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Birdville Independent School District
 Annual Financial Report
 For the Fiscal Year Ended June 30, 2020
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Introductory Section

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Financial Section

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The Board of Trustees
Birdville Independent School District

Other Matters

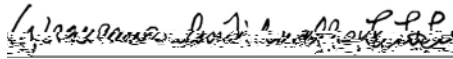
Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, statement of revenues, expenditures and changes in fund balance – budget and actual – General Fund, schedule of the District's proportionate share of the net pension liability, schedule of district contributions, schedule of the District's proportionate share of the net OPEB liability of a cost-sharing multiple-employer plan, schedule of the District's contributions to the Teacher Retirement System of Texas OPEB plan, and the notes to the required supplementary information 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

The Board of Trustees
Birdville Independent School District

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 6, 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 to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



WEAVER AND TIDWELL, L.L.P.

Fort Worth, Texas
November 6, 2020

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Government-wide financial statements distinguish net position and the changes in net position between *governmental activities*, which are supported principally by taxes and intergovernmental revenues, and *business-type activities*, which are intended to recover all or a significant portion of their costs through user fees and charges. Most of the District's activities are reported as *governmental activities* as they are primarily financed by property taxes, state aid, and federal grants; however, the District purchased an office complex during fiscal year 2018 for future facility needs. Since approximately 37 percent of this facility was leased to tenants during the fiscal year, the rental activity for the complex is reported separately as a business-type entity in the government-wide financial statements. The government-wide financial statements can be found on pages 20-23 of this report.

Fund Financial Statements. The fund financial statements provide detailed information about the District's most significant funds as opposed to the District as a whole. Funds are accounting devices used to account for specific sources of funding and spending for particular purposes. State law and bond covenants require the District to establish some funds. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related requirements.

The District's funds include three types: 1) governmental funds, 2) proprietary funds, and 3) fiduciary funds.

Governmental Funds. Most of the District's activities are reported in governmental funds. Governmental funds report on the modified accrual basis of accounting which focuses on 1) how cash and other financial resources can be readily converted to cash inflows and outflows and 2) the balances remaining at year-end available for future spending. The governmental fund statements provide a detailed short-term view of the District's operations and funds available to finance future operations. Because the focus and accounting methods are different for the governmental fund statements and the government-wide statements, reconciliation schedules are presented following each of the fund's financial statements. The governmental fund financial statements can be found on

Table I below provides a concise view of the major features of the District's financial statements including the portion of the District they cover and types of information they contain.

| | Government-wide Statements | Government Funds | Proprietary Funds | Fiduciary Funds |
|-------|--|--|----------------------------|------------------------|
| Scope | Entire District (except fiduciary funds) | Activities of the District that are not proprietary or fiduciary | Activities of the District | |

Government-Wide Financial Analysis

In fiscal year 2018, the District adopted the GASB 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 other postemployment benefit (OPEB) plans and defined contribution OPEB plans. 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 District's government-wide financial statements. More information on the District's OPEB plan is available in Note 1 and Note 11.

Net Position – Governmental Activities. For fiscal year 2020, the District's unrestricted net position reflects a deficit due to reporting the District's proportionate share of the net OPEB liability, Texas Public School Retired Employees Group Program (TRS-Care). While the total district liability is reported in the governmental activities, the actual liability does not require the use of current resources at the fund level, which results in a timing difference since the TRS-Care plan is funded on a pay-as-you-go basis. The District has made all contractually required contributions as noted in the required supplementary information and has sufficient fund balance to meet the District's ongoing obligations to students and creditors. Detailed information about the OPEB liability is provided in Note 11.

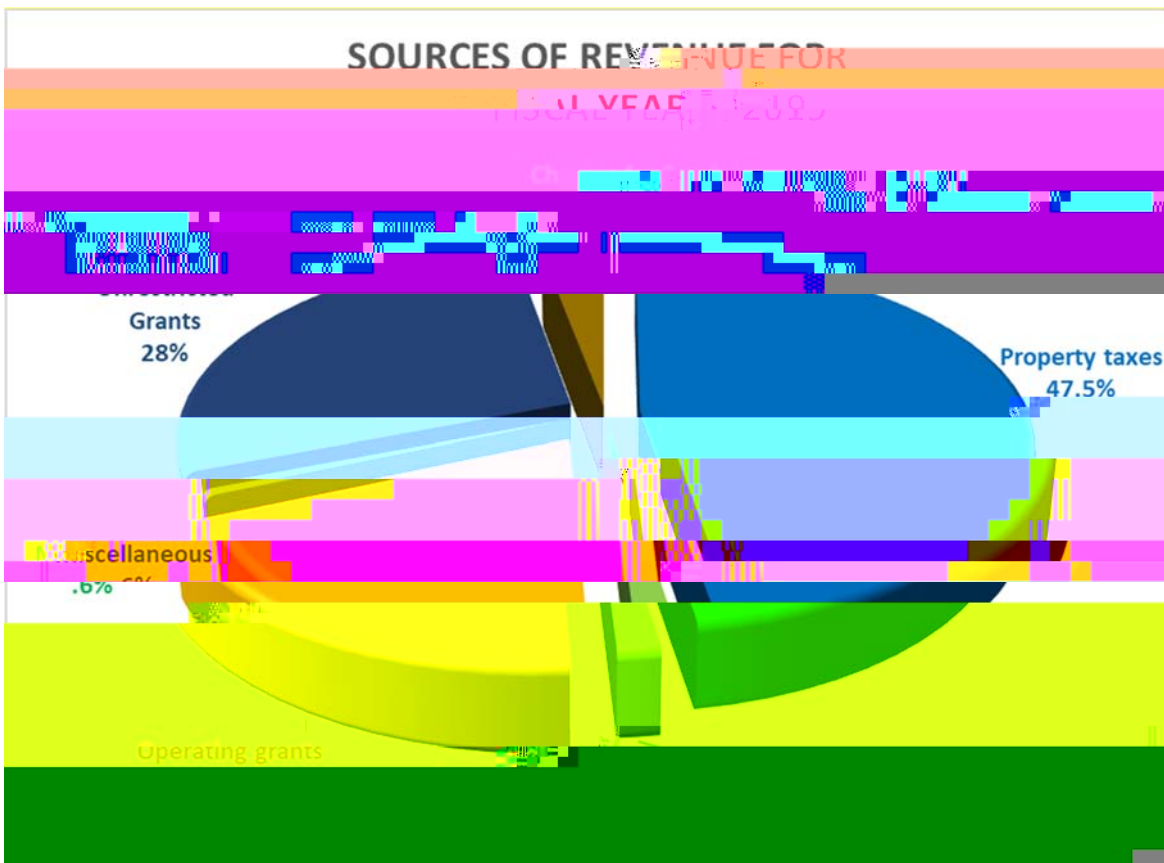
Table II provides details on the changes in the Net Position from fiscal year 2019 to fiscal year 2020. At the end of fiscal year 2020, the District's net position for all activities was approximately \$6 million (see Table II).

| | 2020 | 2019 | 2020 | 2019 | 2020 | 2019 | % Change |
|---|----------------|----------------|------------|------------|----------------|----------------|-------------|
| Assets & Deferred Outflows of Resources | | | | | | | |
| Current and other assets | \$ 360,189,773 | \$ 328,751,866 | \$ 911,187 | \$ 379,552 | \$ 361,100,960 | \$ 329,131,418 | 9.71% |

Figure 1



Figure 2

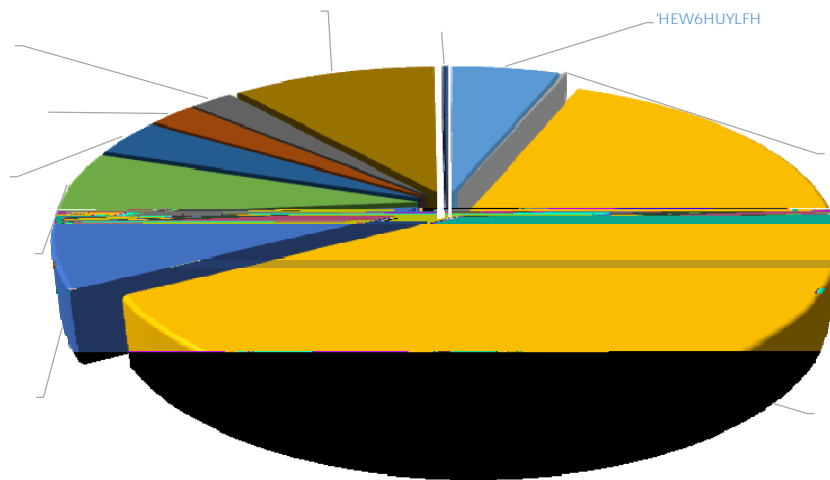


Expenses. Fiscal year 2020 expenses compared to fiscal year 2019 expenses increased by 6.4 percent. Expenses are shown in Table III by functional categories that reflect the purpose of the transaction. Various operating expenses are reflected in each functional category. Total expenses in the current fiscal year were \$309.2 million.

