	12,000	0.00	12,000.00	0.00	0.00	0.00	12,000.00	0.00	48,000
Design and Testing Costs - 22											
Architects and Engineering	167,000	167,000	167,000	77,700.00	89,300.00				167,000.00	0.00	0
Third Party Consultants (Civil, Landsc	55,000	55,000	55,000		55,000.00				55,000.00	0.00	0
Masonry	5,000	7,000	7,000			3,193.75			3,193.75	3,806.25	-2,000
Traffic	2,000	2,000	2,000						0.00	2,000.00	0
GeoTech/Testing	30,000	20,000	20,000		17,922.25				17,922.25	2,077.75	10,000
									0.00	0.00	0
Sub-Total	259,000	251,000	251,000	77,700.00	162,222.25	3,193.75	0.00	0.00	243,116.00	7,884.00	8,000
Construction Costs - 23											
General Contractor	2,635,950	2,430,423	2,430,423		2,471,992.00	1,585.00			2,473,577.00	-43,154.00	205,527
Printing Costs	15,000	15,000	15,000						0.00	15,000.00	0
Municipal and other permit fees	12,750	8,750	8,750		6,822.70				6,822.70	1,927.30	4,000
Portable - land revegetation	0	0							0.00	0.00	0
In-District	0	4,000	4,000		10,176.03				10,176.03	-6,176.03	-4,000
Sub-Total	2,663,700	2,458,173	2,458,173	0.00	2,488,990.73	1,585.00	0.00	0.00	2,490,575.73	-32,402.73	205,527
Kitchen Improvements - 25	45,000	45,000	45,000	42,946.34	2,053.66			0.00	45,000.00	0.00	0
Furniture, Fixtures and Equipment - 24	80,000	78,794	78,794	7,924.00	41,453.34	4,897.87		0.00	54,275.21	24,518.79	1,206
Total Lakeway Elementary School	3,107,700	2,844,967	2,844,967	128,570.34	2,706,719.98	9,676.62	0.00	0.00	2,844,966.94	0.06	262,733

Bee Cave Elementary

November 30, 2005

	Original Budget	Amended Budget	Estimated Need	Expend. 2002-03	Expend. 2003-04	Expend. 2004-05	Expend. 2005-06	Encumbr. 2005-06	Total Expend.	Amended Balance	Diff Between Budget
Administrative Costs - 21											
Municipal and other permit fees									0.00	0.00	0
Program Manager	40,000	16,000	16,000		16,000.00				16,000.00	0.00	24,000
Printing Costs									0.00	0.00	0
Sub-Total	40,000	16,000	16,000	0.00	16,000.00	0.00	0.00	0.00	16,000.00	0.00	24,000
Design and Testing Costs - 22											
Architects and Engineering	134,000	134,000	134,000	62,650.00	71,350.00				134,000.00	0.00	0
Third Party Consultants (Civil, Lands)	45,000	45,000	45,000		45,000.00				45,000.00	0.00	0
Masonry	5,000	7,000	7,000			7,922.50			7,922.50	-922.50	-2,000
Traffic	2,000	-							0.00	0.00	2,000
GeoTech/Testing	35,000	10,952	10,952		10,705.22				10,705.22	246.78	24,048
									0.00	0.00	0
Sub-Total	221,000	196,952	196,952	62,650.00	127,055.22	7,922.50	0.00	0.00	197,627.72	-675.72	24,048
Construction Costs - 23											
General Contractor	2,133,000	2,548,092	2,548,092		2,579,112.00	17,322.00			2,596,434.00	-48,342.00	-415,092
Printing Costs	11,000	-	0						0.00	0.00	11,000
Municipal and other permit fees	15,000	16,000	16,000		450.00	720.00			1,170.00	14,830.00	-1,000
Portable	0	-							0.00	0.00	0
In-District	0	10,000	10,000		10,702.63				10,702.63	-702.63	-10,000
Sub-Total	2,159,000	2,574,092	2,574,092	0.00	2,590,264.63	18,042.00	0.00	0.00	2,608,306.63	-34,214.63	-415,092
Kitchen Improvements - 25	25,000	25,000	25,000	16,717.34	8,252.66	0.00	0.00	0.00	24,970.00	30.00	0
Furniture, Fixtures and Equipment - 24	80,000	52,572	52,572	4,910.86	34,732.91	4,668.59		0.00	44,312.36	8,259.64	27,428
Total Bee Cave Elementary	2,525,000	2,864,616	2,864,616	84,278.20	2,776,305.42	30,633.09	0.00	0.00	2,891,216.71	-26,600.71	-339,616

Lake Pointe Elementary

November 30, 2005

	Original Budget	Amended Budget	Estimated Need	Expend. 2002-03	Expend. 2003-04	Expend. 2004-05	Expend. 2005-06	Encumbr. 2005-06	Total Expend.	Amended Balance	Diff Between Budget
Administrative Costs - 21											
Municipal and other permit fees		0							0.00	0.00	0
Program Manager	40,000	12,000	12,000		12,000.00				12,000.00	0.00	28,000
Printing Costs		0							0.00	0.00	0
Sub-Total	40,000	12,000	12,000	0.00	12,000.00	0.00	0.00	0.00	12,000.00	0.00	28,000
Design and Testing Costs - 22											
Architects and Engineering	144,000	144,000	144,000	59,150.00	77,350.00	7,500.00			144,000.00	0.00	0
Third Party Consultants (Civil, Lands)	25,000	32,500	32,500		32,500.00				32,500.00	0.00	-7,500
Masonry	5,000	4,000	4,000			4,156.25			4,156.25	-156.25	1,000
Traffic	0	0	0						0.00	0.00	0
GeoTech/Testing	16,000	13,000	13,000		12,335.95	436.26			12,772.21	227.79	3,000
Sub-Total	190,000	193,500	193,500	59,150.00	122,185.95	12,092.51	0.00	0.00	193,428.46	71.54	-3,500
Construction Costs - 23											
General Contractor	2,384,875	2,588,937	2,588,937		2,584,961.00	1,273.00			2,586,234.00	2,703.00	-204,062
Printing Costs	10,000	0	0						0.00	0.00	10,000
Municipal and other permit fees	11,000	2,000	2,000		1,610.00	200.00			1,810.00	190.00	9,000
Portables	0	0							0.00	0.00	0
In-District	0	4,000	4,000		6,705.64				6,705.64	-2,705.64	-4,000
Sub-Total	2,405,875	2,594,937	2,594,937	0.00	2,593,276.64	1,473.00	0.00	0.00	2,594,749.64	187.36	-189,062
Other	0	0	0	0.00	0.00			0.00	0.00	0.00	0
Furniture, Fixtures and Equipment - 24	40,000	38,511	38,511		34,039.03	4,731.00		0.00	38,770.03	-259.03	1,489
Total	2,675,875	2,838,948	2,838,948	59,150.00	2,761,501.62	18,296.51	0.00	0.00	2,838,948.13	-0.13	-163,073

Maintenance Projects and Kitchen

November 30, 2005

	Original Budget	Amended Budget	Estimated Need	Expend. 2002-03	Expend. 2003-04	Expend. 2004-05	Expend. 2005-06	Encumbr. 2005-06	Total Expend.	Amended Balance	Diff Between Budget
Fire and Security - 41											
Design/Commissioning/Other	0	0	0		0.00	0.00	0.00		0.00	0.00	0
Construction	155,000	131,000	131,000		0.00	129,937.00	0.00		129,937.00	1,063.00	24,000
Sub-Total	155,000	131,000	131,000	0.00	0.00	129,937.00	0.00	0.00	129,937.00	1,063.00	24,000
HVAC, Electrical - 42											
Design/Commissioning/Other	410,000	300,420	300,420		198,736.00	60,884.80	0.00		259,620.80	40,799.20	109,580
Construction	4,060,880	2,896,000	2,896,000		70,487.00	2,659,010.42	94,298.55		2,823,795.97	72,204.03	1,164,880
Sub-Total	4,470,880	3,196,420	3,196,420	0.00	269,223.00	2,719,895.22	94,298.55	0.00	3,083,416.77	113,003.23	1,274,460
Mechanical Controls - 43											
Design/Commissioning/Other	86,500	62,000	62,000		46,068.12	9,072.00	0.00		55,140.12	6,859.88	24,500
Construction	864,000	836,000	836,000		197,825.00	618,431.00	22,172.00		838,428.00	-2,428.00	28,000
Sub-Total	950,500	898,000	898,000	0.00	243,893.12	627,503.00	22,172.00	0.00	893,568.12	4,431.88	52,500
Roofing - 44											
Design/Commissioning/Other	146,150	124,920	124,920		93,536.00	20,508.90	0.00		114,044.90	10,875.10	21,230
Construction	1,461,500	1,418,000	1,418,000		158,338.00	1,139,482.00	52,366.43		1,350,186.43	67,813.57	43,500
Sub-Total	1,607,650	1,542,920	1,542,920	0.00	251,874.00	1,159,990.90	52,366.43	0.00	1,464,231.33	78,688.67	64,730
District Improvements - 47											
Design/Commissioning/Other	0	0	0		0.00	0.00	0.00		0.00	0.00	0
Construction	0	60,000	60,000		0.00	0.00	0.00		0.00	60,000.00	-60,000
Sub-Total	0	60,000	60,000	0.00	0.00	0.00	0.00	0.00	0.00	60,000.00	-60,000
Total Maintenance Projects	7,184,030	5,828,340	5,828,340	0.00	764,990.12	4,637,326.12	168,836.98	0.00	5,571,153.22	257,186.78	1,355,690
Kitchen - 45											0
Design/Commissioning/Other	53,000	48,000	48,000		40,000.00	1,522.50	0.00		41,522.50	6,477.50	5,000
Construction	537,000	537,000	537,000		396,703.19	55,252.00	0.00		451,955.19	85,044.81	
Total Kitchen Projects	590,000	585,000	585,000	0.00	436,703.19	56,774.50	0.00	0.00	493,477.69	91,522.31	5,000
Total Maintenance and Kitchen	7,774,030	6,413,340	6,413,340	0.00	1,201,693.31	4,694,100.62	168,836.98	0.00	6,064,630.91	348,709	1,368,190

Lake Travis ISD
 2001 Bond Program
 November 30, 2005

General Description	Original Budget	Amended Budget	Expended To Date	Balance to Complete Projects
District Improvements/Reimb.	0	1,777,486	1,491,917	285,569
Lake Pointe Elementary	10,275,000	8,550,339	8,550,339	0
Land Purchases	2,000,000	1,946,973	1,913,036	33,937
Technology	1,265,000	1,439,427	1,439,427	0
Walks/Playfields	200,000	220,546	220,546	0
Improved Security/Traffic Flow	60,000	115,523	115,523	0
Energy/Flooring	635,000	768,984	768,984	0
Roofing and Flashing	115,000	87,060	87,060	0
Portable Relocation	130,000	129,329	129,329	0
Bond Issuance	120,000	131,118	131,118	0
TOTAL	14,800,000	15,166,785	14,847,279	319,505

The 'Balance to Complete Projects' column reflects the necessary funding to finish the first phase of construction of the Educational Development Center and the purchase of land for an elementary school.

Lake Travis ISD
 2001 Bond Program
 November 30, 2005

General Description	Original Budget	Amended Budget	Prior Month Expenditures	Current Month Expenditures	Expended To Date	Balance to Complete Projects
District Improvements/Reimb.	0	1,777,486	1,486,721	5,196	1,491,917	285,569
Lake Pointe Elementary	10,275,000	8,550,339	8,550,339	0	8,550,339	0
Land Purchases	2,000,000	1,946,973	1,203,973	709,063	1,913,036	33,937
Technology	1,265,000	1,439,427	1,439,427	0	1,439,427	0
Walks/Playfields	200,000	220,546	220,546	0	220,546	0
Improved Security/Traffic Flow	60,000	115,523	115,523	0	115,523	0
Energy/Flooring	635,000	768,984	768,984	0	768,984	0
Roofing and Flashing	115,000	87,060	87,060	0	87,060	0
Portable Relocation	130,000	129,329	129,329	0	129,329	0
Bond Issuance	120,000	131,118	131,118	0	131,118	0
TOTAL	14,800,000	15,166,785	14,133,020	714,259	14,847,279	319,505

	Original Budget	Amended Budget	Prior Month Resources	Current Month Resources	Revenues to Date	Balance
Other Resources	0	405,365	402,449	3,075	405,524	-159

Current Fund Balance 38,580

The 'Balance to Complete Projects' column reflects the necessary funding to finish the first phase of construction of the Educational Development Center and the purchase of land for an elementary school.

**Lake Travis ISD - 2001 Bond Program
November 30, 2005**

Sub-Object	General Description	Closed	Original Budget	Bond Approval Forms	2000-01 Expenditures	2001-02 Expenditures	2002-03 Expenditures	2003-04 Expenditures	2004-05 Expenditures	2005-06 Expenditures	Encumbr.
00	District Improvements/Reimb G.F.		0.00	1,894,162.00	41,100.60	583,228.09	260,749.89	44,407.21	557,235.21	5,196.25	56,124.79
10	Lake Pointe Elementary	C	10,275,000.00	8,618,869.00	2,639,274.11	5,830,186.94	67,825.57	13,052.83	0.00	0.00	0.00
20	Land Purchases		2,000,000.00	1,970,000.00	506,262.89	645,710.00	0.00	0.00	47,625.51	713,437.65	0.00
30	Technology	C	1,265,000.00	1,506,722.00	158,272.31	1,014,694.88	216,846.87	49,612.48	0.00	0.00	0.00
40	Walks/Playfields	C	200,000.00	229,614.00	208,842.04	11,703.86	0.00	0.00	0.00	0.00	0.00
50	Improved Security/Traffic Flow	C	60,000.00	126,025.00	53,419.00	5,032.45	57,071.50	0.00	0.00	0.00	0.00
60	Energy/Flooring	C	635,000.00	798,916.00	325,715.34	236,988.10	206,280.63	0.00	0.00	0.00	0.00
70	Roofing and Flashing	C	115,000.00	89,965.00	0.00	80,231.58	6,828.00	0.00	0.00	0.00	0.00
80	Portable Relocation	C	130,000.00	130,200.00	49,463.43	4,865.90	0.00	75,000.00	0.00	0.00	0.00
90	Bond	C	120,000.00	134,000.00	131,118.18	0.00	0.00	0.00	0.00	0.00	0.00
	TOTAL		14,800,000.00	15,498,473.00	4,113,467.90	8,412,641.80	815,602.46	182,072.52	604,860.72	718,633.90	56,124.79

Balance Based on Original BAF	-698,473.00
Interest	405,365.05
Favorable Variances	331,688.32
Available Resources	38,580.37

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Sub-Object	General Description	Closed	Total Commitment	Bond Approval Form Less Total Commitment	Original Budget Less Total Commitment	Original Budget Less Bond Approval Forms
00	District Improvements/Reimb G.F.		1,491,917.25	402,244.75	(1,491,917.25)	(1,894,162.00)
10	Lake Pointe Elementary	C	8,550,339.45	68,529.55	1,724,660.55	1,656,131.00
20	Land Purchases		1,913,036.05	56,963.95	86,963.95	30,000.00
30	Technology	C	1,439,426.54	67,295.46	(174,426.54)	(241,722.00)
40	Walks/Playfields	C	220,545.90	9,068.10	(20,545.90)	(29,614.00)
50	Improved Security/Traffic Flow	C	115,522.95	10,502.05	(55,522.95)	(66,025.00)
60	Energy/Flooring	C	768,984.07	29,931.93	(133,984.07)	(163,916.00)
70	Roofing and Flashing	C	87,059.58	2,905.42	27,940.42	25,035.00
80	Portable Relocation	C	129,329.33	870.67	670.67	(200.00)
90	Bond	C	131,118.18	2,881.82	(11,118.18)	(14,000.00)
	TOTAL		14,847,279.30	651,193.70	(47,279.30)	(698,473.00)

Program	BAF	November 30, 2005	AMOUNT	FY 00-01	FY 01-02	FY 02-03	FY 03-04	FY 04-05	FY 05-06	BALANCE	ENCUMB.	BALANCE	Closed	Available
00	211	Hexagon Shade areas and picnic tables -HS	23,000.00	21,089.07	1,725.00					185.93		185.93	C	185.93
	212	Upgrades in football fieldhouse and HS gyms	22,000.00	20,011.53	777.14					1,211.33		1,211.33	C	1,211.33
	213	-		0.00	0.00					0.00		0.00	C	0.00
	214	-	0.00	0.00	0.00					0.00		0.00	C	0.00
	219	Three shade covers and picnic tables	20,000.00	0.00	19,533.01					466.99		466.99	C	466.99
	223	Fence upper parking lot for bus parking	9,000.00	0.00	8,790.16					209.84		209.84	C	209.84
	225	Baseball field renovation	49,500.00	0.00	49,500.00					0.00		0.00	C	0.00
	235	Practice fields, fire alarm, restrooms	105,000.00		34,926.53	58,365.00				11,708.47		11,708.47	C	11,708.47
	239	LTHS water penetration repairs	232,061.00		119,676.12	112,384.36				0.52		0.52	C	0.52
	243	Conference Room Admin Building	4,050.00			4,049.83				0.17		0.17	C	0.17
	244	Fans and Dehumidifiers	7,750.00			7,336.00				414.00		414.00	C	414.00
	245	2002 Summer Projects	30,000.00			23,063.99				6,936.01		6,936.01	C	6,936.01
	247	2003 Summer Projects	145,500.00			55,550.71	828.12			89,121.17		89,121.17	C	89,121.17
	402	Bond related exp., prior yr Gen Fund reimb.	325,000.00	0.00	325,000.00					0.00		0.00	C	0.00
	404	LTHS Band Field- Arch Svs	23,301.00		23,300.13					0.87		0.87	C	0.87
	251	LTMS Parking Improvement	30,000.00				29,079.09			920.91		920.91	C	920.91
	252	Land - Professional Services	20,000.00				14,500.00			5,500.00		5,500.00	C	5,500.00
	504	Building 100 Renovation Planning Costs	145,000.00					117,639.00	4,200.00	23,161.00		23,161.00		
	505	Building 100 Renovation - Construction	660,000.00					439,596.21	996.25	219,407.54	56,124.79	163,282.75		
	506	HBMS PHASE I	43,000.00							43,000.00		43,000.00		
		Total District Improvements	1,894,162.00	41,100.60	583,228.09	260,749.89	44,407.21	557,235.21	5,196.25	402,244.75	56,124.79	346,119.96		
10	101	LPE Design/Survey - F & A	565,500.00	452,400.00	113,100.00					0.00		0.00	C	0.00
	102	Project Mgmt - SOC	150,000.00	88,000.00	57,000.00	5,000.00				0.00		0.00	C	0.00
	103	Geo Technical HBC Engr.	5,500.00	5,500.00						0.00		0.00	C	0.00
	104	Environmental Assessment - Horizon	3,200.00	3,200.00						0.00		0.00	C	0.00
	105	Misc Permitting Fees	5,000.00	1,180.34	2,889.00					930.66		930.66	C	930.66
	106	Masonry Design Analysis - C Beall	12,500.00	0.00	11,125.00					1,375.00		1,375.00	C	1,375.00
	107	Material Testing - HBC Engr	24,999.00	5,948.00	18,422.10					628.90		628.90	C	628.90
	108	Printing Documents - A1	19,500.00	17,634.29	267.30					1,598.41		1,598.41	C	1,598.41
	109	*Construction - American Constructors	6,820,000.00	2,004,427.24	5,146,635.76		6,128.00			-337,191.00		-337,191.00	C	-337,191.00
	110	Move cable - Time Warner	5,000.00	4,818.00						182.00		182.00	C	182.00
	111	Move powerline - City of Austin	55,000.00	53,166.24						1,833.76		1,833.76	C	1,833.76
	112	Engineering for LCRA irrigation supply	10,000.00	0.00						10,000.00		10,000.00	C	10,000.00
	113	Modify manholes - COA	5,000.00	3,000.00						2,000.00		2,000.00	C	2,000.00
	114	*Construction - CO #1 - American	85,794.00							85,794.00		85,794.00	C	85,794.00
	115	Water/Wastewater connections	0.00							0.00		0.00	C	0.00
	116	Reimb from SWTC to LTISD for wastewater	-28,105.00		-28,105.00					0.00		0.00	C	0.00
	117	*Construction - CO #3 - American	57,154.00							57,154.00		57,154.00	C	57,154.00
	118	*Landscape/Irrigation Changes - American	0.00							0.00		0.00	C	0.00
	119	*Construction - CO #4 - American	62,498.00							62,498.00		62,498.00	C	62,498.00
	120	Testing & Balancing - Air Technologies	0.00							0.00		0.00	C	0.00
	121	*Construction - CO #6	8,839.00							8,839.00		8,839.00	C	8,839.00
	122	*Construction - CO #6	13,987.00							13,987.00		13,987.00	C	13,987.00
	123	*Construction- PRs - CO #2	-2,437.00							-2,437.00		-2,437.00	C	-2,437.00
	124	*Construction- PRs - CO #5	4,155.00							4,155.00		4,155.00	C	4,155.00
	125	*Construction- PRs	6,245.00							6,245.00		6,245.00	C	6,245.00
	126	Misc LPES - odds and ends	25,000.00		20,579.97	919.00	969.90			2,531.13		2,531.13	C	2,531.13
	127	LCRA water meter/service fees	44,105.00		38,105.00	1,466.79				4,533.21		4,533.21	C	4,533.21
	128	*American Constructors- CO #7	60,538.00							60,538.00		60,538.00	C	60,538.00
	129	*American Constructors-Bonus CO #7	30,000.00							30,000.00		30,000.00	C	30,000.00
	130	Landscaping Services-Wineroud Assoc.	3,076.00			3,075.03				0.97		0.97	C	0.97
	131	LPES Civil Design - Malone Wheeler	17,122.00			17,064.00				58.00		58.00	C	58.00
	132	*LPES Yard drains	4,290.00							4,290.00		4,290.00	C	4,290.00
	133	*American Constr. - CO #8 Retention Pond	6,128.00							6,128.00		6,128.00	C	6,128.00
	134	ADA Inspection - F&A	633.00			633.50				0.50		0.50	C	0.50
	240	Retention Pond Fencing	13,000.00			10,910.00				2,090.00		2,090.00	C	2,090.00
\$	304	Technology/Telephone Systems	168,893.00		168,892.97					0.03		0.03	C	0.03

