

Crowley Independent School District Comprehensive Annual Financial Report



Fiscal Year Ended June 30, 2020





Crowley Independent School District
Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2020

Stacey Adrian, CPA
Crowley ISD Chief Financial Officer

Crowley Independent School District is committed to being an excellent district, constantly improving and refining both instructional programs and managerial operations in the interest of effectiveness, productivity, transparency and economy.

The preparation of this report could not have been accomplished without the services of the entire staff of the finance department. In addition, the Board of Trustees should be commended for its continued support and leadership.

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Crowley Independent School District
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Introductory Section



November 5, 2020
Board of Trustee Members
Crowley Independent School District
512 Peach Street
Crowley, Texas 76036

Dear Members of the Board:

The Comprehensive Annual Financial Report (CAFR) of the Crowley Independent School District (Crowley ISD) for the year ended June 30, 2020 is hereby submitted. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the District. In our opinion, the data, as presented, is accurate in all material aspects; is presented in a manner designed to fairly set forth the financial position and results of operations of the District as measured by the financial activity of its various funds; and all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs have been included in this report.

Management's Discussion and Analysis (MD&A) immediately follows the report of the independent auditors and provides a narrative introduction, overview, and analysis to accompany the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

THE REPORTING ENTITY AND ITS SERVICES

The Crowley Independent School District is one of 1,219 public and charter school districts in the State of Texas. Crowley ISD covers approximately 54.6 square miles in the south central portion of Tarrant County and approximately 4 square miles in the north central portion of Johnson County. The District's boundaries encompass the City of Crowley and portions of the cities of Fort Worth and Edgecliff Village along with many acres of ranch and farmland. The 2016 population estimate for the District is 96,804.

Located in the southern Tarrant County Highway 121 growth corridor, the District is experiencing enrollment growth as well as increases in assessed valuations due to the new construction and the upturn in the economy. The District is located over the Barnett Shale gas reserves.

The District has a vibrant, diversified student population, an excellent array of programs, strong curriculum, access to an array of intellectual resources and taxpayers who support both growth and innovation. A dedicated school board, a skilled administration and professional, dedicated and resourceful staff, as well as an involved community, make Crowley ISD an educational district of choice. In 2018-2019 the District employed more than 1,900 professional and support personnel.

Crowley ISD is committed to being an excellent district, constantly improving and refining both instructional programs and managerial operations in the interest of effectiveness, productivity, transparency, and economy. Our standards for students and staff members are high, and we strive constantly to raise them higher. Our intent is to play a decisive role in ensuring the future success of the dynamic community we service.

ECONOMIC CONDITION AND OUTLOOK

Crowley ISD has a vibrant student population, an excellent array of programs, a strong curriculum, access to an array of intellectual resources and an innovative atmosphere.

The District curriculum is vertically aligned throughout all grade levels and based on the Texas Essential Knowledge and Skills (TEKS). A dedicated School Board, a skilled administration and a professional, dedicated and inventive staff, as well as an involved community, make Crowley ISD an outstanding school district.

The District is continuing with programs for both staff and students to increase self-discipline and positive character at the campus level. The District has also implemented a strategic plan with three measurable goals of:

- Thriving Students – All CISD students will be equipped to thrive today and in the future.
- Engaged Community – CISD will partner with families and the community to meet needs of all students.
- Empowered Staff – CISD will empower all staff to provide a quality education for all students.

The Board of Trustees has approved the performance objectives for each of these goals and the staff has provided performance measurement indicators. All district activities are tied to these goals.

District stakeholders passed a \$416,800,000 bond program in May of 2007 for both renovations/new construction and innovative program offerings including a career and technology center, and upgraded fine arts and athletics facilities. Land for future school sites was also included in the bond.

The District completed what was planned as their fourth middle school and opened it in 2010-2011 as a Career and Technology Facility. In 2013, another \$25 million in bonds were issued as a part of the 2007 program for the construction of security vestibules in some schools and the construction of elementary school #15 on donated land, just to the west of the newly constructed State Highway 121. In 2015, another \$35 million in bonds were issued as part of the 2007 program for the campus improvements needed district wide. In 2017, the District sold another \$100 million to continue with elementary #15, begin a Career and Technology Facility, and to begin construction on a new maintenance facility. In 2018, the District sold \$80 million to continue the projects mentioned plus upgrade the high schools' fine arts and athletic facilities. August 2019, the June W. Davis Elementary was opened. For the 2018-2019 school year, a restructuring and reorganizing plan went into effect. The 4 intermediate campuses were repurposed into elementary campus. With the addition of the June W. Davis elementary, the District currently consists of 15 elementary campuses. December 2019, the remainder of the approved bonds from May 2007, was sold. The District received \$84,800,000 to continue the new CTE center, repurpose the current CTE center back to its original intent of the fourth middle school, continue work on the new maintenance facility. Fall of 2020, the new CTE center was ready for students and the new Richard Allie Middle School opened as well. Construction is ongoing for the two high school indoor practice facilities. Architectural designs are being conducted for the new shared athletic facility as well as a new central administration building.

In September 2012, Crowley ISD voters approved a tax referendum adding 13 cents per \$100 property valuation, raising the maintenance and operating tax rate to \$1.17 per \$100 property valuation. The school board also approved a 1/2 cent increase in interest and sinking taxes, raising that rate to \$0.50 per \$100 property valuation. The local tax base has afforded the District some growth in our tax rate. The current tax rate for the year ending June 2019 was \$0.50 per \$100 property valuation. The school board maintains a 10% local option property tax exemption for homestead owners. With HB3 resulting from the 86th legislative session, summer of 2019, the District's M&O tax rate was reduced from \$1.0684 to \$1.0398.

Recently, State Highway 121 was opened and is running north to south the length of the school district on the western side of the district. The Chisholm Trail Parkway, as it is called, is a major toll way linking Fort Worth to Cleburne. Several thousand acres of residential, commercial and light industrial property is expected to be developed along the toll way.

March 2020, COVID-19 caused major changes in the education industry. Do to the Coronavirus, CISD closed for Spring Break and unfortunately, did not reopen for the 2019-2020 school year. Virtual learning was conducted and the students of CISD were presented with laptops and hot spots to continue their much needed and very deserving education.

FINANCIAL INFORMATION

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

Single Audit - As a recipient of state and federal financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management of the District. As a part of the District's single audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

The results of the District's single audit for the fiscal year ended June 30, 2020 provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Accounting System and Budgetary Control

The School District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board on governmental accounting in its 1998 Codification of Government Accounting and Financial Reporting Standards, and subsequent statements and interpretations. The District's accounting records for general governmental operations are maintained on a modified accrual basis as prescribed by the Texas Education Agency Financial Accountability System Resource Guide.

In developing and evaluating the District's accounting system, consideration is given to the adequacy of internal accounting structure. The internal accounting structure is designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. All internal control evaluations occur within the above framework. We believe that the District's internal accounting structure adequately safeguards assets and provides reasonable assurance of proper recording of financial transactions.

Budgetary control is initiated at the onset when the Board of Trustees adopts the annual appropriated budget. To ensure budgetary compliance, the Texas Education Agency (TEA) and the District have established spending regulations and policies. For all administrators with line item or program responsibility, TEA regulations set the level of budgetary control at the major functional expenditure level. Budgetary control is more restrictive at the District level where administrators are held responsible

for maintaining and managing their budgets at the detail line item level. All revisions at the Function level are approved by the Board of Trustees.

Cash Management

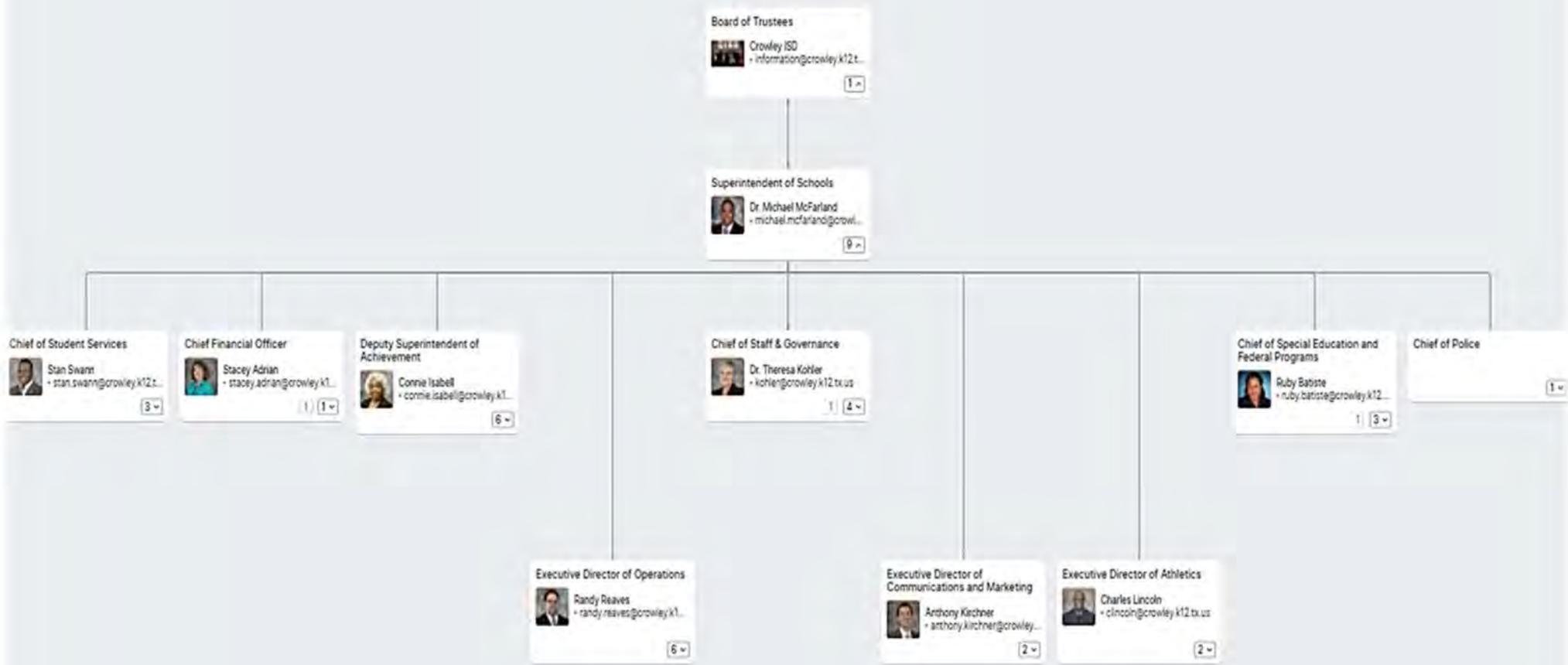
The District has a cash management program to maximize the use of the District's cash resources. The cash management policy of the District is to ensure the availability of cash to meet operational needs and to invest surplus cash in a manner to preserve and protect capital but also provide adequate liquidity and earn a market rate of return. Surplus cash on hand was either deposited in the District's depository bank or invested in one of three local government investment pools pursuant to the Interlocal Cooperation Act of 1989.

Deposits with the depository bank were in accounts secured at the balance sheet date by FDIC coverage collateralized securities and letters of credit. The deposits were deemed collateralized under Texas Law and the Texas Education Agency.

The District complies with the School Depository Act by executing a depository agreement with a banking institution for a period of two fiscal years plus two optional two-year extensions. Local banks in the immediate surrounding area are given preference. Competitive proposals are taken with state law setting the general terms of the request for proposal.

ACKNOWLEDGEMENTS

The preparation of this report could not have been accomplished without the services of the entire staff of the finance department. In addition, the Board of Trustees should be commended for its continued support and leadership.



Crowley Independent School District
Principal Officials

Elected Official	Position
Mia Hall	President
Gary Grassia	Vice-President
Nedra Robinson	Secretary
Ryan Ray	Assistant Secretary
Lyndsae M. Benton	Board Member
June W. Davis	Board Member
Dr. La Tonya Woodson-Mayfield	Board Member

<u>Appointed Officials</u>	<u>Position</u>
Dr. Michael McFarland	Superintendent
Connie Isabell	Deputy Superintendent of Achievement
Dr. Theresa Kohler	Chief of Staff & Governance
Stan Swann	Chief of Student Services
Stacey Adrian	Chief Financial Officer
Ruby Batiste	Chief of Special Education and Federal Programs
Randy Reaves	Executive Director of Operations
Anthony Kirchner	Executive Director of Communications & Marketing
Charles Lincoln	Executive Director of Athletics
Leon Fisher	Executive Director of Finance
Dr. Helena Mosely	Executive Director of Elementary Leadership
Dr. Pam Berry	Executive Director of Secondary Leadership
Nicholas Keith	Executive Director of Curriculum & Instruction
Stefani Allen	Executive Director of PD & Social Emotional Learning
Veronica Kunschik	Executive Director of Policy, Research and Program Eval
Scott Campbell	Executive Director of Technology

Certificate of Board

Crowley Independent School District
Name of School District

Tarrant
County

220-912
Co. Dist. Number

We, the undersigned, clarify that the attached annual financial reports of the above named school district were reviewed and (check one) approved disapproved for the year ended June 30, 2020, at a meeting of the Board of Trustees of such school district on the 29th day of October, 2020.

Signature: _____
Board President

Signature: _____
Board Secretary

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



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Crowley Independent School District
Texas**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO

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Financial Section

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Independent Auditor's Report

To the Board of Trustees of
Crowley Independent School District

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Crowley Independent School District (the District), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2020, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, other supplementary information, Texas Education Agency schedules, statistical section, and School First Questionnaire are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by requirements of Title 2 U.S. Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), and is also not a required part of the basic financial statements.

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

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

The Board of Trustees of
Crowley Independent School District

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 5, 2020, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Fort Worth, Texas
November 5, 2020

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Management's Discussion and Analysis (Unaudited)

This section of the Crowley Independent School District (the "District") financial report, presents our discussion and analysis of the District's financial performance for the year ended June 30, 2020. It should be read in conjunction with the District's financial statements.

FINANCIAL HIGHLIGHTS

Liabilities of the District exceeded assets by \$62,049,934 (total net position) for governmental activities and assets exceeded liabilities by \$57,798 for business-type activities. Restricted net position consists of \$33,132,221 for debt service, and \$3,813,378 for grant funds. Assigned fund balance consists of \$1,500,000 for general fund.

At fiscal year end, the unassigned fund balance in the General Fund was \$37,077,513. Non-spendable fund balance for inventories and prepaids was \$442,936 and assigned for one-time, non-recurring instructional and extra-curricular expenses and District strategic initiatives was \$1.5 million. The District reported an increase to fund balance in the general fund of \$4,941,481 due to conservative spending.

The fund balance in the Debt Service Fund increased to \$45,830,811, which still provides for a debt service payment of \$36 million in the 2020 fiscal year. The Capital Projects Fund reported a fund balance of \$127,178,425, which represents the balance remaining for projects authorized by the voters.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) Management's Discussion and Analysis, 2) the basic financial statements, and 3) required supplemental information. The basic statements include two kinds of statements that present different views of the District.

The first two statements are *Government-wide Financial Statements*, the *Statement of Net Position* and the *Statement of Activities*, which provide both long-term and short-term information about the District's overall financial status reflect.

The remaining statements are *fund financial statements* that report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. The *governmental funds* 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. *Proprietary fund* statements offer short and long-term financial information about the activities the government operates like businesses, such as self-insurance services. *Fiduciary fund* statements provide information about the financial relationships in which the District acts solely as a trustee or agent for the benefit of others, to whom the resources in question belong.

The financial statements also include *notes* that explain some of the information in the financial statements and provide additional data needed for full disclosure in the government-wide statements or the fund financial statements. The notes are followed by a section of *required supplementary information* and *other supplementary information* that further explains and supports the information in the basic financial statements. The section labeled *other supplementary information* contains data used by the Texas Education Agency (TEA) and other monitoring or regulatory agencies.

Government-wide Financial Statements. The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all the District's assets and liabilities. All the current period's revenues and expenses are accounted for in the Statement of Activities regardless of when cash is received or paid.

The government-wide statements report the District's net position and how they have changed. Net Position is the difference between the District's assets and liabilities and is one way to measure the District's financial health or position.

Over time, increases or decreases in the District's net position are an indicator of whether its financial health is improving or deteriorating, respectively.

To assess the overall health of the District, one needs to consider additional non-financial factors such as changes in the District's tax base, staffing patterns, enrollment and attendance.

The government-wide financial statements of the District are divided into two categories:

Governmental activities. Most of the District's basic services are reported here, including instruction, instructional support, instructional leadership, school leadership, student transportation, food service, extracurricular activities, general administration, maintenance, and so forth. Property taxes, state foundation funds, tuitions, fees, and state and federal grants are the major source of financing for these activities.

In fiscal year 2018, the District adopted the Governmental Accounting Standards Board Statement no. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions – which superseded GASB Statement No. 45.*

Statement No. 75 establishes financial reporting standards and/or accounting standards for state and local government defined benefit of OPEB plans and defined contribution OPEB plans. Statement No. 75 requires that, at transition, a government recognizes a beginning deferred outflow of resources for its OPEB contributions, if any, made after the measurement date of the beginning net OPEB liability. The effects of the adoption of this statement has no impact on the District's governmental fund financial statements. However, adoption has resulted in certain changes to the presentation of the financial statements of the District's government-wide financial statements. More information on the adoption of this statement and the District's OPEB plan is available in Note 4.E.

Business-type activities. The District charges a fee to "customers" to help cover all or most of the cost of services it provides for community education.

Fund financial statements. Fund financial statements provide a detailed short-term view of the most significant funds-not the District as a whole. Laws and contracts require the District to establish some funds while the District's administration establishes other funds to help control and manage money for particular purposes. The District's three kinds of funds use different accounting approaches.

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

Proprietary Funds The District maintains two proprietary fund types. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses internal service funds to account for worker's compensation. The internal service funds are included within *governmental activities* in the government-wide financial statements.

Fiduciary Funds The District is the trustee, or fiduciary, for resources held for the benefit of others such as the student activities fund. Fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. The resources accounted for in these funds are not available to finance the District's operations and are thus excluded from the District's government-wide financial statements.

Government-Wide Financial Analysis

Statement of Net Position

Net position of the District's governmental and business-type activities decreased from a deficit of \$61.6 million to \$62 million. The decrease in net position was primarily due to a greater increase in liabilities than the increase in net assets. Current assets primarily increased due to the issuance of debt but was offset by the construction projects associated with said debt.

	Governmental Activities Activities		Business Type Activities		Total Activities		Total Change
	2020	2019	2020	2019	2020	2019	2020-2019
Current assets	\$ 257,616,913	\$ 236,356,522	\$ 64,946	\$ 145,111	\$ 257,681,859	\$ 236,501,633	\$ 21,180,226
Capital assets	444,509,927	375,960,935	-	-	444,509,927	375,960,935	68,548,992
Total assets	702,126,840	612,317,457	64,946	145,111	702,191,786	612,462,568	89,729,218
Deferred outflow of resources	52,763,095	53,512,105	-	-	52,763,095	53,512,105	(749,010)
Total deferred outflow of resources	52,763,095	53,512,105	-	-	52,763,095	53,512,105	(749,010)
Current liabilities	47,366,151	41,071,439	7,148	70,880	47,373,299	41,142,319	6,230,980
Long-term liabilities	733,967,916	661,708,535	-	-	733,967,916	661,708,535	72,259,381
Total liabilities	781,334,067	702,779,974	7,148	70,880	781,341,215	702,850,854	78,490,361
Deferred inflow of resources	35,605,802	24,695,901	-	-	35,605,802	24,695,901	10,909,901
Total deferred inflow of resources	35,605,802	24,695,901	-	-	35,605,802	24,695,901	10,909,901
Net position:							
Investment in capital assets	(5,353,620)	(2,661,848)	-	-	(5,353,620)	(2,661,848)	(2,691,772)
Restricted - Grants	3,813,378	4,295,895	-	-	3,813,378	4,295,895	(482,517)
Restricted - Debt Service	33,132,221	30,336,448	-	-	33,132,221	30,336,448	2,795,773
Unrestricted	(93,641,913)	(93,616,808)	57,798	74,231	(93,584,115)	(93,542,577)	(41,538)
Total net position	\$ (62,049,934)	\$ (61,646,313)	\$ 57,798	\$ 74,231	\$ (61,992,136)	\$ (61,572,082)	\$ (420,054)

Statement of Activities

The following table summarizes the change in the District's net position from its activities for the fiscal years ended June 30, 2020 and June 30, 2019.