Increases in instructional, curriculum and media services, instructional and school leadership, and student support services were due to additional enrollment and program requirements in special program areas. Facility services increased due to the allocation of additional funds to facility repairs around the District.

Figure 3 graphically depicts the total expenses of the District by function, while Table IV presents the cost of the District's largest programs.

Figure 3



Governmental Funds.

The District's Federal Special Revenue Funds ended the year with a combined fund balance of \$4.1 million. Revenues typically approximate expenditures in the special revenue funds as grant monies are generally earned when expended. The entire ending fund balance is restricted for the child nutrition program. The Child Nutrition Fund Balance decreased \$1.25 million from the prior year due to the State mandatory campus closure from COVID-19 in March 2020. Student meals were distributed to families outside at selected campuses through a drive-through process which greatly reduced the number of meals served.

The District's various special revenue funds ended the year with a combined fund balance of \$10.1 million. This represents an increase of \$1.2 million from the prior year. The increase during the year included over \$500,000 in interest and gas lease revenues from the Legacy Fund along with a net increase in the Campus Activity Fund of around \$700,000. The ending fund balance includes both committed and restricted categories.

Proprietary Funds. The District has two proprietary funds. One is an internal service fund to process the remaining claims from a self-funded workers' compensation program that ended on June 30, 2013. On July 1, 2013, the District moved to a fully-insured workers' compensation plan. This internal service fund exists to handle the residual claims for accidents that occurred prior to July 1, 2013. At year-end, the fund had \$613,019 in total net position representing an increase from the prior year of \$9,332.

An enterprise fund was established during fiscal year 2018 to process the operational revenue and expenses related to the office complex mentioned earlier. This complex, purchased during fiscal year 2018, is partially leased to outside entities and available for District operations. At year-end, the fund had approximately \$11.25 million in total net position, an increase of \$149,371 from the prior year as a result of revenues over expenditures.

General Fund Budgetary Highlights. Over the course of the year, the District revised its budget several times. In accordance with Board Policy CE (Local), the District submits amendments during the course of the budget year to the Board of Trustees for approval. The most significant General Fund expenditure amendments included the following: the rollover of \$1.4 million from fiscal year 2019 to fund incomplete facility improvement projects; \$1.2 million for a modular building project; \$4.3 million for instructional special program expenditures required from House Bill 3 (HB3) passed during the 86th Texas Legislative session; and \$2.2 million for year-end projects.

Budget amendments for General Fund revenues included both property tax and state foundation revenues. An amendment of \$3.1 million was approved early in the year to reflect actual certified property values and estimated funding for sn; a .2(h)6(gre(s)-2.3.4(e6(0,)14.7p3l3n;)14.7(ife)-5.7(d)-6.5(v)-3.06 347.8

More detailed information about the District’s capital assets is presented in the Notes to the Financial Statements.

| Table V Capital Assets (Net of Depreciation) | | | |
|--|----------------------|-----------------------|-------------|
| | 2020 | 2019 | % Change |
| Land | \$ 20,708,081 | \$ 19,465,645 | 6.38% |
| Buildings and Improvements | 276,672,031 | 285,864,059 | -3.22% |
| Furniture and Equipment | 14,216,099 | 11,528,415 | 23.31% |
| Construction-in-Progress | 61,298,999 | 3,791,445 | 1516.77% |
| Totals | <u>\$372,895,210</u> | <u>\$ 320,649,564</u> | 16.29% |

Long-Term Debt. The District had \$674.3 million in long-term debt at year-end, an increase of \$32.1 million from the prior year. Total debt increased from the issuance of \$69.6 million in bonds. Major debt reductions include just over \$10 million in the liabilities related to the GASB 75 OBEB and GASB 68 pension liability along with \$19 million in bond principal payments during the year.

During fiscal year 2020, the District prepaid \$2.165 million in bond principal. Over \$18.4 million in bond principal payments have been prepaid by the District through fiscal year 2020, a savings of over \$11 million in interest costs to taxpayers. The District has also continued the practice of setting a maximum maturity for facility bonds of no longer than 25 years and an average five-year maturity for technology equipment purchases.

| | 2020 | 2019 | % Change |
|--------------------------------|----------------|----------------|-------------|
| Bonds Payable | \$ 440,974,598 | \$ 397,327,083 | 10.99% |
| Accreted Interest | 3,332,939 | 8,938,698 | -62.71% |
| Bond Premiums | 62,478,600 | 58,108,106 | 7.52% |
| Capital Leases | - | - | 0.00% |
| Public Property Finance Contra | 117,720 | 233,455 | -49.57% |
| Compensated Absences | 3,004,345 | 3,102,677 | -3.17% |
| Net Pension Liability | 77,013,305 | 81,687,805 | -5.72% |
| Net OPEB Liability | 87,331,784 | 92,718,411 | -5.81% |
| Totals | \$ 674,253,291 | \$ 642,116,235 | 5.00% |

Careful planning by the District during the preparation of the fiscal 2021 budget, allowed the District to provide competitive compensation for staff; continue strong instructional programs for students; and maintain a sufficient fund balance.

The maintenance and operations (M&O) tax rate under HB3 is calculated by TEA and reflects a decrease from \$0.97 to \$0.9664 per \$100 of property valuation. This is the maximum rate allowed without a tax ratification election. The rate is calculated based on property value growth and is slightly higher than expected due to the lower property values.

In regard to the Debt Service Fund, the District adopted a tax rate of \$0.4139 per \$100 of property value reflecting no increase over the prior year. The adopted tax rate is 1.35 cents lower than projected in the 2014 bond election and represents the rate promised to voters during the 2018 Bond election.

The District has prepaid over \$18.5 million in bond principal over the last seven years saving taxpayers \$11.8 million in interest payments as mentioned earlier.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money

Basic Financial Statements

Birdville Independent School District

Statement of Net Position

June 30, 2020

Exhibit A-1

| Data Control Codes | | Governmental Activities | Business-Type Activities | Total |
|-----------------------------------|--|------------------------------------|-------------------------------------|--------------|
| | ASSETS | | | |
| 1110 | Cash and cash equivalents | \$ 316,013 | \$ 91,485 | \$ 407,498 |
| 1120 | Investments - current | 298,935,700 | 789,942 | 299,725,642 |
| 1220 | Property taxes receivable (delinquent) | 9,438,316 | - | |

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

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Birdville 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 | \$ 175,326,494 | \$ 1,286,114 | \$ 32,825,893 |
| 12 | Instruction resources and media services | 3,213,665 | - | 118,858 |
| 13 | Curriculum and instructional staff development | 10,167,098 | - | 6,566,855 |
| 21 | Instructional leadership | 4,588,819 | - | 1,276,774 |
| 23 | School leadership | 15,605,553 | - | 68,171 |
| 31 | Guidance, counseling and evaluation services | 12,325,175 | - | 4,610,539 |
| 32 | Social work services | 309,417 | - | - |
| 33 | Health services | 3,257,975 | - | - |
| 34 | Student (pupil) transportation | 5,346,313 | - | 1,649,491 |
| 35 | Food services | 11,692,041 | 2,176,699 | 18,656,029 |
| 36 | Extracurricular activities | 7,744,574 | 4,046,198 | 1,759,928 |
| 41 | General administration | 7,204,290 | - | 58,170 |
| 51 | Facilities maintenance and operations | 23,160,670 | - | 521,267 |
| 52 | Security and monitoring services | 1,907,563 | - | 211,481 |
| 53 | Data processing services | 8,322,181 | - | - |
| 61 | Community services | 704,853 | - | 725,633 |
| 72 | Debt service - interest on long-term debt | 17,138,418 | - | - |
| 73 | Debt service - bond issuance cost and fees | 529,555 | - | - |
| 93 | Payments to fiscal agents SSA | 610,955 | - | - |
| 95 | Payments to juvenile justice alternative education programs | 15,222 | - | - |
| | Total governmental activities | 309,170,831 | 7,509,011 | 69,049,089 |
| | Business-type activities | | | |
| | Rental Property | 806,297 | 1,438,793 | - |
| | Total business-type activities | 806,297 | 1,438,793 | - |
| TP | TOTAL PRIMARY GOVERNMENT | \$ 309,977,128 | \$ 8,947,804 | \$ 69,049,089 |
| General revenues: | | | | |
| Taxes: | | | | |
| MT | Property taxes, levied for general purposes | | | |
| DT | Property taxes, levied for debt service | | | |
| SF | State aid - formula grants | | | |
| IE | Investment earnings | | | |
| MI | Miscellaneous local and intermediate revenue | | | |
| Transfers | | | | |
| 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.

