

LEWISVILLE ISD

2022-23




LISD

LEWISVILLE ISD | 1565 W. MAIN STREET | LEWISVILLE, TX 75067

**Annual Comprehensive
Financial Report**

**For the Fiscal Year Ended
August 31, 2023**

LEWISVILLE INDEPENDENT SCHOOL DISTRICT

1565A W. Main Street, Lewisville, Texas 75067

Prepared by the Division of Finance

**Paige Meloni, M.ED, MA, RTSBA
Chief Financial Officer**

**Amber Lasseigne, RTSBA
Executive Director of Finance**

LEWISVILLE INDEPENDENT SCHOOL DISTRICT

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INTRODUCTORY SECTION



December 11, 2023

To the Board of Trustees and the Citizens of the Lewisville Independent School District:

The Texas Education Code requires that all school districts file a set of financial statements with the Texas Education Agency (TEA) within 150 days of the close of each fiscal year. The financial statements must be presented in conformity with generally accepted accounting principles (GAAP) and audited by a firm of licensed certified public accountants in accordance with generally accepted auditing standards. Pursuant to this requirement, we hereby issue the Annual Comprehensive Financial Report of the Lewisville Independent School District (the District) for the fiscal year ended August 31, 2023.

This report consists of management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The financial statements of the District have been audited by Whitley Penn L.L.P., a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the District for the fiscal year ended August 31, 2023, are free of material misstatement. The independent audit involves examining on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the year ended August 31, 2023 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements is part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditors to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports may be found in the Federal Awards section of this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE DISTRICT

Lewisville ISD includes all the funds of the District, as well as any component units for which the District is financially accountable.

Lewisville ISD is an independent public educational agency operating under applicable laws and regulations of the State of Texas providing a full range of educational services appropriate to grade levels ranging from pre-kindergarten through grade twelve. LISD is located north of the Dallas/Fort Worth Metroplex. LISD encompasses 127 square miles and is made up of all, or part of, thirteen different communities: Lewisville, Flower Mound, The Colony, Highland Village, Double Oak, Copper Canyon, north Carrollton, western Plano, and portions of Frisco, Hebron, Coppell, Grapevine, and Argyle. The District is comprised of five high schools, three 9th grade campuses, two 9th-10th grade campuses, two career centers, one learning center, fifteen middle schools, thirty-nine elementary

schools, one early childhood center, one student success center and one virtual learning academy. The majority were built within the past 20 years, keeping pace with rapid growth. During the current fiscal year, the District served more than 48,000 enrolled students. Prior to the pandemic, the District's student enrollment had begun to stabilize and slightly decline from the rapid growth experienced in the past.

The seven members of the Board of Trustees (Board) serve, without compensation, a three-year term in office. On a rotating basis, two or three places are filled during annual elections held the first Saturday in May. Vacancies may be filled by appointment until the next election. In August 2023, the Board began the transition away from at seven at large districts to five single member and two at large districts. This change will begin to take place in the May 2024 election. The Board is confident the proposed electoral system will ensure that a broad cross-section of the communities served by LISD are represented on the Board.

The Board has final control over local school matters limited only by the state legislature, by the courts, and by the will of the people as expressed in school Board elections. Board decisions are based on a majority vote of those present. In general, the Board adopts policies, sets direction for curriculum, employs the Superintendent, and oversees the operations of the District and its schools. Besides general Board business, Trustees are charged with numerous statutory regulations including calling trustee and other school elections and canvassing the results, organizing the Board, and electing its officers. The Board is also responsible for setting the tax rate, setting salary schedules, and acting as a board of appeals in personnel and student matters, confirming recommendations for textbook adoptions, and adopting and amending the annual budget.