Program	BAF	November 30, 2005	AMOUNT	FY 00-01	FY 01-02	FY 02-03	FY 03-04	FY 04-05	FY 05-06	BALANCE	ENCUMB.	BALANCE	Closed	Available
	403	Furniture, Fixtures and Equipment	335,000.00		281,274.84	28,758.25				24,966.91		24,966.91	C	24,966.91
	249	Tree Replacement	4,000.00				3,200.00			800.00		800.00	C	800.00
	250	Fencing - LPES	15,000.00							15,000.00		15,000.00	C	15,000.00
	253	Landscaping Services-Wineroud Assoc.	2,755.00				2,754.93			0.07		0.07	C	0.07
		Total Lake Pointe Elementary	8,618,869.00	2,639,274.11	5,830,186.94	67,825.57	13,052.83	0.00	0.00	68,529.55	0.00	68,529.55		
		* Summary of American Constructors	7,157,191.00	2,004,427.24	5,146,635.76	0.00	6,128.00	0.00	0.00	0.00	0.00	0.00		
20	501	Briarcliff tract	525,000.00	506,262.89	1,710.00					17,027.11		17,027.11	C	17,027.11
	502	Spillman tract	650,000.00		644,000.00					6,000.00		6,000.00	C	6,000.00
	503	Barshop tract	795,000.00					47,625.51	713,437.65	33,936.84		33,936.84		
		Total Land	1,970,000.00	506,262.89	645,710.00	0.00	0.00	47,625.51	713,437.65	56,963.95	0.00	56,963.95		
30	201	Design of outside fiber plant HS - LPE	1,115.00		43.20					1,071.80		1,071.80	C	1,071.80
	301	IG electrical receptacles HS Rm. G103	2,000.00	1,430.00						570.00		570.00	C	570.00
	302	Hardware, NT 2000, training - all sites	365,000.00	93,449.71	267,332.96	3,478.00				739.33		739.33	C	739.33
	303	Hardware replacement/software upgr.- all site	600,000.00	63,392.60	403,515.70	90,804.62	35,215.87			7,071.21		7,071.21	C	7,071.21
	221	Fiber optic cable HS - LPE	115,000.00		95,443.13					19,556.87		19,556.87	C	19,556.87
	234	LTHS Computer room outlets	7,500.00		0.00					7,500.00		7,500.00	C	7,500.00
	304	Technology/Telephone Systems	166,107.00			122,451.26	14,396.61			29,259.13		29,259.13	C	29,259.13
	305	Network upgrade	250,000.00		248,359.89	112.99				1,527.12		1,527.12	C	1,527.12
		Total Technology	1,506,722.00	158,272.31	1,014,694.88	216,846.87	49,612.48	0.00	0.00	67,295.46	0.00	67,295.46		
40	202	Architectural for LWES walk/playfields	19,929.00	15,054.00	4,875.00					0.00		0.00	C	0.00
	209	LWES walks/playfields upgrade	209,685.00	193,788.04	6,828.86					9,068.10		9,068.10	C	9,068.10
		Total Walks/Playfields	229,614.00	208,842.04	11,703.86	0.00	0.00	0.00	0.00	9,068.10	0.00	9,068.10		
50	203	Architectural for LTE entrance upgrade	6,500.00	4,875.00	1,625.00					0.00		0.00	C	0.00
	206	LTE entrance upgrade	51,300.00	48,544.00	2,021.45					734.55		734.55	C	734.55
	220	4 benches	1,700.00		1,386.00					314.00		314.00	C	314.00
	246	LTE Security Fence	66,525.00			57,071.50				9,453.50		9,453.50	C	9,453.50
		Total Improved Security/Traffic Flow	126,025.00	53,419.00	5,032.45	57,071.50	0.00	0.00	0.00	10,502.05	0.00	10,502.05		
60	204	Preliminary work for district wide flooring	13,800.00	13,584.73	0.00					215.27		215.27	C	215.27
	205	District wide flooring	155,000.00	150,279.00	1,669.26					3,051.74		3,051.74	C	3,051.74
	215	Energy upgrades	157,621.00	157,620.11	-30,764.17	30,467.38				297.68		297.68	C	297.68
	217	Flooring upgrade in LTE portables	9,000.00	4,231.50	4,768.50					0.00		0.00	C	0.00
	227	Energy Mgmt System Upgrade	50,000.00		48,099.01	1,900.99				0.00		0.00	C	0.00
	228	HVAC Repair and report	3,200.00		766.16					2,433.84		2,433.84	C	2,433.84
	229	Cafeteria A/C Upgrade	1,295.00		1,295.00					0.00		0.00	C	0.00
	231	Repair Admin Chiller, HS cooling system	13,000.00			9,910.00				3,090.00		3,090.00	C	3,090.00
	232	Replace LTMS A/C condensing units	142,000.00		112,922.78	15,489.00				13,588.22		13,588.22	C	13,588.22
	233	New Energy Mgmt System	125,000.00		94,349.56	28,202.26				2,448.18		2,448.18	C	2,448.18
	238	VCT in Dome and Aux Gym and Offices	4,000.00		3,882.00					118.00		118.00	C	118.00
	241	HVAC sensors, controls and rewiring	125,000.00			120,311.00				4,689.00		4,689.00	C	4,689.00
		Total Energy/Flooring	798,916.00	325,715.34	236,988.10	206,289.63	0.00	0.00	0.00	29,931.93	0.00	29,931.93		

Program	BAF	November 30, 2005	AMOUNT	FY 00-01	FY 01-02	FY 02-03	FY 03-04	FY 04-05	FY 05-06	BALANCE	ENCUMB.	BALANCE	Closed	Available
70	222	Waterproofing/thru wall flashing HS,LTE, Adm	19,200.00	0.00	19,135.58					64.42		64.42	C	64.42
	230	Recoat Admin Bldg roof	16,950.00		16,950.00					0.00		0.00	C	0.00
	236	LTHS roof repair	2,815.00		2,815.00					0.00		0.00	C	0.00
	237	LTES roof upgrade	43,000.00		41,331.00					1,669.00		1,669.00	C	1,669.00
	242	Seal Penetrations - LTHS Fieldhouse	8,000.00			6,828.00				1,172.00		1,172.00	C	1,172.00
		Total Roofing and Flashing	89,965.00	0.00	80,231.58	6,828.00	0.00	0.00	0.00	2,905.42	0.00	2,905.42		
80	207	Move 3 double portables to BCES	18,000.00	18,000.00						0.00		0.00	C	0.00
	208	Electric power to portables at BCES	6,000.00	4,833.00	470.90					696.10		696.10	C	696.10
	210	Decking, ramping, skirting portables	25,000.00	24,977.49						22.51		22.51	C	22.51
	216	Portable furniture and storage cabinets	1,700.00	1,652.94						47.06		47.06	C	47.06
	218	Wire portables to the existing intercom	2,000.00		1,935.00					65.00		65.00	C	65.00
	224	Exterior fire horns for BCE portables	1,200.00		1,200.00					0.00		0.00	C	0.00
	226	Gutter replacement on BCE portables	1,300.00		1,260.00					40.00		40.00	C	40.00
	248	Move 6 portables to LWES	75,000.00				75,000.00			0.00		0.00	C	0.00
		Total Portable Location	130,200.00	49,463.43	4,865.90	0.00	75,000.00	0.00	0.00	870.67	0.00	870.67		
90	401	Bond issuance costs	134,000.00	131,118.18	0.00					2,881.82		2,881.82	C	2,881.82
		Total Bond Issue Costs	134,000.00	131,118.18	0.00	0.00	0.00	0.00	0.00	2,881.82	0.00	2,881.82		
		GRAND TOTAL	15,498,473.00	4,113,467.90	8,412,641.80	815,602.46	182,072.52	604,860.72		651,193.70	56,124.79	595,068.91		331,688.32

Lake Travis Independent School District

3322 Ranch Road 620 South, Austin, Texas 78738
512.533.6019 (phone) · 512.533.6003 (fax)
www.laketravis.txed.net

SCHOOL BOARD AGENDA ITEM SUMMARY

SUBJECT	2004-05 Annual Audit
RECOMMENDED ACTION	Review and discussion
RATIONALE	Provide board members an opportunity to review the budget prior to its approval at the December 12 meeting. Minor changes will be reviewed relative to the Management's Discussion and Analysis Letter included in the audit.
COMMITTEE CONSIDERATION	None
BUDGET PROVISIONS	None
RESOURCE PERSONNEL	Bob Hart 533-6016
MEETING DATE	December 5, 2005



West, Davis & Company

a limited liability partnership

November 17, 2005

Draft as of 11/30/05
to be used only for management discussion
purposes; engagement is incomplete; this
draft is subject to final review and possible
revision.

Board of Trustees
Lake Travis Independent School District
Austin, Texas

We have audited the August 31, 2005, financial statements of the Lake Travis Independent School District (the District) and have issued our report thereon dated November 17, 2005. Professional standards require that we provide you with the following information related to our audit. We will be pleased to discuss the contents of this letter or any related questions of the Board of Trustees at your convenience.

This information is intended solely for the use of the District and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

RESPONSIBILITY OF INDEPENDENT ACCOUNTANTS

Our responsibility under auditing standards generally accepted in the United States of America is to express an opinion on the financial statements of the District based on our audit. In carrying out this responsibility, we assessed the risk that the financial statements may contain a material misstatement, either intentional or unintentional, and designed and conducted an audit to provide reasonable, but not absolute, assurance of detecting misstatements that are material to the financial statements. We have completed the audit of the District's financial statements in accordance with generally accepted auditing standards.

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit. Also, in accordance with OMB Circular A-133, we examined, on a test basis, evidence about the District's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement applicable to each of its major federal programs for the purpose of expressing an opinion on the District's compliance with those requirements. While our audit provides a reasonable basis for our opinion, it does not provide a legal determination on the District's compliance with those requirements.

REPORT ISSUED ON 2005 AUDIT

We have issued our report, dated November 17, 2005, on the August 31, 2005, financial statements of the District. Our report is unqualified as to scope and accounting.

INTERNAL ACCOUNTING CONTROL

We considered the internal control structure in order to gain a basic understanding of the internal control policies and procedures in order to design an effective and efficient audit approach, not for the purpose of providing assurance on the internal control structure. We also considered internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

We have no comments regarding internal accounting control or accounting procedures.

MANAGEMENT COOPERATION

We were given full access to accounting records, supporting documents and other information, which we requested.

ACCOUNTING PRINCIPLES

Management employed appropriate accounting principles as described in Note A to the financial statements and made all required disclosures in the financial statements. We noted no transactions entered into by the District during the year that were both significant and unusual, and of which, under professional standards, we are required to inform you, or transactions for which there is a lack of authoritative guidance or consensus.

MANAGEMENT JUDGMENTS AND ACCOUNTING ESTIMATES

Significant judgments or estimates included in the financial statements are estimates of asset useful lives, depreciation expense, uncollectible receivables, certain liabilities including accrued expenses and claims and judgments.

SIGNIFICANT AUDIT ADJUSTMENTS

We made adjustments as detailed in the accompanying schedule titled, "Adjustment Journal – Adjusting Entries." In addition, we made certain government-wide adjustments noted in the attached schedule titled, "Government-Wide Adjustment Journal." There were no uncorrected misstatements at August 31, 2005.

MAJOR ISSUES DISCUSSED WITH MANAGEMENT PRIOR TO RETENTION

There were no major issues discussed with management prior to our retention regarding the application of accounting principles and auditing standards.

DISAGREEMENTS WITH MANAGEMENT

We had no disagreements with management of the District regarding the application of accounting principles, the scope of our audit, disclosures to be included in the financial statements or the wording of our report on the financial statements.

CONSULTATION WITH OTHER ACCOUNTANTS

Management informed us that there were no consultations with other independent accountants regarding the application of accounting or auditing matters during 2005.

DIFFICULTIES ENCOUNTERED IN PERFORMING THE AUDIT

None.

Very truly yours,

Lake Travis Independent School District
 Adjustment Journal - Adjusting Entries
 All Fund Types

August 31, 2005
 Accountant: GD

Funds: 185, 199, 204, 211, 224, 225, 240, 255, 262, 263, 269, 289, 390, 392, 393, 397, 404, 411, 418, 461, 482, 484, 485
 486, 488, 489, 490, 599, 684, 698, 753, 865, 901, 902

CL	Fund	Fn	Obj	So	Org	Y	Pr	S	Pd	Description	Ref	Debits	Credits	AJE#	Explanation of Adjustment
EQ	199	0	3600	0	0	0	0	0	0	UnDesig. Fund Balan	WTB	12,089.56		1	TO POST PY AJE NOT POSTED
RE	199	0	5742	0	0	0	0	0	0	Earnings from Temp.	WTB		12,089.56	1	TO POST PY AJE NOT POSTED
AS	199	0	1101	0	0	0	0	0	0	Cash & Cash Equiv.-	WTB	1,612.17		1	TO POST PY AJE NOT POSTED
RE	199	0	5749	0	0	0	0	0	0	Other Revenues from	WTB		1,612.17	1	TO POST PY AJE NOT POSTED
RE	199	0	5749	0	0	0	0	0	0	Other Revenues from	WTB	2,840.06		1	TO POST PY AJE NOT POSTED
AS	199	0	1101	0	0	0	0	0	0	Cash & Cash Equiv.-	WTB		2,840.06	1	TO POST PY AJE NOT POSTED
	Totals----->											16,541.79	16,541.79		
AS	3904	0	1111	0	0	0	0	0	0	Cash & Cash Equival	WTB	2,840.06		1	TO PROPERLY STATE FUND BALANCE
EQ	3904	0	3490	0	0	0	0	0	0	Other Reserves Of F	WTB		2,840.06	1	TO PROPERLY STATE FUND BALANCE
	Totals----->											2,840.06	2,840.06		
EQ	3975	0	3490	0	0	0	0	0	0	Other Reserves Of F	WTB	1,612.17		1	TO PROPERLY STATE FUND BALANCE
AS	3975	0	1101	0	0	0	0	0	0	Cash & Cash Equiv.-	WTB		1,612.17	1	TO PROPERLY STATE FUND BALANCE
EQ	3975	0	3490	0	0	0	0	0	0	Other Reserves Of F	WTB	1,750.00		1	TO PROPERLY STATE FUND BALANCE
RE	3975	0	5829	0	0	0	0	0	0	State Prog. Rev. Dist	WTB		1,750.00	1	TO PROPERLY STATE FUND BALANCE
	Totals----->											3,362.17	3,362.17		
RE	4185	0	5832	0	0	0	0	0	0	Teacher Retirement/	WTB		1,573.78	1	TO PROPERLY STATE FUND BALANCE
EQ	4185	0	3490	0	0	0	0	0	0	Other Reserves Of F	WTB	1,573.78		1	TO PROPERLY STATE FUND BALANCE
	Totals----->											1,573.78	1,573.78		
EQ	490	0	3600	0	0	0	0	0	0	UnDesig. Fund Balan	WTB	352,912.00		1	TO PROPERLY STATE FUND BALANCE
RE	490	0	5744	0	0	0	0	0	0	Gifts & Bequests	WTB		352,912.00	1	TO PROPERLY STATE FUND BALANCE
	Totals----->											352,912.00	352,912.00		
OR	599	0	7917	0	0	0	0	0	0	Prepaid Interest	CC5	66,461.25		1	TO RECLASS ACCRUED INT RECEIVED
LI	599	0	2141	0	0	0	0	0	0	Bond Interest Payabl	CC5		66,461.25	1	TO RECLASS ACCRUED INT RECEIVED
	Totals----->											66,461.25	66,461.25		