6

| Governmental Activities | Business-Type Activities | Total |
|----------------------------|-----------------------------|------------------|
| \$ (141,214,487) | \$ - | \$ (141,214,487) |
| (3,094,807) | - | (3,094,807) |
| (3,600,243) | - | (3,600,243) |
| (3,312,045) | - | (3,312,045) |
| (15,537,382) | - | (15,537,382) |
| (7,714,636) | - | (7,714,636) |
| (309,417) | - | (309,417) |
| (3,257,975) | - | (3,257,975) |
| (3,696,822) | - | (3,696,822) |
| 9,140,687 | - | 9,140,687 |
| (1,938,448) | - | (1,938,448) |
| (7,146,120) | - | (7,146,120) |
| (22,639,403) | - | (22,639,403) |
| (1,696,082) | - | (1,696,082) |
| (8,322,181) | - | (8,322,181) |
| 20,780 | - | 20,780 |
| (17,138,418) | - | (17,138,418) |
| (529,555) | - | (529,555) |
| (610,955) | - | (610,955) |
| (15,222) | - | (15,222) |
| (232,612,731) | - | (232,612,731) |
| - | 632,496 | 632,496 |
| - | 632,496 | 632,496 |
| \$ (232,612,731) | \$ 632,496 | \$ (231,980,235) |

| | | |
|-------------|---|-------------|
| 107,199,225 | - | 107,199,225 |
| 45,226,406 | - | 45,226,406 |
| 89,229,475 | - | 89,229,475 |

0792(9,229,9288)Tim (02)593(24-55385)Jtd.125260-108297(2,6791)1D82T(1)1023508-11D-90287A9C(1)779(917)9(9)7.19

Birdville Independent School District

Balance Sheet
 Governmental Funds
 June 30, 2020

| Data Control Codes | 10 | 20 | 50 | 60 | |
|--------------------------|-----------------------------------|----------------------------|----------------------|---------------------|-------------|
| | General Fund | Federal Special Revenue | Debt Service Fund | Capital Projects | |
| ASSETS | | | | | |
| 1110 | Cash and cash equivalents | \$ 315,714 | \$ - | \$ - | \$ - |
| 1120 | Investments- current | 68,792,314 | 4,722,264 | 26,431,465 | 192,529,833 |
| 1220 | Property taxes (delinquent) | 7,118,028 | - | 2,320,288 | - |
| 1230 | Allowance for uncollectible taxes | (1,872,032) | - | | |

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

| Nonmajor Funds | 98 Total Governmental Funds |
|---------------------------|--|
| \$ 299 | \$ 316,013 |
| 5,789,493 | 298,265,369 |
| - | 9,438,316 |
| - | (|

Birdville Independent School District**Exhibit C-2**
 Reconciliation of the Governmental Funds Balance Sheet to the
 Statement of Net Position
 June 30, 2020

| | |
|--|-----------------------|
| TOTAL FUND BALANCE - GOVERNMENTAL FUNDS | \$ 308,495,240 |
| The District uses an internal service fund 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 fund are included in governmental activities in the statement of net position. The net effect is to increase net position. | 613,019 |
| Capital assets used in governmental activities are not current financial resources, and therefore, are not reported in the fund financial statements. | 702,825,261 |
| Accumulated depreciation is not reported in the fund financial statements. | (340,523,619) |
| Bonds and loans payable are not reported in the fund financial statements. | (441,092,318) |
| Interest accreted on capital appreciation bonds is not reported in the fund financial | (3,332,939) |
| Bond premiums on outstanding bonds payable are not reported in the fund financial statements. | (62,478,600) |
| Revenue from property taxes is reported as deferred revenue in the fund financial statements but is recognized as revenue in the government-wide financial statements. | 5,733,206 |
| Accrued liabilities for compensated absences are not recorded in the fund financial statements. | (3,004,345) |
| Interest on outstanding debt is accrued in the government-wide financial statements, whereas in the fund financial statements interest expenditures are recorded when due. | (7,453,192) |
| The deferred charge on bond refundings is not recorded in the fund financial statements, but is shown as a deferred outflow of resources in the government-wide financial statements. | 5,246,654 |
| Included in the items related to government-wide long-term debt is the recognition of the District's proportionate share of the net pension liability in the amount of \$77,013,305, deferred outflows of resources related to pension in the amount of \$36,946,298, and deferred inflows of resources related to pension in the amount of \$17,499,536 cumulatively resulting in a decrease in net position in the amount of \$57,566,543. | (57,566,543) |
| Included in the items related to government-wide long-term debt is the recognition of the District's proportionate share of the net OPEB liability in the amount of \$87,331,784, deferred outflows of resources related to OPEB in the amount of \$12,979,186, and deferred inflows of resources related to OPEB in the amount of \$38,351,313 cumulatively resulting in a decrease in net position in the amount of \$112,703,911. | (112,703,911) |
| NET POSITION OF GOVERNMENTAL ACTIVITIES | \$ (5,242,087) |

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

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Birdville Independent School District

Statement of Revenues, Expenditures, and Changes in Fund Balance

Governmental Funds

For the Fiscal Year Ended June 30, 2020

| Data Control Codes | | 10 General Fund | 20 Federal Special Revenue | 50 Debt Service Fund |
|--------------------------|--------------------|-----------------------|----------------------------------|----------------------------|
| | REVENUES | | | |
| 5700 | Local and intermed | | | |

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

Birdville Independent School District

Exhibit C-4

Reconciliation of the Government Funds Statement of Revenues, Expenditures,
and Changes in Fund Balances to the Statement of Activities
For the Fiscal Year Ended June 30, 2020

TOTAL NET CHANGE IN FUND BALANCE - GOVERNMENTAL FUNDS \$ 15,611,183

The District uses an internal service fund to charge the costs of certain activities, such as self-insurance, to

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Birdville Independent School District
Statement of Net Position
Proprietary Funds
June 30, 2020

Exhibit D-1

| | Business-type Activities Enterprise Funds | Governmental Activities Internal Service Fund |
|-----------------------------------|--|--|
| ASSETS | | |
| Current assets: | | |
| Cash and cash equivalents | \$ 91,485 | \$ - |
| Investments - current | 789,942 | 670,331 |
| Prepaid expenses and other assets | 29,760 | - |
| Total current assets | 911,187 | 670,331 |
| Property and Equipment: | | |
| Land | 1,859,948 | - |
| Buildings and improvements | 9,527,585 | - |
| | 11,387,533 | - |
| Less accumulated depreciation | (793,965) | |

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

Birdville Independent School District**Exhibit D-2**

Statement of Revenues, Expenses, and Changes in Fund Net Position

Proprietary Funds

For the Fiscal Year Ended June 30, 2020

| | <u>Business-type Activities Enterprise Funds</u> | <u>Governmental Activities Internal Service Fund</u> |
|--|--|--|
| OPERATING REVENUES | | |
| Local and intermediate sources | \$ 1,438,793 | \$ 387 |
| Total operating revenues | 1,438,793 | 387 |
| OPERATING EXPENSES | | |
| Contracted services | 378,976 | - |
| Supplies | 627 | - |
| Depreciation | 317,586 | - |
| Other operating costs | 109,108 | - |
| Total operating expenses | 806,297 | - |
| Operating Income | 632,496 | 387 |
| NONOPERATING REVENUES | | |
| Earnings from temporary deposits and investments | 13,155 | 8,945 |
| Total nonoperating revenues | 13,155 | 8,945 |
| Income before transfers | 645,651 | 9,332 |
| Transfers out | (496,280) | - |
| Total Transfers | (496,280) | - |
| Change in net position | 149,371 | 9,332 |
| Net position - July 1 (beginning) | 11,099,809 | 603,687 |
| NET POSITION - JUNE 30, 2020 | \$ 11,249,180 | \$ 613,019 |

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

Birdville Independent School District
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2020

Exhibit D-3

| | Business-type Activities Enterprise Funds | Governmental Activities Internal Service Fund |
|---|--|--|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Receipts from customers and interfund services | \$ 1,513,228 | \$ 50,017 |
| Cash payments to suppliers for goods and services | (477,727) | (7,038) |
| Net cash provided by operating activities | 1,035,501 | 42,979 |
| CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES | | |
| Cash received from (paid to) other funds | (700,688) | 51,854 |
| Transfers out | (496,280) | - |
| Net cash provided by (used in) non-capital financing activities | | |

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

Birdville Independent School District
Statement of Fiduciary Net Position – Agency Funds
June 30, 2020

Exhibit E-1

| | Agency Funds |
|---------------------|-------------------------|
| ASSETS | |
| Receivables | \$ 304,032 |
| TOTAL ASSETS | 304,032 |
| LIABILITIES | |

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

Birdville Independent School District
Notes to the Basic Financial Statements

Note 1. Significant Accounting Policies

Birdville Independent School District
Notes to the Basic Financial Statements

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

Birdville Independent School District
Notes to the Basic Financial Statements

The Federal Special Revenue Funds - The District accounts for resources restricted to specific purposes by a federal grantor in the federal special revenue fund. Federal financial assistance is accounted for in these special revenue funds.