EDUCATION

The District is a public-school system whose mission recognizes that students, staff and community design and implement a learning organization that provides engaging, innovative experiences every day. Recognizing that the quality of life, both today and in the future, depends upon the quality of education provided by the public schools, the Lewisville Independent School District is dedicated to education and committed to meeting the needs of every individual. The District's vision is built on four cornerstones:

- **Student Learning**
 - Profound learning for students occurs when we provide meaningful and relevant educational opportunities.
 - In LISD, we are preparing the dreamers to be the doers by developing engaged, collaborative learners who are equipped for success.
- **Student Experience**
 - A thriving student experience comes from an environment that engages and connects students to each other and with staff.
 - In LISD, we know students thrive when they are engaged in their learning and feel a sense of belonging in our schools.
 - When students are provided enriching opportunities outside the classroom, they will find success not only in school but in their lives beyond our hallways.
- **Community Engagement**
 - We believe education is a shared responsibility between our district and the communities we serve.
 - Community engagement is critical to the success of LISD.
 - Through intentional strategic partnerships at the campus and district level, we can tap into the deep well of community support for LISD to forge stronger bonds with our stakeholders and develop relationships to benefit schools, local businesses and the community.
- **Resource Stewardship**
 - In LISD, when we say we want to be good stewards of our resources, we aren't just talking about taxpayer dollars.
 - Resource stewardship is about three things: our time, talent and treasure.
 - Strike a positive work/life balance with our time;
 - Nurture our talents as educators through meaningful professional learning;
 - Manage our treasure in a fiscally responsible way while still meeting student needs.

To launch the 2023-2024 school year the district celebrated its updated mission and vision with the release of a new long range plan.

VISION

All students are confident, equipped with the knowledge and skills to thrive and adapt for their future.

MISSION

Engaging and inspiring learners and leaders.

BELIEFS

Students' needs are the center of our learning community.
Education is the shared responsibility of students, staff, and community.
High quality staff are the heart of a culture of learning.
A safe and nurturing environment is essential for a sense of well-being.
Continuous improvement informs and inspires future growth.
Students are more than a test score.

FINANCIAL POLICIES

Internal Controls. The management of the District 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 are 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 from its implementation; and (2) the valuation of cost and benefits requires estimates and judgments by management. Management believes the internal controls adequately meet the above objectives.

Budgetary Controls. In addition, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the Board of Trustees. Every school district in Texas is required, by law, to prepare and file a budget with the Texas Education Agency. Activities of the General Fund, Food Service Fund, and Debt Service Fund are included in the District's formally adopted budget. Budgets for Special Revenue funds (other than the Food Service Fund) and Capital Projects Fund are prepared on a project basis, based on grant regulations or applicable bond ordinances. Budgetary control (the level at which expenditures cannot legally exceed appropriations) is maintained at the functional category level within each fund. These functional categories are defined by the Texas Education Agency and identify the purpose of transactions. Oversight control of all expenditures is maintained at this level by the Accounting and Budget staff.

The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Outstanding encumbrances at the end of a fiscal year are rolled forward into the subsequent fiscal period with the budget amended accordingly. As demonstrated by the statements and schedules included in the financial section of this report, the District continues meeting its responsibility for sound financial management.

MAJOR INITIATIVES

Capital Projects. In May 2017, voters of the District approved a \$737.5 million bond referendum designed to finance the construction, acquisition and equipment of school buildings in the District and the purchase of the necessary sites for school buildings. In the fiscal year ended August 31, 2020, the District issued Unlimited Tax School Building Bonds, Series 2020, resulting in a \$285.0 million deposit to the Capital Projects Fund. The bond proceeds were issued for construction and renovation of school buildings and equipment and major technology upgrades throughout the District.

Debt Portfolio Management. During the fiscal year August 31, 2023, the District defeased debt in May to decrease the debt burden on the district. This defeasement, refunding, and tender resulted in over \$65 Million dollars in savings to the districts debt portfolio.

The District has issued its bonds on a relatively short repayment period of twenty years. District personnel continually work with the District's Financial Advisors to monitor the interest rate market and the outstanding debt portfolio for opportunities for interest savings.

Relevant Financial Policy. The Board recognizes the importance of maintaining sufficient fund balance to sustain the District through uncertain economic times. Acknowledging that the District's financial position is impacted greatly by the legislature's actions and the level of the state's available resources, the Board has been proactive in building the District's fund balances over time.