Adj Num	W.P. Ref	Class	Fund	Function	Object	Org.	Pr	Rev Fn	AW	Adjustment Amount	Adj Type	Account Description	Reconciliation Description	Reconcl. Name	Post Date	Post Time	Explanation or User Comment
1	C	AS	901	0	1571	0	0		100	(2,319,786)	A	Accum. Deprec. - B	gov cap assets not in the fund	SNA1	19-Nov-2005	07:59 AM	TO RECORD DEPRECIATION EXP
1	C	AS	901	0	1572	0	0		100	(229,452)	A	Accum. Deprec. - V	gov cap assets not in the fund	SNA1	19-Nov-2005	07:59 AM	TO RECORD DEPRECIATION EXP
1	C	AS	901	0	1573	0	0		100	(153,680)	A	Accum. Deprec. - F	gov cap assets not in the fund	SNA1	19-Nov-2005	07:59 AM	TO RECORD DEPRECIATION EXP
1	C	EX	901	11	6499	0	0			1,372,121	A	Misc. Operating Co	Deprec. in SOA	SOA2	19-Nov-2005	07:59 AM	TO RECORD DEPRECIATION EXP
1	C	EX	901	12	6499	0	0			21,745	A	Misc. Operating Co	Deprec. in SOA	SOA2	19-Nov-2005	07:59 AM	TO RECORD DEPRECIATION EXP
1	C	EX	901	21	6499	0	0			10,061	A	Misc. Operating Co	Deprec. in SOA	SOA2	19-Nov-2005	07:59 AM	TO RECORD DEPRECIATION EXP
1	C	EX	901	23	6499	0	0			94,346	A	Misc. Operating Co	Deprec. in SOA	SOA2	19-Nov-2005	07:59 AM	TO RECORD DEPRECIATION EXP
1	C	EX	901	31	6499	0	0			57,166	A	Misc. Operating Co	Deprec. in SOA	SOA2	19-Nov-2005	07:59 AM	TO RECORD DEPRECIATION EXP
1	C	EX	901	33	6499	0	0			19,780	A	Misc. Operating Co	Deprec. in SOA	SOA2	19-Nov-2005	07:59 AM	TO RECORD DEPRECIATION EXP
1	C	EX	901	34	6499	0	0			239,101	A	Misc. Operating Co	Deprec. in SOA	SOA2	19-Nov-2005	07:59 AM	TO RECORD DEPRECIATION EXP
1	C	EX	901	35	6499	0	0			97,544	A	Misc. Operating Co	Deprec. in SOA	SOA2	19-Nov-2005	07:59 AM	TO RECORD DEPRECIATION EXP
1	C	EX	901	36	6499	0	0			411,910	A	Misc. Operating Co	Deprec. in SOA	SOA2	19-Nov-2005	07:59 AM	TO RECORD DEPRECIATION EXP
1	C	EX	901	41	6499	0	0			13,491	A	Misc. Operating Co	Deprec. in SOA	SOA2	19-Nov-2005	07:59 AM	TO RECORD DEPRECIATION EXP
1	C	EX	901	51	6499	0	0			257,828	A	Misc. Operating Co	Deprec. in SOA	SOA2	19-Nov-2005	07:59 AM	TO RECORD DEPRECIATION EXP
1	C	EX	901	53	6499	0	0			76,138	A	Misc. Operating Co	Deprec. in SOA	SOA2	19-Nov-2005	07:59 AM	TO RECORD DEPRECIATION EXP
1	C	EX	901	61	6499	0	0			31,687	A	Misc. Operating Co	Deprec. in SOA	SOA2	19-Nov-2005	07:59 AM	TO RECORD DEPRECIATION EXP
2	C	AS	901	0	1521	0	0		100	12,688,152	A	Bldgs. & Improvem	gov cap assets not in the fund	SNA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	AS	901	0	1531	0	0		100	464,159	A	Vehicles	gov cap assets not in the fund	SNA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	AS	901	0	1539	0	0		100	97,490	A	Furn. & Equip.	gov cap assets not in the fund	SNA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	AS	901	0	1580	0	0		100	5,812,540	A	Construction in Pro	gov cap assets not in the fund	SNA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	AS	901	0	1580	0	0		100	(2,294,393)	A	Construction in Pro	gov cap assets not in the fund	SNA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	EX	901	34	6631	0	0			(7,000)	A	Vehicles	Cap. outlay not in SOA	SOA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	EX	901	11	6698	0	0			(13,560)	A	Library Books & Me	Cap. outlay not in SOA	SOA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	EX	901	34	6648	0	0			(11,133)	A	Fixed Assets - Loc.	Cap. outlay not in SOA	SOA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	EX	901	51	6631	0	0			(23,068)	A	Vehicles	Cap. outlay not in SOA	SOA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	EX	901	51	6648	0	0			(13,090)	A	Fixed Assets - Loc.	Cap. outlay not in SOA	SOA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	EX	901	81	6629	0	0			(320,000)	A	Bldg. Purch., Const	Cap. outlay not in SOA	SOA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	EX	901	36	6631	0	0			(19,846)	A	Vehicles	Cap. outlay not in SOA	SOA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	EX	901	36	6631	0	0			(5,685)	A	Vehicles	Cap. outlay not in SOA	SOA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	EX	901	81	6629	0	0			(11,688,898)	A	Bldg. Purch., Const	Cap. outlay not in SOA	SOA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	EX	901	81	6631	0	0			(414,245)	A	Vehicles	Cap. outlay not in SOA	SOA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	EX	901	81	6648	0	0			(3,648,383)	A	Fixed Assets - Loc.	Cap. outlay not in SOA	SOA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	EX	901	81	6619	0	0			(47,626)	A	Land Purchase & Ir	Cap. outlay not in SOA	SOA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
2	C	EX	901	81	6629	0	0			(555,414)	A	Bldg. Purch., Const	Cap. outlay not in SOA	SOA1	19-Nov-2005	07:59 AM	TO ELIMINATE CAPITAL OUTLAY
3	B	LI	199	0	2311	0	0			350,102	A	Deferred Revenue	Prop taxes not available	SNA2	19-Nov-2005	07:58 AM	TO ADJUST DEFERRED TAX REV
3	B	RE	199	0	5711	0	0			(350,102)	A	Taxes, Cur. Yr. Lev	Property taxes not collected t	SOA7	19-Nov-2005	07:58 AM	TO ADJUST DEFERRED TAX REV
3	B	LI	599	0	2311	0	0			82,123	A	Deferred Revenue	Prop taxes not available	SNA2	19-Nov-2005	07:59 AM	TO ADJUST DEFERRED TAX REV
3	B	RE	599	0	5711	0	0			(82,123)	A	Taxes, Cur. Yr. Lev	Property taxes not collected t	SOA7	19-Nov-2005	07:59 AM	TO ADJUST DEFERRED TAX REV
4	AA4	LI	902	0	2141	0	0			(45,120)	A	Bond Interest Paya	L/T bond interest payable	SNA7	19-Nov-2005	10:50 AM	TO ACCRUE BOND INTEREST EXPENSE
4	AA4	EX	902	71	6521	0	0			45,120	A	Interest on Bonds	Change in accrued interest	SOA15	19-Nov-2005	10:50 AM	TO ACCRUE BOND INTEREST EXPENSE
5	AA1	LI	902	0	2532	0	0			(21,211)	A	Vested Vacation Be	L/T compens. absences paya	SNA9	19-Nov-2005	10:50 AM	TO ADJUST ACCRUED LEAVE
5	AA1	EX	902	11	6100	0	0			21,211	A	Payroll Costs	Compensated absences repo	SOA18	19-Nov-2005	10:50 AM	TO ADJUST ACCRUED LEAVE
6	AA4	LI	902	0	2512	0	0		110	(75,458)	A	Accumulated Accre	L/T bond interest payable	SNA7	19-Nov-2005	10:50 AM	TO ACCRET INTEREST ON CAB BONDS
6	AA4	EX	902	71	6521	0	1			75,458	A	Interest on Bonds	Accret. of interest on cap app	SOA14	19-Nov-2005	10:50 AM	TO ACCRET INTEREST ON CAB BONDS
7	AA4.5	OR	902	0	7911	0	0			14,255,000	A	Issuance of Bonds	Bond proceeds.	SOA19	19-Nov-2005	10:50 AM	TO ELIMINATE BOND PROCEEDS
7	AA4.5	LI	902	0	2510	0	0		110	(14,255,000)	A	Bonds Payable - Lc	L/T bonds payable	SNA5	19-Nov-2005	10:50 AM	TO ELIMINATE BOND PROCEEDS
8	AA4	LI	902	0	2510	0	0		110	5,150,000	A	Bonds Payable - Lc	L/T bonds payable	SNA5	19-Nov-2005	10:50 AM	TO ELIMINATE BOND PRINCIPAL PAYME
8	AA4	EX	902	71	6511	0	0			(5,150,000)	A	Bond Principal	Bond principal payments	SOA10	19-Nov-2005	10:50 AM	TO ELIMINATE BOND PRINCIPAL PAYME
8	AA4	OU	902	0	8940	0	0			(14,855,397)	A	Payment to Bond R	Transfers to Escrow Agents a	SOA11	19-Nov-2005	10:50 AM	TO ELIMINATE BOND PRINCIPAL PAYME
8	AA4	LI	902	0	2510	0	0		110	14,255,000	A	Bonds Payable - Lc	L/T bonds payable	SNA5	19-Nov-2005	10:50 AM	TO ELIMINATE BOND PRINCIPAL PAYME
9	AA4.4	AA LI	902	0	2310	0	0			600,397	A	Deferred Revenue	Bond premium capitaliz	SNA8	19-Nov-2005	10:50 AM	TO CAPITALIZE BOND ISSUE COSTS & P
9	AA4.4	AA AS	902	0	1421	0	0			66,000	A	Capitalized Bond ar	Bond issuance costs capitaliz	SNA10	19-Nov-2005	10:50 AM	TO CAPITALIZE BOND ISSUE COSTS
9	AA4.4	AA LI	902	0	2310	0	0			(815,428)	A	Deferred Revenue	Bond premium capitaliz	SNA8	19-Nov-2005	10:50 AM	TO CAPITALIZE BOND ISSUE COSTS & P
9	AA4.4	AA JOR	902	0	7916	0	0			815,428	A	Premium or Discou	Bond premium is reported in	SOA12	19-Nov-2005	10:50 AM	TO CAPITALIZE BOND ISSUE COSTS & P
9	AA4.4	AA JEX	902	71	6599	0	0			(66,000)	A	Other Debt Service	Bond issuance cost amortizat	SOA13	19-Nov-2005	10:50 AM	TO CAPITALIZE BOND ISSUE COSTS & P

Adj Num	W.P. Ref	Class	Fund	Function	Object	Org.	Pr	Rev Fn	AW	Adjustment Amount	Adj Type	Account Description	Reconciliation Description	Reconcil. Name	Post Date	Post Time	Explanation or User Comment
10	AA4	AS	902	0	1421	0	0			(19,600)	A	Capitalized Bond ar	Bond issuance costs capitaliz	SNA10	19-Nov-2005	10:50 AM	TO AMORTIZE BOND ISSUE COSTS & PR
10	AA4	LI	902	0	2310	0	0			74,500	A	Deferred Revenue	Bond premium capitalized in t	SNA8	19-Nov-2005	10:50 AM	TO AMORTIZE BOND ISSUE COSTS & PR
10	AA4	RE	902	0	5749	0	0			(74,500)	A	Other Revenues frc	Bond premium is reported in t	SOA12	19-Nov-2005	10:50 AM	TO AMORTIZE BOND ISSUE COSTS & PR
10	AA4	EX	902	71	6599	0	0			19,600	A	Other Debt Service	Bond issuance cost amortizat	SOA13	19-Nov-2005	10:50 AM	TO AMORTIZE BOND ISSUE COSTS & PR
11	WTB	OR	902	0	7949	0	0			91,500	A	Other Resources	Unrelated to reconciliations	None	19-Nov-2005	10:50 AM	TO RECLASS OTHER SOURCES & USES
11	WTB	RE	902	0	5741	0	0			(91,500)	A	Earnings from Perr	Unrelated to reconciliations	None	19-Nov-2005	10:50 AM	TO RECLASS OTHER SOURCES & USES
NA	ISF lookb	RE	753	0	5742	0	0			3,428	X	Earnings from Tem	Unrelated to reconciliations	None			Lookback- remove all net income (NI)
NA	ISF lookb	RE	753	0	5754	0	0			320,852	X	Quasi-External Inte	Unrelated to reconciliations	None			Lookback- remove all net income (NI)
NA	ISF lookb	EX	753	51	6219	0	99			(54,107)	X	Professional Servic	Unrelated to reconciliations	None			Lookback- remove all net income (NI)
NA	ISF lookb	EX	753	51	6429	0	99			(37,140)	X	Insurance and Boni	Unrelated to reconciliations	None			Lookback- remove all net income (NI)
NA	ISF lookb	EX	753	51	6498	0	99			(90,196)	X	Misc. Operating Co	Unrelated to reconciliations	None			Lookback- remove all net income (NI)
NA	ISF lookb	EX	753	11	0	0	0			(142,838)	X	Generic Object Coc	Internal serv net rev - all gov	SOA17			Lookback-change expense by NI

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED AUGUST 31, 2005

Lake Travis Independent School District
Annual Financial Report
For The Year Ended August 31, 2005

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Introductory Section

CERTIFICATE OF BOARD

Lake Travis Independent School District
Name of School District

Travis
County

227-913
Co.-Dist. Number

We, the undersigned, certify that the attached annual financial reports of the above named school district were reviewed and (check one) _____ approved _____ disapproved for the period ended August 31, 2005, at a meeting of the board of trustees of such school district on the ____ day of _____, _____.

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)

Financial Section

WEST, DAVIS & COMPANY, LLP
11615 Angus Road, Suite 219 C
Austin, Texas 78759

Independent Auditor's Report on Financial Statements

Board of Trustees
Lake Travis Independent School District
Austin, Texas

Members of the Board of Trustees:

We have audited the accompanying basic and combining financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Lake Travis Independent School District as of and for the year ended August 31, 2005, which collectively comprise the District's basic and combining financial statements as listed in the table of contents. These financial statements are the responsibility of Lake Travis Independent School District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in GOVERNMENT AUDITING STANDARDS, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Lake Travis Independent School District as of August 31, 2005, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America. Also, in our opinion, the combining financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, and the aggregate remaining fund information of Lake Travis Independent School District and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with GOVERNMENT AUDITING STANDARDS, we have also issued our report dated November 17, 2005, on our consideration of Lake Travis Independent School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with GOVERNMENT AUDITING STANDARDS and should be read in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis and the budgetary information identified as Required Supplementary Information in the table of contents are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplemental information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming opinions on the financial statements which collectively comprise the Lake Travis Independent School District's basic and combining financial statements. The accompanying schedule of expenditures of federal awards required by U. S. Office of Management and Budget Circular A-133, AUDITS OF STATES, LOCAL GOVERNMENTS AND NON-PROFIT ORGANIZATIONS and the supporting schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. This information, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic and combining financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic and combining financial statements taken as a whole.

West, Davis & Company, LLP
November 17, 2005

Lake Travis Independent School District

MANAGEMENT'S DISCUSSION AND ANALYSIS

In this section of the Annual Financial and Compliance Report, we, the managers of Lake Travis Independent School District (the District), discuss and analyze the District's financial performance for the fiscal year ended August 31, 2005. Please read it in conjunction with the independent auditors' report on page 2, and the District's Basic Financial Statements that begin on page 13.

FINANCIAL HIGHLIGHTS

- The assets of the District exceeded its liabilities at the close of the most recent period by \$26.3 million. Of this amount, \$12.5 million (unrestricted net assets) may be used to meet the District's ongoing obligations.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$19.2 million. Approximately 61 percent of this total amount, \$11.8 million, is available for spending at the government's discretion (unreserved, undesignated fund balance). Fund balance of \$3.9 million, about 20 percent, is reserved for current and future capital projects.
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$11.8 million, or 22 percent of the total general fund expenditures.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Assets and the Statement of Activities (on pages 13 and 14). 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 15) 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.

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

The section labeled Required Supplementary Information provides a general fund budgetary comparison.

Other Supplementary Information provides additional supporting schedules, including the Federal Awards Section that contain data used by monitoring or regulatory agencies for assurance that the District is using funds supplied in compliance with the terms of grants.

Reporting the District as a Whole

The Statement of Net Assets and the Statement of Activities

The analysis of the District's overall financial condition and operations begins on page 13. 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 Assets 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 the private sector.

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 fees paid to participate in community education programs 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 through the Texas Education Agency. 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 assets and changes in them. The District's net assets (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 assets 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 nonfinancial factors as well, such as changes in the District's enrollment or its property tax base and the condition of the District's facilities.

In the Statement of Net Assets and the Statement of Activities, the District has one type of activity:

- Governmental activities--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 15 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 No Child Left Behind Act from the U.S. Department of Education. The District's administration establishes many other funds to help it control and manage money for particular purposes, such as campus activities. The District uses governmental funds for its accounting:

- Governmental funds-- The District's basic services are reported in governmental funds. These use modified accrual accounting (a method that measures the receipt and disbursement of cash and all other financial assets that can be readily converted to cash) and report balances that are available for future spending. The governmental fund statements provide a detailed short-term view of the District's general operations and the basic services it provides. The differences are described between governmental activities (reported in the Statement of Net Assets 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 Assets and the Statement of Activities. In fact, the District's enterprise funds (one category of proprietary funds) are the business-type activities reported in the government-wide statements but containing more detail and additional information, such as cash flows.

The District as Trustee

Reporting the District's Fiduciary Responsibilities

The District is the trustee, or fiduciary, for money raised by student activities. We exclude these resources from the District's other financial statements because the District cannot use these assets to finance its operations. The District is only responsible for ensuring that the assets reported in these funds are used for their intended purposes.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Both current and prior year data are presented with discussion of significant changes in the accounts. Our analysis focuses on the net assets (Table 1) and changes in net assets (Table 2) of the District's governmental activities.

This two-year comparison provides an indication of the District's financial well being. Increases and decreases in net assets may serve over time as a useful indicator of a government's financial position. As of August 31, 2005, the District's assets exceed its liabilities by \$26.3 million compared to prior year net assets of \$23.1 million. This increase was caused primarily by one-time events, such as the \$523 thousand insurance proceeds for Lake Travis Elementary, the defeasance of debt resulting in a savings of \$586 thousand and increasing enrollment.

Table 1
The District's Net Assets
(in thousands)

	Governmental Activities 2005	Governmental Activities 2004
Current and other assets	26,981	41,672
Capital assets	92,562	78,498
Total assets	119,543	120,170
Long-term liabilities outstanding	86,283	91,337
Other liabilities	6,925	5,716
Total liabilities	93,208	97,053
Net assets:		
Invested in capital assets, net of related debt	11,464	11,677
Restricted	2,312	3,216
Unrestricted	12,559	8,224
Total net assets	26,335	23,117

Investment in capital assets (e.g., land, buildings, furniture, and equipment) less any related debt used to acquire those assets that is still outstanding is \$11.4 million. The District uses these capital assets to provide services to students; consequently, these assets are *not* available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, generally property taxes, since the capital assets themselves cannot be used to liquidate these liabilities. An additional portion of the District's net assets (\$2.3 million or approximately 9 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$12.6 million) may be used to meet the District's ongoing obligations. This surplus is not an indication that the District has significant resources available to meet financial obligations next year, but rather the result of having long-term commitments that are less than currently available resources.

Governmental activities. As described above, the District's total net assets increased by \$3.2 million. The total cost of all *governmental activities* this year was \$65.5 million. The amount that our taxpayers paid for these activities through property taxes was \$57.8 million or 88 percent, as compared with 81 percent for the previous year.

Table 2
Changes in the District's Net Assets
(in thousands)

	Governmental Activities 2005	Governmental Activities 2004
	<u>2005</u>	<u>2004</u>
Revenues:		
Program revenues:		
Charges for services	2,589	2,346
Operating grants and contributions	2,044	1,803
General revenues:		
Property taxes	57,848	52,005
Grants and contributions, not restricted to specific programs	3,649	3,296
Other	2,048	2,968
Extraordinary item inflow	523	0
Total revenues	<u>68,701</u>	<u>62,418</u>
Expenses:		
Instruction	20,911	19,962
Instructional resources and media services	463	489
Curriculum and staff development	362	185
Instructional leadership	460	513
School leadership	1,738	1,606
Guidance, counseling and evaluation services	1,240	1,256
Health services	279	286
Student (pupil) transportation	1,509	1,465
Food services	1,484	1,368
Cocurricular/extracurricular activities	1,946	1,607
General administration	1,500	1,271
Plant maintenance and operations	3,675	3,515
Security and monitoring services	147	122
Data processing services	614	765
Community services	595	631
Debt service-interest on long-term debt	4,479	4,942
Bond Issuance	115	64
Facilities acquisition and construction	1,933	3,272
Contracted instructional services between schools	21,870	20,864
Incremental costs related WADA	156	141
Payments related to shared service arrangements	7	9
Payments to juvenile justice alternative ed. Program	0	0
Total Expenses	<u>65,483</u>	<u>64,333</u>
Extraordinary item outflow	0	2,610
Change in Net Assets	3,218	(4,525)
Beginning Net Assets	<u>23,117</u>	<u>27,642</u>
Ending Net Assets	<u>26,335</u>	<u>23,117</u>

The District is considered wealthy under Chapter 41 of the Texas Education Code because its wealth level per student (\$585,000) exceeded the state level of \$305,000. Under Chapter 41 of the Texas Education Code, the District's voters approved for the District to equalize its excess wealth by either purchasing *attendance credits* from the State or purchasing *weighted average daily attendance* from other school districts. Due to cost savings in the recapture formula, the District contracts with other school districts to equalize its wealth. This recapture payment results in an outflow of local tax dollars to the other school districts and the State. Due to an increase in property values combined with a relatively small increase in enrollment, the recapture amount paid to other school districts increased by \$1 million, from \$20.9 million in the prior year to \$21.9 million. This equates to 48 percent of each tax dollar raised under maintenance and operations. Debt service taxes are excluded from recapture.

The District's general fund revenue increased by \$4.4 million (9 percent) due primarily to financing and investment activities. Revenues from grants and contributions grew by about 13 percent (\$241 thousand), while charges for services increased by 10.8 percent (\$242 thousand).

The District sold \$14.8 million in bonds in fiscal 2001. Since the sale of the bonds, the District completed a new \$8.9 million elementary school in the summer 2002, purchased technology equipment, purchased future school sites and made general improvements throughout the district. The total amount expended from the bond program in the current year was \$604 thousand.