Debt Service Fund - The debt service fund is utilized to account for the accumulation of resources for, and the payment of general long-term debt principal, interest, and related costs arising from general obligation bonds.

Capital Projects Fund - The capital projects fund is utilized to account for financial resources to be used for the acquisition or construction of major capital facilities. Such resources are derived from proceeds of General Obligation Bonds and interest earned on such monies and local sources designated for such purposes.

Additionally, the District reports the following fund types:

Proprietary Funds:

Internal Service Funds - Revenues and expenses related to services provided to organizations inside the District on a cost reimbursement basis are accounted for in an internal service fund. The District's Internal Service Fund is a Worker's Compensation self-insurance fund that includes only the residual claims from 2012-13 and prior, since the District began participation in a fully-insured workers' compensation program on July 1, 2013.

Enterprise Fund - The enterprise fund is a proprietary fund used to account for the operations of a District owned facility partially leased to outside en

Birdville Independent School District
Notes to the Basic Financial Statements

F. Investments

The District's general policy is to report money market investments, short-term participating interest-earning investment contracts and certain investment pools at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly

Birdville Independent School District
Notes to the Basic Financial Statements

L. Property Taxes

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

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

M. Capital Assets

Capital assets, which include land, buildings, furnitur

Birdville Independent School District
Notes to the Basic Financial Statements

O. Defined Benefit Pension Plan

The District participates in a cost-sharing multiple-employer defined benefit pension that has a special funding situation. The Teacher Retirement System of Texas (TRS) administers the Plan. The fiduciary net position of the 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/d

Birdville Independent School District

Notes to the Basic Financial Statements

- À Assigned: This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Trustees or through the Board of Trustees delegating this responsibility to other individuals in the District. Under the District's adopted policy, the Board of Trustees delegated this authority to the Superintendent or the Superintendent's designee.
- À Unassigned: This classification includes all amount

Birdville Independent School District
Notes to the Basic Financial Statements

Note 3. Bonded Debt Payable

Bonded debt payable as of June 30, 2020 is as follows:

| Description | Interest Rate Payable | Amount of Original Issue | Amount Outstanding 7/1/2019 | Issued Current Year | Refunded Current Year | Retired Current Year | Amount Outstanding 6/30/2020 |
|---|-----------------------|--------------------------|-----------------------------|---------------------|-----------------------|----------------------|------------------------------|
| Unlimited Tax School Building and Refunding Bonds Series 2002 | 3.88-5.54 | \$ 15,673,486 | \$ 3,857,879 | \$ - | \$ - | \$ 1,928,281 | \$ 1,929,598 |
| Unlimited Tax School Building and Refunding Bonds Series 2007 | 3.26-5.50 | 95,507,115 | 2,165,000 | - | - | 2,165,000 | - |
| Unlimited Tax Refunding Bonds Series 2012 | 3.00-5.00 | 21,616,597 | 10,370,000 | - | - | 5,030,000 | 5,340,000 |
| Unlimited Tax School Building Bonds Series 2015A | 2.00-5.00 | 91,975,000 | 86,585,000 | - | - | 375,000 | 86,210,000 |
| Unlimited Tax Refunding Bonds Series 2015B | 1.21-5.00 | 98,312,081 | 96,479,204 | - | - | 4,704,204 | 91,775,000 |
| Unlimited Tax School Building Bonds Series 2016 | 2.00-5.00 | 41,785,000 | 40,235,000 | - | - | 690,000 | 39,545,000 |
| Unlimited Tax School Building Bonds Series 2019 | 3.00-5.00 | 157,635,000 | 157,635,000 | - | - | 4,270,000 | 153,365,000 |
| Unlimited Tax School Building Bonds Series 2020 | 2.38-5.00 | 62,810,000 | - | 62,810,000 | - | - | 62,810,000 |
| Total bonded debt payable | | | \$ 397,327,083 | \$ 62,810,000 | \$ - | \$ 19,162,485 | \$ 440,974,598 |

Birdville Independent School District
Notes to the Basic Financial Statements

Note 8. Capital Asset Activity

Capital asset activity in the General Fund for the District for the year ended June 30, 2020 was as follows:

| | Beginning Balance | Additions | Transfers | Deletions | Ending Balance |
|--|----------------------|---------------|------------|-----------|-------------------|
| Capital assets, not being depreciated | | | | | |
| Land | \$ 17,605,697 | \$ 900,584 | \$ 347,600 | \$ 5,748 | \$ 18,848,133 |
| Construction in progress | 3,791,445 | 58,231,675 | (665,783) | 58,338 | 61,298,999 |
| Total capital assets, not being depreciated | 21,397,142 | 59,132,259 | (318,183) | 64,086 | 80,147,132 |
| Capital assets, being depreciated | | | | | |
| Buildings and improvements | 567,197,163 | 6,392,199 | 295,293 | 2,027,706 | 571,856,949 |
| Furniture and equipment | 44,084,880 | 6,713,410 | 22,890 | - | 50,821,180 |
| Total capital assets, being depreciated | 611,282,043 | 13,105,609 | 318,183 | 2,027,706 | 622,678,129 |
| Less accumulated depreciation on | | | | | |
| Buildings and improvements | 290,384,310 | 15,561,934 | - | 2,027,706 | 303,918,538 |
| Furniture and equipment | 32,556,465 | 4,048,616 | - | - | 36,605,081 |
| Total accumulated depreciation | 322,940,775 | 19,610,550 | - | 2,027,706 | 340,523,619 |
| Total capital assets, being depreciated, net | 288,341,268 | (6,504,941) | 318,183 | - | 282,154,510 |
| Governmental activities capital assets, net | \$ 309,738,410 | \$ 52,627,318 | \$ - | \$ 64,086 | \$ 362,301,642 |

Depreciation expense of the governmental activities was charged to functions/programs as follows:

| | |
|--|---------------|
| Instruction | \$ 13,135,807 |
| Instructional resources and media services | 13,905 |
| Guidance, counseling | |

Birdville Independent School District

Birdville Independent School District
Notes to the Basic Financial Statements

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.

Cash and cash equivalents as of June 30, 2020 are classified in the accompanying financial statements as follows:

| | |
|--------------------------|-------------|
| Primary government | \$ 316,013 |
| Business type activities | 91,485 |
| | <hr/> |
| | \$ 407,498 |
| | <hr/> <hr/> |

Cash and investments as of June 30, 2020 consist of the following:

| | |
|--------------------------------------|----------------|
| Deposits with financial institutions | \$ 398,880 |
| Petty cash | 8,618 |
| Investments - current | 299,725,642 |
| Investments - long-term | 19,488,641 |
| | <hr/> |
| | \$ 319,621,781 |
| | <hr/> <hr/> |

Disclosures Relating to 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. The District manages its exposure to interest rate risk by investing in investment pools which purchase a combination of shorter term investments with an average maturity of less than 120 days and by holding longer-term investments until maturity, 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. The District's investment policy has no specific limitations with respect to this metric.

As of June 30, 2020, the District had the following current and long-term investments:

| Account/Investment Type | Amount | Weighted Average Maturity |
|------------------------------------|----------------|---------------------------------|
| <hr/> | <hr/> | |
| TexPool | \$ 280,245,462 | 33 |
| Lone Star | 589,172 | 50 |
| MBIA Texas CLASS | 2,389,036 | 51 |
| Negotiable certificates of deposit | 339,423 | 428 |
| U.S. agency securities | 25,712,970 | 212 |
| State and municipal securities | 9,938,220 | 569 |
| | <hr/> | |
| | \$ 319,214,283 | |

Birdville Independent School District
Notes to the Basic Financial Statements

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the Public Funds Investment Act, the District's investment policy, or debt agreements, and the actual rating as of year-end for each investment type. The amounts held in bank and certificates of deposit are covered by FDIC insurance or pledged securities.

| Account/Investment Type | Amount | Minimum Legal Rating | Rating as of June 30, 2020 |
|------------------------------------|----------------|----------------------------|----------------------------------|
| TexPool | \$ 280,245,462 | AAA/AAAm | AAAm |
| Lone Star | 589,172 | AAA/AAAm | AAA |
| MBIA Texas CLASS | 2,389,036 | AAA/AAAm | AAAm |
| Negotiable certificates of deposit | 339,423 | N/A | N/A |
| U.S. Agency securities | 25,712,970 | N/A | AA+ |
| State and municipal securities | 9,938,220 | A or better | A - AAA |

Birdville Independent School District

Birdville Independent School District
Notes to the Basic Financial Statements

Assets and Liabilities Measured at Fair Value on a Recurring Basis

| | |
|-------------------------------|-----|
| Quoted Prices in Active | Sig |
|-------------------------------|-----|

Birdville Independent School District
Notes to the Basic Financial Statements

As the non-employer contributing entity for public education, 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 the fiscal year reduced by the amounts described below which are paid by the employers. Employers, including public schools, are required to pay the employer contribution rate in the following instances:

- À 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.
- À During a new member's first 90 days of employment.
- À When any part or all of an employee's salary is paid by federal funding sources, a privately sponsored source or from non-educational and general, or local funds.
- À 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.