	Governmental Activities		Business Type		Total		Total Change 2020-2019
	Activities	Activities	Activities	Activities	Activities	Activities	
	2020	2019	2020	2019	2020	2019	
Revenues							
Program revenues:							
Charges for services	\$ 1,811,604	\$ 2,344,872	\$ 48,273	\$ 98,715	\$ 1,859,877	\$ 2,443,587	\$ (583,710)
Operating grants and contributions	40,096,018	36,119,222	-	-	40,096,018	36,119,222	3,976,796
General revenues							
Maintenance and operations taxes	76,957,870	72,331,872	-	-	76,957,870	72,331,872	4,625,998
Debt service taxes	36,097,160	31,009,105	-	-	36,097,160	31,009,105	5,088,055
State aid - formula grants	68,487,946	55,213,773	-	-	68,487,946	55,213,773	13,274,173
Investment earnings	2,911,413	5,043,972	-	-	2,911,413	5,043,972	(2,132,559)
Other revenue	534,941	683,074	-	-	534,941	683,074	(148,133)
Total revenues	226,896,952	202,745,890	48,273	98,715	226,945,225	202,844,605	24,100,620
Expenses							
Instruction	125,983,015	113,207,453	-	-	125,983,015	113,207,453	12,775,562
Instructional and school leadership	18,465,462	18,489,480	-	-	18,465,462	18,489,480	(24,018)
Student support	16,986,471	15,379,850	-	-	16,986,471	15,379,850	1,606,621
Food services	8,631,986	7,818,005	-	-	8,631,986	7,818,005	813,981
Cocurricular activities	4,281,025	4,335,245	-	-	4,281,025	4,335,245	(54,220)
General and administration	6,094,709	5,414,246	-	-	6,094,709	5,414,246	680,463
Plant maintenance/security/data	18,807,341	18,505,322	-	-	18,807,341	18,505,322	302,019
Community services	25,350	17,817	64,706	175,922	90,056	193,739	(103,683)
Debt service taxes	27,557,777	21,825,655	-	-	27,557,777	21,825,655	5,732,122
Other activities	467,437	507,109	-	-	467,437	507,109	(39,672)
Special item	-	1,995,716	-	-	-	1,995,716	(1,995,716)
Total Expenses	227,300,573	207,495,898	64,706	175,922	227,365,279	207,671,820	19,693,459
Change in Net Position	(403,621)	(4,750,008)	(16,433)	(77,207)	(420,054)	(4,827,215)	4,407,161
Before Restatement	(61,646,313)	(56,896,305)	74,231	151,438	(61,572,082)	(56,744,867)	(4,827,215)
Ending Net Position	\$ (62,049,934)	\$ (61,646,313)	\$ 57,798	\$ 74,231	\$ (61,992,136)	\$ (61,572,082)	\$ (420,054)

The District's statement of governmental activities reflects total revenues for the year ended June 30, 2020 of \$226.9 million, an increase of \$24 million and the total cost of all programs and services of \$227.4 million, an increase of \$19.7 million. The net result is a decrease in net position of \$420,054. The following impacted total expenses:

- Instruction and related expenses increased \$12.8 million.
- Debt service interest increased \$5.7 million due to the restructuring of our debt structure the year prior.

The cost of all governmental activities this year was \$227.3 million. However, as shown in the Statement of Activities, the amount that taxpayers ultimately financed for these activities was \$113.1 million because some of the costs were paid by those who directly benefited from the programs (\$1.9 million) and by grants and contributions (primarily state funding) not restricted to specific programs (\$68.5 million).

The District's statement of activities for business-type reflects charges for services of \$48,273. With community education costs of \$64,706, the net activity for business-type activities decreased \$16,433 for ending net position of \$57,798.

The District's Funds

As the District completed the year, its governmental funds reported a combined fund balance of \$216.5 million, which is an increase of \$16.3 million from last year's total of \$200.2 million. The increase is composed of the following: The General Fund balance increased \$4.9 million from \$34.1 to \$39 million from regular operations, with a continued healthy fund balance of 25.7%. The fund balance in the Debt Service Fund increased \$5.3 million to \$45.8 million as a result of an increased tax base. The Capital Projects Fund increased \$5.9 million from \$121.2 million to \$127.2 million as a result of construction projects underway and Other Governmental Funds balance increased \$186,523 from Food Service operations.

General Fund Budgetary Highlights

Over the course of the year, the Board of Trustees revised the District's budget from time to time. Neither revenue nor expenditure budgets were increased this year. At year end, there were no significant budgetary variances between the final amended budget and actual results. Overall revenue was slightly higher than projected at 102.2%. There were no overages by function level for the expenditure side of the budget. Overall the expenditures were slightly lower than anticipated at 95%.

Capital Asset and Debt Administration

Capital Assets. At the end of 2020, the District had \$444.5 million invested in a broad range of capital assets, including facilities and equipment for instruction, transportation, athletics, administration, and maintenance. Net increases (decreases) for the year were as follows:

Land	\$ 160,000
Construction in progress	74,447,626
Building and improvements	1,550,305
Furniture and equipment	2,507,899
Accumulated depreciation	(10,116,838)

More detailed information about the District's capital assets is presented in Note III. B. to the financial statements.

Debt. At year-end, the District had \$535.5 million in bonds outstanding versus \$467.6 million last year, an increase of \$67.9 million. The District sold the remainder of the authorized but unissued bonds from the 2007 bond election. More detailed information about the District's long-term liabilities is presented in Note III. C. to the financial statements.

Economic Factors and Next Year's Budgets and Rates

- For the 2020-2021 school year, the District opened the new BRJ Career Tech building (CTE) at the same time, restoring the prior BRJ CTE building back to the fourth middle school in August 2020. The new middle school has been named Richard Allie Middle School and with the new grading structures, will include sixth to eighth grades, as is with the other three middle schools.
- During March of 2020, the Corona Virus (COVID-19) impacted the United States, changing the way students are educated across the nation. Crowley ISD is providing virtual learning for our students from Sept. 8 through Oct. 5, at which time, the students will have the opportunity to learn face to face or to remain in a virtual setting.
- General Fund local property tax revenues are budgeted at \$80.1 million using a collection rate of 97%. Due to HB3, the tax rate was produced by TEA after the state certified values were submitted for review, five weeks after CISD Board of Trustees approved the General Fund Budget. The General Fund tax rate for CISD is \$1.0398.
- With ongoing guidance and clarification regarding the Corona Virus, the Average Daily Attendance (ADA) for CISD is slightly more challenging. The District was using a formula provided by TEA to calculate the ADA for the Spring of 2020. The District did not budget for any growth in the ADA for the 2020-2021 school year.
- With the expansion of the Chisholm Trail Parkway in the western edge of Crowley ISD, the District is closely monitoring the growth in the district to anticipate future needs. The District continues to work with a demographer to be proactive in the planning necessary to support the quality education that is expected for CISD.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District's business office at Crowley Independent School District, 512 Peach Street, Crowley, TX 76036, (817) 297-5800.

Basic Financial Statements

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Crowley Independent School District

Statement of Net Position

June 30, 2020

Exhibit A-1

Data Control Codes		1 Governmental Activities	2 Business-type Activities	Total
ASSETS				
1110	Cash and cash equivalents	\$ 233,275,376	\$ 64,946	\$ 233,340,322
1220	Property taxes receivable	3,063,155	-	3,063,155
1230	Allowance for uncollectible taxes	(740,868)	-	(740,868)
1240	Due from other governments	21,351,129	-	21,351,129
1290	Other receivables	225,185	-	225,185
1300	Inventories	55,123	-	55,123
1410	Prepaid items	387,813	-	387,813
		<u>257,616,913</u>	<u>64,946</u>	<u>257,681,859</u>
	Capital assets:			
1510	Land	23,512,267	-	23,512,267
1520	Buildings and improvements, net	277,601,576	-	277,601,576
1530	Furniture and equipment, net	9,450,764	-	9,450,764
1580	Construction in progress	133,945,320	-	133,945,320
1000	Total assets	<u>702,126,840</u>	<u>64,946</u>	<u>702,191,786</u>
DEFERRED OUTFLOW OF RESOURCES				
1700	Deferred charges on refunding	14,131,684	-	14,131,684
1740	Deferred resource outflow - TRS Pensions	27,824,883	-	27,824,883
1745	Deferred resource outflow - TRS Care OPEB	10,806,528	-	10,806,528
	Total deferred outflow of resources	<u>52,763,095</u>	<u>-</u>	<u>52,763,095</u>
LIABILITIES				
2110	Accounts payable	14,794,941	7,148	14,802,089
2140	Interest payable	13,415,727	-	13,415,727
2165	Accrued wages and benefits payable	17,492,326	-	17,492,326
2180	Due to other governments	1,028,602	-	1,028,602
2300	Unearned revenue	634,555	-	634,555
		<u>47,366,151</u>	<u>7,148</u>	<u>47,373,299</u>
	Noncurrent liabilities:			
2501	Long-term liabilities due within one year	15,969,036	-	15,969,036
2502	Long-term liabilities due in more than one year	609,961,445	-	609,961,445
2540	Net pension liability due in more than one year	51,465,800	-	51,465,800
2545	OPEB Liability due in more than one year	56,571,635	-	56,571,635
2000	Total liabilities	<u>781,334,067</u>	<u>7,148</u>	<u>781,341,215</u>
DEFERRED INFLOWS OF RESOURCES				
2640	Deferred resource inflows - TRS Pensions	10,962,748	-	10,962,748
2645	Deferred resource inflows - TRS Care OPEB	24,643,054	-	24,643,054
	Total deferred inflow of resources	<u>35,605,802</u>	<u>-</u>	<u>35,605,802</u>
NET POSITION				
3200	Net investment in capital assets	(5,353,620)	-	(5,353,620)
	Restricted for:			
3820	Grants	3,813,378	-	3,813,378
3850	Debt service	33,132,221	-	33,132,221
3900	Unrestricted	(93,641,913)	57,798	(93,584,115)
3000	TOTAL NET POSITION	<u>\$ (62,049,934)</u>	<u>\$ 57,798</u>	<u>\$ (61,992,136)</u>

The Notes to the Financial Statements are an integral part of this statement.

Crowley Independent School District

Statement of Activities

For the Fiscal Year Ended June 30, 2020

Data Control Codes	Functions/Programs	1 Expenses	Program Revenues	
			3 Charges for Services	4 Operating Grants and Contributions
PRIMARY GOVERNMENT				
Governmental activities:				
11	Instruction	\$ 125,375,581	\$ 416,610	\$ 19,549,272
12	Instructional resources and media services	607,434	-	50,894
13	Curriculum/instructional staff development	2,184,372	-	496,066
21	Instructional leadership	4,968,910	-	1,467,659
23	School leadership	11,312,180	-	1,133,619
31	Guidance, counseling, evaluation services	6,481,612	-	2,221,122
33	Health services	1,936,613	-	163,471
34	Student (pupil) transportation	8,568,246	-	2,388,166
35	Food services	8,631,986	1,171,688	9,438,681
36	Extracurricular activities	4,281,025	143,489	1,032,343
41	General administration	6,094,709	-	274,294
51	Plant maintenance and operations	14,408,837	79,817	1,063,081
52	Security and monitoring services	1,887,385	-	43,326
53	Data processing services	2,511,119	-	216,465
61	Community services	25,350	-	-
72	Debt service - interest	27,557,777	-	-
93	Payments to fiscal agent/member districts of SSA	467,437	-	539,458
	Total governmental activities	227,300,573	1,811,604	40,096,018
Business-type activities:				
01	Community education	64,706	48,273	-
	Total business-type activities	64,706	48,273	-
TP	TOTAL PRIMARY GOVERNMENT	\$ 227,365,279	\$ 1,859,877	\$ 40,096,018
General revenues and (uses) for special item:				
MT	Property taxes, levied for general purposes			
DT	Property taxes, levied for debt service			
GC	Grants and contributions not restricted for specific programs			
IE	Investment earnings			
MI	Miscellaneous local and intermediate revenue			
TR	Total general revenues			
CN	Change in net position			
NB	Net position - beginning			
NE	NET POSITION, ending			

The Notes to the Financial Statements are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position		
6	7	8
Governmental Activities	Business-type Activities	Total
\$ (105,409,699)	\$ -	\$ (105,409,699)
(556,540)	-	(556,540)
(1,688,306)	-	(1,688,306)
(3,501,251)	-	(3,501,251)
(10,178,561)	-	(10,178,561)
(4,260,490)	-	(4,260,490)
(1,773,142)	-	(1,773,142)
(6,180,080)	-	(6,180,080)
1,978,383	-	1,978,383
(3,105,193)	-	(3,105,193)
(5,820,415)	-	(5,820,415)
(13,265,939)	-	(13,265,939)
(1,844,059)	-	(1,844,059)
(2,294,654)	-	(2,294,654)
(7,249)	-	(7,249)
(27,557,777)	-	(27,557,777)
72,021	-	72,021
(185,392,951)	-	(185,392,951)
-	(16,433)	(16,433)
-	(16,433)	(16,433)
(185,392,951)	(16,433)	(185,409,384)
76,957,870	-	76,957,870
36,097,160	-	36,097,160
68,487,946	-	68,487,946
2,911,413	-	2,911,413
534,941	-	534,941
184,989,330	-	184,989,330
(403,621)	(16,433)	(420,054)
(61,646,313)	74,231	(61,572,082)
\$ (62,049,934)	\$ 57,798	\$ (61,992,136)

Crowley Independent School District
 Balance Sheet – Governmental Funds
 June 30, 2020

Data Control Codes		10	50
		General	Debt Service
ASSETS			
1110	Cash and cash equivalents	\$ 38,614,138	\$ 45,248,767
1220	Property Taxes receivable	2,198,522	864,633
1230	Allowance for uncollectible taxes	(593,371)	(147,497)
1240	Due from other governments	18,325,370	-
1260	Due from other funds	2,123,929	657,322
1290	Other receivables	225,185	-
1300	Inventories	55,123	-
1410	Prepaid items	387,813	-
1000	TOTAL ASSETS	<u>\$ 61,336,709</u>	<u>\$ 46,623,225</u>
LIABILITIES			
2110	Accounts payable	\$ 1,557,503	\$ -
2160	Accrued wages and benefits payable	17,492,326	-
2170	Due to other funds	1,216,504	-
2180	Due to other governments	444,776	75,278
2300	Unearned revenue	-	-
2000	Total liabilities	20,711,109	75,278
DEFERRED INFLOWS OF RESOURCES			
2600	Unavailable revenue - property taxes	1,605,151	717,136
	Total deferred inflows of resources	1,605,151	717,136
FUND BALANCES			
Non-spendable:			
3410	Inventories	55,123	-
3430	Prepaid items	387,813	-
Restricted:			
3450	Grant funds	-	-
3470	Capital acquisitions and contracts	-	-
3480	Debt service	-	45,830,811
Committed:			
3545	Local activity	-	-
Assigned:			
3570	Capital acquisitions and contracts	1,500,000	-
3600	Unassigned	37,077,513	-
3000	Total fund balances	<u>39,020,449</u>	<u>45,830,811</u>
4000	TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 61,336,709</u>	<u>\$ 46,623,225</u>

The Notes to the Financial Statements are an integral part of this statement.

60	Other Governmental Funds	98 Total Governmental Funds
Capital Projects		
\$ 139,215,071	\$ 5,172,024	\$ 228,250,000
-	-	3,063,155
-	-	(740,868)
-	3,025,759	21,351,129
-	559,182	3,340,433
-	-	225,185
-	-	55,123
-	-	387,813
<u>\$ 139,215,071</u>	<u>\$ 8,756,965</u>	<u>\$ 255,931,970</u>
\$ 12,036,646	\$ 1,018,041	\$ 14,612,190
-	-	17,492,326
-	2,123,929	3,340,433
-	511,265	1,031,319
-	634,555	634,555
<u>12,036,646</u>	<u>4,287,790</u>	<u>37,110,823</u>
-	-	2,322,287
-	-	2,322,287
-	-	55,123
-	-	387,813
-	3,813,378	3,813,378
127,178,425	-	127,178,425
-	-	45,830,811
-	655,797	655,797
-	-	1,500,000
-	-	37,077,513
<u>127,178,425</u>	<u>4,469,175</u>	<u>216,498,860</u>
<u>\$ 139,215,071</u>	<u>\$ 8,756,965</u>	<u>\$ 255,931,970</u>

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Crowley Independent School District**Exhibit C-1R**Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2020

TOTAL FUND BALANCE - GOVERNMENTAL FUNDS (C-1)	\$ 216,498,860
Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds.	572,305,299
Accumulated depreciation, including current year depreciation expense of \$10,116,838, is not reported in the fund financial statements.	(127,795,372)
Long-term liabilities including bonds payable, premiums and accreted interest are not included in the fund financial statements.	(625,930,481)
Interest is accrued on outstanding debt in the government-wide financial statements, whereas in the fund financial statements interest expenditures are reported when due.	(13,415,727)
Deferred outflows of resources on issuances of debt were not recognized on the balance sheet for governmental funds.	14,131,684
Deferred outflows of resources for pension and OPEB related items were not recognized on the balance sheet for governmental funds.	38,631,411
Long-term liabilities associated with the District's net pension and OPEB liability are not included in the fund financial statements.	(108,037,435)
Internal service funds are used to charge the costs of certain activities, such as self-insurance, to appropriate functions in other funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	4,845,342
Deferred inflows of resources for property taxes are recognized as revenue in the government-wide financial statements.	2,322,287
Deferred inflows of resources for pension and OPEB related liabilities are recognized only in the government-wide financial statements.	<u>(35,605,802)</u>
TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES (A-1)	<u><u>\$ (62,049,934)</u></u>

The Notes to the Financial Statements are an integral part of this statement.

Crowley Independent School District
Statement of Revenues, Expenditures, and Changes
in Fund Balances – Governmental Funds
For the Fiscal Year Ended June 30, 2020

Data Control Codes		10	50
		General	Debt Service
REVENUES			
5700	Local, intermediate, and out-of-district	\$ 78,561,323	\$ 36,414,254
5800	State program revenues	75,574,296	621,101
5900	Federal program revenues	2,989,150	-
5020	Total revenues	157,124,769	37,035,355
EXPENDITURES			
Current:			
0011	Instruction	95,973,000	-
0012	Instructional resources/media services	587,385	-
0013	Curriculum and staff development	1,693,909	-
0021	Instructional leadership	3,436,623	-
0023	School leadership	10,705,389	-
0031	Guidance, counseling, and evaluation services	3,973,607	-
0033	Health services	1,873,505	-
0034	Student (pupil) transportation	6,424,173	-
0035	Food service	-	-
0036	Extracurricular activities	3,130,096	-
0041	General administration	5,875,346	-
0051	Plant maintenance and operations	13,633,272	-
0052	Security and monitoring services	1,903,967	-
0053	Data processing services	2,518,574	-
0061	Community services	9,666	-
Debt service:			
0071	Principal	-	7,194,360
0072	Interest	-	24,565,839
0073	Bond issuance costs and fees	-	553,336
Capital outlay:			
0081	Facilities acquisition and construction	-	-
Intergovernmental:			
0093	Shared service arrangements	-	-
6030	Total expenditures	151,738,512	32,313,535
1100	Excess (deficiency) of revenues over (under) expenditures	5,386,257	4,721,820
OTHER FINANCING SOURCES (USES)			
7901	Issuance of refunding bonds	-	53,699,976
7911	Issuance of bonds	-	-
7912	Sale of real or personal property	-	-
7915	Transfers In (Out)	-	-
7916	Premium/discount on bonds	-	5,274,747
8949	Payment to escrow and other uses	(444,776)	(58,429,936)
7080	Total other financing sources (uses)	(444,776)	544,787
1200	Change in net fund balances	4,941,481	5,266,607
0100	Net fund balances - beginning	34,078,968	40,564,204
3000	TOTAL NET FUND BALANCES - ENDING	\$ 39,020,449	\$ 45,830,811

The Notes to the Financial Statements are an integral part of this statement.

60	Other Governmental Funds	98 Total Governmental Funds
Capital Projects		
\$ 1,874,026	\$ 2,782,341	\$ 119,631,944
17,763	3,847,984	80,061,144
-	19,405,906	22,395,056
1,891,789	26,036,231	222,088,144
-	9,719,356	105,692,356
-	-	587,385
-	310,418	2,004,327
-	1,056,690	4,493,313
-	65,833	10,771,222
-	1,605,522	5,579,129
-	-	1,873,505
-	2,069,332	8,493,505
-	9,302,621	9,302,621
-	706,624	3,836,720
-	-	5,875,346
-	530,191	14,163,463
-	-	1,903,967
-	-	2,518,574
-	15,684	25,350
-	-	7,194,360
-	-	24,565,839
724,586	-	1,277,922
80,761,705	-	80,761,705
-	467,437	467,437
81,486,291	25,849,708	291,388,046
(79,594,502)	186,523	(69,299,902)
-	-	53,699,976
75,115,000	-	75,115,000
-	-	-
-	-	-
10,409,586	-	15,684,333
-	-	(58,874,712)
85,524,586	-	85,624,597
5,930,084	186,523	16,324,695
121,248,341	4,282,652	200,174,165
\$ 127,178,425	\$ 4,469,175	\$ 216,498,860

Crowley Independent School District**Exhibit C-2R**Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities

For the Fiscal Year Ended June 30, 2020

TOTAL NET CHANGE IN FUND BALANCE - GOVERNMENTAL FUNDS (C-2)	\$ 16,324,695
Internal service funds are used to charge the costs of certain activities to individual funds. The net income of internal service funds are reported with governmental activities, so the net effect is to increase net position.	1,008,389
Current year capital additions of \$78,665,830 are expenditures in the fund financial statements but appear as increases in capital assets in the government-wide financial statements. The net effect of the capital additions	78,665,830
Depreciation is not expensed in fund financial statements because it does not require the use of current financial resources. The effect of current year depreciation is to decrease net position.	(10,116,838)
Current year principal payments on noncurrent liabilities are expenditures in the fund financial statements, whereas they are reported as reductions of non-current liabilities in the government-wide financial statements. The net effect of current year principal paid on bonds payable is to increase net position.	7,194,360
Premiums on bonds payable are reported as other sources of funds in the fund financial statements when the bonds are issued. Deferred charges on refunding are presented as deferred outflows of resources on the government-wide statements and amortized over the life of the related debt. Amounts are reported net of amortization on the government-wide financial statements. The net effect of these items is to increase net position with amortization of premium increasing net position by \$2,627,939 and deferred charges decreasing by \$923,774.	1,704,165
Current year bond proceeds \$128,814,976 and premium proceeds \$15,684,333 along with an escrow payment to refund debt for \$58,429,936 which are other financing sources and uses to fund financial statements, whereas they are reported as reductions and additions of noncurrent liabilities in the government-wide financial statements. The net effect of current year bond and premium proceeds is a decrease in net position.	(86,069,373)
Changes in the net pension and other post employment benefit liability, and related deferred inflows and outflows not recognized on the fund financial statements under the modified accrual basis are recognized on the accrual basis in the government-wide financial statements. The effect of the change is to decrease net position with the change in due to pensions decreasing net position by \$4,682,308 and other post employment benefit by \$1,196,576.	(5,878,884)
Revenue not recognized on the fund financial statements under the modified accrual basis are recognized on the accrual basis in the government-wide financial statements. The effect of the change in deferred outflow of resources is to decrease net position.	182,216
Interest is accrued on outstanding debt in the government-wide financial statements, whereas in the fund financial statements an interest expenditure is reported when due. The net effect of recording a decrease in accreted interest of \$868,560 and a increase in accrued interest of \$2,549,621 increased net position.	(3,418,181)
CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES (B-1)	\$ (403,621)

The Notes to the Financial Statements are an integral part of this statement.