In May 2003, mold infestation caused the closing of the Lake Travis Elementary campus. A task force drawn from across the community formulated a bond proposal that called for the demolition and replacement of Lake Travis Elementary. The proposal also included funds for classroom additions, other facility improvements, and technology equipment purchases. Voters approved the bond package in November 2003, and the District sold \$35.4 million in bonds in February 2004. New classroom buildings were added at Lakeway, Bee Cave, and Lake Pointe Elementary schools and put into service in August 2004. Over 500 new computers were purchased and installed, and various other facility upgrades were initiated. Overall, 2004 bond program expenditures totaled \$17.5 million.

Outstanding bonds issued in 1994 were refinanced in September 2004 to take advantage of declining interest rates. Debt service obligations on bonded indebtedness decreased by \$665 thousand because of the refunding and the completion of the 1994 bond issues. The primary source of revenue for bond payments is from property taxes.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements, bond covenants, and segregation for particular purposes.

Governmental funds. The focus of the District's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the District's financing requirements. In particular, *unreserved, undesignated fund balance* may serve as a useful measure of the District's net resources available for spending at the end of a fiscal year.

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$19.2 million, a decrease of \$16.3 million. This change in the balance is due primarily to an increase in the general fund's fund balance of \$1 million and a decrease in the 2004 Bond Program of \$17.1 million. Approximately 61 percent of this total amount (\$11.8 million) constitutes *unreserved, undesignated fund balance*. The remainder of fund balance is *reserved* or *designated* to indicate that it is

not available for new spending because it has already been committed 1) to pay debt service (\$1.5 million), 2) to support the food service program (\$51 thousand), 3) for capital projects (\$4.9 million), 4) for accrued leave balances (\$226 thousand), and 5) for other miscellaneous designations (\$623 thousand).

The general fund is the primary operating fund of the District. At the end of the current fiscal year, unreserved, undesignated fund balance of the general fund was \$11.8 million, while the total fund balance was \$12.0 million. As a measure of the general fund's liquidity, it may be useful to compare unreserved, undesignated fund balance to the total fund expenditures. Unreserved, undesignated fund balance represents 22 percent of the total general fund expenditures.

The fund balance of the District's general fund increased by \$1 million during the current fiscal year, because, for the most part, of favorable variances in expenditures.

The debt service fund has a total fund balance of \$1.6 million, all of which is reserved for the payment of debt service. The net increase in fund balance during the period in the debt service fund was \$239 thousand. This increase was due primarily to gains realized from refunding the 2001 bond issue.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the fiscal year, the District's Board of Trustees approved amendments to the budget.

The District made the following amendments to budgeted revenue:

- \$50,000 increases to Local and Intermediate Sources due to taxable property value adjustments in prior year tax collections and investment earnings.
- \$164,000 increase in Available School Fund.
- \$171,000 increase in investment income due to rising interest rates during the fiscal year.
- \$614,000 increase in other resources due to insurance settlement on Lake Travis Elementary and reimbursement for LUE's sold through WCID #17.

Following is a summary of the larger amendments made to appropriations:

- \$200,000 increase for accrual for instructional salaries incurred in the 2004-05 school year prior to August 31, 2005.
- \$185,000 increase Instructional Supplies, Software and textbooks for school institute start-up.
- \$150,000 increase in Legal Fees.
- \$60,000 increase in wealth equalization payments.
- \$155,000 decrease in various functional areas due operational savings.

After final amendments and closing, the general fund had a \$1 million increase in fund balance. This variance is due primarily to a favorable variance in payroll of \$201 thousand, insurance settlement on Lake Travis Elementary of \$523 thousand, and additional local revenue collections above estimates (\$278 thousand).

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The District's investment in capital assets for its governmental activities as of August 31, 2005, amounts to \$92.5 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, and furniture and equipment.

District's Capital Assets (Net of Depreciation) (In thousands)

Land	\$ 6,030
Construction in Progress	6,789
Buildings and Improvements	76,973
Furniture and Equipment	1037
Vehicles	1,733
Total Assets (net of depreciation)	<u>\$ 92,562</u>

Additional information on the District's capital assets can be found in note C on pages 30 of this report.

Long-term Debt

As of August 31, 2005, the District had total bonded debt outstanding of \$85.8 million, a decrease of \$4.9 million from the prior year. The District refunded \$14.2 million of outstanding 1998 bonds (\$586 thousand in savings). Payments on bond principal for 2004-05 totaled \$5.2 million.

The "AAA" long-term rating on the District's bonds reflects the Texas Permanent School Fund guarantee. The District's underlying credit rating is "AA-" by both Standard and Poor's and Fitch rating services.

State statutes have limits on the amount of general obligation debt a governmental entity may issue. A school district may not exceed \$.50/\$100 on its debt service tax rate for new debt (debt issued after August 31, 1992). The District's current debt service tax rate is \$.30/\$100. This would leave up to an additional 20 cents available on the tax rate. Based on these limitations, the District has the ability to fund future bond issues. In fact, the district held a successful bond election in September 2005, which will impact future debt service tax rates.

Additional information on the District's long-term debt can be found in note E on pages 31 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- The September, 2005 unemployment rate for Travis County is 4.9 percent while the state unemployment rate is 5.7 percent.
- The District's student attendance rate remained stable at 96.2 percent for the 2004-05 school year, which is within the typical annual range.

- The District's has experienced an enrollment increase of 4.1 percent; this is down slightly from the previous year but reflects the average growth during the past five years.
- The District's taxable valuation has increased by 7.0 percent for the 2005-06 school year, slightly higher than last year's 8.5 percent increase, and less than the double-digit increases experienced in previous years.
- The District has appropriated general fund revenues and expenditures in the 2005-06 budget of \$57.1 million and \$58.9 million respectively. Significant changes include a \$2.6 million increase in state equalization recapture payments, additional payroll costs of \$2.5 million, increases for utilities (\$200 thousand) and fixed cost (\$85 thousand), and a reduction of \$340 thousand for building improvements completed in the prior year. Salary/benefit adjustments of \$1.1 million were approved to keep the district competitive in the marketplace. Net new positions in campus administration, instruction, and technology totaled \$1.6 million. The District set an operating tax rate of \$1.50. Based on its budget for 2005-06, the fund balance is projected to decrease by \$1.8 million.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances as well as demonstrate accountability for funds the District receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Assistant Superintendent of Finance and Support Services, Lake Travis Independent School District, 3322 Ranch Road 620 South, Austin, Texas 78738.

Basic Financial Statements

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

STATEMENT OF NET ASSETS

AUGUST 31, 2005

Data Control Codes	1	Governmental Activities
ASSETS:		
1110	<i>Cash and Cash Equivalents</i>	\$ 24,567,141
1225	<i>Property Taxes Receivable (Net)</i>	1,774,012
1240	<i>Due from Other Governments</i>	138,925
1290	<i>Other Receivables (Net)</i>	13,991
1410	<i>Deferred Expenses</i>	114,193
1420	<i>Capitalized Bond and Other Debt Issuance Costs</i>	373,000
Capital Assets:		
1510	<i>Land</i>	6,029,802
1520	<i>Buildings and Improvements, Net</i>	76,973,419
1530	<i>Furniture and Equipment, Net</i>	2,770,137
1580	<i>Construction in Progress</i>	6,789,348
1000	Total Assets	<u>119,543,968</u>
LIABILITIES:		
2110	<i>Accounts Payable</i>	1,884,769
2140	<i>Interest Payable</i>	280,912
2165	<i>Accrued Liabilities</i>	2,313,342
2180	<i>Due to Other Governments</i>	54,990
2300	<i>Deferred Revenue</i>	1,485,450
2400	<i>Payable from Restricted Assets</i>	905,978
Noncurrent Liabilities:		
2501	<i>Due Within One Year</i>	5,955,000
2502	<i>Due in More Than One Year</i>	80,328,425
2000	Total Liabilities	<u>93,208,866</u>
NET ASSETS		
3200	Invested in Capital Assets, Net of Related Debt Restricted For:	11,464,859
3820	State and Federal Programs	73,477
3850	Debt Service	1,635,408
3870	Campus Activities	375,955
3890	Other Purposes	225,514
3900	Unrestricted	12,559,889
3000	Total Net Assets	<u>\$ 26,335,102</u>

The accompanying notes are an integral part of this statement.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED AUGUST 31, 2005

Data Control Codes	Functions/Programs	1 Expenses	3 Program Revenues		4 Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets
			Charges for Services	Governmental Activities		
	Government Activities:					
11	<i>Instruction</i>	\$ 20,911,237	\$ 512,571	\$ 698,662	\$ (19,700,004)	
12	<i>Instructional Resources and Media Services</i>	462,744	--	18,748	(443,996)	
13	<i>Curriculum and Staff Development</i>	361,751	--	144,471	(217,280)	
21	<i>Instructional Leadership</i>	460,086	--	62,316	(397,770)	
23	<i>School Leadership</i>	1,738,238	--	11,904	(1,726,334)	
31	<i>Guidance, Counseling, & Evaluation Services</i>	1,240,276	--	384,077	(856,199)	
33	<i>Health Services</i>	278,284	--	6,545	(271,739)	
34	<i>Student Transportation</i>	1,509,358	--	10,785	(1,498,573)	
35	<i>Food Service</i>	1,484,242	999,686	365,616	(118,940)	
36	<i>Cocurricular/Extracurricular Activities</i>	1,946,216	410,828	222,610	(1,312,778)	
41	<i>General Administration</i>	1,500,160	--	4,123	(1,496,037)	
51	<i>Plant Maintenance and Operations</i>	3,674,379	44,552	38,993	(3,590,834)	
52	<i>Security and Monitoring Services</i>	147,267	--	10,367	(136,900)	
53	<i>Data Processing Services</i>	613,690	--	62,148	(551,542)	
61	<i>Community Services</i>	594,670	621,064	2,229	28,623	
72	<i>Interest on Long-term Debt</i>	4,478,922	--	--	(4,478,922)	
73	<i>Bond Issuance Costs and Fees</i>	115,115	--	--	(115,115)	
81	<i>Capital Projects Costs Not Capitalized</i>	1,933,186	--	--	(1,933,186)	
91	<i>Contracted Instructional Services between Schools</i>	21,870,098	--	--	(21,870,098)	
92	<i>Incremental Costs Related to WADA</i>	156,000	--	--	(156,000)	
93	<i>Payments Related to Shared Services Arrangements</i>	7,139	--	--	(7,139)	
TG	Total Governmental Activities	65,483,058	2,588,701	2,043,594	(60,850,763)	
TP	Total Primary Government	\$ 65,483,058	\$ 2,588,701	\$ 2,043,594	(60,850,763)	
	General Revenues:					
MT	<i>Property Taxes, Levied for General Purposes</i>				48,121,603	
DT	<i>Property Taxes, Levied for Debt Service</i>				9,727,066	
IE	<i>Investment Earnings</i>				1,311,294	
GC	<i>Grants and Contributions Not Restricted to Specific Programs</i>				3,648,693	
MI	<i>Miscellaneous</i>				736,416	
	Special and Extraordinary Items:					
S1	<i>Special Item Inflow-Recovery on Building Impairment</i>				523,763	
TR	Total General Revenues				64,068,835	
CN	Change in Net Assets				3,218,072	
NB	Net Assets - Beginning				23,117,030	
NE	Net Assets - Ending				\$ 26,335,102	

The accompanying notes are an integral part of this statement.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

BALANCE SHEET - GOVERNMENTAL FUNDS

AUGUST 31, 2005

Data Control Codes	10 General Fund	50 Debt Service Fund
ASSETS:		
1110 <i>Cash and Cash Equivalents</i>	\$ 12,700,059	\$ 1,568,503
1225 <i>Taxes Receivable, Net</i>	1,445,428	328,584
1240 <i>Due from Other Governments</i>	120,738	--
1260 <i>Due from Other Funds</i>	1,940,498	51,244
1290 <i>Other Receivables</i>	12,448	--
1410 <i>Deferred Expenditures</i>	96,451	--
1000 Total Assets	<u>\$ 16,315,622</u>	<u>\$ 1,948,331</u>
LIABILITIES:		
Current Liabilities:		
2110 <i>Accounts Payable</i>	\$ 549,565	\$ --
2140 <i>Interest Payable</i>	--	66,462
2150 <i>Payroll Deductions & Withholdings</i>	284,822	--
2160 <i>Accrued Wages Payable</i>	1,809,198	--
2170 <i>Due to Other Funds</i>	60,836	--
2180 <i>Due to Other Governments</i>	34,668	--
2300 <i>Deferred Revenue</i>	1,515,853	328,584
2400 <i>Payable from Restricted Assets</i>	--	--
2000 Total Liabilities	<u>4,254,942</u>	<u>395,046</u>
FUND BALANCES:		
Reserved Fund Balances:		
3420 <i>Debt Service</i>	--	1,553,285
3450 <i>Reserve for Food Service</i>	--	--
3490 <i>Other Reserves of Fund Balance</i>	--	--
Designated Fund Balance:		
3510 <i>Construction</i>	--	--
3590 <i>Other Designated Fund Balance</i>	226,550	--
3600 <i>Unreserved</i>	11,834,130	--
3000 Total Fund Balances	<u>12,060,680</u>	<u>1,553,285</u>
4000 Total Liabilities and Fund Balances	<u>\$ 16,315,622</u>	<u>\$ 1,948,331</u>

The accompanying notes are an integral part of this statement.

60 2004 Capital Projects	Other Governmental Funds	98 Total Governmental Funds
\$ 7,888,248	\$ 2,011,304	\$ 24,168,114
--	--	1,774,012
--	18,187	138,925
3,825	--	1,995,567
--	1,543	13,991
--	17,742	114,193
<u>\$ 7,892,073</u>	<u>\$ 2,048,776</u>	<u>\$ 28,204,802</u>
\$ 1,225,929	\$ 109,275	\$ 1,884,769
--	--	66,462
--	11,506	296,328
--	59,277	1,868,475
1,868,055	106,533	2,035,424
--	20,322	54,990
--	--	1,844,437
905,978	--	905,978
<u>3,999,962</u>	<u>306,913</u>	<u>8,956,863</u>
--	--	1,553,285
--	51,456	51,456
--	623,490	623,490
3,892,111	1,066,917	4,959,028
--	--	226,550
--	--	11,834,130
<u>3,892,111</u>	<u>1,741,863</u>	<u>19,247,939</u>
<u>\$ 7,892,073</u>	<u>\$ 2,048,776</u>	<u>\$ 28,204,802</u>

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT
*RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
 TO THE STATEMENT OF NET ASSETS*
 AUGUST 31, 2005

Total fund balances - governmental funds balance sheet	\$ 19,247,939
Amounts reported for governmental activities in the statement of net assets ("SNA") are different because:	
Capital assets used in governmental activities are not reported in the funds.	92,562,706
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.	1,774,012
The assets and liabilities of internal service funds are included in governmental activities in the SNA.	290,345
Payables for bond principal which are not due in the current period are not reported in the funds.	(85,770,000)
Payables for bond interest which are not due in the current period are not reported in the funds.	(501,325)
Bond premium capitalized in the SNA is reflected as inflow in the funds.	(1,415,025)
Payables for compensated absences which are not due in the current period are not reported in the funds.	(226,550)
Bond issuance costs capitalized in the SNA are expensed in the funds.	<u>373,000</u>
Net assets of governmental activities - statement of net assets	<u>\$ 26,335,102</u>

The accompanying notes are an integral part of this statement.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

IN FUND BALANCES - GOVERNMENTAL FUNDS

FOR THE YEAR ENDED AUGUST 31, 2005

Data Control Codes		10 General Fund	50 Debt Service Fund
REVENUES:			
5700	Local and Intermediate Sources	\$ 49,575,270	\$ 9,692,151
5800	State Program Revenues	3,612,878	--
5900	Federal Program Revenues	22,097	--
5020	Total Revenues	<u>53,210,245</u>	<u>9,692,151</u>
EXPENDITURES:			
Current:			
0011	Instruction	18,278,238	--
0012	Instructional Resources and Media Services	414,204	--
0013	Curriculum and Staff Development	161,576	--
0021	Instructional Leadership	387,720	--
0023	School Leadership	1,632,056	--
0031	Guidance, Counseling, & Evaluation Services	798,561	--
0033	Health Services	251,976	--
0034	Student Transportation	1,277,666	--
0035	Food Service	25,181	--
0036	Cocurricular/Extracurricular Activities	998,567	--
0041	General Administration	1,482,569	--
0051	Plant Maintenance and Operations	3,369,462	--
0052	Security and Monitoring Services	136,903	--
0053	Data Processing Services	438,329	--
0061	Community Services	560,767	--
0071	Principal on Long-term Debt	--	5,150,000
0072	Interest on Long-term Debt	1,539	4,356,805
0073	Bond Issuance Costs and Fees	--	161,515
0081	Capital Outlay	457,350	--
0091	Contracted Instructional Services		
0091	Between Public Schools	21,870,098	--
0092	Incremental Costs Related to WADA	156,000	--
0093	Payments to Shared Service Arrangements	7,139	--
6030	Total Expenditures	<u>52,705,901</u>	<u>9,668,320</u>
1100	Excess (Deficiency) of Revenues Over (Under)		
1100	Expenditures	<u>504,344</u>	<u>23,831</u>
Other Financing Sources and (Uses):			
7911	Capital-Related Debt Issued (Regular Bonds)	--	14,255,000
7915	Transfers In	--	--
7916	Premium or Discount on Issuance of Bonds	--	815,428
7949	Other Resources	615,263	--
8911	Transfers Out	(85,164)	--
8940	Payment to Bond Refunding Escrow Agent	--	(14,855,397)
7080	Total Other Financing Sources and (Uses)	<u>530,099</u>	<u>215,031</u>
1200	Net Change in Fund Balances	<u>1,034,443</u>	<u>238,862</u>
0100	Fund Balances - Beginning	11,026,237	1,314,423
3000	Fund Balances - Ending	<u>\$ 12,060,680</u>	<u>\$ 1,553,285</u>

The accompanying notes are an integral part of this statement.