- À 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.
- À 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 percent of member's salary.

Actuarial Assumptions

The total pension liability in the August 31, 2018 actuarial valuation, rolled forward to August 31, 2019 was determined using the following actuarial assumptions:

| | |
|---|--|
| Valuation date | August 31, 2018, rolled forward to August 31, 2019 |
| 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 | 2.63%* |
| Last year ending August 31 in projection period | 2116 |
| Inflation | 2.30% |
| Salary increases | 3.05% to 9.05% including inflation |
| Ad hoc post-employment benefit changes | None |
| Active mortality rates | ** |

*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."

**Based on 90% of the RP 2014 Employing 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 Health Pensioner Mortality Tables with full generational projection using the ultimate improvement rates from the most recently published projective scale U-MP.

The actuarial methods and assumptions are based primar

Birdville Independent School District
Notes to the Basic Financial Statements

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 combined to produce

Birdville Independent School District
Notes to the Basic Financial Statements

Discount Rate Sensitivity Analysis

The following schedule shows the impact of the Net Pension Liability if the discount rate used was one percent less than and one percent greater than the discount rate that was used (7.25 percent) in measuring the 2019 Net Pension Liability.

| | 1% Decrease in Discount Rate (6.25%) | Discount Rate (7.25%) | 1% Increase in Discount Rate (8.25%) |
|--|--|--------------------------|--|
| District's proportionate share of the net pension liability | \$ 118,380,638 | \$ 77,013,305 | \$ 43,497,781 |

**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 \$77,013,305 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:

| | |
|--|------------------------------|
| District's Proportionate share of the collective net pension liability | \$ 77,013,305 |
| State's proportionate share that is associated with the District | <u>102,814,965</u> |
| Total | <u><u>\$ 179,828,270</u></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 of 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 perri 52t iy pcSep

Birdville Independent School District
Notes to the Basic 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 | \$ 323,525 | \$ (2,674,024) |
| Changes in actuarial assumptions | 23,893,309 | (9,873,846) |
| Difference between projected and actual investment earnings | 4,630,063 | (3,856,761) |
| Changes in proportion and difference between the employer's contributions and the proportionate share of contributions | 3,268,542 | (1,094,905) |
| Contributions paid to TRS subsequent to the measurement date | 4,830,859 | - |
| | <u> </u> | <u> </u> |
| Total | <u>\$ 36,946,298</u> | <u>\$ (17,499,536)</u> |

Birdville Independent School District
Notes to the Basic Financial Statements

Benefits Provided

TRS-Care provides health insurance coverage to retirees from public schools, charter schools, regional education service centers and other educational districts who are members of the TRS pension 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 elect to participate in one of the two Medicare health plans for an additional fee. 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 the optional health insurance are based on years of service of the member. The premium rates for retirees are reflected in the following table:

TRS-Care Monthly Premium Rates

| | <u>Medicare</u> | <u>Non Medicare</u> |
|-----------------------|-----------------|---------------------|
| Retiree* | \$ 135 | \$ 200 |
| Retiree* and spouse | 529 | 689 |
| Retiree* and children | 468 | 408 |
| Retiree and Family | 1,020 | 999 |

* or surviving spouse

Contributions

Contribution rates for the TRS-Care plan are established in state statute by the Texas Legislat12e.2()t-1.6-1ETQu((t)-1.

Birdville Independent School District
Notes to the Basic Financial Statements

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

| | | |
|--------------------------------------|----|-----------|
| District contributions | \$ | 1,310,632 |
| Member contributions | | 1,006,192 |
| NECE on-behalf contributions (state) | | 1,741,432 |

Birdville Independent School District
 Notes to the Basic Financial Statements

Healthcare Cost Trend Rates 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 percent lower or 1 percent higher than the assumed health-care cost trend rate:

| | <u>1% Decrease</u> | <u>Current Discount Rate</u> | <u>1% Increase</u> |
|--|--------------------|----------------------------------|--------------------|
| District’s Proportionate share of the Net OPEB Liability | 71,242,206 | 87,331,784 | 108,884,431 |

OPEB Liabilities, OPEB Expense, an

Birdville Independent School District
Notes to the Basic Financial Statements

At June 30, 2020, the District reported 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 |
|--|--------------------------------------|-------------------------------------|
| | <u> </u> | <u> </u> |
| Differences between expected and actual economic experience | \$ 4,284,366 | \$ (14,290,920) |
| Changes of assumptions | 4,850,600 | (23,490,107) |
| Net difference between projected and actual earnings on pension plan investments | 11,332 | (1,910) |
| Changes in proportion and differences between District contributions and proportionate share of contributions (cost-sharing plan) | 2,688,047 | (568,376) |
| District contributions after measurement date | <u>1,144,841</u> | - |
| Totals | <u>\$ 12,979,186</u> | \$ (38,351,313) |

Birdville Independent School District

Birdville Independent School District
Notes to the Basic Financial Statements

Note 15. Unearned Revenue

Unearned revenue at June 30, 2020 consisted of the following:

| Fund | Federal Special Revenue Fund | Nonmajor Fund | Enterprise Fund | Total |
|-----------------|------------------------------------|------------------|--------------------|------------|
| Grant funds | \$ - | \$ 152,184 | \$ - | \$ 152,184 |
| State funding | - | 248,478 | - | 248,478 |
| Federal funding | 10,698 | - | - | 10,698 |
| Rental payments | - | - | 153,970 | 153,970 |
| Total | \$ 10,698 | \$ 400,662 | \$ 153,970 | \$ 565,330 |

Birdville Independent School District
Notes to the Basic Financial Statements

During the year ended June 30, 2020, the District transferred \$496,280 from the District's Enterprise Fund, which was all to the District's capital projects funds. The District transferred \$3,315,697 from general fund and \$75,000 from nonmajor funds to capital project funds to commit funds for capital projects.

Note 17. Instructional Materials Allotment

In May 2011, Senate Rule 6, repealed the technology allotment used by Texas schools and created an Instructional Materials Allotment (IMA) for the purchase of instructional materials, technology equipment, and technology related services. Under the IMA instructional material purchases must be made through TEA's online registration system. Instructional materials acquired through the IMA totaling \$875,857 are recorded as revenues in the State Instructional Materials Fund.

Ownership of textbooks previously purchased by the state and utilized by the District was transferred to the District. The majority of these textbooks were sold or otherwise disposed of in accordance with TEA

Required Supplementary Information

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Birdville Independent School District

Exhibit G-1

Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget and Actual – General Fund
 For the Fiscal Year Ended June 30, 2020

| Data Control Codes | | Original | Final | Actual Amounts (GAAP BASIS) | Variance Final Budget Positive or (Negative) |
|---------------------|--|----------------|----------------|-----------------------------|--|
| REVENUES | | | | | |
| 5700 | Local and intermediate sources | \$ 106,567,144 | \$ 110,537,293 | \$ 108,459,867 | \$ (2,077,426) |
| 5800 | State program revenues | 100,055,968 | 103,873,277 | 100,501,279 | (3,371,998) |
| 5900 | Federal program revenues | 4,800,000 | 4,800,000 | 5,405,420 | 605,420 |
| 5020 | Total revenues | 211,423,112 | 219,210,570 | 214,366,566 | (4,844,004) |
| EXPENDITURES | | | | | |
| Current: | | | | | |
| 0011 | Instruction | 126,163,644 | 126,847,647 | 117,882,867 | 8,964,780 |
| 0012 | Instructional resources and media services | 2,969,406 | 3,022,451 | 2,814,022 | 208,429 |
| 0013 | Curriculum and instructional staff development | 5,443,109 | 6,072,539 | 5,330,445 | 742,094 |
| 0021 | Instructional leadership | 3,066,451 | 3,240,960 | 3,120,346 | 120,614 |
| 0023 | School leadership | 13,539,060 | 13,905,002 | 13,440,668 | 464,334 |
| 0031 | Guidance, counselin) | | | | |

Birdville Independent School District
Schedule of District Contributions
Teacher Retirement System of Texas
For the Last Six Fiscal Years

Exhibit G-3

| | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|-------------------------------------|--------------|--------------|-----------|------|------|------|
| Contractually required contribution | \$ 3,723,500 | \$ 3,443,297 | 3,152,523 | | | |

Birdville 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*

| | 2020 | 2019 | 2018 |
|--|----------------|----------------|----------------|
| District's proportion of the net OPEB liability | 0.18466805330% | 0.18569339350% | 0.18009116910% |
| District's proportionate share of net OPEB liability | \$ 87,331,784 | \$ 92,718,411 | \$ 78,314,894 |
| State's proportionate share of the net OPEB liability associated with the District | 116,044,407 | 127,991,692 | 114,520,097 |
| Total | \$ 203,376,191 | \$ 220,710,103 | \$ 192,834,991 |
| District's covered-employee payroll | \$ 155,077,804 | \$ 152,239,652 | \$ 149,392,854 |
| District's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll | 56% | 61% | 52% |
| 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

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

Exhibit G-5

| | 2020 | 2019 | 2018 |
|-------------------------------------|--------------|------------|------------|
| Contractually required contribution | \$ 1,357,316 | \$ 983,474 | \$ 962,118 |
| Contribution in relation to the | | | |

Birdville Independent School District
Notes to Required Supplementary Information
Year Ended June 30, 2020

Budgetary Data

The Board of Trustees adopts an appropriated budget on a GAAP basis for the General Fund, Food Service Fund, which is included in the Special Revenue funds, and 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 Exhibits J-2 and J-3.