Crowley Independent School District

Statements of Net Position

Proprietary Fund

June 30, 2020

Exhibit D-1

<u>Data Control Codes</u>		<u>Business-type Activities - Enterprise Community Education</u>	<u>Governmental Activities - Internal Service Funds</u>
	ASSETS		
	Current assets:		
1110	Cash and cash equivalents	\$ 64,946	\$ 5,025,376
1000	Total assets	64,946	5,025,376
	LIABILITIES		
	Current liabilities:		
2110	Accounts payable	7,148	180,034
2000	Total liabilities	7,148	180,034
	NET POSITION		
3900	Unrestricted	57,798	4,845,342
3000	TOTAL NET POSITION	<u>\$ 57,798</u>	<u>\$ 4,845,342</u>

The Notes to the Financial Statements are an integral part of this statement.

Crowley Independent School District
 Statements of Revenues, Expenses, and Changes
 in Fund Net Position – Proprietary Fund
 For the Fiscal Year Ended June 30, 2020

Exhibit D-2

Data Control Codes		Business-type Activities - Enterprise Community Education	Governmental Activities - Internal Service Funds
	OPERATING REVENUES		
5700	Local and intermediate sources	\$ 48,273	\$ 1,373,057
5020	Total operating revenues	48,273	1,373,057
	OPERATING EXPENSES		
6100	Payroll cost	1,887	-
6200	Contractual services	47,799	364,668
6300	Supplies	15,020	-
6030	Total operating expenses	64,706	364,668
	Income before contribution and transfers	(16,433)	1,008,389
1300	Change in net position	(16,433)	1,008,389
0100	Net position - beginning	74,231	3,836,953
3300	TOTAL NET POSITION - ENDING	\$ 57,798	\$ 4,845,342

Crowley Independent School District
 Statements of Cash Flows
 Proprietary Fund
 For the Fiscal Year Ended June 30, 2020

Exhibit D-3

	Business-type Activities - Enterprise Community Education	Governmental Activities - Internal Service Funds
CASH FLOWS OPERATING ACTIVITIES		
Cash received from customers	\$ 48,273	\$ 1,373,057
Cash payments to suppliers	(126,551)	(2,000,000)
Cash payments to employees and claims paid	(1,887)	(295,845)
	<u>(80,165)</u>	<u>(922,788)</u>
Net cash used in operating activities		
CASH AND CASH EQUIVALENTS, beginning of year	<u>145,111</u>	<u>5,948,164</u>
CASH AND CASH EQUIVALENTS, End of year	<u>\$ 64,946</u>	<u>\$ 5,025,376</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating income	\$ (16,433)	\$ 1,008,389
Adjustments to reconcile operating income to net cash provided by operating activities:		
Change in assets and liabilities:		
Increase (decrease) in due to/from	-	(2,000,000)
Increase (decrease) in accounts payable	(63,732)	68,823
	<u>(80,165)</u>	<u>(922,788)</u>
NET CASH USED IN OPERATING ACTIVITIES	<u>\$ (80,165)</u>	<u>\$ (922,788)</u>

Crowley Independent School District
 Statements of Fiduciary Net Position
 Fiduciary Fund
 June 30, 2020

Exhibit E-1

<u>Data Control Codes</u>		<u>Private Purpose Trust</u>	<u>Agency</u>
	ASSETS		
1110	Cash and cash equivalents	\$ 396	\$ 191,084
	TOTAL ASSETS	<u>\$ 396</u>	<u>\$ 191,084</u>
	LIABILITIES		
2190	Due to student groups	\$ -	\$ 191,084
2000	Total liabilities	<u>-</u>	<u>\$ 191,084</u>
3000	TOTAL NET POSITION	<u>\$ 396</u>	

Crowley Independent School District
Statement of Changes in Fiduciary Net Position
Fiduciary Fund
For the Fiscal Year Ended June 30, 2020

Exhibit E-2

	<u>Private Purpose Trust</u>
ADDITIONS	
Local and intermediate sources	\$ -
Total additions	-
DEDUCTIONS	
Supplies and materials	-
Total deductions	-
Change in net position	-
Net position - beginning	396
TOTAL NET POSITION - ENDING	<u><u>\$ 396</u></u>

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Crowley Independent School District

Notes to the Financial Statements

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

Crowley Independent School District (the District) is a public educational agency operating under the applicable laws and regulations of the State of Texas. The District prepares its basic financial statements in conformity with generally accepted accounting principles promulgated by the Governmental Accounting Standards Board (GASB) and it complies with the requirements of the appropriate version of Texas Education Agency's (TEA) *Financial Accountability System Resource Guide* (the Resource Guide) and the requirements of contracts and grants of agencies from which it receives funds.

The District is an independent political subdivision of the State of Texas governed by the Board of Trustees, a seven member group, elected by the public. It has the authority to make decisions, appoint administrators and managers, and significantly influence operations and is considered a primary government. As required by generally accepted accounting principles, these financial statements have been prepared based on considerations regarding the potential for inclusion of other entities, organizations or functions as part of the District's financial reporting entity. No other entities have been included in the District's reporting entity. Additionally, as the District is considered a primary government for financial reporting purposes, its activities are not considered a part of any other governmental or other type of reporting entity, which is in accordance with GASB Statement No. 14, *The Financial Reporting Entity*, as revised by GASB Statement No. 39 and GASB Statement No. 61.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information about the District as a whole. These statements include all activities of the primary government. The effect of interfund activity has been removed from these statements.

The statement of activities presents a comparison between direct expenses and program revenues for each segment 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. Program revenues include charges paid by the recipients of goods or services offered by the programs and grants that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, such as taxes and investment earnings, are presented as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. In the fund financial statements, the accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity.

The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance or net position, as appropriate, revenues, and expenditures or expenses, as appropriate. Following is a description of the various funds:

Governmental Funds

Governmental funds are those funds through which most governmental functions are typically financed.

General Fund. The general fund is used to account for and report all financial resources not accounted for and reported in another fund. The general fund is considered a major fund for reporting purposes.

Crowley Independent School District

Notes to the Financial Statements

Debt Service Fund. The debt service fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal and interest on all long-term debt of the District. The primary source of revenue for debt service is local property taxes. The debt service fund is considered a major fund for reporting purposes.

Capital Projects Funds. The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. The capital projects fund is considered a major fund for reporting purposes.

Other Governmental. The other governmental funds include revenues that are used to account for the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects. The restricted or committed proceeds of specific revenue sources comprise a substantial portion of the inflows of these special revenue funds. Most federal and some state financial assistance are accounted for in special revenue funds.

Proprietary Funds

The proprietary funds account for services that are generally fully supported by user fees. The District has the following types of proprietary funds:

Enterprise Funds. The enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The funds are reported as "Business-type Activities" in the government-wide financial statements. The District uses this fund to account for its community education programs because the community education programs are self-supporting and do not require subsidies from the general fund.

Internal Service Funds. The internal service 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. The District has internal service funds for its worker's compensation and health self-insurance plans.

Fiduciary Funds

Agency Funds. The agency funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for the District's student activity funds and donations.

Private Purpose Trust Funds. The District uses these funds to account for donations received from private individuals and foundations which have the stipulation that the funds be used for a specific purpose. These funds are not budgeted.

C. Measurement Focus and Basis of Accounting

The government-wide statements and the proprietary fund statements are accounted for using the economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets, deferred outflows of resources, liabilities, and deferred inflows of resources associated with the operations of these activities are included on the statement of net position. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Crowley Independent School District

Notes to the Financial Statements

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing resources) and decreases (i.e., expenditures and other financing uses) in fund balance.

The District utilizes the modified accrual basis of accounting in the governmental fund statements. Under the modified accrual basis of accounting, revenues are recognized in the accounting period when they are susceptible to accrual (i.e., when they are measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues available if they are collected within 60 days of the end of the current period. Revenues susceptible to accrual include charges for services and interest on temporary investments.

Property taxes and interest associated with the current period are all considered to be susceptible to accrual and have been recognized as revenues of the current period. Other receipts and other taxes become measurable and available when cash is received by the government and are recognized as revenue at that time.

Grant funds are considered to be earned when all eligibility requirements have been met, (including time requirements) to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received in advance, they are recorded as unearned revenues until earned. If balances have not been expended by the end of the project period, grantors sometimes require the District to refund all or part of the unused amount. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore to the extent the District has not complied with the rules and regulations governing the grants, refunds may be required and receivables subject to change.

Using the modified accrual basis of accounting, expenditures are recognized in the accounting period in which the liability is incurred, if measurable, except for interest on long-term debt, which is recognized when due.

The Private Purpose Trust funds are accounted for on a flow of economic resources measurement focus and utilize the accrual basis of accounting. Reporting is oriented towards providing accountability for the sources, uses, and balances or resources held in trust for others, therefore, the additions and deductions in fiduciary balances are reported.

D. Assets, Liabilities, and Net Position or Fund Balance

1. Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

The District reports all investments at fair value, except for money market investments and investment pools. Investment positions in external investment pools that meet specific criteria are reported using the pools' share price, which generally maintains a stable \$1 per share value. A board of directors comprised of local government officers, including participants of the pools, performs regulatory oversight to the external investment pools.

Crowley Independent School District

Notes to the Financial Statements

The District has adopted a written investment policy regarding the investment of its funds as defined in the Public Funds Investment Act, Chapter 2256, Texas Governmental Code. In summary, the District is authorized to invest in the following:

- Direct obligations of the U.S. Government
- Fully collateralized certificates of deposit and money market accounts
- Government investment pools and commercial paper

2. *Receivables*

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the year are referred to as due to/from other funds.

Due from other governments is primarily comprised of amounts to be received related to federal and state funding sources, and is considered entirely collectible.

3. *Property Taxes*

All taxes due to the District on real or personal property are payable at the Office of the Tax Assessor-Collector and may be paid at any time after the tax rolls for the year have been completed and approved, which is no later than October 1. Taxes are due by January 31, and all taxes not paid prior to this date are deemed delinquent and are subject to such penalty and interest. Property taxes attach as an enforceable lien on property as of January 1 each year. Taxes are levied on October 1 and are payable prior to the next February 1. District property tax revenues are recognized when collected.

4. *Inventories*

The costs of governmental fund type inventories are recorded as expenditures when consumed (i.e., the consumption method). Inventory is recorded at average cost.

5. *Prepaid Items*

Prepaid items indicate payments made by the District in the current year to provide services occurring in the subsequent fiscal year. The consumption approach provides for the initial reporting of the item as an asset while recognition of the expenditure when the item is actually used or consumed.

6. *Capital Assets*

Capital assets, which include land, buildings, furniture, and equipment, are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. Major outlays for capital assets and improvements are capitalized as projects are constructed.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Description Useful Life</u>	<u>Estimated</u>
Buildings and improvements	15-30 years
Furniture and equipment	3-15 years

Crowley Independent School District

Notes to the Financial Statements

7. *Deferred Outflows/Inflows of Resources*

In addition to assets, the statement of net position includes a separate section for deferred outflows of resources. Deferred outflows of resources represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/ expenditure) until then.

In addition to liabilities, the statement of net position includes a separate section for deferred inflows of resources. Deferred inflows of resources represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time.

8. *Pensions*

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

9. *Other Post-Employment Benefits*

The fiduciary net position of the Teacher Retirement System of Texas (TRS) TRS Care Plan has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense, and information about assets, liabilities and additions to/deductions from TRS Care's fiduciary net position. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no investments as this is a pay-as-you-go plan and all cash is held in a cash account. The District's general fund has been used in previous years to liquidate OPEB liability.

10. *Fund Balance*

Fund balances in governmental funds are classified as follows:

Nonspendable – Represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaid items) or legally required to remain intact (such as principal of a permanent fund).

Restricted – Represents amounts that are constrained by external parties, constitutional provisions, or enabling legislation.

Committed – Represents amounts that can only be used for a specific purpose because of a formal action by the District's Board of Trustees (the Board). Committed amounts cannot be used for any other purpose unless the Board removes those constraints by taking the same type of formal action. Commitments are approved through the adoption and amendment of the District's budget or a formal resolution stating the commitment. The commitment must be made prior to year end.

Assigned – Represents amounts which the District intends to use for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. Intent may be stipulated by the Board or by an official or body to which the Board delegates the authority. The Board has retained this authority. Specific amounts that are not restricted or committed in a special revenue, capital projects, debt service, or permanent fund are assigned for purposes in accordance with the nature of their fund type or the fund's primary purpose. Assignments within the general fund convey that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the District itself. Assignments can be made at any time.

Crowley Independent School District

Notes to the Financial Statements

Unassigned – Represents amounts which are unconstrained in that they may be spent for any purpose. Only the general fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification because of overspending for specific purposes for which amounts had been restricted, committed, or assigned.

When an expenditure is incurred for a purpose for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed, then assigned funds, and finally unassigned funds.

Net Position

The District classifies net position into three components – net investment in capital assets; restricted; and unrestricted. These classifications are defined as follows:

Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – Consists of constraints placed on net position used through external constraints imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulation of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted – Consists of net position that does not meet the definition of "restricted" or "invested in capital assets, net of related debt."

E. Estimates

The preparation of financial statements, in conformity with generally accepted accounting principles (GAAP), requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

The amount of state foundation revenue a school district earns for a year can and does vary until the time when final values for each of the factors in the formula becomes available. Availability can be as late as midway into the next fiscal year. It is reasonably possible that adjustments may be made to the foundation revenue by the state.

F. Data Control Codes

The data control codes refer to the account code structure prescribed by TEA in the Resource Guide. The TEA requires school districts to display these codes in the financial statements filed with the TEA in order to insure accuracy in building a statewide database for policy development and funding plans.

G. Future Accounting Pronouncements

In June 2018 the GASB released GASB statement No. 87, *Leases*. This statement was issued to increase the usefulness of governmental entities' financial statements by requiring recognition of certain lease assets and liabilities that were previously accounted for as operating leases. It establishes a single model for lease accounting based on the principle that leases are a financing of the right to use an underlying asset. Under this statement a lessee is required to recognize a lease liability and an intangible right-to-use asset and a lessor is required to recognize a lease receivable and a deferred inflow of resources. This statement is effective for the District for the year ended June 30, 2021 and the District is currently evaluating the impact of this standard on its financial statements.

Crowley Independent School District

Notes to the Financial Statements

GASB Statement No. 84, Fiduciary Activities (GASB 84), establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on 1) whether a government is controlling the assets of the fiduciary activity and 2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The requirements of this statement were originally effective for reporting periods beginning after December 15, 2018; however, issuance of GASB Statement No. 95, Postponement of the Effective Dates of Certain Authoritative Guidance (GASB 95), extended the effective date of GASB 84 to reporting periods beginning after December 15, 2019, with earlier application encouraged. GASB 84 will be implemented in the District's fiscal year 2021 financial statements and the impact has not yet been determined.

Note 2. Stewardship, Compliance, and Accountability

Annual budgets are adopted on a basis consistent with GAAP for the General Fund, Debt Service Fund, and National School Breakfast and Lunch Program. The original budget is adopted by the District prior to the beginning of the year. The legal level of control is the function code stated in the approved budget. Appropriations lapse at the end of the year, excluding capital project budgets. Supplemental budget appropriations were made for the year.

Note 3. Detailed Notes on All Funds

A. Cash and Cash Equivalents

Custodial Credit Risk – Deposits. In the case of deposits, this is the risk that in the event of a bank failure the District's deposits may not be returned to it. The District's investment policy requires funds on deposit at the depository bank to be collateralized. The District's highest bank balance was during the month of September 2019 in which the combined checking and time deposits held with JPMorgan Chase Bank were entirely covered by FDIC insurance limits of \$250,000, with collateralized securities pledged of \$28,274,548, and letter of credits held in the District's name for \$14,800,000. The bank balance of the District's deposits was \$24,407,568, of which \$24,157,568 exceeded FDIC insurance limits and was collateralized by securities pledged and letter of credit held in the District's name.

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

At year end, the District's investments were as follows:

<u>Cash and Cash Equivalents</u>	<u>Maturity</u>	<u>Amount</u>	<u>Rating</u>
Lone Star Investment Pool	33 days	\$ 219,868,029	AAA
MBIA Texas Class Investment Pool	57 days	5,738,709	AAAm
Carrying Cash Deposits	N/A	7,925,064	N/A
Total Cash and Cash Equivalents		\$ 233,531,802	

Crowley Independent School District

Notes to the Financial Statements

The Lone Star Investment Pool (the Pool) is organized in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. The Pool is governed by an 11 member Board of Trustees, consisting of individuals representing entities participating in the Pool. The fair value of the District's position in the Pool is the same as the value of the Pool shares.

The MBIA Texas Investment Pool (the TexClass) is organized in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. TexClass is governed by a 5 member Board of Trustees, consisting of individuals representing entities participating in the Pool. The fair value of the District's position in the Pool is the same as the value of the TexClass shares.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At year end, the District was not exposed to custodial credit risk. All of the investment pools are rated AAA or better by Standard and Poor's Rating Services as of year-end.

Interest Rate Risk. Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. By policy the District shall use final and weighted-average maturity limits and diversification to reduce exposure to changes in interest rates. One of the ways that the District manages its exposure to interest rate risk is by investing mainly in investment pools which purchase a combination of shorter term investments with an average maturity of less than 60 days thus reducing the interest rate risk. The District monitors the interest rate risk inherent in its portfolio by measuring the weighted average maturity of its portfolio.

Concentration of Credit Risk. The District's investment policy limits investments in money market mutual funds rated as to investment quality not less than AAA by Standard & Poor's.

There are no limits in investments for one issuer per instrument type allowed by the District's policy as long as the individual investment type is under maximum limits. The following maximum limits, by instrument, are established for the District's total portfolio:

1. U.S. Treasury Securities	100%
2. Agencies and instrumentalities	85%
3. Certificate of Deposit	100%
4. Repurchase Agreements	20%
5. Money Market Mutual Funds	50%

Excluding flexible repurchase agreements for bond proceeds investments.

The Act also requires the District to have independent auditors perform test procedures related to investment practices as provided by the Act. The District is in substantial compliance with the requirements of the Act and with local policies.

Crowley Independent School District

Notes to the Financial Statements

The Lone Star and Texas CLASS investment pools are external investment pools measured at amortized cost. In order to meet the criteria to be recorded at amortized cost, investment pools must transact at a stable net asset value per share and maintain certain maturity, quality, liquidity and diversification requirements within the investment pool. Investment pools measured at amortized cost are exempt from the fair value reporting requirements of GASB Statement No. 72, *Fair Value Measurement*. Both Lone Star and TexClass maintain requirements that no more than 5% of their portfolios can be held with one issuer with the exception of the United States Government. Both also have one day notice periods and no maximum transaction amounts. Restrictions on redemptions may only be imposed in the event of a general suspension on trading in a major securities market, general banking moratorium or a state or federal emergency that impacts the liquidity of the portfolio.

B. Capital Assets

Capital asset activity for the year ended June 30, 2020 was as follows:

	Beginning Balances	Increases	Transfers	Ending Balances
Capital assets, not being depreciated:				
Land	\$ 23,352,267	\$ 160,000	\$ -	\$ 23,512,267
Construction in progress	59,497,694	74,447,626	-	133,945,320
Total capital assets not being depreciated	82,849,961	74,607,626	-	157,457,587
Other capital assets:				
Buildings and improvements	389,671,421	1,550,305	-	391,221,726
Furniture and equipment	21,118,087	2,507,899	-	23,625,986
Total other capital assets	410,789,508	4,058,204	-	414,847,712
Less accumulated depreciation for:				
Buildings and improvements	(104,528,183)	(9,091,967)	-	(113,620,150)
Furniture and equipment	(13,150,351)	(1,024,871)	-	(14,175,222)
Total accumulated depreciation	(117,678,534)	(10,116,838)	-	(127,795,372)
Other capital assets, net	-	-	-	-
Capital assets, net	\$ 375,960,935	\$ 68,548,992	\$ -	\$ 444,509,927

Depreciation was charged to governmental functions as follows:

	Governmental Activities
11 Instruction	\$ 9,185,066
12 Instructional resources/media services	13,626
23 School leadership	8,383
31 Guidance, counseling, and evaluation services	3,156
33 Health services	1,450
34 Student (pupil) transportation	74,741
35 Food services	113,754
36 Extracurricular activities	198,742
41 General administration	10,367
51 Plant maintenance and operations	503,625
52 Security and monitoring services	2,599
53 Data processing services	1,329
Totals	\$ 10,116,838

Crowley Independent School District

Notes to the Financial Statements

Long-term Liabilities

The following is a summary of changes in the District's total governmental long-term liabilities for the year. In general, the District uses the debt service fund to liquidate governmental long-term liabilities.