60 2004 Capital Projects	Other Governmental Funds	98 Total Governmental Funds
\$ 363,169	\$ 2,474,248	\$ 62,104,838
--	444,372	4,057,250
--	1,394,957	1,417,054
<u>363,169</u>	<u>4,313,577</u>	<u>67,579,142</u>
--	1,396,065	19,674,303
--	26,795	440,999
--	200,175	361,751
--	62,305	450,025
--	11,836	1,643,892
--	384,549	1,183,110
--	6,528	258,504
--	10,724	1,288,390
--	1,361,517	1,386,698
--	561,270	1,559,837
--	4,100	1,486,669
--	83,247	3,452,709
--	10,364	147,267
--	99,223	537,552
--	2,216	562,983
--	--	5,150,000
--	--	4,358,344
--	--	161,515
17,545,541	604,861	18,607,752
--	--	21,870,098
--	--	156,000
--	--	7,139
<u>17,545,541</u>	<u>4,825,775</u>	<u>84,745,537</u>
<u>(17,182,372)</u>	<u>(512,198)</u>	<u>(17,166,395)</u>
--	--	14,255,000
--	85,164	85,164
--	--	815,428
--	--	615,263
--	--	(85,164)
--	--	(14,855,397)
--	85,164	830,294
<u>(17,182,372)</u>	<u>(427,034)</u>	<u>(16,336,101)</u>
21,074,483	2,168,897	35,584,040
<u>\$ 3,892,111</u>	<u>\$ 1,741,863</u>	<u>\$ 19,247,939</u>

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT
*RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED AUGUST 31, 2005*

Net change in fund balances - total governmental funds	\$ (16,336,101)
Amounts reported for governmental activities in the statement of activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	16,767,948
The depreciation of capital assets used in governmental activities is not reported in the funds.	(2,702,918)
Certain property tax revenues are deferred in the funds. This is the change in these amounts this year.	432,225
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	5,150,000
Transfers to Escrow Agents are reported in the funds as an expenditure but is not reported in the SOA.	14,855,397
Bond premium and similar items are amortized in the SOA but not in the funds.	(740,928)
Bond issuance costs and similar items are amortized in the SOA but not in the funds.	46,400
The accretion of interest on capital appreciation bonds is not reported in the funds.	(75,458)
(Increase) decrease in accrued interest from beginning of period to end of period	(45,120)
The net revenue (expense) of internal service funds is reported with governmental activities.	142,838
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	(21,211)
Bond proceeds are reported as sources in the funds but not in the SOA.	<u>(14,255,000)</u>
Change in net assets of governmental activities - statement of activities	<u>\$ 3,218,072</u>

The accompanying notes are an integral part of this statement.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

STATEMENT OF NET ASSETS

INTERNAL SERVICE FUND

AUGUST 31, 2005

Data Control Codes		Nonmajor Internal Service Fund
		Insurance Fund
ASSETS:		
Current Assets:		
1110	Cash and Cash Equivalents	\$ 399,027
Receivables:		
1260	Due from Other Funds	39,857
	Total Current Assets	<u>438,884</u>
1000	Total Assets	<u>\$ 438,884</u>
LIABILITIES:		
Current Liabilities:		
2200	Accrued Expenditures/Expenses	\$ 148,539
	Total Current Liabilities	<u>148,539</u>
2000	Total Liabilities	<u>148,539</u>
NET ASSETS:		
3900	Unrestricted Net Assets	290,345
3000	Total Net Assets	<u>\$ 290,345</u>

The accompanying notes are an integral part of this statement.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENSES, AND CHANGES
 IN FUND NET ASSETS - INTERNAL SERVICE FUND
 FOR THE YEAR ENDED AUGUST 31, 2005

Data Control Codes		Nonmajor Internal Service Fund
		Insurance Fund
	OPERATING REVENUES:	
5700	<i>Local and Intermediate Sources</i>	\$ 324,281
5020	Total Revenues	<u>324,281</u>
	OPERATING EXPENSES:	
6200	<i>Professional and Contracted Services</i>	54,107
6400	<i>Other Operating Costs</i>	127,336
6030	Total Expenses	<u>181,443</u>
1300	Change in Net Assets	<u>142,838</u>
0100	Total Net Assets - Beginning	147,507
3300	Total Net Assets - Ending	<u>\$ 290,345</u>

The accompanying notes are an integral part of this statement.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

FOR THE YEAR ENDED AUGUST 31, 2005

	Nonmajor Internal Service Fund
	Insurance Fund
Cash Flows from Operating Activities:	
<i>Cash Receipts (Payments) for Quasi-external Operating Transactions with Other Funds</i>	\$ 340,364
<i>Cash Payments to Other Suppliers for Goods and Services</i>	(157,026)
Net Cash Provided (Used) by Operating Activities	<u>183,338</u>
Cash Flows from Investing Activities:	
<i>Proceeds from Sale and Maturities of Securities</i>	42,865
Net Cash Provided (Used) for Investing Activities	<u>42,865</u>
Net Increase (Decrease) in Cash and Cash Equivalents	226,203
Cash and Cash Equivalents at Beginning of Year	172,824
Cash and Cash Equivalents at End of Year	<u>\$ 399,027</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:	
Operating Income (Loss)	\$ 142,838
Change in Assets and Liabilities:	
<i>Decrease (Increase) in Receivables</i>	16,083
<i>Increase (Decrease) in Accounts Payable</i>	(2,194)
<i>Increase (Decrease) in Accrued Expenses</i>	26,611
Total Adjustments	<u>40,500</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 183,338</u>

The accompanying notes are an integral part of this statement.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

STATEMENT OF FIDUCIARY NET ASSETS

FIDUCIARY FUNDS

AUGUST 31, 2005

Data Control Codes		Agency Fund
		Student Activity
ASSETS:		
1110	<i>Cash and Cash Equivalents</i>	\$ 103,970
1000	Total Assets	<u>\$ 103,970</u>
LIABILITIES:		
Current Liabilities:		
2110	<i>Accounts Payable</i>	\$ 7,288
2190	<i>Due to Student Groups</i>	96,682
2000	Total Liabilities	<u>103,970</u>
NET ASSETS		
3000	Total Net Assets	<u>\$ --</u>

The accompanying notes are an integral part of this statement.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2005

A. Summary of Significant Accounting Policies

The basic financial statements of Lake Travis Independent School District (the "District") have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP") applicable to governmental units in conjunction with the Texas Education Agency's Financial Accountability System Resource Guide ("Resource Guide"). The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

1. Reporting Entity

The Board of School Trustees ("Board"), a seven-member group, has governance responsibilities over all activities related to public elementary and secondary education within the jurisdiction of the District. The Board is elected by the public and has the exclusive power and duty to govern and oversee the management of the public schools of the District. All powers and duties not specifically delegated by statute to the Texas Education Agency ("TEA") or to the State Board of Education are reserved for the Board, and the TEA may not substitute its judgment for the lawful exercise of those powers and duties by the Board. The District receives funding from local, state and federal government sources and must comply with the requirements of those funding entities. However, the District is not included in any other governmental "reporting entity" as defined by the GASB in its Statement No. 14, "The Financial Reporting Entity" and there are no component units included within the reporting entity.

2. Basis of Presentation, Basis of Accounting

a. Basis of Presentation

Government-wide Financial Statements: The statement of net assets and the statement of activities include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. The District does not allocate indirect expenses in the statement of activities. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the District's funds, with separate statements presented for each fund category. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

The District reports the following major governmental funds:

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

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2005

Debt Service Fund: This fund accounts for the payment of bond interest and principle on outstanding debt.

2004 Capital Projects Fund: This fund accounts for the bond proceeds from the 2004 School Building Bonds sold and the resultant costs.

In addition, the District reports the following fund types:

Internal Service Funds: These funds are used to account for revenues and expenses related to services provided to parties inside the District. These funds facilitate distribution of support costs to the users of support services on a cost-reimbursement basis. Because the principal users of the internal services are the District's governmental activities, this fund type is included in the "Governmental Activities" column of the government-wide financial statements.

Agency Funds: These funds are used to report student activity funds and other resources held in a purely custodial capacity (assets equal liabilities). Agency funds typically involve only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments.

Fiduciary funds are reported in the fiduciary fund financial statements. However, because their assets are held in a trustee or agent capacity and are therefore not available to support District programs, these funds are not included in the government-wide statements.

b. Measurement Focus, Basis of Accounting

Government-wide, Proprietary, and Fiduciary Fund Financial Statements: These financial statements are reported using the economic resources measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District does not consider revenues collected after its year-end to be available in the current period. 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. 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. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

When the District incurs an expenditure or expense for which both restricted and unrestricted resources may be used, it is the District's policy to use restricted resources first, then unrestricted resources.

Under GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting," all proprietary funds will continue to follow Financial Accounting Standards Board ("FASB") standards issued on or before November 30, 1989. However, from that date forward, proprietary funds will have the option of either 1) choosing not to apply future FASB standards (including amendments of earlier pronouncements), or 2) continuing to follow new FASB pronouncements unless they conflict with GASB guidance. The District has chosen not to apply future FASB standards.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2005

3. Financial Statement Amounts

a. Cash and Cash Equivalents

For purposes of the statement of cash flows, highly liquid investments are considered to be cash equivalents if they have a maturity of three months or less when purchased.

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 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 1 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 when they become due or past due and receivable within the current period.

Allowances for uncollectible tax receivables within the General and Debt Service Funds are based upon 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.

c. Inventories and Prepaid Items

The District records purchases of supplies as expenditures, utilizing the purchase method of accounting for inventory in accordance with the Resource Guide.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

d. Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated fixed assets are recorded at their estimated fair value at the date of the donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. A capitalization threshold of \$5,000 is used.

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

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Buildings	40
Building Improvements	30-40
Vehicles	7-10
Office Equipment	3-7

e. Receivable and Payable Balances

The District believes that sufficient detail of receivable and payable balances is provided in the financial statements to avoid the obscuring of significant components by aggregation. Therefore, no disclosure is provided which disaggregates those balances.

There are no significant receivables which are not scheduled for collection within one year of year end.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2005

f. Compensated Absences

On retirement or death of certain employees, the District pays any accrued sick leave and vacation leave in a lump case payment to such employee or his/her estate. Only certain individuals employed between 1985 and 1989 are eligible for sick leave payments accrued during that period of time. All employees receiving vacation leave are paid for up to thirty days of accrued vacation leave.

g. Interfund Activity

Interfund activity results from loans, services provided, reimbursements or transfers between funds. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers In and Transfers Out are netted and presented as a single "Transfers" line on the government-wide statement of activities. Similarly, interfund receivables and payables are netted and presented as a single "Internal Balances" line of the government-wide statement of net assets.

h. Use of Estimates

The preparation of financial statements in conformity with GAAP requires the use of management's estimates.

i. Data Control Codes

Data Control Codes appear in the rows and above the columns of certain financial statements. The TEA requires the display of these codes in the financial statements filed with TEA in order to insure accuracy in building a statewide database for policy development and funding plans.

B. Deposits and Investments

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

1. Cash Deposits:

At August 31, 2005, the carrying amount of the District's deposits (cash, certificates of deposit, and interest-bearing savings accounts included in temporary investments) was \$1,235,497 and the bank balance was \$2,518,946. The District's cash deposits at August 31, 2005 and during the period ended August 31, 2005, were entirely covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name.

2. Investments:

The District is required by Government Code Chapter 2256, The Public Funds Investment Act, to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2005

The Public Funds Investment Act ("Act") requires an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the basic financial statements disclosed that in the areas of investment practices, management reports and establishment of appropriate policies, the District adhered to the requirements of the Act. Additionally, investment practices of the District were in accordance with local policies.

The Act determines the types of investments which are allowable for the District. These include, with certain restrictions, 1) obligations of the U.S. Treasury, U.S. agencies, and the State of Texas, 2) certificates of deposit, 3) certain municipal securities, 4) securities lending program, 5) repurchase agreements, 6) bankers acceptances, 7) mutual funds, 8) investment pools, 9) guaranteed investment contracts, and 10) commercial paper.

The District's investments at August 31, 2005 are shown below.

Investment or Investment Type	Maturity	Ratings	Fair Value	Percentage
TexPool Investment Pool	28 days average	AAAm	\$ <u>23,331,644</u>	100%

3. Analysis of Specific Deposit and Investment Risks

GASB Statement No. 40 requires a determination as to whether the District was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures:

a. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. At year end, the District's investments were rated as noted above.

b. Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the District's name.

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent but not in the District's name.

At year end, the District was not exposed to custodial credit risk.

c. Concentration of Credit Risk

This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. At year end, the District investments representing more than 5% of total investments are disclosed above.

d. Interest Rate Risk

This is the risk that changes in interest rates will adversely affect the fair value of an investment. At year end, the District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

e. Foreign Currency Risk

This is the risk that exchange rates will adversely affect the fair value of an investment. At year end, the District was not exposed to foreign currency risk.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2005

Investment Accounting Policy

The District's general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term "short-term" refers to investments which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investment's value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

Public Funds Investment Pools

Public funds investment pools in Texas ("Pools") are established under the authority of the Interlocal Cooperation Act, Chapter 79 of the Texas Government Code, and are subject to the provisions of the Public Funds Investment Act (the "Act"), Chapter 2256 of the Texas Government Code. In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires Pools to: 1) have an advisory board composed of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool; 2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service; and 3) maintain the market value of its underlying investment portfolio within one half of one percent of the value of its shares. The District's investments in Pools are reported at an amount determined by the fair value per share of the pool's underlying portfolio, unless the pool is 2a7-like, in which case they are reported at share value. A 2a7-like pool is one which is not registered with the Securities and Exchange Commission ("SEC") as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940.

C. Capital Assets

Capital asset activity for the period ended August 31, 2005, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<u>Governmental activities:</u>				
<i>Capital assets not being depreciated:</i>				
Land	\$ 6,029,802	\$ --	\$ --	\$ 6,029,802
Construction in progress	3,271,201	5,812,540	2,294,393	6,789,348
Total capital assets not being depreciated	9,301,003	5,812,540	2,294,393	12,819,150
<i>Capital assets being depreciated:</i>				
Buildings and improvements	85,146,070	12,688,152	--	97,834,222
Equipment	2,457,819	97,490	--	2,555,309
Vehicles	2,246,026	464,159	--	2,710,185
Total capital assets being depreciated	89,849,915	13,249,801	--	103,099,716
Less accumulated depreciation for:				
Buildings and improvements	(18,541,017)	(2,319,786)	--	(20,860,803)
Equipment	(1,364,347)	(153,680)	--	(1,518,027)
Vehicles	(747,878)	(229,452)	--	(977,330)
Total accumulated depreciation	(20,653,242)	(2,702,918)	--	(23,356,160)
Total capital assets being depreciated, net	69,196,673	10,546,883	--	79,743,556
Governmental activities capital assets, net	\$ 78,497,676	\$ 16,359,423	\$ 2,294,393	\$ 92,562,706

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2005

Depreciation was charged to functions as follows:

Instruction	\$ 1,372,121
Instructional Resources and Media Services	21,745
Instructional Leadership	10,061
School Leadership	94,346
Guidance, Counseling, & Evaluation Services	57,166
Health Services	19,780
Student Transportation	239,101
Food Services	97,544
Extracurricular Activities	411,910
General Administration	13,491
Plant Maintenance and Operations	257,828
Data Processing Services	76,138
Community Services	31,687
	<u>\$ 2,702,918</u>

D. Interfund Balances and Activities

1. Due To and From Other Funds

Balances due to and due from other funds at August 31, 2005, consisted of the following:

<u>Due To Fund</u>	<u>Due From Fund</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Capital Projects - 2004	\$ 1,837,790	Short-term loans
General Fund	Capital Projects - 2001	100,000	Short-term loans
General Fund	Other Governmental Funds	2,708	Short-term loans
Internal Service Fund	General Fund	35,922	Short-term loans
Internal Service Fund	Capital Projects - 2004	3,935	Short-term loans
Debt Service Fund	Capital Projects - 2004	26,330	Short-term loans
Debt Service Fund	General Fund	24,914	Short-term loans
Capital Projects - 2004	Capital Projects - 2001	3,825	Short-term loans
	Total	<u>\$ 2,035,424</u>	

All amounts due are scheduled to be repaid within one year.

2. Transfers To and From Other Funds

Transfers to and from other funds at August 31, 2005, consisted of the following:

<u>Transfers From</u>	<u>Transfers To</u>	<u>Amount</u>	<u>Reason</u>
General Fund	Other Governmental Funds	\$ 85,164	Supplement other funds sources
	Total	<u>\$ 85,164</u>	

E. Long-Term Obligations

The District has entered into a continuing disclosure undertaking to provide Annual Reports and Material Event Notices to the State Information Depository of Texas, 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.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2005

1. Long-Term Obligation Activity

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the period ended August 31, 2005, are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental activities:					
General obligation bonds	\$ 90,920,000	\$ 14,255,000	\$ 19,405,000	\$ 85,770,000	5,955,000
Accum. Accretion on CAB	211,417	75,458	--	286,875	--
Compensated absences *	205,339	32,950	11,739	226,550	--
Total governmental activities	\$ 91,336,756	\$ 14,363,408	\$ 19,416,739	\$ 86,283,425	\$ 5,955,000

Interest rates on general obligation bonds range from 2.0% to 5.5%.

* Other long-term liabilities (see note A.3.f)

The funds typically used to liquidate other long-term liabilities in the past are as follows:

Liability	Activity Type	Fund
Compensated absences	Governmental	General

2. Debt Service Requirements

Debt service requirements on long-term debt at August 31, 2005, are as follows:

Year Ending August 31,	Governmental Activities		
	Principal	Interest	Total
2006	\$ 5,955,000	\$ 4,261,160	\$ 10,216,160
2007	5,835,000	3,517,292	9,352,292
2008	5,525,000	3,325,622	8,850,622
2009	5,070,000	3,094,241	8,164,241
2010	4,960,000	2,885,704	7,845,704
2011-2015	21,155,000	11,800,778	32,955,778
2016-2020	27,815,000	6,033,317	33,848,317
2021-2024	9,455,000	891,931	10,346,931
Totals	\$ 85,770,000	\$ 35,810,045	\$ 121,580,045

	Accreted Book Value	Ultimate Book Value	Maturity Dates
1998 Series	\$ 286,875	\$ 565,000	2006-08

3. Advance Refunding of Debt

GASB Statement No. 7, "Advance Refundings Resulting in Defeasance of Debt," provides that refunded debt and assets placed in escrow for the payment of related debt service be excluded from the financial statements. As of August 31, 2005, outstanding balances of bond issues that have been refunded and defeased in-substance by placing existing assets and the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments are as follows.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2005

Bond Issue	Amount
School Building Bonds Series 1998	\$ 14,255,000
Total	<u>\$ 14,255,000</u>

The refunding of the outstanding Series 1994 bonds resulted in a net savings of \$586,421.

F. Compensated Absences

Certain employees receive a lump sum cash payment for accrued sick leave and vacation leave at the termination of employment. A summary of changes in the accumulated sick and vacation leave liabilities is as follows:

	Sick Leave	Vacation Leave	Total
Balance, August 31, 2003	\$ 37,386	\$ 167,953	\$ 205,339
Additions:			
New Entrants and Salary Increments	--	32,950	32,950
Deductions:			
Payments to Participants	<u>(2,078)</u>	<u>(9,661)</u>	<u>(11,739)</u>
	<u>\$ 35,308</u>	<u>\$ 191,242</u>	<u>\$ 226,550</u>

G. Risk Management

The District is exposed to various risks of loss related to torts, theft, damage or destruction of assets, errors and omissions, injuries to employees, and natural disasters. During fiscal year 2005, the District purchased commercial insurance to cover general liabilities. There were no significant reductions in coverage in the past fiscal year and there were no settlements exceeding insurance coverage for each of the past three fiscal years.

H. Pension Plan

1. Plan Description

The District contributes to the Teacher Retirement System of Texas (the "System"), a public employee retirement system. It is a cost-sharing, multiple-employer defined benefit pension plan with one exception: all risks and costs are not shared by the District, but are the liability of the State of Texas. The System provides service retirement and disability retirement benefits, and death benefits to plan members and beneficiaries. The System operates primarily under the provisions of the Texas Constitution and Texas Government Code, Title 8, Subtitle C. The Texas legislature has the authority to establish or amend benefit provisions. The System issues a publicly available financial report that includes financial statements and required supplementary information for the District. That report may be obtained by writing the Teacher Retirement System of Texas, 1000 Red River Street, Austin, TX 78701-2698 or by calling (800) 223-8778.

2. Funding Policy

Under provisions in State law, plan members are required to contribute 6.4% of their annual covered salary and the State of Texas contributes an amount equal to 6.0% of the District's covered payroll. The District's employees' contributions to the System for the fiscal periods ending in 2005, 2004, and 2003 were \$1,393,794, \$1,385,739 and \$1,376,048 respectively, and were equal to the required contributions for each year. Other contributions made from federal and private grants and from the District for salaries above the statutory minimum for the fiscal periods ending in 2005, 2004, and 2003 were \$202,518, \$208,753 and \$180,998, respectively, and were equal to the required contributions for each year. The amount contributed by the State on behalf of the District was \$1,098,727 for the year ended August 31, 2005.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2005

I. Health Care Coverage

During the period ended August 31, 2005, employees of the District were covered by a health insurance plan (the Plan). The District paid premiums of \$320 per month per employee to the Plan. Employees, at their option, authorized payroll withholdings to pay premiums for dependents. All premiums were paid to a licensed insurer. The Plan was authorized by Article 3.51-2, Texas Insurance Code and was documented by contractual agreement.

The contract between the District and the licensed insurer is renewable November 1, 2004, and terms of coverage and premium costs are included in the contractual provisions.

Latest financial statements for the Blue Cross Blue Shield of Texas are available for the year ended November 1, 2004, have been filed with the Texas State Board of Insurance, Austin, Texas, and are public records.

J. Commitments and Contingencies

1. Contingencies

The District participates in 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 adjustment 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 collectibility of any related receivable may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying basic financial statements for such contingencies.

2. Litigation

No reportable litigation was pending against the District at August 31, 2005.

K. Special Items

The District, as a result of mold damage, was forced to abandon and raze the former Lake Travis Elementary School and begin construction of another in its place. The demolition of the school resulted in a financial loss in the prior year and a recovery in the amount of \$523,763 in the current year.