The following procedures are followed in establishing the budgetary data:

1. Prior to June 20, the District prepares a budget for the next succeeding fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them.
2. A meeting of the Board is then called for the purpose of adopting the proposed budget. At least ten days public notice of the meeting must be given.
3. Prior to July 1, the budget is legally enacted through 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 made 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.
4. Budgeted amounts are as amended by the Board. All budget appropriations lapse at year end.
5. The Texas Education Agency requires these budgets to be filed with the Texas Education Agency. Expenditures should not exceed the budget in any functional expenditure category under TEA requirements. The original and final amended versions of these budgets are used in this report.

Budget Amendments

During the year, numerous budget amendments are approved by the Board in order to redistribute the budget to align specific amounts to meet prot-ethy.9641 0 6.5(e)-1.8(nd)3.4(i)9.641 0 6.ndi(an)6.1contsol. 1 Tc.000e

Birdville Independent School District

Notes to Required Supplementary Information

Year Ended June 30, 2020

Pension Liability

Pension Changes of Benefit Terms

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

Pension Changes of Assumptions

The following were changes to the actuarial assumptions or other inputs that affected measurement of

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Other Supplementary Information

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Combining Statements

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

| Data Control Codes | | 385 Visually Impaired SSVI | 397 Advanced Placement Incentives | 410 State Instructional Materials Fund | 429 Other State Special Revenue Funds |
|----------------------------|-------------------------------|---|--|---|--|
| ASSETS | | | | | |
| 1110 | Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - |
| 1120 | Investments-current | - | - | - | - |
| 1240 | Due from other governments | 14,589 | - | 1,462,324 | - |
| 1250 | Accrued interest | - | - | - | - |
| 1260 | Due from other funds | - | 41,498 | - | 109,227 |
| 1290 | Other receivables | - | - | - | - |
| 1410 | Prepaid items | - | - | - | - |
| 1910 | Long-term investments | - | - | - | - |
| 1000 | TOTAL ASSETS | \$ 14,589 | \$ 41,498 | \$ 1,462,324 | \$ 109,227 |
| LIABILITIES | | | | | |
| 2110 | Accounts payable | \$ 1,118 | \$ - | \$ 1,168,211 | \$ - |
| 2160 | Accrued wages payable | - | - | 22,246 | - |
| 2170 | Due to other funds | 13,471 | - | 258,332 | - |
| 2180 | Due to other governments | - | - | 13,535 | - |
| 2190 | Due to student groups | - | - | - | - |
| 2300 | Unearned revenues | - | - | - | 109,227 |
| 2000 | Total liabilities | 14,589 | - | 1,462,324 | 109,227 |
| FUND BALANCES | | | | | |
| Nonspendable fund balance: | | | | | |
| 3430 | Prepays | - | - | - | - |
| Restricted fund balance | | | | | |
| 3450 | Federal or state funds grants | - | 41,498 | - | - |
| Committed fund balance | | | | | |
| | | | 4 | - | 10 |

| 435 SSA Regional Day School - Deaf | 461 Campus Activity Funds | 481 Other Grants | 489 Other Local Special Revenue Funds | 492 Athletic Competition |
|---|------------------------------------|------------------------|--|--------------------------------|
| \$ - | - | | | |

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

Exhibit H-1 (Cont'd)

| <u>Data Control Codes</u> | <u>494</u> <u>Career Tech</u> | <u>497</u> <u>Birdville Education Foundation</u> | <u>498</u> <u>Legacy Fund</u> | <u>Total Nonmajor Governmental Funds</u> | |
|----------------------------|--|---|----------------------------------|--|----------------------|
| ASSETS | | | | | |
| 1110 | Cash and cash equivalents | \$ - | \$ - | \$ 299 | \$ 299 |
| 1120 | Investments-current | - | - | 3,681,698 | 5,789,493 |
| 1240 | Due from other governments | - | - | - | 2,459,797 |
| 1250 | Accrued interest | - | - | 56,053 | 56,053 |
| 1260 | Due from other funds | 46,310 | 12,061 | - | 588,758 |
| 1290 | Other receivables | - | - | 25,074 | 25,074 |
| 1410 | Prepaid items | - | - | - | 23,025 |
| 1910 | Long-term investments | - | - | 4,769,879 | 4,769,879 |
| 1000 | TOTAL ASSETS | <u>\$ 46,310</u> | <u>\$ 12,061</u> | <u>\$ 8,533,003</u> | <u>\$ 13,712,378</u> |
| LIABILITIES | | | | | |
| 2110 | Accounts payable | \$ - | \$ 6,137 | \$ 55,736 | \$ 1,234,581 |
| 2160 | Accrued wages payable | - | - | - | 274,948 |
| 2170 | Due to other funds | - | - | - | 1,129,917 |
| 2180 | Due to other governments | - | - | - | 13,535 |
| 2190 | Due to student groups | - | - | 64 | 517,390 |
| 2300 | Unearned revenues | - | 5,924 | - | 400,662 |
| 2000 | Total liabilities | - | 12,061 | 55,800 | 3,571,033 |
| FUND BALANCES | | | | | |
| Nonspendable fund balance: | | | | | |
| 3430 | Prepays | - | - | - | 23,025 |
| Restricted fund balance | | | | | |
| 3450 | Federal or state funds grants | - | - | - | 41,498 |
| Committed fund balance | | | | | |
| 3545 | Other committed fund balance | 46,310 | - | 8,477,203 | 10,076,822 |
| 3000 | Total fund balances | 46,310 | - | 8,477,203 | 10,141,345 |
| 4000 | TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 46,310</u> | <u>\$ 12,061</u> | <u>\$ 8,533,003</u> | <u>\$ 13,712,378</u> |

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Birdville Independent School District

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

| Data Control Codes | 385 Visually Impaired SSVI | 397 Advanced Placement Incentives | 410 Instructional Materials Fund |
|--------------------------|-------------------------------------|--|---|
|--------------------------|-------------------------------------|--|---|

REVENUES

Exhibit H-2

| 429 Other State Special Revenue Funds | 435 SSA Regional Day School - Deaf | 461 Campus Activity Funds | 481 Other Grants | 489 Other Local Special Revenue Funds | 492 Athletic Competition |
|--|---|------------------------------------|------------------------|--|--------------------------------|
| \$ - | \$ 1,182,653 | \$ 3,614,510 | \$ - | \$ 220,929 | \$ 22,935 |
| 45,337 | 552,030 | - | 832,330 | - | - |
| 45,337 | 1,734,683 | 3,614,510 | 832,330 | 220,929 | 22,935 |
| - | 1,541,331 | 1,696,171 | - | 151,815 | - |
| 14 | - | 42,828 | - | 1,161 | - |
| 4,550 | 515 | 110,139 | - | 61,786 | - |
| - | 113,331 | - | - | - | - |
| - | - | 31,852 | - | 1,628 | - |
| 40,773 | 74,916 | 1,565 | - | 9,607 | - |
| - | - | - | 832,330 | - | - |
| - | 4,542 | 920,221 | - | 981 | 22,075 |
| - | - | - | - | - | - |
| - | - | 6,861 | - | 20,000 | - |
| - | - | - | - | - | 860 |
| - | 48 | 77,508 | - | - | - |
| 45,337 | 1,734,683 | 2,887,145 | 832,330 | 246,978 | 22,935 |
| - | - | 727,365 | - | (26,049) | - |
| - | - | - | - | (75,000) | - |
| - | - | - | - | (75,000) | - |
| - | - | 727,365 | - | (101,049) | - |
| - | - | 817,038 | - | 132,980 | - |
| \$ - | \$ - | \$ 1,544,403 | \$ - | \$ 31,931 | \$ - |