	Beginning Balances	Additions	Reductions	Ending Balances	Amounts Due Within One Year
Governmental activities:					
Bonds payable					
Series 1993 Refunding	\$ 1,820,635	\$ -	\$ 428,279	\$ 1,392,356	\$ 393,485
Series 2002 Refunding	774,812	-	-	774,812	-
Series 2006	4,475,000	-	4,475,000	-	-
Series 2008	1,245	-	1,245	-	-
Series 2010 Refunding	16,060,002	-	11,135,000	4,925,002	285,000
Series 2010	2,314,998	-	275,000	2,039,998	1,375,000
Series 2011 Refunding	7,794,997	-	5,875,000	1,919,997	559,865
Series 2012 Refunding	8,730,000	-	2,050,000	6,680,000	-
Series 2013 Refunding	20,385,000	-	11,110,000	9,275,000	1,035,000
Series 2013	23,425,000	-	18,265,000	5,160,000	680,000
Series 2014 Refunding	17,675,000	-	810,000	16,865,000	835,000
Series 2014B Refunding*	13,985,000	-	5,240,000	8,745,000	750,000
Series 2015A Refunding	27,310,000	-	1,145,000	26,165,000	1,180,000
Series 2015B Refunding*	29,729,990	-	50,000	29,679,990	305,000
Series 2015C	30,585,195	-	34,836	30,550,359	16,950
Series 2016A Refunding*	21,125,000	-	-	21,125,000	-
Series 2016B Refunding*	76,070,000	-	-	76,070,000	215,000
Series 2017	87,060,000	-	-	87,060,000	-
Series 2018	78,250,000	-	-	78,250,000	-
Series 2019 Refunding*	-	53,699,976	-	53,699,976	694,004
Series 2019	-	75,115,000	-	75,115,000	-
	<u>467,571,874</u>	<u>128,814,976</u>	<u>60,894,360</u>	<u>535,492,490</u>	<u>8,324,304</u>
Other liabilities:					
Bond premiums	46,406,004	15,684,333	6,409,171	55,681,166	2,923,226
Accreted interest	33,888,265	5,175,372	4,306,812	34,756,825	4,721,506
	<u>80,294,269</u>	<u>20,859,705</u>	<u>10,716,000</u>	<u>89,438,990</u>	<u>7,644,732</u>
Total government activities long-term liabilities	<u>\$ 547,866,143</u>	<u>\$ 149,674,681</u>	<u>\$ 71,610,343</u>	<u>\$ 625,930,481</u>	<u>\$ 15,969,036</u>

*Advance refunding bonds that were issued to refund prior year outstanding debt before the callable date of the principal payments. At the end of the fiscal year 2020, there was outstanding debt that was refunded with advance refunding bonds of \$186,275,000 which is considered defeased and not outstanding debt on the Statement of Net Position.

In December of 2019, the District issued Bond Series 2019 of \$128,814,976 at 2 to 5% interest at a premium of \$15,684,333 to refund prior year issuances of \$53,700,000 and bond proceeds for capital and maintenance projects of \$75,115,000. With issuance of bond series 2019, \$58,429,936 was placed into escrow to refund prior year bonds which resulted in a refunding deferred loss of \$2,734,795. The deferred loss will be amortized for the remaining years of the debt that was refunded. The difference in debt service payments for the \$53,700,000 refunding bond series 2019 and debt service payments for the debt that was refunded was \$6,382,130 with an economic gain of \$4,774,834.

Crowley Independent School District

Notes to the Financial Statements

Debt service requirements by fiscal year on the District's outstanding bonds were as follows:

Year Ending June 30,	Principal	Interest	Total Requirements
2021	\$ 8,324,304	\$ 27,687,365	\$ 36,011,669
2022	8,094,252	27,026,051	35,120,303
2023	7,723,930	27,445,211	35,169,141
2024	10,725,192	25,061,960	35,787,152
2025	14,795,000	20,882,040	35,677,040
2026-2030	66,287,915	114,284,749	180,572,664
2031-2035	86,196,897	99,866,358	186,063,255
2036-2040	124,395,000	61,604,931	185,999,931
2041-2045	106,125,000	34,562,400	140,687,400
2046-2050	102,825,000	7,807,850	110,632,850
Totals	\$ 535,492,490	\$ 446,228,915	\$ 981,721,405

C. Interfund Transactions

The interfund balances and transfers were as follows:

Due to	Due from	Amount	Purpose
General	Special revenue	\$ 2,123,929	Short term loans
Debt service	General fund	657,322	Short term loans
Special revenue	General fund	559,182	Short term loans
Total		\$ 3,340,433	

Note 4. Other Information

A. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the District purchases commercial insurance to cover general liabilities insurance. The District has not significantly reduced insurance coverage or had settlements which exceeded coverage amounts for the past three years.

B. Workers' Compensation Insurance

During the fiscal year ended June 30, 2019, employees of the District were covered by a workers' compensation insurance plan (the plan). Contributions are made based upon rates established for the District's various types of employees.

Crowley Independent School District

Notes to the Financial Statements

The contract between the District and the third party administrator, Alamo Insurance Group (AIG), is renewable annually, and the terms of coverage and costs are included in the contractual provisions. The District is protected against unanticipated catastrophic individual loss by stop-loss coverage carried through a commercial insurer licensed to do business in Texas in accordance with the Texas Insurance Code. Stop-loss coverage is in effect for specific occurrences exceeding \$300,000 and an aggregate limit of \$1,000,000.

AIG has performed an evaluation of claims submitted for incidents occurring prior to June 30, 2020, and has projected open claims and incurred but not reported claims will cost \$180,034. The following is a reconciliation of changes in the aggregate liabilities for claims included in Accounts Payable for the last three fiscal years:

<u>Fiscal Year</u>	<u>Beginning of Year Accrual</u>	<u>Current Year Estimates</u>	<u>Claims Payments</u>	<u>End of Year Accrual</u>
2018	\$ 291,471	\$ 280,942	\$ 333,427	\$ 238,986
2019	238,986	99,842	227,617	111,211
2020	111,211	364,668	295,845	180,034

Amounts received or receivable from granting agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount of expenditures which may be disallowed by the grantor cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts, and other economic and social factors.

C. Other Liabilities

The Tax Reform Act of 1986 instituted certain arbitrage restrictions consisting of complex regulations with respect to issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service at least every five years for applicable bond issues. Accordingly, there is the risk that if such calculations are not performed or not performed correctly, it could result in a substantial liability to the District. The District engages an arbitrage consultant to perform the calculations in accordance with IRS rules and regulations.

D. Defined Benefit Pension Plans

Plan Description

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

Crowley Independent School District

Notes to the Financial Statements

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

Pension Plan Fiduciary Net Position

Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately-issued Comprehensive Annual Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at <http://www.trs.state.tx.us/about/documents/cafr.pdf#CAFR>; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512) 542-6592.

Benefits Provided

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

Contributions

Employee contribution rates are set in state statute, Texas Government Code 825.402. Contribution requirements are established or amended pursuant to Article XVI, section 67 of the Texas Constitution which requires the Texas legislature to establish a member contribution rate of not less than 6% of the member's annual compensation and a state contribution rate of not less than 6% and not more than 10% of the aggregate annual compensation paid to members of the system during the fiscal year. Texas Government Code section 821.006 prohibits benefit improvements if, as a result of the particular action, the time required to amortize TRS' unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action.

	Contribution Rates	
	2020	2019
Member	7.70%	7.70%
Non-employer contributing entity (state)	7.50%	6.80%
Employers (District)	7.50%	6.80%
Employers (District - Non-OASDI)*	1.50%	1.50%

*SB12 requires an increase in employer contributions by public school districts, charter schools and regional education service centers. Prior to SB12, only those employers not participating in social security were required to pay a 1.5% contributions (Non-OASDI surcharge). Beginning September 1, 2019 all employers are required to pay the Public Education Employer

Crowley Independent School District

Notes to the Financial Statements

The contribution amounts for the District's fiscal year 2020 are as follows:

Employer contributions	\$	3,465,288
Member contributions		3,448,209
NECE on-behalf contributions		4,477,797

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

As the non-employer contributing entity for public education and junior colleges, the State of Texas contributes to the retirement system an amount equal to the current employer contribution rate times the aggregate annual compensation of all participating members of the pension trust fund during that fiscal year reduced by the amounts described below which are paid by the employers. Employers (public school, junior college, other entities or the State of Texas as the employer for senior universities and medical schools) are required to pay the employer contribution rate in the following instances:

- On the portion of the member's salary that exceeds the statutory minimum for members entitled to the statutory minimum under Section 21.402 of the Texas Education Code;
- During a new member's first 90 days of employment;
- When any part or all of an employee's salary is paid by federal funding sources, a privately sponsored source, from non-educational and general, or local funds;
- When the employing district is a public junior college or junior college district, the employer shall contribute to the retirement system an amount equal to 50% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.

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

- When employing a retiree of the Teacher Retirement System the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge; and
- When a school district or charter school does not contribute to the Federal Old-Age Survivors and Disability Insurance (OASDI) Program for certain employees, they must contribute 1.5% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.

Crowley Independent School District

Notes to the Financial Statements

Actuarial Methods and Assumptions

The actuarial valuation of the total pension liability was performed as of August 31, 2018. Update procedures were used to roll forward the total pension liability to August 31, 2019 and was determined using the following actuarial methods and assumptions:

Actuarial cost method	Individual entry age normal
Asset valuation method	Market value
Single discount rate	7.25%
Long-term expected rate of return	7.25%
Municipal bond rate as of August 2018	2.63%. Source for the rate is the Fixed Income Market Data/Yield Curve/Date Municipal Bonds with 20 Years to maturity that include Only federally tax-exempt Municipal bonds as reported In Fidelity Index's "20-Year Municipal GO AA Index
Last year ending August 31 in projection period (100 years)	2116
Inflation	2.30%
Salary increases	3.05% to 9.50% including inflation
Ad hoc post-employment benefit changes	None
Active mortality rates	Based on 90 percent of the RP 2014 Employee Mortality Tables for males and females with full generational mortality. The post-retirement mortality rates for healthy lives were based on the 2018 TRS of Texas Healthy Pensioner Mortality Tables with full generational projection using the ultimate improvement rates from the most recently published projection scale Municipal GO AA Index scale U-MP.

The actuarial methods and assumptions are primarily based on a study of actual experience for the four year period ending August 31, 2018 and adopted on July 2018.

Discount Rate

A single discount rate of 7.25% was used to measure the total pension liability. The single discount rate was based on the expected rate of return on pension plan investments of 7.25%. The projection of cash flows used to determine the single discount rate assumed that contributions from active members and those of the contributing employers and the non-employer contributing entity will be made at the statutorily required rates. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are

Crowley Independent School District

Notes to the Financial Statements

combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class included in TRS's target asset allocation as of August 31, 2019 are summarized below:

	Long-term Target Asset Allocation*	Long-term Expected Arithmetic Real Rate of Return
Global equity:		
U.S.	18.00%	5.70%
Non-US developed	13.00%	6.90%
Emerging markets	9.00%	8.95%
Directional hedge funds	4.00%	3.53%
Private equity	13.00%	10.18%
Stable value:		
U.S. treasuries	11.00%	1.11%
Stable value hedge funds	4.00%	3.09%
Real return:		
Global Inflation-linked bonds	3.00%	0.70%
Real assets	14.00%	5.21%
Energy, natural resources, and infrastructure	5.00%	7.48%
Risk parity:		
Risk parity	5.00%	3.70%
Asset allocation leverage cash	1.00%	-0.30%
Total	100%	

* Fiscal year 2019 target allocation based on the strategic asset allocation dated 10/1/2018

Discount Rate Sensitivity Analysis

The following table presents the District's proportionate share of the TRS net pension liability calculated using the discount rate of 7.25%, as well as what the District's proportionate share of the net pension liability would be if it was calculated using a discount rate that is 1% lower or 1% higher than the current rate:

	1% Decrease in Discount Rate (6.25%)	Discount Rate (7.25%)	1% Increase in Discount Rate (8.25%)
The District's proportionate share of the net pension liability	\$ 79,110,411	\$ 51,465,800	\$ 29,068,329

Crowley Independent School District

Notes to the Financial Statements

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

At June 30, 2020, the District reported a liability of \$51,465,800 for its proportionate share of the TRS's net pension liability. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

The District's proportionate share of the collective net pension liability	\$ 51,465,800
State's proportionate share that is associated with the District	<u>66,506,207</u>
Total	<u>\$ 117,972,007</u>

The net pension liability was measured as of August 31, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as August 31, 2018 rolled forward to August 31, 2019. The District's proportion of the net pension liability was based on the District's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2018 through August 31, 2019.

At August 31, 2019, the employer's proportion of the collective net pension liability was 0.0990048193% which was an increase from its proportion measured as of August 31, 2018 of 0.0980370%.

Changes of Assumptions Since the Prior Measurement Date

The following were changes to the actuarial assumptions or other inputs that affected measurement of the total pension liability since the prior measurement period.

- The single discount rate as of August 31, 2018 was a blended rate of 6.907% and that has changed to the long-term rate of return of 7.25% as of August 31, 2019.
- With the enactment of SB3 by the 2019 Texas Legislature, an assumption has been made about how this would impact future salaries. It is assumed that eligible active members will each receive a \$2,700 increase in fiscal year 2020. This is in addition to the salary increase expected based on the actuarial assumptions.

Change of Benefit Terms Since the Prior Measurement Date

There were no changes of benefit terms that affected measurement of the total pension liability during the measurement period.

For the year ended June 30, 2020, the District recognized pension expense of \$4,682,308 and revenue and expense of \$10,447,188 for support provided by the State.

Crowley Independent School District

Notes to the Financial Statements

At June 30, 2020, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Differences between expected and actual economic experience	\$ 216,202	\$ 1,786,974
Changes in actuarial assumptions	15,967,219	6,598,410
Difference between projected and actual investment earnings	3,094,140	2,577,364
Changes in proportion and difference between the employer's contributions and the proportionate share of contributions	5,567,764	-
Contributions paid to TRS subsequent to the measurement date	2,979,558	-
	<u> </u>	<u> </u>
Total	\$ 27,824,883	\$ 10,962,748
	<u> </u>	<u> </u>

\$2,979,558 reported as deferred outflows of resources related to pensions resulting from District contributions paid subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources (deferred inflows of resources) related to pensions will be recognized in pension expense as follows:

Years ending June 30,	Pension Expense Amount
<u> </u>	<u> </u>
2020	\$ 3,404,423
2021	2,831,538
2022	3,639,171
2023	3,337,304
2024	1,123,271
2025	(453,130)
	<u> </u>
Total	\$ 13,882,577
	<u> </u>

E. Defined Other Post-Employment Benefit Plan

Plan Description

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

Crowley Independent School District

Notes to the Financial Statements

OPEB Plan Fiduciary Net Position

Detail information about the TRS-Care's fiduciary net position is available in the separately-issued TRS Comprehensive Annual Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at <http://www.trs.state.tx.us/about/documents/cafr.pdf#CAFR>; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512) 542-6592.

Benefits Provided

TRS-Care provides a basic health insurance coverage (TRS-Care 1), at no cost to all retirees from public schools, charter schools, regional education service centers and other educational districts who are members of the TRS pension plan. Optional dependent coverage is available for an additional fee.

Eligible non-Medicare retirees and their dependents may enroll in TRS-Care Standard, a high-deductible health plan. Eligible Medicare retirees and their dependents may enroll in the TRS-Care Medicare Advantage medical plan and the TRS-Care Medicare Rx prescription drug plan. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system. The Board of Trustees of TRS is granted the authority to establish basic and optional group insurance coverage for participants as well as to amend benefit terms as needed under Chapter 1575.052.

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

TRS-Care Plan Premium Rates
Effective September 1, 2019-December 31, 2020

	Medicare	Non-medicare
Retiree*	\$ 135	\$ 200
Retiree and spouse	529	689
Retiree* and children	468	408
Retiree and family	1,020	999

Contributions

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

Crowley Independent School District

Notes to the Financial Statements

Texas Insurance Code, section 1575.202 establishes the State’s contribution rate which is 1.25% of the employee’s salary. Section 1575.203 establishes the active employee’s rate which is 0.65% of pay. Section 1575.204 establishes an employer contribution rate of not less than 0.25% or not more than 0.75% of the salary of each active employee of the public. The actual employer contribution rate is prescribed by the Legislature in the General Appropriations Act.

	<u>2020</u>	<u>2019</u>
Active employee	0.65%	0.65%
Non-employer contribution entity (state)	1.25%	1.25%
Employers/District	0.75%	0.75%
Federal/private funding*	1.25%	1.25%

*Contributions paid from federal funds and private grants are remitted by the employer (District) and paid at the State rate.

The contribution amounts for the District’s fiscal year 2020 are as follows:

District contributions	\$	848,999
Member contributions		271,951
NECE on-behalf contributions (state)		1,128,062

In addition, the State of Texas contributed \$462,105, \$275,818, and \$290,082 in 2020, 2019, and 2018, respectively, for on-behalf payments for Medicare Part D.

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

TRS-Care received a supplemental appropriation from the State of Texas as the Non-Employer Contributing Entity in the amount of \$73.6 million in fiscal year 2019.

Actuarial Assumptions

The actuarial valuation of the total OPEB liability was performed as of August 31, 2018. Update procedures were used to roll forward the total OPEB liability to August 31, 2019.

The actuarial valuation of the OPEB plan offered through TRS-Care is similar to the actuarial valuation performed for the pension plan, except that the OPEB valuation is more complex. The following assumptions used for the valuation of the TRS-Care OPEB liability are identical to the assumptions employed in the August 31, 2019 TRS annual pension actuarial valuation:

<u>Demographic Assumptions</u>	<u>Economic Assumptions</u>
Rates of mortality	General inflation
Rates of retirement	Wage Inflation
Rates of termination	Salary increases
Rates of disability	

Crowley Independent School District

Notes to the Financial Statements

See Note C for detail on these assumptions. The demographic assumptions were developed in the experience study performed for TRS for the period ending August 31, 2017.

The initial medical trend rates were 10.25% for Medicare retirees and 7.50% for non-Medicare retirees. There was an initial prescription drug trend rate of 10.25% for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.50 % over a period of 13 years.

The following methods and additional assumptions were used in the TRS-Care OPEB valuation:

Actuarial cost method	Individual entry age normal
Inflation	2.63%
Aging factors	Based on plan specific experience
Election rates	Normal Retirement; 70% participation prior to age 65 and 75% after age 65.
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age- adjusted claims costs.
Ad hoc post-employment benefit changes	None

The impact of the Cadillac Tax that is returning in fiscal year 2023 has been calculated as a portion of the trend assumption. Assumptions and methods used to determine the impact of the Cadillac Tax include:

- 2018 thresholds of \$850/\$2,292 were indexed annually by 2.30%.
- Premium data submitted was not adjusted for permissible exclusions to the Cadillac Tax.
- There were no special adjustments to the dollar limit other than those permissible for non-Medicare retirees over 55.

Results indicate that the value of the excise tax would be reasonably represented by a 25 basis point addition to the long-term trend rate assumption.

Discount Rate

A single discount rate of 2.63% was used to measure the total OPEB liability at August 31, 2019. This was a decrease of 1.06% in the discount rate since the August 31, 2018 measurement date. The plan is essentially a "pay-as-you-go" plan, and based on the assumption that contributions are made at the statutorily required rates, the OPEB plan's fiduciary net position was projected to not be able to make all future benefit payments to current members and therefore, the single discount rate is equal to the prevailing municipal bond rate. The source for the rate is the Fixed Income Market Data / Yield Curve / Data Municipal Bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index".

Discount Rate Sensitivity Analysis. The following schedule shows the impact of the Net OPEB Liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (2.63%) in measuring the Net OPEB Liability.

	1% Decrease (1.63%)	Current Discount Rate (2.63%)	1% Increase (3.63%)
District's proportionate share of the net OPEB liability to the Single Discount Rate Assumption	\$ 68,300,118	\$ 56,571,635	\$ 47,396,435

Crowley Independent School District

Notes to the Financial Statements

Healthcare Cost Trend Rates Sensitivity Analysis. The following table presents the District's proportionate share of net OPEB liability using the assumed healthcare cost trend rate, as well as what the net OPEB liability would be if it were calculated using a trend rate that is 1% lower or 1% higher than the assumed health-care cost trend rate:

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
District's proportionate share of the net OPEB liability to the Healthcare Cost Trend Rate Assumption	\$ 46,149,157	\$ 56,571,635	\$ 70,532,974

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs

At August 31, 2019, the District reported a liability of \$56,571,635 for its proportionate share of the TRS's Net OPEB Liability. This liability reflects a reduction for State OPEB support provided to the District. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the net OPEB liability	\$ 56,571,635
State's proportionate share of the net OPEB liability associated with the District	75,171,052
Total	\$ 131,742,687

The net OPEB liability was measured as of August 31, 2019 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as August 31, 2018 rolled forward to August 31, 2019. The District's proportion of the net OPEB liability was based on the District's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2018 through August 31, 2019.

At August 31, 2019 the employer's proportion of the collective Net OPEB Liability was .1196240% which was an decrease of .1199266% from proportion measured as of August 31, 2018.