Required Supplementary Information

Required supplementary information includes financial information and disclosures required by the Governmental Accounting Standards Board but not considered a part of the basic financial statements.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

GENERAL FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED AUGUST 31, 2005

EXHIBIT G-1

Page 1 of 2

Data Control Codes	1		2		3		Variance with Final Budget Positive (Negative)
	Budgeted Amounts				Actual		
	Original	Final					
REVENUES:							
5700	Local and Intermediate Sources	\$ 49,015,928	\$ 49,237,928	\$ 49,575,270	\$ 337,342		
5800	State Program Revenues	3,488,000	3,683,000	3,612,878	(70,122)		
5900	Federal Program Revenues	11,000	11,000	22,097	11,097		
5020	Total Revenues	52,514,928	52,931,928	53,210,245	278,317		
EXPENDITURES:							
Current:							
Instruction & Instructional Related Services:							
0011	Instruction	18,081,190	18,446,190	18,278,238	167,952		
0012	Instructional Resources and Media Services	433,108	433,108	414,204	18,904		
0013	Curriculum and Staff Development	176,668	176,668	161,576	15,092		
	Total Instruction & Instr. Related Services	18,690,966	19,055,966	18,854,018	201,948		
Instructional and School Leadership:							
0021	Instructional Leadership	387,396	407,396	387,720	19,676		
0023	School Leadership	1,599,810	1,639,810	1,632,056	7,754		
	Total Instructional & School Leadership	1,987,206	2,047,206	2,019,776	27,430		
Support Services - Student (Pupil):							
0031	Guidance, Counseling and Evaluation Services	892,183	852,183	798,561	53,622		
0033	Health Services	259,623	264,623	251,976	12,647		
0034	Student (Pupil) Transportation	1,417,911	1,367,911	1,277,666	90,245		
0035	Food Services	30,000	30,000	25,181	4,819		
0036	Cocurricular/Extracurricular Activities	971,244	1,011,244	998,567	12,677		
	Total Support Services - Student (Pupil)	3,570,961	3,525,961	3,351,951	174,010		
Administrative Support Services:							
0041	General Administration	1,296,844	1,486,844	1,482,569	4,275		
	Total Administrative Support Services	1,296,844	1,486,844	1,482,569	4,275		
Support Services - Nonstudent Based:							
0051	Plant Maintenance and Operations	3,521,726	3,451,726	3,369,462	82,264		
0052	Security and Monitoring Services	188,000	173,000	136,903	36,097		
0053	Data Processing Services	490,413	460,413	438,329	22,084		
	Total Support Services - Nonstudent Based	4,200,139	4,085,139	3,944,694	140,445		
Ancillary Services:							
0061	Community Services	622,812	597,812	560,767	37,045		
	Total Ancillary Services	622,812	597,812	560,767	37,045		
Debt Service:							
0072	Interest on Long-Term Debt	15,000	5,000	1,539	3,461		
	Total Debt Service	15,000	5,000	1,539	3,461		
Capital Outlay:							
0081	Capital Outlay	--	458,000	457,350	650		
	Total Capital Outlay	--	458,000	457,350	650		
Intergovernmental Charges:							
0091	Contracted Instr. Services Between Public Schools	21,832,000	21,872,000	21,870,098	1,902		
0092	Increment Costs Associated Chapter 41 (WADA)	156,000	156,000	156,000	--		
0093	Payments to Fiscal Agent/Member Dist.-SSA	15,000	15,000	7,139	7,861		

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

GENERAL FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED AUGUST 31, 2005

EXHIBIT G-1

Page 2 of 2

Data Control Codes		1	2	3	Variance with Final Budget Positive (Negative)
		Budgeted Amounts		Actual	
		Original	Final		
0095	<i>Payments to Juvenile Justice Alternative Ed. Program</i>	1,500	15,000	--	15,000
	Total Intergovernmental Charges	22,004,500	22,058,000	22,033,237	24,763
6030	Total Expenditures	52,388,428	53,319,928	52,705,901	614,027
1100	Excess (Deficiency) of Revenues Over (Under)				
1100	Expenditures	126,500	(388,000)	504,344	892,344
	Other Financing Sources (Uses):				
7949	<i>Other Resources</i>	--	614,000	615,263	1,263
8911	<i>Transfers Out</i>	(110,000)	(110,000)	(85,164)	24,836
7080	Total Other Financing Sources and (Uses)	(110,000)	504,000	530,099	26,099
1200	Net Change in Fund Balance	16,500	116,000	1,034,443	918,443
0100	Fund Balance - Beginning	11,026,237	11,026,237	11,026,237	--
3000	Fund Balance - Ending	\$ 11,042,737	\$ 11,142,237	\$ 12,060,680	\$ 918,443

*Combining Statements and Budget Comparisons
as Supplementary Information*

This supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

AUGUST 31, 2005

Data Control Codes	Special Revenue Funds	Capital Projects Fund 2001 Capital Projects	Total Nonmajor Governmental Funds (See Exhibit C-1)	
ASSETS:				
1110	Cash and Cash Equivalents	\$ 742,778	\$ 1,268,526	\$ 2,011,304
1240	Due from Other Governments	18,187	--	18,187
1250	Accrued Interest	108	--	108
1290	Other Receivables	1,435	--	1,435
1410	Deferred Expenditures	17,742	--	17,742
1000	Total Assets	<u>\$ 780,250</u>	<u>\$ 1,268,526</u>	<u>\$ 2,048,776</u>
LIABILITIES:				
Current Liabilities:				
2110	Accounts Payable	\$ 11,491	\$ 97,784	\$ 109,275
2160	Accrued Wages Payable	59,277	--	59,277
2170	Due to Other Funds	14,214	103,825	118,039
2180	Due to Other Governments	20,322	--	20,322
2000	Total Liabilities	<u>105,304</u>	<u>201,609</u>	<u>306,913</u>
FUND BALANCES:				
Reserved Fund Balances:				
3450	Reserve for Food Service	51,456	--	51,456
3490	Other Reserves of Fund Balance	623,490	--	623,490
Designated Fund Balance:				
3510	Construction	--	1,066,917	1,066,917
3000	Total Fund Balances	<u>674,946</u>	<u>1,066,917</u>	<u>1,741,863</u>
4000	Total Liabilities and Fund Balances	<u>\$ 780,250</u>	<u>\$ 1,268,526</u>	<u>\$ 2,048,776</u>

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED AUGUST 31, 2005

Data Control Codes	Special Revenue Funds	Capital Projects Fund 2001 Capital Projects	Total Nonmajor Governmental Funds (See Exhibit C-2)
REVENUES:			
5700 <i>Local and Intermediate Sources</i>	\$ 2,436,303	\$ 37,945	\$ 2,474,248
5800 <i>State Program Revenues</i>	444,372	--	444,372
5900 <i>Federal Program Revenues</i>	1,394,957	--	1,394,957
5020 Total Revenues	<u>4,275,632</u>	<u>37,945</u>	<u>4,313,577</u>
EXPENDITURES:			
Current:			
0011 <i>Instruction</i>	1,396,065	--	1,396,065
0012 <i>Instructional Resources and Media Services</i>	26,795	--	26,795
0013 <i>Curriculum and Staff Development</i>	200,175	--	200,175
0021 <i>Instructional Leadership</i>	62,305	--	62,305
0023 <i>School Leadership</i>	11,836	--	11,836
0031 <i>Guidance, Counseling, & Evaluation Services</i>	384,549	--	384,549
0033 <i>Health Services</i>	6,528	--	6,528
0034 <i>Student Transportation</i>	10,724	--	10,724
0035 <i>Food Service</i>	1,361,517	--	1,361,517
0036 <i>Cocurricular/Extracurricular Activities</i>	561,270	--	561,270
0041 <i>General Administration</i>	4,100	--	4,100
0051 <i>Plant Maintenance and Operations</i>	83,247	--	83,247
0052 <i>Security and Monitoring Services</i>	10,364	--	10,364
0053 <i>Data Processing Services</i>	99,223	--	99,223
0061 <i>Community Services</i>	2,216	--	2,216
0081 <i>Capital Outlay</i>	--	604,861	604,861
6030 Total Expenditures	<u>4,220,914</u>	<u>604,861</u>	<u>4,825,775</u>
1100 Excess (Deficiency) of Revenues Over (Under)			
1100 Expenditures	<u>54,718</u>	<u>(566,916)</u>	<u>(512,198)</u>
Other Financing Sources and (Uses):			
7915 <i>Transfers In</i>	85,164	--	85,164
7080 Total Other Financing Sources and (Uses)	<u>85,164</u>	<u>--</u>	<u>85,164</u>
1200 Net Change in Fund Balances	<u>139,882</u>	<u>(566,916)</u>	<u>(427,034)</u>
0100 Fund Balances - Beginning	535,064	1,633,833	2,168,897
3000 Fund Balances - Ending	<u>\$ 674,946</u>	<u>\$ 1,066,917</u>	<u>\$ 1,741,863</u>

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

COMBINING BALANCE SHEET

NONMAJOR SPECIAL REVENUE FUNDS

AUGUST 31, 2005

Data Control Codes	204 ESEA Title IV SDFSC	224 IDEA-B Formula	240 National School Breakfast/Lunch Program	255 ESEA Title II Training & Recruiting
ASSETS:				
1110 Cash and Cash Equivalents	\$ (235)	\$ (3,537)	\$ 122,040	\$ (6,837)
1240 Due from Other Governments	--	--	--	--
1250 Accrued Interest	--	--	108	--
1290 Other Receivables	--	--	1,435	--
1410 Deferred Expenditures	235	3,748	1,277	11,332
1000 Total Assets	<u>\$ --</u>	<u>\$ 211</u>	<u>\$ 124,860</u>	<u>\$ 4,495</u>
LIABILITIES:				
Current Liabilities:				
2110 Accounts Payable	\$ --	\$ 211	\$ --	\$ 4,495
2160 Accrued Wages Payable	--	--	59,190	--
2170 Due to Other Funds	--	--	14,214	--
2180 Due to Other Governments	--	--	--	--
2000 Total Liabilities	<u>--</u>	<u>211</u>	<u>73,404</u>	<u>4,495</u>
FUND BALANCES:				
Reserved Fund Balances:				
3450 Reserve for Food Service	--	--	51,456	--
3490 Other Reserves of Fund Balance	--	--	--	--
3000 Total Fund Balances	<u>--</u>	<u>--</u>	<u>51,456</u>	<u>--</u>
4000 Total Liabilities and Fund Balances	<u>\$ --</u>	<u>\$ 211</u>	<u>\$ 124,860</u>	<u>\$ 4,495</u>

269 Title V, Part A Innovative Programs	289 Title VI Part A	390 LEP Summer Program	392 Non-Educational Community-Based Support	393 Texas Successful Schools
\$ (1,150)	\$ (2,400)	\$ 2,840	\$ 1,330	\$ 699
--	2,400	--	--	--
--	--	--	--	--
--	--	--	--	--
1,150	--	--	--	--
<u>\$ --</u>	<u>\$ --</u>	<u>\$ 2,840</u>	<u>\$ 1,330</u>	<u>\$ 699</u>
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	87	--
--	--	--	--	--
--	--	--	1,243	--
--	--	--	1,330	--
--	--	--	--	--
--	--	2,840	--	699
--	--	2,840	--	699
<u>\$ --</u>	<u>\$ --</u>	<u>\$ 2,840</u>	<u>\$ 1,330</u>	<u>\$ 699</u>

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

COMBINING BALANCE SHEET

NONMAJOR SPECIAL REVENUE FUNDS

AUGUST 31, 2005

Data Control Codes		397 Advanced Placement Incentives	404 Student Success Initiative	411 Technology Allotment
ASSETS:				
1110	Cash and Cash Equivalents	\$ 18,482	\$ (15,787)	\$ 6,785
1240	Due from Other Governments	--	15,787	--
1250	Accrued Interest	--	--	--
1290	Other Receivables	--	--	--
1410	Deferred Expenditures	--	--	--
1000	Total Assets	<u>\$ 18,482</u>	<u>\$ --</u>	<u>\$ 6,785</u>
LIABILITIES:				
Current Liabilities:				
2110	Accounts Payable	\$ --	\$ --	\$ 6,785
2160	Accrued Wages Payable	--	--	--
2170	Due to Other Funds	--	--	--
2180	Due to Other Governments	--	--	--
2000	Total Liabilities	<u>--</u>	<u>--</u>	<u>6,785</u>
FUND BALANCES:				
Reserved Fund Balances:				
3450	Reserve for Food Service	--	--	--
3490	Other Reserves of Fund Balance	18,482	--	--
3000	Total Fund Balances	<u>18,482</u>	<u>--</u>	<u>--</u>
4000	Total Liabilities and Fund Balances	<u>\$ 18,482</u>	<u>\$ --</u>	<u>\$ 6,785</u>

418 Active Employee Health Coverage	461 Campus Activity Funds	484 Community Library	485 Lake Travis Ed. Foundation Mini Grants
\$ 19,079	\$ 375,955	\$ 891	\$ 130,099
--	--	--	--
--	--	--	--
--	--	--	--
<u>\$ 19,079</u>	<u>\$ 375,955</u>	<u>\$ 891</u>	<u>\$ 130,099</u>
\$ --	\$ --	\$ --	\$ --
--	--	--	--
--	--	--	--
19,079	--	--	--
<u>19,079</u>	<u>--</u>	<u>--</u>	<u>--</u>
--	--	--	--
--	375,955	891	130,099
<u>--</u>	<u>375,955</u>	<u>891</u>	<u>130,099</u>
<u>\$ 19,079</u>	<u>\$ 375,955</u>	<u>\$ 891</u>	<u>\$ 130,099</u>

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

COMBINING BALANCE SHEET

NONMAJOR SPECIAL REVENUE FUNDS

AUGUST 31, 2005

Data Control Codes	486 Athletic	488 Lake Travis Ed. Foundation Mini Grants	Total Nonmajor Special Revenue Funds (See Exhibit H-1)	
ASSETS:				
1110	Cash and Cash Equivalents	\$ 75,076	\$ 19,448	\$ 742,778
1240	Due from Other Governments	--	--	18,187
1250	Accrued Interest	--	--	108
1290	Other Receivables	--	--	1,435
1410	Deferred Expenditures	--	--	17,742
1000	Total Assets	<u>\$ 75,076</u>	<u>\$ 19,448</u>	<u>\$ 780,250</u>
LIABILITIES:				
Current Liabilities:				
2110	Accounts Payable	\$ --	\$ --	\$ 11,491
2160	Accrued Wages Payable	--	--	59,277
2170	Due to Other Funds	--	--	14,214
2180	Due to Other Governments	--	--	20,322
2000	Total Liabilities	<u>--</u>	<u>--</u>	<u>105,304</u>
FUND BALANCES:				
Reserved Fund Balances:				
3450	Reserve for Food Service	--	--	51,456
3490	Other Reserves of Fund Balance	75,076	19,448	623,490
3000	Total Fund Balances	<u>75,076</u>	<u>19,448</u>	<u>674,946</u>
4000	Total Liabilities and Fund Balances	<u>\$ 75,076</u>	<u>\$ 19,448</u>	<u>\$ 780,250</u>

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED AUGUST 31, 2005

Data Control Codes	204 ESEA Title IV SDFSC	211 ESEA Title I Improving Basic Programs	224 IDEA-B Formula	225 IDEA-B Preschool Grant
REVENUES:				
5700 Local and Intermediate Sources	\$ --	\$ --	\$ --	\$ --
5800 State Program Revenues	--	--	--	--
5900 Federal Program Revenues	17,507	230,588	631,505	11,560
5020 Total Revenues	<u>17,507</u>	<u>230,588</u>	<u>631,505</u>	<u>11,560</u>
EXPENDITURES:				
Current:				
0011 Instruction	7,643	183,545	218,434	11,560
0012 Instructional Resources and Media Services	--	--	--	--
0013 Curriculum and Staff Development	--	--	21,459	--
0021 Instructional Leadership	--	--	60,347	--
0023 School Leadership	--	--	--	--
0031 Guidance, Counseling, & Evaluation Services	--	47,043	327,737	--
0033 Health Services	--	--	3,528	--
0034 Student Transportation	--	--	--	--
0035 Food Service	--	--	--	--
0036 Cocurricular/Extracurricular Activities	--	--	--	--
0041 General Administration	--	--	--	--
0051 Plant Maintenance and Operations	--	--	--	--
0052 Security and Monitoring Services	9,864	--	--	--
0053 Data Processing Services	--	--	--	--
0061 Community Services	--	--	--	--
6030 Total Expenditures	<u>17,507</u>	<u>230,588</u>	<u>631,505</u>	<u>11,560</u>
1100 Excess (Deficiency) of Revenues Over (Under)				
1100 Expenditures	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Other Financing Sources and (Uses):				
7915 Transfers In	--	--	--	--
7080 Total Other Financing Sources and (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
1200 Net Change in Fund Balances	--	--	--	--
0100 Fund Balances - Beginning	--	--	--	--
3000 Fund Balances - Ending	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

240 National School Breakfast/Lunch Program	255 ESEA Title II Training & Recruiting	262 Enhancing Education through Technology	263 English Language Acquisition and Enhancement	269 Title V, Part A Innovative Programs
\$ 1,045,783	\$ --	\$ --	\$ --	\$ --
(9,417)	--	--	--	--
375,372	77,859	4,913	28,010	15,243
<u>1,411,738</u>	<u>77,859</u>	<u>4,913</u>	<u>28,010</u>	<u>15,243</u>
--	--	3,000	25,832	--
--	--	--	--	15,243
--	77,859	1,913	2,178	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
1,346,330	--	--	--	--
--	--	--	--	--
--	--	--	--	--
60,000	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>1,406,330</u>	<u>77,859</u>	<u>4,913</u>	<u>28,010</u>	<u>15,243</u>
5,408	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>5,408</u>	--	--	--	--
46,048	--	--	--	--
<u>\$ 51,456</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED AUGUST 31, 2005

Data Control Codes	289 Title VI Part A	390 LEP Summer Program	392 Non-Educational Community-Based Support	393 Texas Successful Schools
REVENUES:				
5700 Local and Intermediate Sources	\$ --	\$ --	\$ --	\$ --
5800 State Program Revenues	--	--	3,112	--
5900 Federal Program Revenues	2,400	--	--	--
5020 Total Revenues	<u>2,400</u>	<u>--</u>	<u>3,112</u>	<u>--</u>
EXPENDITURES:				
Current:				
0011 Instruction	2,400	--	3,112	--
0012 Instructional Resources and Media Services	--	--	--	--
0013 Curriculum and Staff Development	--	--	--	--
0021 Instructional Leadership	--	--	--	--
0023 School Leadership	--	--	--	--
0031 Guidance, Counseling, & Evaluation Services	--	--	--	--
0033 Health Services	--	--	--	--
0034 Student Transportation	--	--	--	--
0035 Food Service	--	--	--	--
0036 Cocurricular/Extracurricular Activities	--	--	--	--
0041 General Administration	--	--	--	--
0051 Plant Maintenance and Operations	--	--	--	--
0052 Security and Monitoring Services	--	--	--	--
0053 Data Processing Services	--	--	--	--
0061 Community Services	--	--	--	--
6030 Total Expenditures	<u>2,400</u>	<u>--</u>	<u>3,112</u>	<u>--</u>
1100 Excess (Deficiency) of Revenues Over (Under)				
1100 Expenditures	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Other Financing Sources and (Uses):				
7915 Transfers In	--	--	--	--
7080 Total Other Financing Sources and (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
1200 Net Change in Fund Balances	--	--	--	--
0100 Fund Balances - Beginning	--	2,840	--	699
3000 Fund Balances - Ending	<u>\$ --</u>	<u>\$ 2,840</u>	<u>\$ --</u>	<u>\$ 699</u>

397 Advanced Placement Incentives	404 Student Success Initiative	411 Technology Allotment	418 Active Employee Health Coverage	461 Campus Activity Funds
\$ --	\$ --	\$ --	\$ --	\$ 769,146
17,073	15,787	139,071	276,588	--
--	--	--	--	--
<u>17,073</u>	<u>15,787</u>	<u>139,071</u>	<u>276,588</u>	<u>769,146</u>
3,769	15,787	82,652	182,833	440,736
--	--	--	3,485	--
13,310	--	43,943	500	--
--	--	--	1,958	--
--	--	--	11,836	--
--	--	--	9,244	--
--	--	--	3,000	--
--	--	--	10,724	--
--	--	--	15,187	--
--	--	--	4,601	220,617
--	--	--	4,100	--
--	--	--	23,247	--
--	--	--	500	--
--	--	97,640	1,583	--
--	--	--	2,216	--
<u>17,079</u>	<u>15,787</u>	<u>224,235</u>	<u>275,014</u>	<u>661,353</u>
(6)	--	(85,164)	1,574	107,793
--	--	85,164	--	--
--	--	<u>85,164</u>	--	--
(6)	--	--	1,574	107,793
18,488	--	--	(1,574)	268,162
<u>\$ 18,482</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 375,955</u>