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Birdville Independent School District
Combining Balance Sheet – Capital Projects Fund
For the Fiscal Year Ended June 30, 2020

| <u>Data Control Codes</u> | 650 | 651 |
|---|---------------------------------------|--------------------------------------|
| | Local Capital Projects | 2018 Capital Projects |
| ASSETS | | |
| 1120 Investments-current | \$ 1,042,556 | \$ 150,180 |
| 1250 Accrued interest | - | - |
| 1260 Due from other funds | - | - |
| 1910 Long-term investments | - | - |
| | <hr/> | <hr/> |
| 1000 Total assets | <u>\$ 1,042,556</u> | <u>\$ 150,180</u> |
| LIABILITIES | | |
| 2110 Accounts payable | \$ - | \$ 2,554 |
| 2171 Due to other funds | - | - |
| | <hr/> | <hr/> |
| 2000 Total liabilities | <u>-</u> | <u>2,554</u> |
| FUND BALANCES | | |
| Restricted fund balance: | | |
| 3470 Capital acquisition and contractual obligation | - | - |
| Committed fund balance: | | |
| 3545 Other committed fund balance | 1,042,556 | 147,626 |
| | <hr/> | <hr/> |
| 3000 Total fund balances | <u>1,042,556</u> | <u>147,626</u> |
| 4000 TOTAL LIABILITIES AND FUND BALANCES | <u><u>\$ 1,042,556</u></u> | <u><u>\$ 150,180</u></u> |

| 652 | 653 | 690 | 694 | |
|-----------------------------|------------------------------|-------------------------|-------------------------------------|------------------------------|
| 2019 Capital Projects | General Fund Year 2020 | 2018 Bond Program | Other Bond Funded Projects | Total Capital Projects |
| \$ 3,279,311 | \$ 5,653,220 | \$ 179,857,198 | \$ 2,547,368 | \$ 192,529,833 |
| - | - | 62,167 | - | 62,167 |
| 1,121,397 | 14,478 | - | - | 1,135,875 |
| - | - | 9,998,360 | - | 9,998,360 |
| <u>\$ 4,400,708</u> | <u>\$ 5,667,698</u> | <u>\$ 189,917,725</u> | <u>\$ 2,547,368</u> | <u>\$ 203,726,235</u> |
| \$ 620,311 | \$ 886,463 | \$ 14,376,579 | \$ 651,819 | \$ 16,537,726 |
| - | - | 4,937,562 | - | 4,937,562 |
| <u>620,311</u> | <u>886,463</u> | <u>19,314,141</u> | <u>651,819</u> | <u>21,475,288</u> |
| - | - | 170,603,584 | 1,895,549 | 172,499,133 |
| <u>3,780,397</u> | <u>4,781,235</u> | <u>-</u> | <u>-</u> | <u>9,751,814</u> |
| <u>3,780,397</u> | <u>4,781,235</u> | <u>170,603,584</u> | <u>1,895,549</u> | <u>182,250,947</u> |
| <u>\$ 4,400,708</u> | <u>\$ 5,667,698</u> | <u>\$ 189,917,725</u> | <u>\$ 2,547,368</u> | <u>\$ 203,726,235</u> |

Birdville Independent School District

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances – Capital Projects Fund
For the Fiscal Year Ended June 30, 2020

| Data Control Codes | 650 Local Capital Projects | 651 2018 Capital Projects |
|--------------------------|-------------------------------------|------------------------------------|
| REVENUES | | |

| 652 2019 Capital Projects | 653 General Fund Year 2020 | 690 2018 Bond Program | 694 Bond Funded Projects | Total Capital Projects |
|------------------------------------|-------------------------------------|--------------------------------|-----------------------------------|------------------------------|
| \$ 82,699 | \$ 67,831 | \$ 2,349,131 | \$ 132,293 | \$ 2,660,234 |
| - | - | 2,609,165 | - | 2,609,165 |
| 82,699 | 67,831 | 4,958,296 | 132,293 | 5,269,399 |
| 39,516 | - | - | - | 39,516 |
| - | - | - | - | 20,391 |
| - | 416,289 | - | - | 416,289 |
| - | 135,469 | - | - | 138,023 |
| 1,035,628 | 130,216 | 71,845 | - | 1,762,052 |
| - | 279,201 | - | - | 279,201 |
| - | - | 2,609,165 | - | 2,609,165 |
| - | - | 529,555 | - | 529,555 |
| 3,580,087 | 1,441,118 | 60,625,616 | 8,328,280 | 74,035,493 |
| 4,655,231 | 2,402,293 | 63,836,181 | 8,328,280 | 79,829,685 |
| (4,572,532) | (2,334,462) | (58,877,885) | (8,195,987) | (74,560,286) |
| - | - | 62,810,000 | - | 62,810,000 |
| - | - | 7,358,999 | - | 7,358,999 |
| 571,280 | 3,315,697 | - | - | 3,886,977 |
| 571,280 | 3,315,697 | 70,168,999 | - | 74,055,976 |
| (4,001,252) | 981,235 | 11,291,114 | (8,195,987) | (504,310) |
| 7,781,649 | 3,800,000 | 159,312,470 | 10,091,536 | 182,755,257 |
| \$ 3,780,397 | \$ 4,781,235 | \$ 170,603,584 | \$ 1,895,549 | \$ 182,250,947 |

Birdville Independent School District

Combining Balance Sheet – Federal Special Revenue Fund

For the Fiscal Year Ended June 30, 2020

| Data Control Codes | | 211 ESEA I, A Improving Basic Program | 220 Adult Education Federal | 224 IDEA - Part B Formula | 225 IDEA - Part B Preschool |
|--------------------|----------------------------|--|--------------------------------------|---------------------------------|-----------------------------------|
| ASSETS | | | | | |
| 1120 | Investments-current | \$ - | \$ - | \$ - | \$ - |
| 1240 | Due from other governments | 851,732 | 52,304 | 1,071,305 | 32,906 |
| 1300 | Inventories | - | - | - | - |
| 1000 | TOTAL ASSETS | \$ 851,732 | \$ 52,304 | \$ 1,071,305 | \$ 32,906 |
| LIABILITIES | | | | | |
| 2110 | Accounts payable | \$ 19,968 | \$ 209 | \$ - | \$ - |
| 2160 | Accrued wages payable | 484,505 | 18,385 | 647,876 | 20,842 |
| 2170 | Due to other funds | 347,259 | 33,710 | | |

Birdville Independent School District
 Combining Balance Sheet – Federal Special Revenue Fund
 For the Fiscal Year Ended June 30, 2020

Exhibit H-5 (Cont'd)

| Data Control Codes | 289 Other Federal Special Revenue Funds | 315 SSA IDEA, PART B Discretionary | 340 SSA - IDEA C Deaf - Early Intervention | Total |
|--------------------------|--|---|---|-------|
|--------------------------|--|---|---|-------|

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Birdville Independent School District

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances – Federal Special Revenue Fund
For the Fiscal Year Ended June 30, 2020

211

220

224

225

Exhibit H-6

| 226 | 240 | 244 | 255 | 263 | 265 | 266 |
|----------------------------|--|--|--|--|--------------------------------------|-----------|
| IDEA - Part B Preschool | National Breakfast and Lunch Program | Career and Technical - Basic Grant | ESEA II, A Training and Recruiting | Title III, A English Lang. Acquisition | Title IV, B Community Learning | ESSER |
| \$ - | \$ 2,245,740 | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | 332,615 | - | - | - | - | - |
| 52,795 | 6,315,719 | 282,650 | 579,960 | 507,755 | 2,901,214 | 3,228,851 |
| 52,795 | 8,894,074 | 282,650 | 579,960 | 507,755 | 2,901,214 | 3,228,851 |
| 52,795 | - | 28,227 | - | 220,529 | 1,160,973 | 3,228,851 |
| - | - | 254,423 | 578,061 | 221,871 | 1,145,852 | - |
| - | - | - | 1,899 | 205 | 274,403 | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | 10,147,486 | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | 252,671 | - |
| - | - | - | - | - | - | - |
| - | - | - | - | 65,150 | 67,315 | - |
| - | - | - | - | - | - | - |
| 52,795 | 10,147,486 | 282,650 | 579,960 | 507,755 | 2,901,214 | 3,228,851 |
| - | (1,253,412) | - | - | - | - | - |
| - | (1,253,412) | - | - | - | - | - |
| - | 5,385,646 | - | - | - | - | - |
| \$ - | \$ 4,132,234 | \$ - | \$ - | \$ - | \$ - | \$ - |