Changes of Assumptions Since the Prior Measurement Date

The following were changes to the actuarial assumptions or other inputs that affected measurement of the Total OPEB liability since the prior measurement period.

- The discount rate changed from 3.69% as of August 31, 2018 to 2.63% as of August 31, 2019. This change increased the total OPEB liability.
- The participation rate for pre-65 retirees was lowered from 70% to 65%. The participation rate for post-65 retirees was lowered from 75% to 50%. 25% of pre-65 retirees are assumed to discontinue their coverage at age 65. There was no lapse assumption in the prior valuation. These changes decreased the total OPEB liability.
- The trend rates were reset to better reflect the plan's anticipated experience. This change increased the total OPEB liability.
- The percentage of retirees who are assumed to have two-person coverage was lowered from 20% to 15%. In addition, the participation assumption for the surviving spouses of employees that die while actively employed was lowered from 20% to 10%. These changes decreased the total OPEB liability.

Change of Benefit Terms Since the Prior Measurement Date

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

Crowley Independent School District

Notes to the Financial Statements

For the year ended August 31, 2020, the District recognized OPEB expense of \$1,196,576 and revenue of \$1,196,576 for support provided by the State.

At August 31, 2019, the District reported its proportionate share of the TRS's deferred outflows of resources and deferred inflows of resources related to other post-employment benefits from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 2,775,320	\$ 9,257,348
Changes of assumptions	3,142,113	15,216,382
Net difference between projected and actual earnings on pension plan investments	7,341	1,237
Changes in proportion and differences between District contributions and proportionate share of contributions (cost-sharing plan)	4,123,286	168,087
District contributions after measurement date	758,468	-
Totals	\$ 10,806,528	\$ 24,643,054

\$758,468 reported as deferred outflows of resources related to OPEB resulting from District contributions paid subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources (deferred inflows of resources) related to OPEB will be recognized in OPEB expense as follows:

Years Ending June 30,	
2020	\$ (2,556,501)
2021	(2,556,501)
2022	(2,558,477)
2023	(2,559,607)
2024	(2,559,297)
Thereafter	(1,804,611)
Total	\$ (14,594,994)

F. Shared Services Arrangements

The District is the fiscal agent for a Shared Services Arrangement (SSA) which provides a regional day school for the deaf to various member districts. All services are provided by the fiscal agent. According to guidance provided in TEA's Resource Guide, the District has accounted for the fiscal agent's activities of the SSA in a special revenue fund and will be accounted for using Model 3 in the SSA section of the Resource Guide.

G. Subsequent Events

During March of 2020, the Corona Virus (COVID-19) impacted the United States, changing the way students are educated across the nation. The District provided virtual learning for our students from September 8 through October 5, 2020 at which time, the students will have the opportunity to learn face to face or to remain in a virtual setting.

Crowley Independent School District

Notes to the Financial Statements

H. Other uses

The District refunded the Texas Education Agency \$444,776 that were received in fiscal year 2019 for federal reimbursement of special educational cost. In the fiscal year 2020, it was determined that the District did not meet maintenance of effort of local and state funded special educational cost to receive \$444,776 of federal funding for special education.

Required Supplementary Information

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Crowley Independent School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balance –Budget to Actual
General Fund
For the Fiscal Year Ended June 30, 2020

Exhibit G-1

Data Control Codes		Budgeted Amounts			Variance with Final Budget Positive (Negative)
		Original	Final	Actual	
REVENUES					
5700	Local, intermediate, and out-of-district	\$ 79,843,779	\$ 78,366,779	\$ 78,561,323	\$ 194,544
5800	State program revenues	71,384,613	72,461,613	75,574,296	3,112,683
5900	Federal program revenues	2,500,000	2,900,000	2,989,150	89,150
5020	Total revenues	153,728,392	153,728,392	157,124,769	3,396,377
EXPENDITURES					
0011	Instruction	99,457,672	97,466,662	95,973,000	1,493,662
0012	Instructional resources/media services	703,028	683,028	587,385	95,643
0013	Curriculum and staff development	1,959,070	2,030,260	1,693,909	336,351
0021	Instructional leadership	3,628,064	3,593,318	3,436,623	156,695
0023	School leadership	10,366,291	11,470,167	10,705,389	764,778
0031	Guidance, counseling, and evaluation services	4,213,113	4,203,513	3,973,607	229,906
0033	Health services	2,469,969	2,469,969	1,873,505	596,464
0034	Student (pupil) transportation	8,235,000	8,985,000	6,424,173	2,560,827
0036	Extracurricular activities	3,325,445	3,404,035	3,130,096	273,939
0041	General administration	6,130,681	6,180,681	5,875,346	305,335
0051	Plant maintenance and operations	14,748,589	14,448,589	13,633,272	815,317
0052	Security and monitoring services	1,903,903	2,153,903	1,903,967	249,936
0053	Data processing services	2,652,358	2,697,358	2,518,574	178,784
0061	Community services	12,122	18,822	9,666	9,156
6030	Total expenditures	159,805,305	159,805,305	151,738,512	8,066,793
1100	Excess (deficiency) of revenues over (under) expenditures	(6,076,913)	(6,076,913)	5,386,257	11,463,170
OTHER FINANCING USES					
8949	Other uses	-	-	(444,776)	(444,776)
7080	Total other financing sources (uses)	-	-	(444,776)	(444,776)
1200	Net change in fund balances	(6,076,913)	(6,076,913)	4,941,481	11,018,394
0100	Fund balances - beginning	34,078,968	34,078,968	34,078,968	-
3000	FUND BALANCES - ENDING	\$ 28,002,055	\$ 28,002,055	\$ 39,020,449	\$ 11,018,394

The Notes to the Required Supplementary Information are an integral part of this statement.

Crowley Independent School District

Schedule of the District's Proportionate Share of the Net Pension Liability of a Cost-Sharing Multiple-Employer Pension Plan For the Last Six Fiscal Years*

	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's proportion of the net pension liability (asset)	0.099004819%	0.098037000%	0.091630600%
District's proportionate share of net pension liability (asset)	\$ 51,465,800	53,961,952	\$ 29,298,526
State's proportionate share of the net pension liability (asset) associated with the District	<u>66,506,207</u>	<u>76,778,507</u>	<u>42,617,866</u>
Total	<u>\$ 117,972,007</u>	<u>\$ 130,740,459</u>	<u>\$ 71,916,392</u>
District's covered payroll	<u>\$ 102,755,638</u>	<u>\$ 100,658,456</u>	<u>\$ 92,690,497</u>
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	50.09%	53.61%	31.61%
Plan fiduciary net position as a percentage of the total pension liability	75.24%	73.74%	82.17%

* Note: Only six years of data is presented in accordance with GASB Standard No. 68 as the data for the years other than 2020, 2019, 2018, 2017, 2016 and 2015 is not available.

<u>2017</u>	<u>2016</u>	<u>2015</u>
0.083219840%	0.084044600%	0.061010100%
\$ 31,447,600	\$ 29,708,707	\$ 16,315,928
<u>50,632,501</u>	<u>47,449,187</u>	<u>41,877,722</u>
<u>\$ 82,080,101</u>	<u>\$ 77,157,894</u>	<u>\$ 58,193,650</u>
<u>\$ 86,541,871</u>	<u>\$ 81,373,206</u>	<u>\$ 80,443,994</u>

36.34% 36.51% 20.28%

78.43% 83.25% 83.25%

Crowley Independent School District
 Schedule of the District's Contributions to the
 Teacher Retirement System of Texas Pension Plan
 For the Last Six Fiscal Years*

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required contribution	\$ 3,525,176	\$ 3,541,825	\$ 3,221,547
Contribution in relation to the contractually required contribution	<u>(3,525,176)</u>	<u>(3,541,825)</u>	<u>(3,221,547)</u>
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>
District's covered payroll	<u>\$ 108,411,080</u>	<u>\$ 102,749,035</u>	<u>\$ 98,952,355</u>
Contributions as a percentage of covered payroll	3.25%	3.45%	3.26%

* Note: Only six years of data is presented in accordance with GASB Standard No. 68 as the data for the years other than 2019, 2018, 2017, 2016 and 2015 is not available.

<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 2,936,302	\$ 2,626,714	\$ 1,567,691
<u>(2,936,302)</u>	<u>(2,626,714)</u>	<u>(1,567,691)</u>
<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 91,837,362</u>	<u>\$ 85,489,030</u>	<u>\$ 80,443,994</u>
3.20%	3.07%	1.95%

Crowley Independent School District

Exhibit G-4

Schedule of the District's Proportionate Share of the Net OPEB Liability of a Cost-Sharing Multiple-Employer OPEB Plan Teacher Retirement System of Texas Last Three Fiscal Years*

	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's proportion of the net OPEB liability	0.119623962%	0.119926600%	0.111337500%
District's proportionate share of net OPEB liability	\$ 56,571,635	\$ 59,880,440	\$ 48,416,510
State's proportionate share of the net OPEB liability associated with the District	<u>75,171,052</u>	<u>90,208,290</u>	<u>73,170,800</u>
Total	<u>\$ 131,742,687</u>	<u>\$ 150,088,730</u>	<u>\$ 121,587,310</u>
District's covered payroll	<u>\$ 102,755,638</u>	<u>\$ 100,658,456</u>	<u>\$ 92,690,497</u>
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	55.05%	59.49%	52.23%
Plan fiduciary net position as a percentage of the total OPEB liability	2.66%	1.57%	0.91%

* Note: Only three years of data is presented in accordance with GASB Standard No. 75 as the data for the years other than 2020, 2019, and 2018 is not available.

Crowley Independent School District
 Schedule of District's Contributions to the
 Teacher Retirement System of Texas OPEB Plan
 Last Three Fiscal Years*

Exhibit G-5

	<u>2020</u>	<u>2019</u>	<u>2019</u>
Contractually required contribution	\$ 905,125	\$ 854,668	\$ 798,189
Contribution in relation to the contractually required contribution	<u>(905,125)</u>	<u>(854,668)</u>	<u>(798,189)</u>
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>
District's covered payroll	<u>\$ 108,411,080</u>	<u>\$ 102,749,035</u>	<u>\$ 98,952,355</u>
Contributions as a percentage of covered payroll	0.83%	0.83%	0.81%

*Note: Only three years of data is presented in accordance with GASB Standard No. 75
 as the data for the years other than 2020, 2019, and 2018 is not available.

Crowley Independent School District
 Notes to the Required Supplementary Information

Note 1: Budgetary Data

The Board of Trustees adopts an appropriated budget on a GAAP basis for the General Fund, Child Nutrition Fund, which is included in the Federally Funded Grant fund, and the Debt Service Fund. The District is required to present the adopted and final amended budgeted revenues and expenditures for each of these funds. The District compares the final amended budget to actual revenues and expenditures. The General Fund budget appears in Exhibit G-1 and the other two budgets are in Exhibit J-4 and J-5.

The following procedures are followed in establishing the budgetary data:

1. Prior to June the District prepares a budget for the next succeeding fiscal period beginning July 1st. The operating budget includes proposed expenditures and the means of financing them.
2. A meeting of the Board is then called for the purpose of adopting the proposed budget. At least ten days public notice of the meeting must be given.
3. Prior to July 1, the budget is legally enacted through resolution by the Board. Once a budget is approved, it can only be amended at the function and fund level by approval of a majority of the members of the Board. Amendments are presented to the Board at its regular meetings. Each amendment is approved before the fact, is reflected in the official minutes of the Board, and is not made after fiscal year end. Because the District has a policy of careful budgetary control, several amendments were necessary during the year. Significant amendments were made to the following functional areas:

Function	Increase (Decrease)
Instruction	\$ 1,991,010
School leadership	(1,103,876)
Student (pupil) transportation	(750,000)
Food Service	1,385,737

4. Budgeted amounts are as amended by the Board. All budget appropriations lapse at period end.
5. The TEA requires these budgets to be filed with the Agency. The budget should not exceed expenditures in any functional expenditure category under TEA requirements. The original and final amended versions of these budgets are included in this report.

Crowley Independent School District

Notes to the Required Supplementary Information - Continued

Note 2: Net Pension Liability and Net OPEB Liability

The following factors significantly affect trends in the amounts reported for the District’s proportionate share of the net pension liability and net OPEB liability:

Changes in actuarial assumptions and inputs

<u>Measurement Date August 31,</u>	<u>Net Pension Liability</u>		<u>Net OPEB</u>
	Long-Term		<u>Liability</u>
	Discount	Rate of	Discount
	<u>Rate</u>	<u>Return</u>	<u>Rate</u>
2019	7.250%	7.250%	2.630%
2018	6.907%	7.250%	3.690%
2017	8.000%	8.000%	3.420%
2016	8.000%	8.000%	
2015	8.000%	8.000%	
2014	8.000%	8.000%	

Changes in demographic and economic assumptions

For Measurement Date August 31, 2018 – Net Pension Liability and Net OPEB Liability:

- Demographic assumptions including post-retirement mortality, termination rates, and rates of retirement and economic assumptions, including rates of salary increase for individual participants were updated based on the experience study performed for TRS for the period ending August 31, 2017.

Changes in benefit terms

For Measurement Date August 31, 2018 – Net OPEB Liability:

- Changes of benefit terms were made effective September 1, 2017 by the 85th Texas Legislature.

Other Changes

For Measurement Date August 31, 2018 – Net OPEB Liability:

- Adjustments were made for retirees that were known to have discontinued their health care coverage in fiscal year 2018.
- The health care trend rate assumption was updated to reflect the anticipated return of the Health Insurer Fee (HIF) in 2020.

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Other Supplementary Information

Crowley Independent School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2020

Data Control Codes		211 ESEA Title I Part A Imp Basic Program	224 IDEA Part B Formula	225 IDEA Part B Preschool	226 IDEA Part B High Cost
	ASSETS				
1110	Cash and cash equivalents	\$ -	\$ 508,548	\$ -	\$ -
1240	Due from other governments	16,206	-	18,933	-
1260	Due from other funds	-	-	-	-
1000	Total assets	<u>\$ 16,206</u>	<u>\$ 508,548</u>	<u>\$ 18,933</u>	<u>\$ -</u>
	LIABILITIES				
2110	Accounts payable and accrued wages and benefits payable	\$ -	\$ -	\$ -	\$ -
2170	Due to other funds	16,206	-	18,933	-
2180	Due to other governments	-	508,548	-	-
2300	Unearned revenue	-	-	-	-
2000	Total liabilities	16,206	508,548	18,933	-
	FUND BALANCES				
3430	Non-spendable: prepaids	-	-	-	-
3450	Grant funds - restricted	-	-	-	-
3450	Grant funds - committed	-	-	-	-
3000	Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
4000	TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 16,206</u>	<u>\$ 508,548</u>	<u>\$ 18,933</u>	<u>\$ -</u>

240 National School Breakfast/ Lunch Program	242 Child and Adult Care and Summer Food Service Program	244 Career and Technical Basic Grant	255 ESEA Title II Part A Training and Recruiting	263 Title III Part A English Language Acquisition	265 Title IV Part B Community Learning
\$ 1,660,544	1,977,407	\$ -	\$ -	\$ -	\$ -
-	370,327	-	1,870	749	16,839
5,315	552,873	-	-	-	-
<u>\$ 1,665,859</u>	<u>\$ 2,900,607</u>	<u>\$ -</u>	<u>\$ 1,870</u>	<u>\$ 749</u>	<u>\$ 16,839</u>
\$ 348,735	\$ 669,096	\$ -	\$ -	\$ -	\$ -
-	-	-	1,870	749	16,839
-	-	-	-	-	-
61,228	-	-	-	-	-
<u>409,963</u>	<u>669,096</u>	<u>-</u>	<u>1,870</u>	<u>749</u>	<u>16,839</u>
-	-	-	-	-	-
1,255,896	2,231,511	-	-	-	-
-	-	-	-	-	-
<u>1,255,896</u>	<u>2,231,511</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 1,665,859</u>	<u>\$ 2,900,607</u>	<u>\$ -</u>	<u>\$ 1,870</u>	<u>\$ 749</u>	<u>\$ 16,839</u>

Crowley Independent School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2020

Data Control Codes		266	289
		CARES ACT	Summer School LEP
ASSETS			
1110	Cash and cash equivalents	\$ -	\$ 65,633
1240	Due from other governments	2,595,933	4,902
1260	Due from other funds	-	-
1000	Total assets	<u>\$ 2,595,933</u>	<u>\$ 70,535</u>
LIABILITIES			
2110	Accounts payable and accrued wages and benefits payable	\$ -	\$ -
2170	Due to other funds	2,069,332	-
2180	Due to other governments	-	-
2300	Unearned revenue	526,601	-
2000	Total liabilities	2,595,933	-
FUND BALANCES			
3430	Non-spendable: prepaids	-	-
3450	Grant funds - restricted	-	70,535
3450	Grant funds - committed	-	-
3000	Total fund balances	<u>-</u>	<u>70,535</u>
4000	TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 2,595,933</u>	<u>\$ 70,535</u>

315	385	397
SSA IDEA Part B Discretionary	State Supplemental Visually Impaired	Advanced Placement Incentives
\$ -	\$ -	\$ 501
-	-	-
-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 501</u>
\$ -	\$ -	\$ -
-	-	-
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
-	-	-
-	-	501
-	-	-
<u>-</u>	<u>-</u>	<u>501</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 501</u>

Crowley Independent School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2020

<u>Data Control Codes</u>	410	427	429
	<u>State Instructional Materials</u>	<u>Special Education Fiscal Support</u>	<u>GR/AP Payments</u>
ASSETS			
1110	\$ -	\$ -	\$ 3,893
1240	-	-	-
1260	-	-	-
1000	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,893</u>
LIABILITIES			
2110	\$ -	\$ -	\$ -
2170	-	-	-
2180	-	-	2,717
2300	-	-	-
2000	<u>-</u>	<u>-</u>	<u>2,717</u>
FUND BALANCES			
3430	-	-	-
3450	-	-	1,176
3450	-	-	-
3600	-	-	-
3000	<u>-</u>	<u>-</u>	<u>1,176</u>
4000	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,893</u>

435	461	462	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
SSA Regional Day School For the Deaf	Campus Activity Funds	Communities Foundation	
\$ 253,759	\$ 655,013	\$ 46,726	\$ 5,172,024
-	-	-	3,025,759
-	994	-	559,182
<u>\$ 253,759</u>	<u>\$ 656,007</u>	<u>\$ 46,726</u>	<u>\$ 8,756,965</u>
-	210	-	1,018,041
-	-	-	2,123,929
-	-	-	511,265
-	-	46,726	634,555
-	210	46,726	4,287,790
-	-	-	-
253,759	-	-	3,813,378
-	655,797	-	655,797
-	-	-	-
<u>253,759</u>	<u>655,797</u>	<u>-</u>	<u>4,469,175</u>
<u>\$ 253,759</u>	<u>\$ 656,007</u>	<u>\$ 46,726</u>	<u>\$ 8,756,965</u>

Crowley Independent School District
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2020

Data Control Codes		211 ESEA Title I Part A Imp. Basic Programs	224 IDEA Part B Formula	225 IDEA Part B Preschool	226 IDEA Part B High Cost
	REVENUES				
5700	Local, intermediate, and out-of-state	\$ -	\$ -	\$ -	\$ -
5800	State program revenues	-	-	-	-
5900	Federal program revenues	3,804,734	2,569,436	42,106	3,000
5020	Total revenues	3,804,734	2,569,436	42,106	3,000
	EXPENDITURES				
0011	Instruction	3,345,263	435,378	19,130	3,000
0013	Curriculum and staff development	20,704	5,760	-	0
0021	Instructional leadership	374,271	89,296	-	0
0023	School leadership	43,514	-	-	-
0031	Guidance, counseling, and evaluation services	10,981	1,571,565	22,976	0
0032	Social work services	-	-	-	-
0033	Health services	-	-	-	-
0034	Student (pupil) transportation	-	-	-	-
0035	Food service	-	-	-	-
0036	Extracurricular activities	-	-	-	-
0051	Plant maintenance and operations	-	-	-	-
0053	Data processing services	-	-	-	-
0061	Community services	10,001	-	-	-
	CAPITAL OUTLAY				
0081	Facilities acquisition and construction	-	-	-	-
	INTERGOVERNMENTAL				
0093	Shared service arrangements	-	467,437	-	-
6030	Total expenditures	3,804,734	2,569,436	42,106	3,000
1200	Net change in fund balances	-	-	-	-
0100	Beginning fund balances	-	-	-	-
3000	ENDING FUND BALANCES	\$ -	\$ -	\$ -	\$ -

240 National School Breakfast/ Lunch Program	242 Child and Adult Care and Summer Food Service Program	244 Career and Technical Basic Grant	255 ESEA Title II Part A Training and Recruiting	263 Title III Part A English Language Acquisition	265 Title IV Part B Community Learning
\$ 1,233,621	\$ -	\$ -	\$ -	\$ -	\$ -
43,346	-	-	-	-	-
5,991,674	2,717,080	172,101	440,886	178,368	1,263,811
7,268,641	2,717,080	172,101	440,886	178,368	1,263,811
-	-	142,318	17,330	128,520	1,045,604
-	-	24,236	228,430	7,471	-
-	-	1,474	190,730	41,677	212,524
-	-	4,073	4,396	700	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
7,782,991	1,519,630	-	-	-	-
-	-	-	-	-	-
530,191	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	5,683
-	-	-	-	-	-
-	-	-	-	-	-
8,313,182	1,519,630	172,101	440,886	178,368	1,263,811
(1,044,541)	1,197,450	-	-	-	-
2,300,437	1,034,061	-	-	-	-
\$ 1,255,896	\$ 2,231,511	\$ -	\$ -	\$ -	\$ -