In August 2023, the Board revised a policy (CE Local) adding the codification of the fund balance parameters for the district. This policy now states, "the fund balance target is approximately 25 percent of general operating expenditures to exclude recapture in excess of entitlement expenditures." The policy further established as the District's target optimum fund balance an amount equivalent to ten percent of the annual debt service required on bonds approved by the voters of the District as its minimum fund balance in the Debt Service Fund each year. Those parameters are designed to assure a strong financial position in the event of reductions in enrollment, tax revenues or other funding sources.

The District's fund balance at August 31, 2023 in both the General Fund and the Debt Service Fund exceed these parameters.

Long-term Financial Planning. The District has grown the fund balance to ensure that the needed resources are available to provide for enrollment declines and unexpected situations. Projections assumed in budgeting for the subsequent fiscal year include:

- The Maintenance and Operations tax rate will be reduced to \$0.7492 per \$100 valuation for the fiscal year ending August 31, 2024.
- The District is expected to be subject to recapture payments under Chapter 41 of the Texas Education Code for the fiscal year ending August 31, 2024 in the amount of \$ 12 million.
- The District has experienced growth in taxable property values of approximately 11 percent. This increase is expected to result in increased ad-valorem tax collections.
- Student enrollment growth for fiscal year 2024 are expected to maintain at the prior year level.

ECONOMIC CONDITION AND OUTLOOK

The local economy in the District remains strong. New businesses continue to locate both in and near the District. The resulting economic activity has created strong property value growth. The diversity of the local businesses, the range of available housing, the transportation grid, and the proximity to Dallas-Fort Worth and Alliance airports provide a strong climate for business growth within the District.

The taxable property of the District's 10 largest taxpayer accounts for less than 5% of the taxable value of the District. This indicates a significant diversification in the tax base. This lack of dependence on a single employer or business segment means that the loss of even a large business will not negatively impact the education of children or imperial the future payment of obligations by the District.

The District has elected to provide the "Freeport exemption" for qualifying businesses. It is believed that this will continue to be a positive economic factor for the District and will ensure that business needing the facilities of DFW and Alliance airports will consider and select Lewisville ISD for their new plans and their plant expansions.

Lewisville ISD spans 127 square miles across 13 municipalities, serving nearly 50,000 students from 35,000 families from Flower Mound all the way to Frisco. The district sits in one of the fastest-growing areas in the state of Texas, from new housing development including luxury apartment lofts and single-family homes, to a hub of corporate offices and entertainment attractions, appealing to new families across the country.

AWARDS

The School Financial Integrity Rating System of Texas (FIRST) program, a financial accountability system for Texas school districts, was developed by the Texas Education Agency in response to Senate Bill 875 of the 76th Texas Legislature in 1999. The primary goal of FIRST is to achieve quality performance in the management of school districts' financial resources, a goal made more significant due to the complexity of accounting associated with the Texas school finance system. The District received a rating of "B = Above Standard Achievement" under Texas' Schools FIRST financial accountability rating system. The district would have received an "A" rating however, there was a clerical error in the submission. This is the state's highest financial rating, demonstrating the quality of the District's sound fiscal management and reporting system. The District achieved the highest available rating each year since the inception of the FIRST program, with the exception of 2021-22 where the district earned a B due to a clerical error.

The district submitted the ACFR to the Government Finance Officers Association of the United States and Canada (GFOA) for the Excellence in Financial Reporting for the fiscal year ended August 31, 2022, however we have not received the results. This was the twentieth consecutive year that the District could achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. The report must also satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe the current Comprehensive Annual Financial Report continues to meet the requirements of the Certificate of Achievement Program, and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the District was awarded the Certificate of Excellence in Financial Reporting by the Association of School Business Officials International (ASBO) for its Comprehensive Annual Financial Report for the year ended August 31, 2023. This award has also been received for the twentieth consecutive year. We believe the Comprehensive Annual Financial Report for the year ended August 31, 2023 continues to conform to the standards for which these awards were granted.