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TEA Required Schedules

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

| Year Ended June 30, | Tax Rates | | (3) Assessed / Appraised Value for School Tax Purposes |
|--------------------------------|--------------------|---------------------|---|
| | (1) Maintenance | (2) Debt Service | |
| 2011 and prior years | \$ Various | \$ Various | \$ Various |
| 2012 | 1.0400 | 0.3950 | 7,018,286,448 |
| 2013 | 1.0400 | 0.3950 | 7,179,065,201 |
| 2014 | 1.0400 | 0.3950 | 7,356,610,245 |
| 2015 | 1.0400 | 0.3950 | 7,729,615,278 |
| 2016 | 1.0400 | 0.4139 | 7,655,135,278 |
| 2017 | 1.0400 | 0.4139 | 8,451,129,156 |
| 2018 | 1.0400 | 0.4139 | 9,474,869,141 |
| 2019 | 1.0400 | 0.4139 | 10,364,461,281 |
| 2020 (School year under audit) | 0.9700 | 0.4139 | 11,557,915,321 |
| 1000 TOTALS | | | |

Exhibit J-1

| (10) Beginning Balance 7/1/2019 | (20) Current Year's Total Levy | (31) Maintenance Collections | (32) Debt Service Collections | (40) Entire Year's Adjustments | (50) Ending Balance 6/30/2020 |
|--|---|------------------------------------|-------------------------------------|---|--|
| \$ 2,923,326 | \$ - | \$ 14,772 | \$ 3,791 | \$ 534 | \$ 2,905,297 |
| 202,800 | - | 4,315 | 1,639 | 84 | 196,930 |
| 254,894 | - | 4,802 | 1,824 | 1 | 248,269 |
| 460,081 | - | 4,819 | 1,831 | (6,024) | 447,407 |
| 405,827 | - | 6,544 | 2,486 | (6,552) | 390,245 |
| 461,750 | - | 10,444 | 4,157 | (9,042) | 438,107 |
| 508,761 | - | 38,875 | 15,471 | (42,436) | 411,979 |
| 562,684 | - | (6,792) | (2,703) | (160,669) | 411,510 |
| 2,940,048 | - | 1,168,247 | 464,940 | (414,066) | 892,795 |
| - | 151,920,990 | 104,314,232 | 44,510,981 | - | 3,095,777 |
| <u>\$ 8,720,171</u> | <u>\$ 151,920,990</u> | <u>\$ 105,560,258</u> | <u>\$ 45,004,417</u> | <u>\$ (638,170)</u> | <u>\$ 9,438,316</u> |

Birdville Independent School District

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual – Child Nutrition Program
For the Fiscal Year Ended June 30, 2020

Exhibit J-2

| Data Control Codes | Original | Final | Actual Amounts (GAA-6.32P5h | Variance With Final Budget Positive or negative |
|--------------------------|----------|-------|--------------------------------|--|
|--------------------------|----------|-------|--------------------------------|--|

Birdville Independent School District

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual – Debt Service Fund
For the Fiscal Year Ended June 30, 2020

Exhibit J-3

Actual

Variance

Data

Federal and State Awards 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***

Board of Trustees
Birdville Independent School District

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental 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 Birdville 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 6, 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 po

Board of Trustees
Birdville 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 District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

WEAVER AND TIDWELL, L.L.P.

Fort Worth, Texas
November 6, 2020



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

Board of Trustees
Birdville Independent School District

Report on Compliance for Each Major Federal and State Program

We have audited Birdville Independent School District's (the District's) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* and *Texas Governor's Office of Budget and Planning, Uniform Grant Management Standards*, which includes the *State of Texas Single Audit Circular* (UGMS) that could have a direct and material effect on each of the District's major federal and state programs for the year ended June 30, 2020. The District's major federal and state 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 and state awards applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and UGMS. Those standards the Uniform Guidance and UGMS, 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 and state 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 and state program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal and State Program

Board of Trustees
Birdville Independent School District

Birdville Independent School District
 Schedule of Expenditures of Federal Awards
 Year Ended June 30, 2020

| Federal Grantor Agency | Federal CFDA Number | Pass-Through Entity Identifying Number | Federal Expenditures 6/30/2020 |
|---|---------------------------|--|--------------------------------------|
| US Department of Defense | | | |
| <u>Direct Funding</u> | | | |
| Junior ROTC | 12.000 | 220902 | \$ 252,490 |
| TOTAL US Department of Defense | | | 252,490 |
| | | | |
| U.S. DEPARTMENT OF EDUCATION | | | |
| <u>Passed Thru Workforce Solutions for Tarrant County</u> | | | |
| Adult Education (ABE)-Federal | 84.002 | 19-SPC-AEL-003 | 356,065 |
| <u>Passed Thru State Department of Education</u> | | | |
| ESEA, Title I, Part A-Improving Basic Programs | 84.010A | 20610101220902 | 4,437,429 |
| ESEA, Title I, Part A-Improving Basic Programs | 84.010A | 19610101220902 | 113,049 |
| Total CFDA Number 84.010A | | | 4,550,478 |
| | | | |
| HIGH COST FUND | 84.027A ¹ | 66002006 | 52,795 |
| | | | |
| IDEA-Part B, Formula | 84.027A ¹ | 20660001220902600 | 4,840,735 |
| SSA-IDEA-Part B,9C,42.5(ID)O9E7.1731 60fstc.3(42dB,)6.9(Fi3u84)9.(BP)8.1(a)-1.5(r)10.9(t)-6.81aY2(t B,)0.8(9C,)16.3(42)9.1(t39(42)9.1(t39(9)5.2(0394.92 489.06 Tm (D93Tc 045w 6.53 | | | |

Birdville Independent School District
Schedule of Expenditures of Federal Awards – Continued
Year Ended June 30, 2020

| Federal Grantor Agency | Federal CFDA Number | Grant Number | Expenditures, Indirect Costs and Refunds |
|--|---------------------------|--------------|--|
| U.S. DEPARTMENT OF AGRICULTURE | | | |
| <u>Passed Thru the State Department of Agriculture</u> | | | |
| School Breakfast Program | 10.553 ² | 71402001 | 1,034,647 |
| National School Lunch Program-Cash Assistance | 10.555 ² | 71302001 | 4,549,019 |
| National School Lunch Program-Cash Assistance- Summer Seamless Option (COVID-19) | 10.555 ² | 52302001 | 601,715 |
| National School Lunch Program-Non-Cash Assistance | 10.555 ² | 71302001 | 882,408 |
| Total CFDA Number 10.555 | | | 6,033,142 |
| TOTAL U.S. DEPARTMENT OF AGRICULTURE | | | 7,067,789 |
| TOTAL EXPENDITURES OF FEDERAL AWARDS | | | \$ 25,746,159 |
| School Health & Related Services (SHARS) ⁽³⁾ | | | \$ 3,501,762 |
| E-rate Program ⁽³⁾ | | | 2,609,165 |
| Total Federal Revenues, Reconciled to Exhibit C-3 | | | \$ 31,857,086 |

Birdville Independent School District
Schedule of Expenditures of State Awards
Year Ended June 30, 2020

Contract **State
Expenditures**

Birdville Independent School District

Notes to the Schedule of Expenditures of Federal and State Awards Year Ended June 30, 2020

Note 1. Basis of Presentation

Birdville Independent School District (the District) utilizes the fund types specified in the Texas Education Agency's Financial Accounting System Resource Guide.

The accompanying schedule of expenditures of federal awards and schedule of expenditures of state awards include the federal and state grant activity of the District and is presented using the current financial resources measurement focus and the modified accrual basis of accounting, which is described in Note 1 to the District's basic financial statements. The information in the schedule of expenditures of federal awards is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The information in the schedule of expenditures of state awards is presented in accordance with the requirements of the Texas Governor's Office of Budget and Planning, Uniform Grant Management Standards, which include the State of Texas Single Audit Circular (UGMS).

Federal and state grants are considered to be earned to the extent of expenditures made under the provisions of the grant, and, accordingly when such funds are received, they are recorded as unearned revenues until earned.

Uniform Guidance allows non-federal entities such as the District the opportunity to elect to charge a-9.7(h)-67.4

Birdville Independent School District
 Schedule of Findings and Questioned Costs
 Year Ended June 30, 2020

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(s) identified that are not considered to be material weakness(es)? _____ Yes X None reported
- Noncompliance material to financial statements noted? _____ Yes X No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(s) identified that are not considered to be material weakness(es)? _____ Yes X None reported

Type of auditor’s report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with in accordance with 2 CFR 200.516(a)? _____ Yes X No

Identification of major programs:

CFDA Number:

10.553, 10.555 Child Nutrition Cluster
 84.425D ESSER Grant (CARES Act)

Dollar threshold used to distinguish between type A and type B programs? \$772,385

Auditee qualified as low-risk auditee? X Yes _____ No

Birdville Independent School District
Schedule of Findings and Questioned Costs
Year Ended June 30, 2020

Section II – Financial Statement Findings

There were no matters reported.

Birdville Independent School District
Schedule of Findings and Questioned Costs
Year Ended June 30, 2020

Section III – Federal and State Award Findings and Questioned Costs

There were no matters reported.

Birdville Independent School District
Schedule of Prior Year Audit Findings
Year Ended June 30, 2020

Section IV – Prior Year Audit Findings

None noted.