Crowley Independent School District
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2020

<u>Data Control Codes</u>		266	289
		<u>CARES ACT</u>	<u>Summer School LEP</u>
	REVENUES		
5700	Local, intermediate, and out-of-state	\$ -	\$ -
5800	State program revenues	-	-
5900	Federal program revenues	2,069,332	99,262
5020	Total revenues	2,069,332	99,262
	EXPENDITURES		
0011	Instruction	-	80,692
0012	Instructional resources and media	-	-
0013	Curriculum and staff development	-	10,686
0021	Instructional leadership	-	-
0023	School leadership	-	2,500
0032	Social work services	-	-
0033	Health services	-	-
0034	Student (pupil) transportation	2,069,332	-
0035	Food service	-	-
0036	Extracurricular activities	-	-
0041	General administration	-	-
0051	Plant maintenance and operations	-	-
0052	Security and monitoring services	-	-
0053	Data processing services	-	-
0061	Community services	-	-
	CAPITAL OUTLAY		
0081	Facilities acquisition and construction	-	-
	INTERGOVERNMENTAL		
0093	Shared service arrangements	-	-
6030	Total expenditures	2,069,332	93,878
1200	Net change in fund balances	-	5,384
0100	Beginning fund balances	-	65,151
3000	ENDING FUND BALANCES	<u>\$ -</u>	<u>\$ 70,535</u>

315	385	397
SSA IDEA Part B Discretionary	State Supplemental Visually Impaired	Advanced Placement Incentives
\$ -	\$ -	\$ -
-	9,063	501
54,116	-	-
54,116	9,063	501
54,116	9,063	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
54,116	9,063	-
-	-	501
-	-	-
\$ -	\$ -	\$ 501

Crowley Independent School District

Combining Statement of Revenues, Expenditures, and
 Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended June 30, 2020

Data Control Codes		410	427	429
		State Instructional Materials	Special Education Fiscal Support	GR/AP Payments
REVENUES				
5700	Local, intermediate, and out-of-state	\$ -	\$ -	\$ -
5800	State program revenues	2,957,844	338,000	154,043
5900	Federal program revenues	-	-	-
5020	Total revenues	2,957,844	338,000	154,043
EXPENDITURES				
0011	Instruction	2,957,844	338,000	1,351
0013	Curriculum and staff development	-	-	298
0021	Instructional leadership	-	-	146,542
0023	School leadership	-	-	5,776
0031	Guidance, counseling, and evaluation services	-	-	-
0034	Student (pupil) transportaion	-	-	-
0035	Food service	-	-	-
0036	Extracurricular activities	-	-	-
0051	Plant maintenance and operations	-	-	-
0061	Community services	-	-	-
INTERGOVERNMENTAL				
0093	Shared service arrangements	-	-	-
6030	Total expenditures	2,957,844	338,000	153,967
1200	Net change in fund balances	-	-	76
0100	Beginning fund balances	-	-	1,100
3000	ENDING FUND BALANCES	\$ -	\$ -	\$ 1,176

435	461	462	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
SSA Regional Day School For the Deaf	Campus Activity Funds	Communities Foundation	
\$ 730,383	\$ 818,337	\$ -	\$ 2,782,341
307,273	15	37,899	3,847,984
-	-	-	19,405,906
1,037,656	818,352	37,899	26,036,231
1,121,046	-	20,701	9,719,356
509	-	12,324	310,418
176	-	-	1,056,690
-	-	4,874	65,833
-	-	-	1,605,522
-	-	-	2,069,332
-	-	-	9,302,621
-	706,624	-	706,624
-	-	-	530,191
-	-	-	15,684
-	-	-	467,437
1,121,731	706,624	37,899	25,849,708
(84,075)	111,728	-	186,523
337,834	544,069	-	4,282,652
\$ 253,759	\$ 655,797	\$ -	\$ 4,469,175

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Texas Education Agency Required Schedules

Crowley Independent School District
 Schedule of Delinquent Taxes Receivable
 For the Fiscal Year Ended June 30, 2020

Last Ten Years	1		2	3	10
	Tax Rates			Net Assessed/ Appraised Value For School Tax Purposes	Beginning Balance 06/30/19
	Maintenance	Debt Service			
2011 and prior	Various	Various		\$ Various	\$ 735,998
2012	1.0400	0.4950		4,563,518,827	79,234
2013	1.0400	0.4950		4,649,374,123	91,480
2014	1.1700	0.5000		4,697,596,237	158,614
2015	1.1700	0.4800		4,953,008,170	88,291
2016	1.1700	0.4800		4,928,731,064	132,574
2017	1.1700	0.4800		5,352,592,155	254,672
2018	1.1700	0.5000		6,005,449,192	287,676
2019	1.1700	0.5000		6,526,866,934	1,048,800
2020	1.0684	0.5000		7,445,806,249	-
					<u>\$ 2,877,339</u>

* Refunded delinquent taxes were from tax collections in prior years.

20	31	32	40	50
Current Year's Total Levy	Maintenance Tax Collected and (Refunds)*	Debt Service Tax Collected and (Refunds)*	Entire Year's Adjustments	Ending Balance 06/30/20
\$ -	\$ (16,248)	\$ 24,419	\$ -	\$ 727,827
-	1,492	710	-	77,032
-	1,789	851	-	88,840
-	3,810	1,629	-	153,175
-	(13,125)	(5,609)	-	107,025
-	18,000	7,692	570	106,312
-	13,558	5,562	122,214	113,338
-	(41,583)	(17,059)	199,971	146,347
-	371,435	158,733	218,307	300,325
113,163,772	76,240,897	35,679,941	-	1,242,934
<u>\$ 113,163,772</u>	<u>\$ 76,580,025</u>	<u>\$ 35,856,869</u>	<u>\$ 541,062</u>	<u>\$ 3,063,155</u>

Crowley Independent School District
 Budgetary Comparison Schedule
 National School Breakfast and Lunch Program
 For the Fiscal Year Ended June 30, 2020

Exhibit J-4

Data Control Codes		1	2	3	Variance with Final Budget Positive (Negative)
		Budgeted Amounts		Actual	
		Original	Final		
REVENUES					
5700	Local and intermediate	\$ 1,654,936	\$ 1,654,936	\$ 1,233,621	\$ (421,315)
5800	State program revenues	42,355	42,355	43,346	991
5900	Federal program revenues	7,336,155	7,336,155	5,991,674	(1,344,481)
5020	Total revenues	9,033,446	9,033,446	7,268,641	(1,764,805)
EXPENDITURES					
0035	Food service	8,600,041	9,985,778	7,782,991	2,202,787
0051	Plant maintenance and operations	433,405	583,405	530,191	53,214
6030	Total expenditures	9,033,446	10,569,183	8,313,182	2,256,001
1100	Excess (deficiency) of revenues over (under) expenditures	-	(1,535,737)	(1,044,541)	491,196
1200	NET CHANGE IN FUND BALANCES	-	(1,535,737)	(1,044,541)	491,196
0100	Beginning fund balances	2,300,437	2,300,437	2,300,437	-
3000	ENDING FUND BALANCES	\$ 2,300,437	\$ 764,700	\$ 1,255,896	\$ 491,196

Crowley Independent School District
 Budgetary Comparison Schedule
 Debt Service Fund
 For the Fiscal Year Ended June 30, 2020

Exhibit J-5

Data Control Codes		1	2	3	Variance with Final Budget Positive (Negative)
		Budgeted Amounts		Actual	
		Original	Final		
REVENUES					
5700	Local and intermediate	\$ 36,458,870	\$ 36,458,870	\$ 36,414,254	\$ (44,616)
5800	State program revenues	-	672,000	621,101	(50,899)
5020	Total revenues	36,458,870	37,130,870	37,035,355	(95,515)
EXPENDITURES					
Debt service:					
0071	Principal	7,200,000	7,200,000	7,194,360	5,640
0072	Interest	26,010,000	26,000,000	24,565,839	1,434,161
0073	Bond issuance costs and fees	-	560,000	553,336	6,664
6030	Total expenditures	33,210,000	33,760,000	32,313,535	1,446,465
1100	Excess (deficiency) of revenues over (under) expenditures	3,248,870	3,370,870	4,721,820	1,350,950
Other financing sources (uses)					
7901	Issuance of refunding bonds	-	53,700,000	53,699,976	(24)
7916	Premium/discount on bonds	-	5,275,000	5,274,747	(253)
8949	Payment to escrow	-	(58,500,000)	(58,429,936)	70,064
7080	sources (uses)	-	475,000	544,787	69,787
1200	Net change in fund balances	3,248,870	3,845,870	5,266,607	1,420,737
100	Beginning fund balances	40,564,204	40,564,204	40,564,204	-
3000	ENDING FUND BALANCES	\$ 43,813,074	\$ 44,410,074	\$ 45,830,811	\$ 1,420,737

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Statistical Section (Unaudited)

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Statistical Section

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

Contents	Page
Financial Trends	89
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
Revenue Capacity	99
These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property and sales taxes.	
Debt Capacity	107
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt, and the District's ability to issue additional debt in the future.	
Demographic and Economic Information	115
These schedules offer demographic and economic indicators to help the reader understand how the District's financial activities take place and to help make comparisons over time and with other governments.	
Operating Information	119
These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Crowley Independent School District

Net Position By Component (Accrual Basis of Accounting) Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
PRIMARY GOVERNMENT				
Governmental activities:				
Net Investment in				
Capital Assets	\$ 9,934,578	\$ 12,907,320	\$ 16,639,206	\$ 9,720,341
Restricted	29,284,651	28,712,542	22,112,844	22,226,778
Unrestricted	<u>(13,876,125)</u>	<u>(16,005,650)</u>	<u>(12,254,283)</u>	<u>(11,578,516)</u>
Total governmental activities net position	25,343,104	25,614,212	26,497,767	20,368,603
Business-type activities:				
Net Investment in				
Capital Assets	-	-	-	-
Restricted	-	-	-	-
Unrestricted	<u>31,888</u>	<u>28,784</u>	<u>37,369</u>	<u>14,610</u>
Total business-type activities net position	31,888	28,784	37,369	14,610
TOTAL GOVERNMENT				
Net Investment in Capital Assets	9,934,578	12,907,320	16,639,206	9,720,341
Restricted	29,284,651	28,712,542	22,112,844	22,226,778
Unrestricted	<u>(13,844,237)</u>	<u>(15,976,866)</u>	<u>(12,216,914)</u>	<u>(11,563,906)</u>
TOTAL GOVERNMENT NET POSITION	<u>\$ 25,374,992</u>	<u>\$ 25,642,996</u>	<u>\$ 26,535,136</u>	<u>\$ 20,383,213</u>

The District's net position were restated for implementation of GASB 68 pension standard in fiscal year 2015 GASB 68 and implementation of GASB /5 other post employment benefit standard in fiscal year 2017.

Source: The Statement of Net Position

Exhibit L-1

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
\$ 7,047,304	\$ 6,156,615	\$ (2,360,141)	\$ (4,501,384)	\$ (2,661,848)	\$ (5,353,620)
25,167,536	21,005,745	26,838,292	30,313,586	34,632,343	36,945,599
<u>(24,401,000)</u>	<u>(22,363,516)</u>	<u>(105,012,127)</u>	<u>(82,708,507)</u>	<u>(93,616,808)</u>	<u>(93,641,913)</u>
7,813,840	4,798,844	(80,533,976)	(56,896,305)	(61,646,313)	(62,049,934)
-	-	-	-	-	-
-	-	-	-	-	-
<u>45,377</u>	<u>118,490</u>	<u>136,527</u>	<u>151,438</u>	<u>74,231</u>	<u>57,798</u>
45,377	118,490	136,527	151,438	74,231	57,798
7,047,304	6,156,615	(2,360,141)	(4,501,384)	(2,661,848)	(5,353,620)
25,167,536	21,005,745	26,838,292	30,313,586	34,632,343	36,945,599
<u>(24,355,623)</u>	<u>(22,245,026)</u>	<u>(104,875,600)</u>	<u>(82,557,069)</u>	<u>(93,542,577)</u>	<u>(93,584,115)</u>
<u>\$ 7,859,217</u> *	<u>\$ 4,917,334</u>	<u>\$ (80,397,449)</u> *	<u>\$ (56,744,867)</u>	<u>\$ (61,572,082)</u>	<u>\$ (61,992,136)</u>

Crowley Independent School District
Expenses, Program Revenues, and Net (Expense) Revenue
(Accrual Basis of Accounting)
Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
EXPENSES				
Governmental activities:				
Instruction	\$ 71,461,599	\$ 64,744,832	\$ 70,425,667	\$ 73,241,195
Instruction resources & media services	1,224,785	728,438	623,386	588,547
Curriculum & staff development	407,767	247,908	354,312	307,836
Instructional leadership	1,649,147	1,606,571	1,353,840	1,887,027
School leadership	8,043,011	7,708,084	7,713,219	8,207,218
Guidance, counseling & evaluation services	3,352,656	3,483,720	3,720,504	3,895,407
Social work services	-	-	-	-
Health services	1,345,247	994,254	1,061,246	1,208,822
Student transportation	4,984,419	5,372,805	5,133,306	5,267,279
Food service	6,770,082	7,093,503	7,138,086	6,962,896
Cocurriculum/extracurricular activities:	3,187,996	3,221,118	3,957,841	3,768,083
General administration	7,819,529	3,114,673	4,018,909	4,398,686
Plant maintenance & operations	13,022,096	12,098,821	11,358,286	12,848,794
Security & monitoring services	796,197	785,648	870,221	1,116,826
Data processing services	1,332,937	2,299,803	1,758,717	2,224,300
Community services	200	805	3,186	9,776
Interest on long-term debt	22,908,914	22,760,870	22,241,895	23,999,846
Bond issuance cost & fees	-	-	-	-
Facilities maintenance	8,214,096	1,110,277	1,364,481	7,505,130
Payments related to SSA's	148,677	215,175	281,326	317,254
Other intergovernmental charges	349,671	461,432	2,939	-
TOTAL GOVERNMENTAL ACTIVITIES EXPENSES	157,019,026	138,048,737	143,381,367	157,754,922
Business-type activities:				
Community education	62,439	50,627	24,347	41,673
Total business-type activities expenses	62,439	50,627	24,347	41,673
TOTAL PRIMARY GOVERNMENT EXPENSES	157,081,465	138,099,364	143,405,714	157,796,595
PROGRAM REVENUES				
Governmental activities:				
Charges for services				
Food services	2,488,832	2,504,121	2,321,236	2,375,300
Extracurricular	199,345	1,199,434	218,851	198,167
Other activities	2,312,976	40,967	168,326	152,862
Operating grants and contributions	22,626,824	14,289,244	19,194,802	20,348,020
TOTAL GOVERNMENTAL ACTIVITIES PROGRAM REVENUES	27,627,977	18,033,766	21,903,215	23,074,349
Business-type activities				
Charges for services				
Community education	82,440	47,523	32,932	18,914
TOTAL BUSINESS-TYPE ACTIVITIES REVENUES	82,440	47,523	32,932	18,914
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	27,710,417	18,081,289	21,936,147	23,093,263
NET (EXPENSE)/REVENUE				
Governmental activities	(118,755,078)	(116,837,211)	(121,479,348)	(136,249,595)
Business-type activities	20,001	(3,104)	8,585	(22,759)
TOTAL PRIMARY GOVERNMENT NET EXPENSE	\$ (118,735,077)	\$ (116,840,315)	\$ (121,470,763)	\$ (136,272,354)

Source: The Statement of Activities

	2015	2016	2017	2018	2019	2020
\$	84,186,905	\$ 90,863,647	\$ 97,418,337	\$ 68,947,123	\$ 112,659,926	\$ 125,375,581
	636,562	648,099	525,052	326,385	547,527	607,434
	354,643	643,624	912,408	904,616	2,451,888	2,184,372
	3,021,111	3,357,155	3,454,452	2,623,912	4,681,717	4,968,910
	8,688,269	9,409,838	9,954,983	6,665,419	11,355,875	11,312,180
	4,115,215	4,433,341	4,740,142	3,761,740	5,554,074	6,481,612
	-	-	400	-	-	-
	1,295,523	1,372,175	1,390,255	779,279	1,587,970	1,936,613
	5,253,263	5,863,124	6,715,679	7,596,553	8,237,806	8,568,246
	6,974,891	7,046,366	7,078,058	7,242,426	7,818,005	8,631,986
	5,554,913	6,073,946	4,198,028	3,484,754	4,335,245	4,281,025
	4,283,914	4,283,558	4,953,826	3,863,888	5,414,246	6,094,709
	13,093,030	13,539,521	13,270,267	11,672,304	14,015,601	14,408,837
	1,577,138	1,626,972	1,532,209	1,360,809	1,698,367	1,887,385
	2,785,651	2,898,038	2,895,504	1,985,630	2,791,354	2,511,119
	1,986	356	5,782	-	17,817	25,350
	14,420,164	19,244,266	10,836,737	15,603,747	21,825,655	27,557,777
	593,942	1,724,345	-	-	-	-
	604,189	1,063,919	10,346,388	5,415,734	-	-
	342,004	479,648	394,891	370,245	507,109	467,437
	-	-	-	-	-	-
	157,783,313	174,571,938	180,623,398	142,604,564	205,500,182	227,300,573
	110,663	75,950	101,476	56,899	175,922	64,706
	110,663	75,950	101,476	56,899	175,922	64,706
	157,893,976	174,647,888	180,724,874	142,661,463	205,676,104	227,365,279
	2,018,620	1,994,541	1,839,378	1,785,025	1,655,670	1,171,688
	218,508	204,444	220,147	198,321	157,806	143,489
	158,637	166,541	180,697	350,977	531,396	496,427
	22,409,321	28,053,837	25,798,678	(50,343)	36,119,222	40,096,018
	24,805,086	30,419,363	28,038,900	2,283,980	38,464,094	41,907,622
	141,430	157,411	111,165	71,810	98,715	48,273
	141,430	157,411	111,165	71,810	98,715	48,273
	24,946,516	30,576,774	28,150,065	2,355,790	38,562,809	41,955,895
	(132,978,227)	(144,152,575)	(152,584,498)	(140,320,584)	(167,036,088)	(185,392,951)
	30,767	81,461	9,689	14,911	(77,207)	(16,433)
\$	<u>(132,947,460)</u>	<u>(144,071,114)</u>	<u>(152,574,809)</u>	<u>(140,305,673)</u>	<u>(167,113,295)</u>	<u>(185,409,384)</u>

Crowley Independent School District
 General Revenue and Total Change in Net Position
 (Accrual Basis of Accounting)
 Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
GENERAL REVENUES AND OTHER				
CHANGES IN NET POSITION				
Governmental activities				
Property taxes				
Levied for general purposes	\$ 46,597,828	\$ 47,527,300	\$ 53,725,546	\$ 54,258,721
Levied for debt service	22,157,988	22,574,374	22,949,841	23,178,093
Investment earnings	78,479	53,962	51,332	32,342
Unrestricted grants and contributions	42,116,298	46,390,016	44,520,285	53,427,592
Miscellaneous	3,786,585	562,667	1,115,899	1,536,873
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Special Items	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL GOVERNMENTAL ACTIVITIES	114,737,178	117,108,319	122,362,903	132,433,621
CHANGE IN NET POSITION				
Governmental activities	11,328,552	(4,017,900)	271,108	883,555
Business-type activities	(8,175)	20,001	(3,104)	8,585
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 11,320,377</u>	<u>\$ (3,997,899)</u>	<u>\$ 268,004</u>	<u>\$ 892,140</u>

Source: The Statement of Activities

Exhibit L-3

	2015	2016	2017	2018	2019	2020
	\$ 57,176,859	\$ 56,464,390	\$ 61,654,489	\$ 68,698,527	\$ 72,331,872	\$ 76,957,870
	23,446,701	23,087,160	25,285,029	29,371,302	31,009,105	36,097,160
	47,420	249,329	575,431	2,351,254	5,043,972	2,911,413
	56,187,355	59,203,538	62,926,080	62,931,943	55,213,773	68,487,946
	2,826,724	2,133,162	1,810,776	605,229	683,074	534,941
	-	-	-	-	(1,995,716)	-
	139,685,059	141,137,579	152,251,805	163,958,255	162,286,080	184,989,330
	(3,815,974)	6,706,832	(332,693)	23,637,671	(4,750,008)	(403,621)
	(22,759)	30,767	9,689	14,911	(77,207)	(16,433)
	\$ (3,838,733)	\$ 6,737,599	\$ (323,004)	\$ 23,652,582	\$ (4,827,215)	\$ (420,054)

Crowley Independent School District
Fund Balances of Governmental Funds
(Accrual Basis of Accounting)
Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
GENERAL FUND				
Nonspendable	\$ 79,456	\$ 552,672	\$ 795,673	\$ 632,571
Assigned	3,872,338	-	-	-
Unassigned	13,956,756	18,901,811	20,146,309	26,281,594
TOTAL GENERAL FUND	17,908,550	19,454,483	20,941,982	26,914,165
ALL OTHER GOVERNMENTAL FUNDS				
Nonspendable	-	-	-	-
Restricted	36,387,847	35,452,918	35,813,794	53,831,903
Committed	-	-	539,894	555,543
Unassigned	-	-	(272)	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	<u>\$ 36,387,847</u>	<u>\$ 35,452,918</u>	<u>\$ 36,353,416</u>	<u>\$ 54,387,446</u>