ACKNOWLEDGEMENTS

We appreciate the support of the Board of Trustees, the citizens of the District, and the business community, all who work cooperatively to ensure the best education for its students and the prudent development of the District. This cooperation is indicative of the strong support for the attainment of excellence in the District's educational programs.

Also, we would like to express our appreciation to all employees of the District for their interest and support in planning and conducting the financial affairs of the District in a responsible and progressive manner. The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Finance office.

Respectfully submitted,



Lori Rapp, Ed.D
Superintendent



Paige Meloni, M.ED, MA, RTSBA
Chief Financial Officer

LEWISVILLE INDEPENDENT SCHOOL DISTRICT

ANNUAL COMPREHENSIVE FINANCIAL REPORT YEAR ENDED AUGUST 31, 2023

PRINCIPAL OFFICIALS AND ADVISORS

Principal Officials

Board of Trustees	Date Elected	Term Expires	Occupation
Jenny Proznik, President	2016	2025	Small Business Owner & Community Volunteer
Dr. Buddy Bonner, Vice President	2021	2024	Education Consultant
Katherine Sells, Secretary	2016	2025	Community Volunteer
Michelle Alkhatib	2023	2026	Community Volunteer
Dr. Staci Barker	2023	2026	Research & Strategic Priorities Analyst
Allison Lassahn	2018	2024	Proposal Coordinator
Sheila Taylor	2022	2025	Certified Public Accountant, Director of Tax

Administrative Officials

Dr. Lori Rapp, Superintendent

Paige Meloni, Chief Financial Officer

D'Ann Lacey Bey, General Counsel

Amanda Brim, Chief Communications Officer

Dr. Sarah Fitzhugh, Chief Executive Director of Accountability & Evaluation

Adrienne Gall, Chief Learning & Teaching Officer

Jeffrey Kajs, Chief Student Services Officer

Bryon Kolbeck, Chief Technology Officer

Lori Litchfield, Chief Schools Officer

Dr. Shawna Miller, Chief of Staff

Melissa Cobb, Chief Human Resource Officer

Consultants and Advisors

Whitley Penn L.L.P., Houston, Texas
Independent Auditors

McCall, Parkhurst & Horton L.L.P., Dallas, Texas
Bond Counsel

Hilltop Securities, Dallas, Texas
Financial Advisors

Walsh Gallegos Treviño Russo & Kyle, P.C., Austin, Texas
Attorneys

CERTIFICATE OF BOARD

Lewisville Independent School District
Name of School District

Denton
County

061-902
County-District No.

We, the undersigned, certify that the attached annual financial reports of the above-named school district were reviewed and ✓ approved _____ disapproved for the year ended August 31, 2023, at a meeting of Board of Trustees of such school district on the 11th day of December, 2023.



Signature of Board Secretary



Signature of Board President

The Community & Board of Trustees



Dr. Lori Rapp
Superintendent of Schools





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Lewisville Independent School District
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

August 31, 2021

Christopher P. Morrell

Executive Director/CEO



**The Certificate of Excellence in Financial Reporting
is presented to**

Lewisville Independent School District

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended August 31, 2022.**

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'John W. Hutchison'.

**John W. Hutchison
President**

A handwritten signature in black ink, reading 'Siobhán McMahon'.

**Siobhán McMahon, CAE
Chief Operations Officer/
Interim Executive Director**

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Lewisville Independent School District

Report on the Audit of the Financial Statements

Opinions

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 Lewisville Independent School District (the "District"), as of and for the year ended August 31, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District, as of August 31, 2023, and the respective changes in financial position, the respective budgetary comparison schedule for the general fund and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the discretely presented component unit financial statement of Lewisville Education Foundation, Inc. (the "Foundation"). Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it related to the amounts included for the Foundation, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. The financial statements of the Foundation were not audited in accordance with *Government Auditing Standards*. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual nonmajor fund financial statements, required Texas Education Agency (TEA) schedules, and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements.