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED AUGUST 31, 2005

Data Control Codes	482	484	485
<u>REVENUES:</u>		Community Library	Lake Travis Ed. Foundation Mini Grants
5700 <i>Local and Intermediate Sources</i>	\$ 3,013	\$ --	\$ 223,922
5800 <i>State Program Revenues</i>	--	2,158	--
5900 <i>Federal Program Revenues</i>	--	--	--
5020 Total Revenues	<u>3,013</u>	<u>2,158</u>	<u>223,922</u>
EXPENDITURES:			
Current:			
0011 <i>Instruction</i>	--	--	69,398
0012 <i>Instructional Resources and Media Services</i>	--	3,425	4,578
0013 <i>Curriculum and Staff Development</i>	3,013	--	--
0021 <i>Instructional Leadership</i>	--	--	--
0023 <i>School Leadership</i>	--	--	--
0031 <i>Guidance, Counseling, & Evaluation Services</i>	--	--	--
0033 <i>Health Services</i>	--	--	--
0034 <i>Student Transportation</i>	--	--	--
0035 <i>Food Service</i>	--	--	--
0036 <i>Cocurricular/Extracurricular Activities</i>	--	--	19,847
0041 <i>General Administration</i>	--	--	--
0051 <i>Plant Maintenance and Operations</i>	--	--	--
0052 <i>Security and Monitoring Services</i>	--	--	--
0053 <i>Data Processing Services</i>	--	--	--
0061 <i>Community Services</i>	--	--	--
6030 Total Expenditures	<u>3,013</u>	<u>3,425</u>	<u>93,823</u>
1100 Excess (Deficiency) of Revenues Over (Under)			
1100 Expenditures	<u>--</u>	<u>(1,267)</u>	<u>130,099</u>
Other Financing Sources and (Uses):			
7915 <i>Transfers In</i>	--	--	--
7080 Total Other Financing Sources and (Uses)	<u>--</u>	<u>--</u>	<u>--</u>
1200 Net Change in Fund Balances	<u>--</u>	<u>(1,267)</u>	<u>130,099</u>
0100 Fund Balances - Beginning	<u>--</u>	<u>2,158</u>	<u>--</u>
3000 Fund Balances - Ending	<u>\$ --</u>	<u>\$ 891</u>	<u>\$ 130,099</u>

486	488	489	490	Total
Athletic	Lake Travis Ed. Foundation Mini Grants			Nonmajor Special Revenue Funds (See Exhibit H-2)
\$ 217,983	\$ --	\$ 1,500	\$ 174,956	\$ 2,436,303
--	--	--	--	444,372
--	--	--	--	1,394,957
<u>217,983</u>	<u>--</u>	<u>1,500</u>	<u>174,956</u>	<u>4,275,632</u>
--	120,933	--	24,431	1,396,065
--	64	--	--	26,795
--	36,000	--	--	200,175
--	--	--	--	62,305
--	--	--	--	11,836
--	--	--	525	384,549
--	--	--	--	6,528
--	--	--	--	10,724
--	--	--	--	1,361,517
164,705	--	1,500	150,000	561,270
--	--	--	--	4,100
--	--	--	--	83,247
--	--	--	--	10,364
--	--	--	--	99,223
--	--	--	--	2,216
<u>164,705</u>	<u>156,997</u>	<u>1,500</u>	<u>174,956</u>	<u>4,220,914</u>
<u>53,278</u>	<u>(156,997)</u>	<u>--</u>	<u>--</u>	<u>54,718</u>
--	--	--	--	85,164
--	--	--	--	85,164
<u>53,278</u>	<u>(156,997)</u>	<u>--</u>	<u>--</u>	<u>139,882</u>
21,798	176,445	--	--	535,064
<u>\$ 75,076</u>	<u>\$ 19,448</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 674,946</u>

Other Supplementary Information

This section includes financial information and disclosures not required by the Governmental Accounting Standards Board and not considered a part of the basic financial statements. It may, however, include information which is required by other entities.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

*SCHEDULE OF DELINQUENT TAXES RECEIVABLE
FOR THE YEAR ENDED AUGUST 31, 2005*

Year Ended August 31	Tax Rates		3 Assessed/Appraised Value For School Tax Purposes
	1 Maintenance	2 Debt Service	
1996 and Prior Years	\$ Various	\$ Various	\$ Various
1997	1.2862	.3158	1,159,137,296
1998	1.4999	.2949	1,239,737,853
1999	1.4999	.4453	1,415,447,820
2000	1.4999	.3885	1,622,830,227
2001	1.462	.3175	2,058,069,723
2002	1.500	.3302	2,486,656,267
2003	1.470	.3156	2,910,222,781
2004	1.500	.2883	2,926,641,618
2005 (School Year Under Audit)	1.500	.3025	3,164,947,517

1000 Totals

9000 - Portion of Row 1000 for Taxes Paid into Tax Increment Zone Under Chapter 311, Tax Code

10 Beginning Balance 9/1/04	20 Current Year's Total Levy	31 Maintenance Collections	32 Debt Service Collections	40 Entire Year's Adjustments	50 Ending Balance 8/31/05
\$ 332,063	\$ --	\$ 11,846	\$ 3,341	\$ (5,596)	\$ 311,280
42,231	--	(2,255)	(554)	(14,922)	30,118
45,849	--	(2,239)	(440)	(14,100)	34,428
64,057	--	(1,980)	(588)	(18,515)	48,110
79,040	--	24,807	6,425	16,278	64,086
120,760	--	56,802	12,336	82,138	133,760
194,644	--	99,183	21,833	141,589	215,217
292,308	--	193,476	41,538	147,470	204,764
740,460	--	427,322	82,131	20,256	251,263
--	57,048,179	46,443,730	9,366,152	(412,615)	825,682
<u>\$ 1,911,412</u>	<u>\$ 57,048,179</u>	<u>\$ 47,250,691</u>	<u>\$ 9,532,175</u>	<u>\$ (58,017)</u>	<u>\$ 2,118,708</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

*SCHEDULE OF EXPENDITURES FOR COMPUTATION OF INDIRECT COST FOR 2006-2007
GENERAL AND SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED AUGUST 31, 2005*

FUNCTION 41 AND RELATED FUNCTION 53 - GENERAL ADMINISTRATION

Account Number	Account Name	1 (702) School Board	2 (703) Tax Collection	3 (701) Supt's Office	4 (750) Indirect Cost	5 (720) Direct Cost	6 (Other) Misc.	7 Total
611X-6146	Payroll Costs	\$ 6,252	\$ --	\$ 230,438	\$ 503,719	\$ 334,557	\$ 49,851	\$ 1,124,817
6149	Fringe Benefits (Unused Leave for Separating Employees in Function 41 and Related 53)	--	--	--	--	--	--	--
6149	Fringe Benefits (Unused Leave for Separating Employees in all Functions except Function 41 and Related 53)	--	--	--	--	--	--	--
6211	Legal Services	--	--	260,340	--	--	--	260,340
6212	Audit Services	--	--	--	10,040	--	--	10,040
6213	Tax Appraisal and Collection	--	150,823	--	--	--	--	150,823
621X	Other Prof. Services	15,023	--	32,917	23,695	1,500	--	73,135
6220	Tuition and Transfer Payments	--	--	--	--	--	--	--
6230	Education Service Centers	--	--	--	65,979	--	--	65,979
6240	Contr. Maint. and Repair	--	--	--	--	--	--	--
6250	Utilities	--	--	--	--	--	--	--
6260	Rentals	--	--	--	2,427	--	--	2,427
6290	Miscellaneous Contr.	--	--	3,393	--	--	--	3,393
6310	Operational Supplies, Materials	--	--	--	--	--	--	--
6320	Textbooks and Reading	--	--	334	--	--	--	334
6330	Testing Materials	--	--	--	--	--	--	--
63XX	Other Supplies, Materials	699	--	9,165	17,032	1,176	--	28,072
6410	Travel, Subsistence, Stipends	5,098	--	2,635	1,541	349	--	9,623
6420	Ins. and Bonding Costs	20,148	--	--	500	--	--	20,648
6430	Election Costs	6,667	--	--	--	--	--	6,667
6490	Miscellaneous Operating	37,413	--	6,318	32,779	300	--	76,810
6500	Debt Service	--	--	--	--	--	--	--
6600	Capital Outlay	--	--	--	--	--	--	--

Total \$ 91,300 \$ 150,823 \$ 545,540 \$ 657,712 \$ 337,882 \$ 49,851 \$ 1,833,108

Total expenditures for General and Special Revenue Funds (9) \$ 56,926,815

LESS: Deductions of Unallowable Costs

FISCAL YEAR

Total Capital Outlay (6600)	(10)	\$ 413,383
Total Debt & Lease (6500)	(11)	\$ 1,539
Plant Maintenance (Function 51, 6100-6400)	(12)	\$ 3,416,551
Food (Function 35, 6341 and 6499)	(13)	\$ 521,107
Stipends (6413)	(14)	\$ 23,617
Column 4 (above) - Total Indirect Cost		<u>\$ 657,712</u>

Subtotal 5,033,909

Net Allowed Direct Cost \$ 51,892,906

CUMULATIVE

Total Cost of Buildings Before Depreciation (1520)	(15)	\$ 97,834,222
Historical Cost of Buildings over 50 years old	(16)	--
Amount of Federal Money in Building Cost (Net of #16)	(17)	--
Total Cost of Furniture & Equipment Before Depreciation (1530 & 1540)	(18)	5,265,494
Historical Cost of Furniture & Equipment over 16 years old	(19)	--
Amount of Federal Money in Furniture & Equipment (Net of #19)	(20)	\$ --

(8) Note A - \$103,321 in Function 53 expenditures are included in this report on administrative costs.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT
 FUND BALANCE AND CASH FLOW CALCULATION WORKSHEET (UNAUDITED)
 GENERAL FUND
 AS OF AUGUST 31, 2005

EXHIBIT J-3

Data Control Codes	Explanation	Amount
1	Total General Fund Fund Balance as of August 31, 2005 (Exhibit C-1 object 3000 for the General Fund only)	\$ 12,060,680
2	Total General Fund Reserved Fund Balance (from Exhibit C-1 - total of object 3400s for the General Fund only)	--
3	Total General Fund Designated Fund Balance (from Exhibit C-1 - total of object 3500s for the General Fund only)	226,550
4	Estimated amount needed to cover fall cash flow deficits in the General Fund (net of borrowed funds and funds representing deferred revenues)	7,900,000
5	Estimate of one month's average cash disbursements during the regular school session (9/1/05 - 5/31/06)	3,600,000
6	Estimate of delayed payments from state sources (58XX) including August payment delays	--
7	Estimate of underpayment from state sources equal to variance between Legislative Payment Estimate (LPE) and District Planning Estimate (DPE) or District's calculated earned state aid amount	--
8	Estimate of delayed payments from federal sources (59XX)	350,000
9	Estimate of expenditures to be reimbursed to General Fund from Capital Projects Fund (uses of General Fund cash after bond referendum and prior to issuance of bonds)	--
10	General Fund Optimum Fund Balance and Cash Flow (Lines 2+3+4+5+6+7+8+9)	12,076,550
11	Excess (Deficit) Undesignated Unreserved General Fund Fund Balance (Line 1 minus Line 10)	\$ (15,870)

If Item 11 is a Positive Number

Explanation of need for and/or projected use of net positive Undesignated Unreserved General Fund Fund Balance:

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

EXHIBIT J-4

NATIONAL SCHOOL BREAKFAST AND LUNCH PROGRAM
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED AUGUST 31, 2005

Data Control Codes	1	2	3
	Budget	Actual	Variance Positive (Negative)
REVENUES:			
5700 <i>Local and Intermediate Sources</i>	\$ 1,066,100	\$ 1,045,783	\$ (20,317)
5800 <i>State Program Revenues</i>	8,000	(9,417)	(17,417)
5900 <i>Federal Program Revenues</i>	333,000	375,372	42,372
5020 Total Revenues	<u>1,407,100</u>	<u>1,411,738</u>	<u>4,638</u>
EXPENDITURES:			
Current:			
Support Services - Student (Pupil):			
0035 <i>Food Services</i>	1,348,000	1,346,330	1,670
Total Support Services - Student (Pupil)	<u>1,348,000</u>	<u>1,346,330</u>	<u>1,670</u>
Support Services - Nonstudent Based:			
0051 <i>Plant Maintenance and Operations</i>	60,000	60,000	--
Total Support Services - Nonstudent Based	<u>60,000</u>	<u>60,000</u>	<u>--</u>
6030 Total Expenditures	<u>1,408,000</u>	<u>1,406,330</u>	<u>1,670</u>
1100 Excess (Deficiency) of Revenues Over (Under)			
1100 Expenditures	(900)	5,408	6,308
1200 Net Change in Fund Balance	<u>(900)</u>	<u>5,408</u>	<u>6,308</u>
0100 Fund Balance - Beginning	46,048	46,048	--
3000 Fund Balance - Ending	<u>\$ 45,148</u>	<u>\$ 51,456</u>	<u>\$ 6,308</u>

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

EXHIBIT J-5

DEBT SERVICE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED AUGUST 31, 2005

Data Control Codes	1	2	3
	Budget	Actual	Variance Positive (Negative)
REVENUES:			
5700 Local and Intermediate Sources	\$ 9,661,489	\$ 9,692,151	\$ 30,662
5020 Total Revenues	<u>9,661,489</u>	<u>9,692,151</u>	<u>30,662</u>
EXPENDITURES:			
Debt Service:			
0071 Principal on Long-Term Debt	5,150,000	5,150,000	--
0072 Interest on Long-Term Debt	4,367,489	4,356,805	10,684
0073 Bond Issuance Costs and Fees	170,631	161,515	9,116
Total Debt Service	<u>9,688,120</u>	<u>9,668,320</u>	<u>19,800</u>
6030 Total Expenditures	<u>9,688,120</u>	<u>9,668,320</u>	<u>19,800</u>
1100 Excess (Deficiency) of Revenues Over (Under)			
1100 Expenditures	<u>(26,631)</u>	<u>23,831</u>	<u>50,462</u>
Other Financing Sources (Uses):			
7911 Capital-Related Debt Issued (Regular Bonds)	14,255,000	14,255,000	--
7916 Premium or Discount on Issuance of Bonds	815,429	815,428	(1)
7917 Prepaid Interest	66,462	--	(66,462)
8940 Payment to Bond Refunding Escrow Agent	(14,855,398)	(14,855,397)	1
7080 Total Other Financing Sources and (Uses)	<u>281,493</u>	<u>215,031</u>	<u>(66,462)</u>
1200 Net Change in Fund Balance	<u>254,862</u>	<u>238,862</u>	<u>(16,000)</u>
0100 Fund Balance - Beginning	1,314,423	1,314,423	--
3000 Fund Balance - Ending	<u>\$ 1,569,285</u>	<u>\$ 1,553,285</u>	<u>\$ (16,000)</u>

WEST, DAVIS & COMPANY, LLP
11615 Angus Road, Suite 219 C
Austin, Texas 78759

Independent Auditors' Report

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

Board of Trustees
Lake Travis Independent School District
Austin, Texas

Members of the Board of Trustees:

We have audited the basic and combining financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Lake Travis Independent School District as of and for the year ended August 31, 2005, and have issued our report thereon dated November 17, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in GOVERNMENT AUDITING STANDARDS, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Lake Travis Independent School District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we considered to be material weaknesses.

Compliance and Other Matters

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

This report is intended solely for the information and use of management, others within the organization, the Board of Trustees, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

West, Davis & Company, LLP
November 17, 2005

WEST, DAVIS & COMPANY, LLP
11615 Angus Road, Suite 219 C
Austin, Texas 78759

Independent Auditors' Report

Report on Compliance with Requirements Applicable
To each Major Program and Internal Control over Compliance
In Accordance With OMB Circular A-133

Board of Trustees
Lake Travis Independent School District
Austin, Texas

Members of the Board of Trustees:

Compliance

We have audited the compliance of Lake Travis Independent School District with the types of compliance requirements described in the U. S. OFFICE OF MANAGEMENT AND BUDGET (OMB) CIRCULAR A-133 COMPLIANCE SUPPLEMENT that are applicable to each of its major federal programs for the year ended August 31, 2005. Lake Travis 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. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Lake Travis Independent School District's management. Our responsibility is to express an opinion on Lake Travis Independent School District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in GOVERNMENT AUDITING STANDARDS, issued by the Comptroller General of the United States; and OMB Circular A-133, AUDITS OF STATES, LOCAL GOVERNMENTS, AND NON-PROFIT ORGANIZATIONS. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Lake Travis Independent School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Lake Travis Independent School District's compliance with those requirements.

In our opinion, Lake Travis Independent School District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended August 31, 2005.

Internal Control Over Compliance

The management of Lake Travis Independent School District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Lake Travis Independent School District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we considered to be material weaknesses.

This report is intended solely for the information and use of management, others within the organization, the Board of Trustees, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

West, Davis & Company, LLP
November 17, 2005

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FOR THE YEAR ENDED AUGUST 31, 2005

A. Summary of Auditor's Results

1. Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weakness(es) identified? Yes X No

Reportable condition(s) identified that are not considered to be material weaknesses? Yes X None Reported

Noncompliance material to financial statements noted? Yes X No

2. Federal Awards

Internal control over major programs:

Material weakness(es) identified? Yes X No

Reportable condition(s) identified that are not considered to be material weaknesses? Yes X None Reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? Yes X No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.027	IDEA-B Formula

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee? X Yes No

B. Financial Statement Findings

NONE

C. Federal Award Findings and Questioned Costs

NONE

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED AUGUST 31, 2005

	(1)	(2)	(2A)	(3)
Data Control Codes	Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
	U. S. DEPARTMENT OF EDUCATION			
	Passed Through State Department of Education:			
211	ESEA Title I Part A - Improving Basic Programs	84.010A	0561010122791	\$ 230,588
224	IDEA-B Formula *	84.027	0566000122791366	631,505
225	IDEA-B Preschool *	84.173	0566100122791366	11,560
204	ESEA Title IV Part A-Safe & Drug-Free Schools & Communities Act	84.186A	05691001227913	17,507
269	Title V, Part A - Innovative Programs	84.298	05685001227913	15,243
262	Title II Part D Enhancing Education Through Technology	84.318	05630001227913	4,913
263	Title III Part A English Language Acquisition and Language Enhance	84.365A	05671001227913	28,010
255	ESEA Title II Part A - Teacher & Principal Training & Recruiting	84.367A	05694501227913	77,859
267	Title VI Part A Summer School LEP	84.369A	69550402	2,400
	Total Passed Through State Department of Education			<u>1,019,585</u>
	Total U. S. Department of Education			<u>1,019,585</u>
	U. S. DEPARTMENT OF AGRICULTURE			
	Passed Through State Department of Education:			
240	School Breakfast Program *	10.553	714005	61,867
240	National School Lunch Program *	10.555	713005	259,474
495	Food Distribution	10.565	227-913	54,031
	Total Passed Through State Department of Education			<u>375,372</u>
	Total U. S. Department of Agriculture			<u>375,372</u>
	TOTAL EXPENDITURES OF FEDERAL AWARDS			<u><u>\$ 1,394,957</u></u>

* Indicates clustered program under OMB Circular A-133 Compliance Supplement

The accompanying notes are an integral part of this schedule.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED AUGUST 31, 2005

Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Lake Travis Independent School District and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, AUDITS OF STATES, LOCAL GOVERNMENTS, AND NON-PROFIT ORGANIZATIONS. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the general purpose financial statements.