Source: Balance Sheet of Governmental Funds

Exhibit L-4

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
\$ 159,506	\$ 431,955	\$ 411,371	\$ 438,077	\$ 745,625	\$ 442,936
1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
<u>28,660,073</u>	<u>28,356,283</u>	<u>32,189,627</u>	<u>34,556,527</u>	<u>31,833,343</u>	<u>37,077,513</u>
30,319,579	30,288,238	34,100,998	36,494,604	34,078,968	39,020,449
-	-	3,100	1,200	557,312	-
54,038,572	86,514,950	77,469,008	157,561,965	165,551,128	176,822,614
478,439	440,757	519,069	578,730	544,069	655,797
<u>(844)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(557,312)</u>	<u>-</u>
<u>\$ 54,516,167</u>	<u>\$ 86,955,707</u>	<u>\$ 77,991,177</u>	<u>\$ 158,141,895</u>	<u>\$ 166,095,197</u>	<u>\$ 177,478,411</u>

Crowley Independent School District
Changes in Fund Balances of Governmental Funds
(Accrual Basis of Accounting)
Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
REVENUES				
Local & intermediate sources	\$ 75,290,626	\$ 75,275,585	\$ 82,606,035	\$ 83,496,429
State program revenues	50,163,648	46,138,728	49,356,607	59,185,649
Federal program revenues	16,822,952	14,205,308	12,770,656	12,759,935
Total revenues	<u>142,277,226</u>	<u>135,619,621</u>	<u>144,733,298</u>	<u>155,442,013</u>
EXPENDITURES				
Instruction	71,461,601	64,744,831	70,425,669	73,240,996
Instructional resources & media services	1,224,785	728,438	623,386	588,547
Curriculum & staff development	407,767	247,910	354,313	307,835
Instructional leadership	1,649,147	1,606,572	1,353,839	1,887,028
School leadership	8,042,011	7,707,584	7,712,234	8,205,923
Guidance, counseling & evaluation services	3,352,656	3,483,721	3,720,505	3,895,406
Social work services				
Health services	1,345,247	994,254	1,061,246	1,208,822
Student transportation	4,984,419	5,372,805	5,133,306	5,267,279
Food service	6,770,082	7,093,503	7,138,085	6,962,896
Cocurriculum/extracurricular activities	3,187,997	3,221,118	3,957,841	3,768,083
General administration	2,540,047	2,690,827	3,393,034	3,840,721
Plant maintenance & operations	13,022,096	12,098,821	11,358,285	12,848,795
Security & monitoring services	796,197	785,648	870,221	1,116,826
Data processing services	1,332,937	2,299,803	1,758,717	2,224,301
Community services	200	805	3,186	9,776
Principal on long-term debt	7,698,352	7,922,647	4,489,677	4,535,021
Interest on long-term debt	14,841,762	14,686,593	17,297,169	18,686,961
Bond issuance cost & fees	368,800	151,630	455,049	777,864
Capital outlay	8,214,096	1,110,277	1,364,481	7,505,130
Payments related to SSA's	148,677	215,176	281,327	317,254
Other intergovernmental charges	349,669	461,432	2,939	-
Total expenditures	<u>151,738,545</u>	<u>137,624,395</u>	<u>142,754,509</u>	<u>157,195,464</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(9,461,319)	(2,004,774)	1,978,789	(1,753,451)
OTHER FINANCING SOURCES (USES)				
Capital-related debt				
Issued (regular bonds)	24,779,994	-	30,004,982	48,109,994
Sale of real or personal property	-	-	25,200	-
Proceeds from capital leases	116,240	-	-	-
Non-current loan proceeds	-	-	-	-
Transfers in	-	2,438,227	-	-
Premium or discount				
On issuance of bonds	1,776,752	-	6,731,740	2,839,627
Transfer out	-	-	(63,141)	(12,200)
Payment to bond refunding				
Escrow agent	(21,070,940)	-	(36,289,573)	(25,177,757)
Special Item and other uses	-	-	-	-
Total other financing sources	<u>5,602,046</u>	<u>2,438,227</u>	<u>409,208</u>	<u>25,759,664</u>
NET CHANGE IN FUND BALANCES	\$ (3,859,273)	\$ 433,453	\$ 2,387,997	\$ 24,006,213
Debt service as a percentage of noncapital expenditures*	15.70%	16.56%	15.41%	15.51%

The capital additions noted on page 24 decreases the noncapital expenditure within the calculation.

Source: Statement of Revenues Expenditures and Changes in Fund Balance

	2015	2016	2017	2018	2019	2020
\$	87,035,265	\$ 87,086,837	\$ 92,862,856	\$ 105,678,806	\$ 113,927,568	\$ 119,631,944
	62,650,294	66,110,255	69,973,430	71,137,870	62,265,966	80,061,144
	14,079,236	15,206,533	16,433,818	16,483,293	21,694,113	22,395,056
	163,764,795	168,403,625	179,270,104	193,299,969	197,887,647	222,088,144
	77,200,631	81,847,388	87,600,786	93,084,364	95,799,949	105,692,356
	608,305	617,782	503,930	512,395	490,269	587,385
	368,113	649,913	898,050	1,077,444	2,292,442	2,004,327
	3,036,848	3,311,736	3,380,523	4,062,032	4,373,724	4,493,313
	8,682,150	9,171,345	9,698,514	10,727,562	10,249,114	10,771,222
	4,209,034	4,447,886	4,646,951	5,054,392	5,154,179	5,579,129
			400	-	-	-
	1,295,689	1,329,779	1,349,688	1,392,030	1,432,939	1,873,505
	5,180,808	5,788,383	6,640,938	7,521,812	8,163,065	8,493,505
	7,394,081	7,303,565	7,806,734	8,119,528	8,056,889	9,302,621
	5,426,812	5,840,340	3,958,661	3,983,747	3,981,879	3,836,720
	4,264,187	4,184,234	4,876,904	4,946,133	5,162,686	5,875,346
	12,962,414	14,420,283	13,104,837	13,232,553	13,624,836	14,163,463
	1,577,220	1,617,160	1,520,247	1,514,964	1,713,765	1,903,967
	2,786,191	2,847,672	2,851,974	2,914,397	2,558,096	2,518,574
	2,123	-	-	-	17,817	25,350
	4,652,405	6,198,888	7,529,932	11,022,640	5,262,088	7,194,360
	17,889,684	17,709,863	16,612,972	18,582,788	22,841,638	25,119,175
	593,942	1,724,345	-	788,276	757,566	724,586
	2,319,542	3,249,974	11,772,992	22,663,125	80,684,007	80,761,705
	365,548	498,615	394,891	370,245	507,109	467,437
	-	-	-	-	-	-
	160,815,727	172,759,151	185,149,924	211,570,427	273,124,057	291,388,046
	2,949,068	(4,355,526)	(5,879,820)	(18,270,458)	(75,236,410)	(69,299,902)
	47,635,000	159,709,990	-	88,090,000	78,250,000	128,814,976
		43,700	728,050	26,506	12,226	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	2,000,000	-
	5,898,848	21,578,390	-	12,698,276	2,507,566	15,684,333
	-	-	-	-	-	(444,776)
	(52,948,781)	(144,568,355)	-	-	-	(58,429,936)
	-	-	-	-	(1,995,716)	-
	585,067	36,763,725	728,050	100,814,782	80,774,076	85,624,597
\$	3,534,135	\$ 32,408,199	\$ (5,151,770)	\$ 82,544,324	\$ 5,537,666	\$ 16,324,695
	14.22%	14.10%	13.21%	15.32%	14.66%	15.69%

Crowley Independent School District

Assessed Value and Estimated Actual Value of Taxable Property

Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Residential or real property	\$ 4,844,541,353	\$ 5,168,351,212	\$ 5,241,352,853	\$ 5,553,956,405
Personal property	232,447,866	428,187,281	449,335,891	459,431,076
Less tax exempt property	<u>758,901,199</u>	<u>1,157,604,482</u>	<u>1,150,351,152</u>	<u>1,183,584,095</u>
TOTAL ASSESSED VALUE	<u>\$ 4,318,088,020</u>	<u>\$ 4,438,934,011</u>	<u>\$ 4,540,337,592</u>	<u>\$ 4,829,803,386</u>
Total direct tax rate	1.535	1.535	1.670	1.670
ESTIMATED ACTUAL TAXABLE VALUE	<u>\$ 4,432,783,770</u>	<u>\$ 4,563,518,827</u>	<u>\$ 4,670,349,452</u>	<u>\$ 4,928,578,051</u>
Taxable assessed value as a percentage of actual taxable value	97.413%	97.270%	97.216%	97.996%

Source: Tarrant Appraisal District

Exhibit L-6

2015	2016	2017	2018	2019	2020
\$ 5,393,015,732	\$ 6,082,986,814	\$ 6,623,701,914	\$ 7,436,770,924	\$ 8,358,456,371	\$ 8,736,136,094
463,760,283	489,674,789	522,181,183	531,528,680	554,247,638	558,745,660
1,138,920,998	1,570,288,706	1,477,710,272	1,611,891,022	1,708,152,217	1,810,026,185
<u>\$ 4,717,855,017</u>	<u>\$ 5,002,372,897</u>	<u>\$ 5,668,172,825</u>	<u>\$ 6,356,408,582</u>	<u>\$ 7,204,551,792</u>	<u>\$ 7,484,855,569</u>
1.650	1.650	1.650	1.670	1.670	1.568
<u>\$ 5,022,616,604</u>	<u>\$ 5,336,218,217</u>	<u>\$ 5,943,363,517</u>	<u>\$ 6,542,890,193</u>	<u>\$ 7,459,459,320</u>	<u>\$ 7,907,408,906</u>
93.932%	93.744%	95.370%	97.150%	96.583%	94.656%

Crowley Independent School District
 Direct and Overlapping Property Tax Rates
 (Accrual Basis of Accounting)
 Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Crowley Independent School District				
General purposes	\$ 1.040000	\$ 1.040000	\$ 1.170000	\$ 1.170000
Capital purposes	0.495000	0.495000	0.500000	0.500000
TOTAL DIRECT RATES	<u>\$ 1.535000</u>	<u>\$ 1.535000</u>	<u>\$ 1.670000</u>	<u>\$ 1.670000</u>
City of Crowley	\$ 0.640000	\$ 0.669019	\$ 0.669020	\$ 0.696829
City of Fort Worth	0.855000	0.855000	0.855000	0.855000
Johnson County	0.330500	0.330500	0.333230	0.371154
Tarrant County	0.264000	0.264000	0.264000	0.264000
Tarrant County Hospital District	0.227897	0.227897	0.227900	0.227897
Tarrant County Junior College District	0.148970	0.148970	0.148970	0.149500
TOTAL DIRECT AND OVERLAPPING RATES	<u>\$ 4.001367</u>	<u>\$ 4.030386</u>	<u>\$ 4.168120</u>	<u>\$ 4.234380</u>

Source: Tarrant County Property Appraiser

Exhibit L-7

2015	2016	2017	2018	2019	2020
\$ 1.170000	\$ 1.170000	\$ 1.170000	\$ 1.170000	\$ 1.170000	\$ 1.068400
0.480000	0.480000	0.480000	0.500000	0.500000	0.500000
<u>\$ 1.650000</u>	<u>\$ 1.650000</u>	<u>\$ 1.650000</u>	<u>\$ 1.670000</u>	<u>\$ 1.670000</u>	<u>\$ 1.568400</u>
\$ 0.696800	\$ 0.739270	\$ 0.739270	\$ 0.719000	\$ 0.709000	\$ 0.681990
0.855000	0.855000	0.835000	0.805000	0.785000	0.747500
0.371100	0.407700	0.422663	0.441700	0.442000	0.425000
0.264000	0.264000	0.254000	0.244000	0.234000	0.234000
0.227897	0.227897	0.227897	0.224429	0.224429	0.224429
0.149500	0.149500	0.144730	0.140060	0.136000	0.130170
<u>\$ 4.214297</u>	<u>\$ 4.293367</u>	<u>\$ 4.273560</u>	<u>\$ 4.244189</u>	<u>\$ 4.200429</u>	<u>\$ 4.011489</u>

Crowley Independent School District
Principal Property Tax Payers
Current Fiscal Year And Nine Fiscal Years Ago

Exhibit L-8

Property Tax Payer	2020			2011		
	Taxable Value	Rank	% of Total Taxable Value	Taxable Value	Rank	% of Total Taxable Value
Oncor Electric Delivery Co LLC	\$ 85,560,450	1	1.08%	\$ 52,904,895	3	1.19%
Hulen Owner LP	70,140,322	2	0.89%	62,657,386	2	1.41%
CH Realty VIII-Knightvest MF FW Avery LP/CH Realty	68,518,953	3	0.87%		n/a	n/a
CAF TNREF IV Heights Owner LLC	50,129,374	4	0.63%		n/a	n/a
Laurel Heights at CITYVIEW LP	47,224,500	5	0.60%		n/a	n/a
Cameron Owner LLC	45,700,000	6	0.58%		n/a	n/a
EXETER 19413 DE LLC	44,433,092	7	0.56%		n/a	n/a
Wal-Mart Real Estate Business Trust	42,994,852	8	0.54%	29,756,739	4	0.67%
RDH HLC LLC	37,860,000	9	0.48%		n/a	n/a
EG Reflections LLC	36,100,000	10	0.46%		n/a	n/a
Chesapeake Operating		n/a	n/a	137,297,264	1	3.10%
Texas HCP Revx LP. Etal		n/a	n/a	24,411,302	5	0.55%
Ventana Holdings LP		n/a	n/a	22,255,567	6	0.50%
RPI Bryant Irvin Ltd.		n/a	n/a	20,730,430	7	0.47%
Independent Research Agency		n/a	n/a	20,605,942	8	0.46%
Costco Wholesale Corp.		n/a	n/a	19,769,006	9	0.45%
SW Coventry Investments		n/a	n/a	17,756,483	10	0.40%
Subtotal	\$ 528,661,543		6.69%	\$ 408,145,014		9.21%
Other taxpayers	7,378,747,363		93.31%	4,024,638,756		90.79%
TOTAL	\$ 7,907,408,906		100.00%	\$ 4,432,783,770		100.00%

Source: Tarrant County Property Appraiser

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Crowley Independent School District

Property Tax Levies and Collections

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Tax Year</u>	<u>Tax Rate</u>	<u>Total Tax Levy for Fiscal Year</u>	<u>Amount</u>	<u>Percent of Levy</u>
2011	2010	1.535000	\$ 68,275,034	\$ 66,601,919	97.55%
2012	2011	1.535000	70,050,014	68,263,420	97.45%
2013	2012	1.670000	77,865,792	75,947,277	97.54%
2014	2013	1.670000	78,074,153	76,581,898	98.09%
2015	2014	1.650000	80,581,288	79,257,028	98.36%
2016	2015	1.650000	82,858,021	79,466,495	95.91%
2017	2016	1.650000	87,934,081	85,837,294	97.62%
2018	2017	1.670000	98,485,483	97,146,914	98.64%
2019	2018	1.670000	105,635,707	104,586,907	99.01%
2020	2019	1.568400	113,163,772	111,920,838	98.90%

Source: District Records

Collections in Subsequent Years		Total Collections to Date	
Amount	Amount	Percent of Levy	
\$ 1,381,489	\$ 67,983,408	99.57%	
1,682,705	69,946,125	99.85%	
637,943	76,585,220	98.36%	
420,685	77,002,583	98.63%	
261,831	79,518,859	98.68%	
567,822	80,034,317	96.59%	
520,035	86,357,329	98.21%	
564,491	97,711,405	99.21%	
530,168	105,117,075	99.51%	
-	111,920,838	98.90%	

Crowley Independent School District

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
PRIMARY GOVERNMENT				
Governmental activities:				
General obligation bonds	\$ 307,404,381	\$ 299,666,505	\$ 291,762,504	\$ 311,622,838
Loans payable	-	-	-	-
Capital leases	310,829	126,055	10,361	-
Bond premiums				13,558,277
Accreted interest on bonds	34,053,561	35,839,412	38,782,143	42,268,081
TOTAL PRIMARY GOVERNMENT	<u>\$ 341,768,771</u>	<u>\$ 335,631,972</u>	<u>\$ 330,555,008</u>	<u>\$ 367,449,196</u>
Percentage of personal income	0.37%	0.35%	0.33%	0.34%
Population	73,866	73,436	73,089	86,222
Outstanding debt per capita	4,627	4,570	4,523	4,262

Source: Notes to the Basic Financial Statements

Exhibit L-10

2015	2016	2017	2018	2019	2020
\$ 304,095,433	\$ 325,046,535	\$ 317,516,602	\$ 394,583,962	\$ 467,571,874	\$ 535,492,490
-	-	-	-	-	-
-	-	-	-	-	-
18,517,606	37,692,046	35,798,673	46,263,721	46,406,004	55,681,166
40,536,548	40,044,203	38,729,786	35,570,259	33,888,265	34,756,825
<u>\$ 363,149,587</u>	<u>\$ 402,782,784</u>	<u>\$ 392,045,061</u>	<u>\$ 476,417,942</u>	<u>\$ 547,866,143</u>	<u>\$ 625,930,481</u>
0.34%	0.38%	0.37%	0.37%	0.37%	0.58%
94,991	96,804	96,804	96,804	96,804	96,804
3,823	4,161	4,050	4,921	5,660	6,466

Crowley Independent School District
 Ratios of General Bonded Debt Outstanding
 Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
NET ASSESSED VALUE				
All property	\$ 4,318,088,020	\$ 4,563,518,827	\$ 4,670,349,452	\$ 4,928,578,051
NET BONDED DEBT				
Gross bonded debt	\$ 307,404,381	\$ 299,666,505	\$ 291,762,504	\$ 311,622,838
Less debt service funds	<u>27,589,932</u>	<u>27,783,481</u>	<u>29,629,841</u>	<u>29,606,269</u>
TOTAL NET BONDED DEBT	<u><u>\$ 279,814,449</u></u>	<u><u>\$ 271,883,024</u></u>	<u><u>\$ 262,132,663</u></u>	<u><u>\$ 282,016,569</u></u>
Ratio of net bonded debt to assessed value	6.48%	5.96%	5.61%	5.72%
Population	73,866	73,436	73,089	86,222
Net bonded debt per capita	\$ 3,788	\$ 3,702	\$ 3,586	\$ 3,271

Source: Tarrant County Property Appraiser, National Center for Education Statistics.

Exhibit L-11

2015	2016	2017	2018	2019	2020
\$ 5,022,616,604	\$ 5,336,218,217	\$ 5,943,363,517	\$ 6,542,890,193	\$ 7,459,459,320	\$ 7,907,408,906
\$ 304,095,433 30,314,436	\$ 402,782,780 29,820,527	\$ 392,045,061 31,870,995	\$ 476,417,942 36,243,674	\$ 547,866,143 40,564,204	\$ 625,930,481 45,830,811
<u>\$ 273,780,997</u>	<u>\$ 372,962,253</u>	<u>\$ 360,174,066</u>	<u>\$ 440,174,268</u>	<u>\$ 507,301,939</u>	<u>\$ 580,099,670</u>
5.45%	6.99%	6.06%	6.73%	6.80%	7.34%
94,991	96,804	96,804	96,804	96,804	78,118
\$ 2,882	\$ 3,853	\$ 3,721	\$ 4,547	\$ 5,241	\$ 7,426

Crowley Independent School District
 Direct and Overlapping Governmental Activities Debt
 June 30, 2020

Exhibit L-12

	<u>Debt Outstanding</u>	<u>Percentage Applicable</u>	<u>Share of Overlapping Debt</u>
GOVERNMENTAL UNIT			
City of Crowley	\$ 40,800,000	100.000%	\$ 40,800,000
City of Fort Worth	764,685,000	7.320%	55,974,942
Johnson County	21,340,000	0.410%	87,494
Tarrant County	240,445,000	3.790%	9,112,866
Tarrant County Hospital District	16,135,000	3.790%	611,517
Tarrant County Junior College District	-	3.790%	-
			<hr/>
Subtotal, overlapping debt			106,586,819
District direct debt	535,492,490	100.000%	<hr/> 535,492,490
TOTAL DIRECT AND OVERLAPPING DEBT			<hr/> \$ 642,079,309 <hr/>

Source: Municipal Advisory Council and each governmental unit

The applicable percentage is based on the net taxable value of the respective entities.