To the Board of Trustees
Lewisville Independent School District

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

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section, statistical section, and Schedule L-1 but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2023 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.

A handwritten signature in black ink that reads "Whitley Penn LLP". The signature is written in a cursive, flowing style.

Dallas, Texas
December 11, 2023



LEWISVILLE INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

The management of the Lewisville Independent School District offers readers of the District's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended August 31, 2023. Readers are encouraged to consider the information presented here in conjunction with the transmittal letter at the front of this report and the District's financial statements, which follow this analysis.

Financial Highlights

- The assets and deferred outflows of the District exceeded its liabilities and deferred inflows at the close of the fiscal year by \$267.0 million. The deficit in unrestricted net position of \$173.3 million is due to the District's noncurrent liabilities of \$174.3 million for the District's portion of the Teacher Retirement System (TRS) net pension liability and \$89.0 million for the District's portion of the TRS net other post-employment benefits liability. The pension and OPEB related deferred outflows of \$119.8 million are offset by deferred inflows of \$179.7 million, which also contributes to the deficit unrestricted net position.
- The District's total net position increased by \$102.1 million, mainly due to increased property tax revenue and federal grants.
- The District's governmental funds financial statements reported a combined ending fund balance of \$291.1 million. This balance consists of \$132.6 million in the General Fund of which \$131.2 million is unassigned and available for spending at the District's discretion. Restricted fund balance totals \$152.4 million and is used by the Debt Service Fund, Capital Projects Funds and Non-major Funds. Non-spendable fund balance is \$1.6 million, and the remaining balance consists of \$6.0 million committed in the Non-major governmental funds.
- The General Fund had \$548.7 million in revenues, which primarily consisted of state aid and property taxes, and \$566.2 million in expenditures, including a payment to the State for recapture in the amount of \$61.2 million. The General Fund's - fund balance decreased this year by \$17.4 million, largely due to the recapture owed by the District during the settle-up process performed by the Texas Education Agency.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's financial statements. The financial statements comprise four components: (1) government-wide financial statements, (2) fund financial statements, (3) notes to the basic financial statements, and (4) federal awards section. The statements are followed by a section of other supplementary information that further explains and supports the information in the financial statements. The following chart summarizes the major features of the District's financial statements, including the portion of the District they cover and the types of information they contain.

Also included as a discretely presented component unit is the Lewisville Education Foundation, Inc., a nonprofit organization that provides support to the District, teachers, and students.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

	Government-wide	Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
<i>Scope</i>	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary, such as Health and Workers' Compensation	Activities the District operates similar to private business—health insurance and workers' compensation	Instances in which the District is the trustee or agent for someone else's resources, such as student activity accounts
<i>Required financial statements</i>	Statement of Net Position	Balance sheet	Statement of net position	Statement of fiduciary net position
	Statement of Activities	Statement of revenues, expenditures and changes in fund balance	Statement of revenues, expenses and changes in fund net position	Statement of changes in fiduciary net position (if applicable)
<i>Accounting basis and measurement focus</i>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
<i>Type of asset/liability information</i>	All assets and liabilities, both financial and capital short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; the District's fiduciary funds do not currently contain capital assets, although they can
<i>Type of inflow/outflow information</i>	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter.	All revenues and expenses during the year, regardless of when cash is received or paid	All revenues and expenses during the year, regardless of when cash is received or paid (not applicable to agency funds)

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. The *Statement of Net Position* includes all of the government's assets, deferred outflows, liabilities, and deferred inflows. All of the current year's revenues and expenses are accounted for in the *Statement of Activities* regardless of when cash is received or paid.

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

- Over time, increases or decreases in the District's net position is an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the District, additional nonfinancial factors, such as changes in the District's tax base, should be considered.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

The government-wide financial statements of the District include only governmental activities. The District's basic services included here are instruction, extracurricular activities, curriculum and staff development, health services, and general administration. Property taxes, state aid and grants finance most of these activities.