LAKE TRAVIS INDEPENDENT SCHOOL DISTRICT

*SCHEDULE OF REQUIRED RESPONSES TO SELECTED SCHOOL FIRST INDICATORS
AS OF AUGUST 31, 2005*

Data Control Codes		Responses
SF2	Were there any disclosures in the Annual Financial Report and/or other sources of information concerning default on bonded indebtedness obligations?	No
SF4	Did the district receive a clean audit? - Was there an unqualified opinion in the Annual Financial Report?	Yes
SF5	Did the Annual Financial Report disclose any instances of material weaknesses in internal controls?	No
SF9	Was there any disclosure in the Annual Financial Report of material noncompliance?	No

Lake Travis Independent School District

3322 Ranch Road 620 South, Austin, Texas 78738
512.533.6019 (phone) · 512.533.6003 (fax)
www.laketravis.txed.net

SCHOOL BOARD AGENDA ITEM SUMMARY

SUBJECT	GMP – Lake Travis High School Softball Field Pressbox
RECOMMENDED ACTION	Approval
RATIONALE	American Constructors' proposed Guaranteed Maximum Price (GMP) for the Lake Travis High School Softball Field Pressbox is \$105,963 (please see the attached GMP breakdown). This component of the LTHS Expansion Project is being proposed as an early construction phase project to allow potential completion of the pressbox in time for the first intra-district game in late February 2006. The construction budget for this project component is \$95,500, plus the construction manager's contingency of \$5000, LTISD's betterment allowance of \$1000, and LTISD's construction contingency of \$3000 for a total budget of \$104,500. The difference of \$1463 or 1.4% between the budget and the GMP is acceptable considering that this small project component has been taken out of the larger overall project scope and bid as a stand alone project.
COMMITTEE CONSIDERATION	None
BUDGET PROVISIONS	2006 Bond Funds
RESOURCE PERSONNEL	Jim Ratcliff 533-6026
MEETING DATE	December 5, 2005



LAKE
TRAVIS
INDEPENDENT
SCHOOL
DISTRICT

Lake Travis High School Renovations
Softball Pressbox
GMP Summary
11/28/2005

Sitework		4,793
Demolition & Bleacher Relocation	3,924	
Erosion Control	379	
Termite Protection	288	
Fencing	202	
Concrete - Site & Building		4,154
Masonry		14,897
Wood & Plastics		21,452
Rough Carpentry	19,964	
Counters, Shelving & Running Trim	1,488	
Thermal & Moisture Protection - Roofing		7,508
Doors & Windows		3,919
Doors & Hardware	1,899	
Windows	2,020	
Finishes		3,500
Floor Covering	1,076	
Painting	2,424	
Specialties - Fire Extinguishers		278
Special Construction - Bleacher Alterations		8,585
Electrical		7,827
Allowances		3,000
LTISD Betterment	1,000	
Subgrade Preparation	2,000	
General Conditions		10,602
Indirect Work		3,560
Bonds & Insurance		3,947
Construction Contingency		5,000
Fee		2,941
Preliminary GMP Total		105,963

Changes to Construction Documents

- Millwork - local lumber yard purchase
- Windows - local lumber yard purchase
- Roofing - delete mfrs warranty & eng shop drwgs, change panels
- Painting - delete all painting at 1st level (storage area)

Lake Travis Independent School District

3322 Ranch Road 620 South, Austin, Texas 78738
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SCHOOL BOARD AGENDA ITEM SUMMARY

SUBJECT	2006-07 Budget
RECOMMENDED ACTION	Review and discussion
RATIONALE	Based on general assumptions, the 2006-07 budget is projected to have a shortfall in funding. The legislature will meet this spring to discuss the statewide property tax issue, but is not expected to address additional funding. This provides an opportunity to establish guidelines to develop the 2006-07 budget.
COMMITTEE CONSIDERATION	None
BUDGET PROVISIONS	2006-07 Budget
RESOURCE PERSONNEL	Bob Hart 533-6016
MEETING DATE	December 5, 2005



LAKE
TRAVIS
INDEPENDENT
SCHOOL
DISTRICT

Lake Travis ISD											
Projected Three Year Budget											
12/02/2005											
	2004-05	Dollar	Percent	2005-06	Dollar	Percent	2006-07	Dollar	Percent	2007-08	
	AMENDED	Change	Change	AMENDED	Change	Change	PROJECTED	Change	Change	PROJECTED	
	BUDGET			BUDGET			BUDGET			BUDGET	
GENERAL FUND:											
6100 SALARIES	25,116,357	2,474,915	9.85%	27,591,272	2,000,367	7.25%	29,591,639	2,959,164	10.00%	32,550,803	
6200 CONTRACTED SERVICES	2,639,864	457,147	17.32%	3,097,011	247,761	8.00%	3,344,772	401,373	12.00%	3,746,145	
6300 SUPPLIES AND MATERIALS	1,383,429	40,714	2.94%	1,424,143	128,173	9.00%	1,552,316	139,708	9.00%	1,692,024	
6400 OTHER OPERATING EXPENSES	703,678	(70,247)	-9.98%	633,431	63,343	10.00%	696,774	90,581	13.00%	787,355	
6500 DEBT SERVICE	5,000	10,000	200.00%	15,000	0	0.00%	15,000	0	0.00%	15,000	
6600 CAPITAL OUTLAY	367,600	(357,950)	-97.37%	9,650	483	5.00%	10,133	507	5.00%	10,639	
SUB-TOTAL OPERATING COSTS	30,215,928	2,554,579	8.45%	32,770,507	2,440,127	7.45%	35,210,634	3,591,332	10.20%	38,801,966	
8000 TRANSFERS-OUT (TECHNOLOGY)	110,000	182,200	165.64%	292,200	57,800	19.78%	350,000	50,000	14.29%	400,000	
SUB-TOTAL NON-STATE COSTS	30,325,928	2,736,779	9.02%	33,062,707	2,497,927	7.56%	35,560,634	3,641,332	10.24%	39,201,966	
STATE COSTS:											
6144 TRS ON-BEHALF (SEE REVENUES)	1,232,000	148,000	12.01%	1,380,000	50,000	3.62%	1,430,000	50,000	3.50%	1,480,000	
6224 STATE RECAPTURE (EQUALIZATION)	21,872,000	2,597,000	11.87%	24,469,000	2,589,000	10.58%	27,058,000	3,096,000	11.44%	30,154,000	
SUB-TOTAL GENERAL FUND	53,429,928	5,481,779	10.26%	58,911,707	5,136,927	8.72%	64,048,634	6,787,332	10.60%	70,835,966	
OTHER:											
Amount to Reduce to stay within \$1.50							(2,508,000)			(4,339,000)	
SUB-TOTAL (FOR ADJUSTMENTS)	53,429,928	5,481,779	10.26%	58,911,707	2,628,927	4.46%	61,540,634	4,956,332	8.05%	66,496,966	
8000 TRANSFERS-OUT (RESERVE)	0	0	ERR	0	0	ERR	0	0	ERR	0	
TOTAL EXPENDITURES (GEN FUND)	53,429,928	5,481,779	10.26%	58,911,707	2,628,927	4.46%	61,540,634	4,956,332	8.05%	66,496,966	
DEBT SERVICE FUND:											
2006 NEW					4,217,000	100.00%	4,217,000	1,605,800	38.08%	5,822,800	
2005 REF		971,975	100.00%	971,975	(284,325)	-29.25%	687,650	0	0.00%	687,650	
2004 NEW	3,825,033	26,305	0.69%	3,851,338	8,100	0.21%	3,859,438	(526,700)	-13.65%	3,332,738	
2001 NEW	1,108,038	(563)	-0.05%	1,107,475	2,813	0.25%	1,110,288	(813)	-0.07%	1,109,475	
1998 NEW/REF	4,222,380	(541,595)	-12.83%	3,680,785	(611,625)	-16.62%	3,069,160	42,375	1.38%	3,111,535	
93/94 (Ref 2003)DEBT	596,038	15,550	2.61%	611,588	22,169	3.62%	633,757	(16,032)	-2.53%	617,725	
1987 DEBT	0	0	0.00%	0	0	0.00%	0	0	0.00%	0	
6500 DEBT SERVICE FUND	9,751,489	471,672	4.84%	10,223,161	3,354,132	32.81%	13,577,293	1,104,630	8.14%	14,681,923	
TOTAL EXPENDITURES	63,181,417	5,953,451	9.42%	69,134,868	5,983,059	8.65%	75,117,927	6,060,962	8.07%	81,178,889	
PEIMS ENROLLMENT	5,065	220	4.34%	5,285	282	5.34%	5,567	375	6.74%	5,942	
OPER COST/STUDENT (EXCLUDING STATE EXP)	5,987	269	4.49%	6,256	(319)	-5.09%	5,937	(70)	-1.18%	5,867	
OPER COST/STUDENT (EXCLUDING TRS O-B)	6,231	286	4.60%	6,517	(323)	-4.96%	6,194	(78)	-1.26%	6,116	
TOTAL EXP./STUDENT (EXCLUDING STATE)	7,913	278	3.51%	8,190	186	2.27%	8,376	(38)	-0.45%	8,338	
NET TAX COLLECTION/STUDENT/PER PENNY OF TAX	32.24			31.57			32.20			32.15	
NET TAX COLLECTIONS/WADA/PER PENNY OF TAX	29.30			28.59			29.19			29.21	

SOURCES OF REVENUE	2004-05			2005-06			2006-07			2007-08		
	AMENDED REVENUES	Dollar Change	Percent Change	AMENDED REVENUES	Dollar Change	Percent Change	PROJECTED REVENUES	Dollar Change	Percent Change	PROJECTED REVENUES		
GENERAL FUND:												
5700 LOCAL AND INTERMEDIATE	2,872,875	532,575	18.54%	3,405,450	194,550	5.71%	3,600,000	50,000	1.39%	3,650,000		
5800 STATE	2,451,000	(203,000)	-8.28%	2,248,000	302,000	13.43%	2,550,000	0	0.00%	2,550,000		
5839 STATE TRS ON-BEHALF	1,232,000	148,000	12.01%	1,380,000	50,000	3.62%	1,430,000	50,000	3.50%	1,480,000		
7XXX FLOW-THRU	614,000	(34,000)	-5.54%	580,000	(580,000)	-100.00%	0	0	ERR	0		
5900 FEDERAL	11,000	0	0.00%	11,000	0	0.00%	11,000	1,000	9.09%	12,000		
SUB-TOTAL REVENUES OTHER THAN CURRENT YEAR TAXES	7,180,875	443,575	6.18%	7,624,450	(33,450)	-0.44%	7,591,000	101,000	1.33%	7,692,000		
M & O CURRENT TAX COLLECTIONS	46,365,053	3,130,300	6.75%	49,495,353	4,454,281	9.00%	53,949,634	4,855,332	9.00%	58,804,966		
TOTAL REVENUE (GEN. FUND)	53,545,928	3,573,875	6.67%	57,119,803	4,420,831	7.74%	61,540,634	4,956,332	8.05%	66,496,966		
I & S OTHER REVENUE	420,000	(112,000)	-26.67%	308,000	92,000	29.87%	400,000	0	0.00%	400,000		
TAX COLLECTIONS	9,331,489	583,672	6.25%	9,915,161	3,262,132	32.90%	13,177,293	1,104,630	8.38%	14,281,923		
TOTAL REVENUE (I & S FUND)	9,751,489	471,672	4.84%	10,223,161	3,354,132	32.81%	13,577,293	1,104,630	8.14%	14,681,923		
TOTAL CURRENT TAX COLLECTIONS	55,696,542	3,713,972	6.67%	59,410,514	7,716,413	12.99%	67,126,927	5,959,962	8.88%	73,086,889		
TOTAL REVENUE - BOTH FUNDS	63,297,417	4,045,547	6.39%	67,342,964	7,774,963	11.55%	75,117,927	6,060,962	8.07%	81,178,889		
LEVY: GENERAL FUND	47,197,500	3,307,500	7.01%	50,505,000	4,545,450	9.00%	55,050,450	4,954,541	9.00%	60,004,991		
I & S FUND	9,518,163	599,673	6.30%	10,117,835	3,325,485	32.87%	13,443,320	1,129,892	8.40%	14,573,212		
TOTAL	56,715,663	3,907,173	6.89%	60,622,835	7,870,935	12.98%	68,493,770	6,084,433	8.88%	74,578,203		
NET TAXABLE VALUE (LESS FREEZE)	3,146,500,000	220,500,000	7.01%	3,367,000,000	303,030,000	9.00%	3,670,030,000	330,302,700	9.00%	4,000,332,700		
PERCENT COLLECTION	98.0%	0.00%	0.00%	98.0%	0.00%	0.00%	98.0%	0.00%	0.00%	98.0%		
LOCAL TAX RATE: M&O	1.5000	0.0000	0.00%	1.5000	0.0000	0.00%	1.5000	0.0000	0.00%	1.5000		
I&S 06					0.1172	100.00%	0.1172	0.0313	26.71%	0.1485		
I&S 05		0.0295	100.00%	0.0295	-0.0104	-35.25%	0.0191	-0.0016	-8.38%	0.0175		
I&S 04	0.1240	-0.0073	-5.89%	0.1167	-0.0094	-8.05%	0.1073	-0.0223	-20.78%	0.0850		
I&S 01	0.0359	-0.0023	-6.41%	0.0336	-0.0027	-8.04%	0.0309	-0.0026	-8.41%	0.0283		
I&S 98	0.1233	-0.0211	-17.11%	0.1022	-0.0280	-27.40%	0.0742	-0.0050	-6.74%	0.0692		
I&S 93/94 (Ref 2003)	0.0193	-0.0008	-4.15%	0.0185	-0.0009	-4.86%	0.0176	-0.0018	-10.23%	0.0158		
I&S 87	0.0000	0.0000	0.00%	0.0000	0.0000	ERR	0.0000	0.0000	ERR	0.0000		
TOTAL I&S	0.3025	-0.0020	-0.66%	0.3005	0.0658	21.90%	0.3663	-0.0020	-0.55%	0.3643		
TOTAL LOCAL RATE	1.8025	-0.0020	-0.11%	1.8005	0.0658	3.65%	1.8663	-0.0020	-0.11%	1.8643		
BEGINNING 9/1	11,026,237	1,034,442	9.38%	12,060,679	(1,791,904)	-14.86%	10,268,775	0	0.00%	10,268,775		
ENDING 8/31 (Estimated)	12,060,679	(1,791,904)	-14.86%	10,268,775	0	0.00%	10,268,775	0	0.00%	10,268,775		
CHANGE IN FUND BALANCE	1,034,442	(2,826,346)	-273.22%	(1,791,904)	1,791,904	-100.00%	0	0	ERR	0		
		* Change in homestead is		0.00%	103							
12/02/2005							1% Prop Value = \$242,000			Each enrolled student = \$4,900		

Tax Bill Comparison 12/02/2005							bud31-34
		Prop. Budget 2006-07	Actual 2005-06	Difference	Percent Change		
<u>Based on Data Provided by TCAD:</u>							
Average Appraised Value of Homestead		\$ 310,377	\$ 301,337	\$ 9,040	3.00%		
State-Mandated Homestead Exemption		(15,000)	(15,000)	0	-0.00%		
Local Homestead Exemption	20.00%	(62,075)	(60,267)	(1,808)	3.00%		
Reduction in Homestead		0.00%					
Average Taxable Value of Homestead		\$ 233,302	\$ 226,070	\$ 7,232	3.20%		
Tax Rate		1.8663	1.8005	0.0658	3.65%		
Average Homestead Tax Bill		\$ 4,354	\$ 4,070	\$ 284	6.97%		
How the tax bill is allocated:							
Portion of Tax Bill Paid to the State for Recapture		\$ 1,755	\$ 1,676	\$ 79	4.70%		
Portion of Tax Bill for District Operations		1,744	1,715	30	1.74%		
Total M&O Tax Bill		\$ 3,500	\$ 3,391	\$ 108	3.20%		
Debt Service Bill		\$ 855	\$ 679	\$ 175	25.80%		
Note:							
\$23.33 equals the change in the tax bill to the average homeowner for each 1 cent change in the tax rate							
75 cents of the tax rate is for the recapture payment to the state							

SCHOOL DISTRICT IMPACT

	Difference	Total	M & O	Debt	Total						
Tax Levy		61,556,152	51,282,548	10,273,604	61,556,152						
Net Taxable Value With 20% Exemption		3,418,836,545						Estimated			
Net Taxable Value With 15% Exemption	112,473,649	3,531,310,194						'06-'07 Rate			
Net Taxable Value With 10% Exemption	111,593,391	3,642,903,585				Keep M & O	Total	State		Net	
Net Taxable Value With 5% Exemption	110,454,957	3,753,358,542				Tax Rate at	M&O Rev at	Equalization		Additional	
Net Taxable Value With No Exemption	109,400,000	3,862,758,542				\$1.5000	98.00%	51.00%		Revenue	
Tax Rate with 20% Exemption		1.8005	1.5000	0.3005	1.8005	1.8005	0	-	0	=	0
Tax Rate with 15% Exemption		1.7432	1.4522	0.2909	1.7432	1.7909	1,653,363	-	843,215	=	810,148
Tax Rate with 10% Exemption		1.6898	1.4077	0.2820	1.6898	1.7820	3,293,785	-	1,679,831	=	1,613,955
Tax Rate with 5% Exemption		1.6400	1.3663	0.2737	1.6400	1.7737	4,917,473	-	2,507,911	=	2,409,562
Tax Rate with No Exemption		1.5936	1.3276	0.2660	1.5936	1.7660	6,525,653	-	3,328,083	=	3,197,570

TAXPAYER IMPACT (Assuming M & O tax rate is maintained at the current tax rate to generate additional tax levy)

	Exemption Percentage						Exemption Percentage				Exemption Percentage			
	20%	15%	10%	5%	0%		15%	10%	5%		0%	15%	10%	5%
HOMEOWNER COMPARISON	Tax Bill						Amount of Increase				Percent of Increase			
100,000	1,170	1,254	1,337	1,419	1,501	83	166	249	331	7.12%	14.20%	21.25%	28.26%	
150,000	1,891	2,015	2,138	2,261	2,384	124	248	371	494	6.57%	13.11%	19.62%	26.11%	
200,000	2,611	2,776	2,940	3,104	3,267	165	330	493	656	6.33%	12.62%	18.89%	25.14%	
250,000	3,331	3,537	3,742	3,947	4,150	206	411	616	819	6.19%	12.35%	18.48%	24.59%	
300,000	4,051	4,298	4,544	4,789	5,033	247	493	738	982	6.10%	12.17%	18.22%	24.24%	
350,000	4,771	5,059	5,346	5,632	5,916	288	575	860	1,145	6.04%	12.05%	18.03%	23.99%	
400,000	5,492	5,821	6,148	6,474	6,799	329	656	983	1,307	5.99%	11.95%	17.89%	23.81%	
450,000	6,212	6,582	6,950	7,317	7,682	370	738	1,105	1,470	5.96%	11.88%	17.79%	23.67%	
500,000	6,932	7,343	7,752	8,159	8,565	411	820	1,227	1,633	5.93%	11.83%	17.70%	23.56%	
NON-HOMEOWNER COMPARISON							Amount of Decrease				Percent of Decrease			
100,000	1,801	1,791	1,782	1,774	1,766	(10)	(18)	(27)	(35)	-0.53%	-1.03%	-1.49%	-1.92%	
150,000	2,701	2,686	2,673	2,661	2,649	(14)	(28)	(40)	(52)	-0.53%	-1.03%	-1.49%	-1.92%	
200,000	3,601	3,582	3,564	3,547	3,532	(19)	(37)	(54)	(69)	-0.53%	-1.03%	-1.49%	-1.92%	
250,000	4,501	4,477	4,455	4,434	4,415	(24)	(46)	(67)	(86)	-0.53%	-1.03%	-1.49%	-1.92%	
300,000	5,402	5,373	5,346	5,321	5,298	(29)	(55)	(80)	(104)	-0.53%	-1.03%	-1.49%	-1.92%	
350,000	6,302	6,268	6,237	6,208	6,181	(33)	(65)	(94)	(121)	-0.53%	-1.03%	-1.49%	-1.92%	
400,000	7,202	7,164	7,128	7,095	7,064	(38)	(74)	(107)	(138)	-0.53%	-1.03%	-1.49%	-1.92%	
450,000	8,102	8,059	8,019	7,982	7,947	(43)	(83)	(121)	(155)	-0.53%	-1.03%	-1.49%	-1.92%	
500,000	9,003	8,955	8,910	8,869	8,830	(48)	(92)	(134)	(173)	-0.53%	-1.03%	-1.49%	-1.92%	

NOTE: As the local homestead exemption decreases, the over-65 tax freeze loss increases, resulting in a partial offset to the taxable value increase.