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Crowley Independent School District

Legal Debt Margin Information

Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Debt limit	\$ 443,278,377	\$ 456,351,883	\$ 467,034,945	\$ 492,857,805
Total net debt applicable to limit	<u>279,814,449</u>	<u>271,883,024</u>	<u>262,132,663</u>	<u>282,016,569</u>
LEGAL DEBT MARGIN	<u>\$ 163,463,928</u>	<u>\$ 184,468,859</u>	<u>\$ 204,902,282</u>	<u>\$ 210,841,236</u>
Total net debt applicable to the limit as a percentage of debt limit	63.12%	59.58%	56.13%	57.22%

Legal debt margin calculation
for fiscal year 2019-20

Assessed value	\$ 7,907,408,906
Debt limit (10% of assessed value)	790,740,891
Debt applicable to limit:	
General obligation bonds	535,492,490
Less amount set aside for repayment of general obligation debt	<u>(45,830,811)</u>
Total net debt applicable to limit	<u>489,661,679</u>
LEGAL DEBT MARGIN	<u>\$ 301,079,212</u>

Source: District Records

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
\$ 502,261,660	\$ 533,621,822	\$ 594,336,352	\$ 654,289,019	\$ 745,945,932	\$ 790,740,891
<u>273,780,997</u>	<u>372,962,254</u>	<u>360,174,066</u>	<u>440,174,269</u>	<u>427,007,670</u>	<u>489,661,679</u>
<u>\$ 228,480,663</u>	<u>\$ 160,659,568</u>	<u>\$ 234,162,286</u>	<u>\$ 214,114,750</u>	<u>\$ 318,938,262</u>	<u>\$ 301,079,212</u>
54.51%	69.89%	60.60%	67.28%	57.24%	61.92%

Crowley Independent School District
 Demographic and Economic Statistics
 Last Ten Fiscal Years

Exhibit L-14

Fiscal Year Ended June 30	Fort Worth Metropolitan Division Population ⁽¹⁾	Fort Worth Metropolitan Division Personal Income ⁽¹⁾	Fort Worth Metropolitan Division Per Capita Personal Income ⁽¹⁾	Median Age	School Enrollment ⁽²⁾	Unemployment Rate ⁽³⁾	Educational Attainment
2011	\$ 2,237,268	\$92,115,479,000	\$ 41,173	N/A	15,240	7.8%	N/A
2012	2,274,380	96,371,508,000	42,373	N/A	15,101	7.0%	N/A
2013	2,310,168	101,339,077,000	43,867	N/A	15,060	6.5%	N/A
2014	2,350,233	107,052,713,000	45,550	N/A	15,080	6.3%	N/A
2015	2,395,645	114,790,252,000	47,916	N/A	14,985	4.2%	N/A
2016	2,439,674	115,158,052,000	47,202	N/A	15,097	4.6%	N/A
2017	2,488,538	117,143,900,000	47,073	N/A	15,223	4.3%	N/A
2018	N/A	N/A	N/A	N/A	15,253	4.3%	N/A
2019	N/A	N/A	N/A	N/A	15,253	3.4%	N/A
2020	N/A	N/A	N/A	N/A	15,996	6.3%	N/A

Source:

¹- Bureau of Economic Analysis. Personal income and Per Capita for Fort Worth Metropolitan Division updated through 2018.

²- District records

³- US Department of Labor

Crowley Independent School District

Enrollment and Attendance Data

June 30, 2020

Exhibit L-15

Fiscal Years	Average Daily Enrollment	Average Daily Attendance		
		Average Daily Attendance	Percent Increase/ (Decrease)	Percent of Enrollment
2011	15,240	14,176	0.97%	94.45%
2012	15,101	14,039	-0.97%	95.82%
2013	15,060	13,972	-0.52%	92.78%
2014	15,080	14,004	0.23%	92.86%
2015	14,985	13,953	-0.36%	93.11%
2016	15,097	14,020	0.48%	92.87%
2017	15,223	14,188	1.20%	93.20%
2018	15,253	14,189	0.01%	93.02%
2019	15,728	14,387	1.40%	91.47%
2020	15,996	14,343	-0.31%	89.66%

Source: District Records

Crowley Independent School District
Principal Employers
Current Fiscal Year and Nine Fiscal Years Ago

Exhibit L-16

Employer	2020			2011		
	Employees	Percentage	Rank	Employees	Percentage	Rank
Crowley ISD	1,855	29%	1	1,657	23%	2
Harris Methodist Southwest	1,288	20%	2	912	13%	3
First Command Financial Planning	548	9%	3	552	8%	4
Power House Retail	500	8%	4	n/a	n/a	n/a
Wal-Mart Supercenter	425	7%	5	428	6%	6
Harbison-Fischer Manufacturing	410	6%	6	350	5%	8
Dillard's	410	6%	7	400	6%	7
Super Target	400	6%	8	335	5%	9
The Broadway Plaza at Cityview	342	5%	9	325	5%	10
Macy's	150	2%	10	n/a	n/a	n/a
Baylor Medical Center		n/a	n/a	1,668	24%	1
SCS Frigette		n/a	n/a	450	6%	5
	<u>6,328</u>			<u>7,077</u>		

Source: District Records

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Crowley Independent School District

Operating Statistics

Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Average daily enrollment	15,240	15,101	15,060	15,080
Operating expenditures	\$ 100,892,102	\$ 96,129,073	\$ 102,788,822	\$ 109,470,365
Cost per pupil	6,620	6,366	6,825	7,259
Percentage change	12.28%	-3.84%	7.22%	6.36%
Teaching staff	928	940	906	941
Pupil-teacher ratio	16.4	16.06	16.62	16.03
Number of students				
Economically disadvantaged	8,099	8,150	8,926	9,443
Limited english proficiency	1,562	1,670	1,733	1,836

Source: District Records

Exhibit L-17

	2015	2016	2017	2018	2019	2020
	14,985	15,097	15,223	15,253	15,728	15,996
\$	117,309,867	\$ 125,141,794	\$ 129,537,718	\$ 137,737,632	\$ 142,190,335	\$ 151,738,512
	7,828	8,289	8,509	9,030	9,041	9,486
	7.84%	5.88%	2.66%	6.12%	6.25%	4.92%
	964	988.2	1,014	1,056	1,065	1,115
	15.54	15.28	15.01	14.45	14.80	14.35
	9,559	9,186	8,832	9,280	10,702	11,428
	1,944	2,109	2,265	2,343	2,575	2,742

Crowley Independent School District
 Full-Time Equivalent Employees by Function/Program
 Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Direct positions				
Teachers	928.0	900.2	905.8	941.0
Professional support	137.8	125.3	117.6	155.2
Campus administration	61.0	57.5	57.7	61.1
Central administration	6.0	10.0	9.9	10.0
	<u>1132.8</u>	<u>1093.0</u>	<u>1091.0</u>	<u>1167.3</u>
Total professional staff	1132.8	1093.0	1091.0	1167.3
Educational aides	231.6	168.8	202.9	196.8
Auxiliary staff	317.8	256.8	200.3	216.3
	<u>317.8</u>	<u>256.8</u>	<u>200.3</u>	<u>216.3</u>
TOTAL DISTRICT POSITIONS	<u>1,682.2</u>	<u>1,518.6</u>	<u>1,494.2</u>	<u>1,580.4</u>
Percentage change	-8.96%	-8.10%	-1.62%	5.77%

Source: District Records

Exhibit L-18

2015	2016	2017	2018	2019	2020
963.7	988.2	1014	1055.8	1065.4	1114.8
167.6	175.8	191.4	187.9	195.8	201.6
61.0	60.2	65.8	65.8	67.4	66.6
12.0	12.0	10.5	9.3	9.0	8.0
1204.3	1236.2	1281.7	1318.8	1337.6	1391.0
213.5	242.2	297.2	303.2	299.0	313.9
212.5	215.4	214.1	215.0	218.2	229.1
<u>1,630.3</u>	<u>1,693.8</u>	<u>1,793.0</u>	<u>1,837.0</u>	<u>1,854.8</u>	<u>1,934.0</u>
3.16%	3.90%	5.85%	2.45%	3.45%	4.27%

Crowley Independent School District

Teacher Base Salaries

Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Minimum salary				
Bachelor's Degree	\$ 47,308	\$ 47,308	\$ 48,727	\$ 50,000
Master's Degree	48,853	48,853	50,319	51,600
Maximum salary				
Bachelor's Degree	60,170	60,170	60,009	65,379
Master's Degree	61,715	61,715	61,600	66,924
District average actual teaching salary	52,646	52,646	51,424	54,153
Statewide average actual teaching salary	48,639	48,375	48,375	48,110

Source: District Records and the Texas Education Agency

Exhibit L-19

	2015	2016	2017	2018	2019	2020
\$	51,400	\$ 52,171	\$ 52,171	\$ 53,000	\$ 54,590	\$ 56,590
	53,000	53,795	53,795	54,500	56,135	58,190
	65,749	67,007	67,007	68,279	69,565	71,053
	67,438	68,744	68,744	70,070	71,411	72,653
	55,447	56,898	58,679	60,140	58,586	59,800
	48,819	49,109	48,819	51,890	54,122	52,162

Crowley Independent School District

School Building Information

Last Ten Fiscal Years

		<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
ELEMENTARY					
Bess Race					
Square feet	81,630				
Capacity	726				
Enrollment		668	665	697	677
Sycamore					
Square feet	72,640				
Capacity	704				
Enrollment		553	559	564	610
Deer Creek					
Square feet	73,116				
Capacity	682				
Enrollment		457	414	458	492
Meadowcreek					
Square feet	76,788				
Capacity	858				
Enrollment		664	694	709	725
Jackie Carden					
Square feet	75,014				
Capacity	770				
Enrollment		564	556	536	525
Parkway					
Square feet	75,547				
Capacity	902				
Enrollment		749	739	768	755
Oakmont					
Square feet	75,700				
Capacity	748				
Enrollment		584	567	531	592
Dallas Park					
Square feet	77,550				
Capacity	880				
Enrollment		797	767	743	681
J.A. Hargrave					
Square feet	81,630				
Capacity	638				
Enrollment		639	574	548	555
Sidney H. Poynter					
Square feet	81,630				
Capacity	704				
Enrollment		582	563	520	496
Sue Crouch Intermediate					
Square feet	81,630				
Capacity	850				
Enrollment		540	531	512	515

Crowley Independent School District
School Building Information
Last Ten Fiscal Years

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
673	677	661	577	623	561
575	576	616	627	593	672
535	506	450	514	514	680
695	685	666	558	644	632
485	511	532	515	559	583
704	724	681	656	804	494
561	607	598	632	655	543
644	617	678	741	804	551
530	551	586	559	592	406
532	596	620	545	534	448
501	456	438	631	639	550

Crowley Independent School District

School Building Information

Last Ten Fiscal Years

		<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
S.H. Crowley Intermediate					
Square feet	81,630				
Capacity	850				
Enrollment		508	494	465	445
David L. Walker Intermediate					
Square feet	81,630				
Capacity	850	678	694	645	647
Enrollment					
Mary Harris					
Square feet	81,630				
Capacity	850				
Enrollment		631	679	648	640
June Davis					
Square feet	89,451				
Capacity	798				
Enrollment					
MIDDLE SCHOOL					
H.F. Stevens					
Square feet	159,626				
Capacity	1,675				
Enrollment		884	874	902	931
Crowley					
Square feet	159,626				
Capacity	1,675				
Enrollment		669	644	615	656
Summer Creek					
Square feet	184,824				
Capacity	1,650				
Enrollment		785	786	841	833
HIGH SCHOOL					
Crowley High School					
Square feet	267,023				
Capacity	2,150				
Enrollment		1,347	1,374	1,320	1,490
North Crowley High School					
Square feet	313,706				
Capacity	2,875				
Enrollment		1,738	1,646	1,635	1,762
Crowley 9th Grade					
Square feet	99,678				
Capacity	925				
Enrollment		480	516	538	480
North Crowley 9th Grade					
Square feet	119,630				
Capacity	1,050				
Enrollment		624	675	614	649

Source: District Records

Crowley Independent School District
 School Building Information
 Last Ten Fiscal Years

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2020</u>	<u>2020</u>
456	470	466	531	537	591
643	663	660	603	631	674
668	671	677	587	620	728
					578
912	915	930	881	931	935
615	634	661	681	659	695
779	781	789	800	875	924
1,502	1,484	2,100	1,626	1,543	1,524
1,783	1,746	2,403	1,808	1,892	2,003
531	532	527	520	565	598
659	646	600	660	689	698

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Compliance Section

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

To the Board of Trustees of
Crowley Independent School District

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Crowley Independent School District (the District), as of and for the year ended June 30, 2020 and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 5, 2020.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

The Board of Trustees of
Crowley Independent School District

Purpose of this Report

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

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Fort Worth, Texas
November 5, 2020

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

To the Board of Trustees of
Crowley Independent School District

Report on Compliance for Each Major Federal Program

We have audited Crowley Independent School District's (the District) compliance with the types of compliance requirements described in the U.S. *Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2020. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control over Compliance

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identify a deficiency in internal control over compliance, described in the accompanying schedule of findings and questioned costs as item 2020-001 that we consider to be a significant deficiency.

The District's response to the internal control over compliance findings identified in our audit is described in the accompanying corrective action plan. The District response was not subject to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Fort Worth, Texas
November 5, 2020

Crowley Independent School District
 Schedule of Findings and Questioned Costs
 June 30, 2020

Section 1. Summary of Auditors' Results

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
<ul style="list-style-type: none"> Material weakness (es) identified? 	No
<ul style="list-style-type: none"> Significant deficiencies identified that are not considered to be material weakness (es)? 	None noted
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
<ul style="list-style-type: none"> Material weakness (es) identified? 	No
<ul style="list-style-type: none"> Significant deficiencies identified that are not considered to be material weakness (es)? 	Yes
Type of auditor's report issued on compliance with major programs?	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 200.516 of the Uniform Guidance?	No
Identification of major programs:	
<ul style="list-style-type: none"> 84.027 and 84.173 – Special Education IDEA Cluster 84.425D – CARES Act ESSER 10.558 – CACFP 	
Dollar threshold used to distinguish between type A and type B programs?	\$750,000
Auditee qualified as low-risk auditee?	Yes

Crowley Independent School District

Schedule of Findings and Questioned Costs - Continued
For the Fiscal Year Ended June 30, 2020

Section 2. Financial Statement Finding

There were no matters reported.

Section 3. Federal Award Findings and Questioned Costs

Finding 2020-001

Major Program: Special Education-Grants (IDEA, Part B)

Compliance Requirement: Maintenance of Effort

Criteria: Internal controls, including the timely monitoring and review of the four test methods required for maintenance of effort, must operate effectively to ensure the District meets the compliance standard required by the U.S. Office of Management and Budget (OMB) Compliance Supplement.

Condition

() Compliance Finding (X) Significant Deficiency () Material Weakness

Context/Cause

Internal controls did not timely identify that the District failed to meet the maintenance of effort requirement, resulting in a \$508,548 adjustment from federally funded special education (IDEA, Part B) cost to locally funded special education cost.

Effect and Questioned Costs

The District has recorded a due to state in the amount of \$508,548 for the federally funded special education (IDEA, Part B) cost, as reimbursement for the costs were requested and received. There are no reported questioned costs as the adjustment has been made to the District's financial statements.

Recommendation

We recommend that the District implement controls to effectively and timely monitor the District's compliance with maintenance of effort for local and state funded special education cost.

Management Response

See corrective action plan from the District.

Crowley Independent School District

Summary Schedule of Prior Year Audit Findings

For the Fiscal Year Ended June 30, 2020

Section 4: Prior Year Findings Relating to the Financial Statements Which are Required to be Reported in Accordance With Generally Accepted *Government Auditing Standards*

Finding 2019-001

Significant Deficiency – Payment to Fraudulent Account

Condition:

() Compliance Finding (X) Significant Deficiency () Material Weakness

The District made fraudulent payments in November 2018 to a fraudulent account. The District's internal controls allowed a change in payment methods to for an approved contractor without verification from the contractor's management or District management.

Corrective Action:

The District immediately contacted authorities after knowledge of the fraud, including the Federal Bureau Investigation (FBI), and began an internal review of controls and policies. Administrators went through training provided by the FBI to become better equipped so that a fraud like this does not occur again. The District also added safeguards to prevent fictitious accounts from being establish by having management review all changes in contractor payment methods

Status: Corrected



Finding 2020 – 0001

Implementation Date:

November 1, 2020

Responsible Official:

Stacey Adrian, Chief Financial Officer

Action Plan:

The District will calculate and monitor Special Education Maintenance of Effort on a quarterly basis. All requests for reimbursement will be approved after reconciling with the quarterly calculations.

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Crowley Independent School District
 Schedule of Expenditures of Federal Awards
 For the Fiscal Year Ended June 30, 2020

Exhibit K-1

Federal Grantor/ Pass Through Grantor Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF EDUCATION			
Passed Through State Department of Education:			
Title I, Part A Cluster			
ESEA, Title I, Part A - Improving Basic Programs	84.010A	19610101220912	\$ 411,428
ESEA, Title I, Part A - Improving Basic Programs	84.010A	20610101220912	2,716,801
Title I, 1003 School Improvement	84.010A	196101427110004	67,420
School Transformation Fund Planning	84.010A	196101427110004	632,433
Total CFDA Number 84.010A			3,828,082
Special Education Cluster			
IDEA - Part B, Formula	84.027A	196600012209126600	593,284
IDEA - Part B, Formula	84.027A	206600012209126600	1,976,152
IDEA - Part B, Discretionary	84.027A	206600112209126673	54,116
IDEA - Part B, High Cost Risk Pool	84.027A	2066001906220912	3,000
Total CFDA Number 84.027			2,626,552
IDEA - Part B, Preschool	84.173A	206610012209126610	42,106
Total CFDA Number 84.173A			42,106
Career and Technical - Basic Grant	84.048A	19420006220912	8,005
Career and Technical - Basic Grant	84.048A	20420006220912	164,096
Total CFDA Number 84.048A			172,101
Title IV, Part B - 21st CCLC	84.287C	196950197110009	67,885
Title IV, Part B - 21st CCLC	84.287C	206950197110009	1,241,526
Total CFDA Number 84.287			1,309,411
Title III, Part A - English Language Acquisition	84.365A	19671001220912	24,724
Title III, Part A - English Language Acquisition	84.365A	20671001220912	153,644
Total CFDA Number 84.365A			178,368
ESEA, Title II, Part A - Teacher/Principal Training	84.367A	19694501220912	57,189
ESEA, Title II, Part A - Teacher/Principal Training	84.367A	20694501220912	362,452
Title III - Principal Preparation Grant	84.367A	186945677110004	21,245
Total CFDA Number 84.367A			440,886
Title VI, Part A, Summer School	84.424A	19680101220912	36,656
Title VI, Part A, Summer School	84.424A	20680101220912	56,410
Total CFDA Number 84.424A			93,066
Texas Hurrican Homeless Youth	84.938B	69551102	4,902
Total CFDA Number 84.938B			4,902
Texas Hurricane Emergency Impact Aid	84.938C	69551102	1,295
Total CFDA Number 84.938C			1,295
Elementary and Secondary School Emergency Relief	84.425D	20521001220912	2,069,332
Total CFDA Number 84.425D			2,069,332
TOTAL DEPARTMENT OF EDUCATION			\$ 10,766,101

The Notes to the Schedule of Expenditures of Federal Awards are an integral part of this statement.

Crowley Independent School District
 Schedule of Expenditures of Federal Awards - Continued
 For the Fiscal Year Ended June 30, 2020

Exhibit K-1

Federal Grantor/ Pass Through Grantor Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF AGRICULTURE			
Passed Through State Department of Agriculture:			
Child Nutrition Cluster			
School Breakfast Program	10.553	806780706	\$ 1,647,592
National School Lunch Program	10.555	806780706	3,731,438
USDA Commodities (noncash)	10.555	220-912	612,644
Summer Food Service Program	10.559	806780706	1,436,132
Child and Adult Care Food Program	10.558	806780706	1,280,948
TOTAL DEPARTMENT OF AGRICULTURE			8,708,754
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Passed Through State Department of Health and Human Services:			
Medicaid Administrative Claiming Program	93.778	N/A	56,232
Total U.S. Department of Health and Human Services			56,232
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 19,531,087
School Health & Related Services (SHARS) [*]			2,863,969
TOTAL FEDERAL REVENUES RECONCILED TO EXHIBIT C-2			\$ 22,395,056

*Not considered federal financial assistance subject to requirements in accordance with the Uniform Guidance

Crowley Independent School District
 Notes to Schedule of Expenditures of Federal Awards
 For the Fiscal Year Ended June 30, 2020

Note 1. Summary of Significant Accounting Policies

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Crowley 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 Single Audit Act Amendments of 1996 and Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements. National School Lunch Program non-cash commodities were received and are valued at \$612,644.

Note 2. De Minimis Cost Rate

The District has elected not to use the 10% de minimis indirect cost rate as allowed under Uniform Guidance.

Note 3. Reconciliation to Basic Financial Statements

Presented below is a reconciliation of federal revenues:

Total expenditures of federal awards per Exhibit K-1	\$ 19,531,087
Additional federal revenues reported in governmental funds:	
School Health & Related Services	<u>2,863,969</u>
Total federal revenues per Exhibit C-2	<u><u>\$ 22,395,056</u></u>

School First Questionnaire

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Crowley Independent School District
 Schedule of Required Responses to Selected
 School FIRST Indicators (Unaudited)
 For the Fiscal Year Ended June 30, 2020

Exhibit L-1

<u>Data Control Codes</u>	<u>Responses</u>
SF1 Was there an unmodified opinion in the Annual Financial Report on the financial statements as a whole?	Yes
SF2 Were there any disclosures in the Annual Financial Report and/or other sources of information concerning nonpayment of any terms of any debt agreement at fiscal year end?	No
SF3 Did the school district make timely payments to the Teachers Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other government agencies?	Yes
SF4 Was the school district issued a warrant hold?	No
SF5 Did the Annual Financial Report disclose any instances of material weaknesses in internal controls over financial reporting and compliance for local, state, or federal funds?	No
SF6 Was there any disclosure in the Annual Financial Report of material noncompliance for grants, contracts, and laws related to local, state, or federal funds?	No
SF7 Did the school district post the required financial information on its website in accordance with Government Code, Local Government Code, Texas Education Code, Texas Administrative Code and other statutes, laws and rules that were in effect at the school district's fiscal year end?	Yes
SF8 Did the school board members discuss the school district's property values at a board meeting within 120 days before the school district adopted its budget?	Yes
SF9 Total accumulated accretion on CABs included in government-wide financial statements at fiscal year-end?	<u>\$ 34,756,825</u>