Fund financial statements. The fund financial statements provide more detailed information about the District's most significant funds-not the District as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Some funds are required by state law and by bond covenants, while many other funds are established by the District to help manage money for particular purposes and compliance with various grant provisions. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

- *Governmental funds* - Most of the District's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out, and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information on the subsequent page that explains the relationship (or differences) between them.

The District maintains individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance of the General Fund, the Debt Service Fund, Federal Funds and the Capital Projects Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

- *Proprietary funds* - Services for which the District charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long-term and short-term financial information. The District established an enterprise fund to account for its Culinary Arts program. The District uses internal service funds to report activities that provide supplies and services for the District's other programs and activities-such as the Workers' Compensation Fund.
- *Fiduciary funds* - The District is the trustee, or fiduciary, for certain funds. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes. The District's fiduciary activities are reported in a separate statements of fiduciary net position and changes in net position. We exclude these activities from the District's government-wide financial statements because the District cannot use these assets to finance its operations.

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain other supplementary information concerning the District.

Financial Analysis of The District as a Whole

Net Position. As noted earlier, net position may serve over time as a useful indicator of a District's financial position. The District's combined net position increased between fiscal years 2022 and 2023 - increasing by \$102.1 million as can be seen on the following table. The District's net investment in capital assets includes its investments in capital assets (e.g. land, building, equipment, improvements, construction in progress and right to use assets) less any debt, used to acquire those assets that are still outstanding. The District's net investment in capital assets is \$381.5 million.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

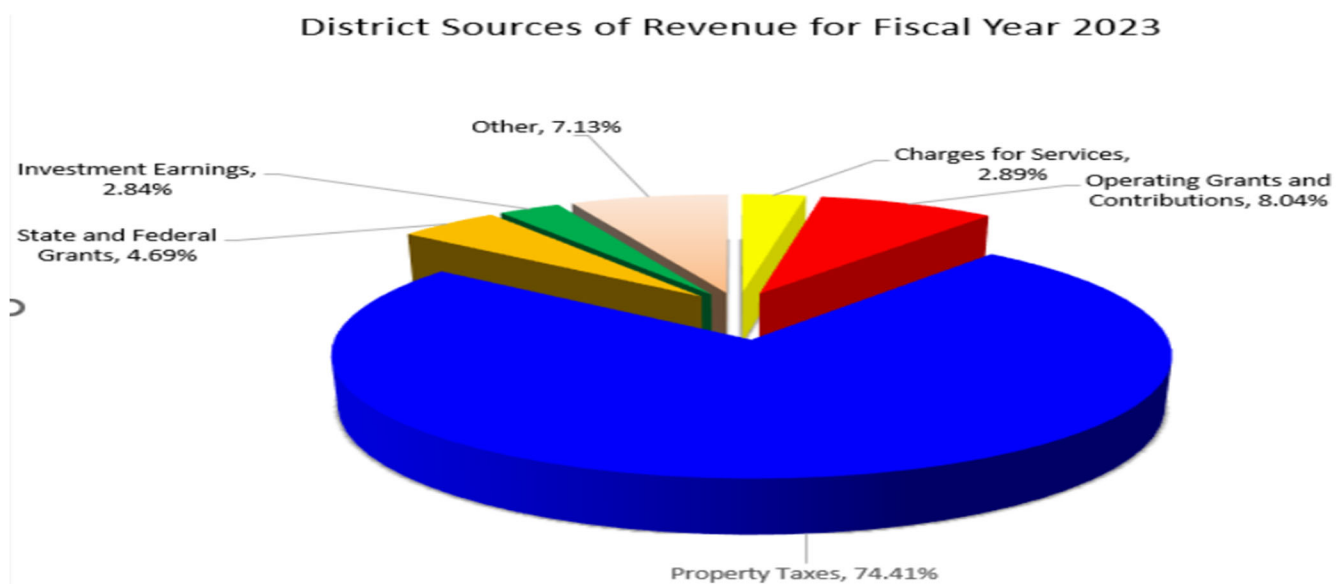
The District uses these capital assets to provide service to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The following table provides a summary of the assets, deferred outflows, liabilities, deferred inflows, and net position for the years ended August 31, 2023 and 2022, respectively.

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Assets						
Current and other assets	\$ 377,824,094	\$ 454,492,387	\$ 74,187	\$ 44,356	\$ 377,898,281	\$ 454,536,743
Capital assets	1,407,576,206	1,426,277,541	-	-	1,407,576,206	1,426,277,541
Total Assets	1,785,400,300	1,880,769,928	74,187	44,356	1,785,474,487	1,880,814,284
Total Deferred Outflows of Resources	126,758,847	105,564,004	-	-	126,758,847	105,564,004
Liabilities						
Current liabilities	73,047,628	82,862,032	644	215	73,048,272	82,862,247
Long-term liabilities	1,388,893,322	1,524,916,837	-	-	1,388,893,322	1,524,916,837
Total Liabilities	1,461,940,950	1,607,778,869	644	215	1,461,941,594	1,607,779,084
Total Deferred Inflows of Resources	183,310,883	213,709,384	-	-	183,310,883	213,709,384
Net Position						
Net investment in capital assets	381,489,299	275,439,703	-	-	381,489,299	275,439,703
Restricted	58,698,286	64,935,684	-	-	58,698,286	64,935,684
Unrestricted	(173,280,271)	(175,529,708)	73,543	44,141	(173,206,728)	(175,485,567)
Total Net Position	\$ 266,907,314	\$ 164,845,679	\$ 73,543	\$ 44,141	\$ 266,980,857	\$ 164,889,820

A portion of the net position is restricted as to the purpose for which they can be used. Unrestricted net position deficit increased by \$2.3 million.

Changes in net position. The District's total revenues were \$870.0 million representing an increase of \$106.6 million from the previous year. The majority of this increase is caused by the increase in local property tax revenue of \$39.9 million due to higher assessed values on properties. As seen below, approximately 74% of the District's revenue comes from taxes while the remaining comes primarily from state and federal sources.



LEWISVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Government-Wide Activities

Funding for these government-wide activities is by the specific program revenue or through general revenues such as property taxes and investment earnings. The following is a summary of the governmental activities and business-type activities:

- The cost of all *governmental activities* for the year was \$767.7 million, an increase of \$93.1 million from the previous year.
- Some of the *governmental activities* cost was funded by program revenues directly attributable to specific activities. The program revenues amounted to \$95.1 million, an increase from prior year of \$16.6 million.
- Business-type activities saw revenues of \$38,464 and cost of \$9,062, which as for culinary arts program.

The following table presents the cost of the District's largest governmental functions as well as their related net cost (total cost less fees generated by the activities and intergovernmental aid). The net cost reflects what was funded by local tax dollars, state revenues and other miscellaneous general revenues.

Net Cost of Selected District Functions

	Total Cost of Services	Net Cost of Services
Instruction and instruction related services	\$ 357,034,511	\$ 321,288,152
School leadership and administration	45,367,653	43,416,598
Support services student (pupil)	97,082,955	59,678,214
Support services nonstudent based	75,801,983	71,179,417
Debt service	89,299,817	84,754,562
	<u>\$ 664,586,919</u>	<u>\$ 580,316,943</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

As seen in the following schedule:

- The amount that our taxpayers paid for these activities through property taxes was \$647.2 million.
- Those who directly benefited from the programs through charges for services paid \$25.1 million.
- Operating grants and contributions totaled \$70.0 million.

Revenues for the District's governmental activities increased year over year overall by \$106.6 million for the fiscal year ended August 31, 2023. The increase is mainly caused by the increase in property tax revenue of \$39.9 million due to increased property values. The District's new enterprise fund, Culinary Arts, generated \$39 thousand dollars, an increase of \$3 thousand dollars from prior year.

Expenses for the District's governmental activities increased year over year by \$93.1 million for the fiscal year ended August 31, 2023. The increase caused by staffing expenses and related expenses to COVID-19 and intergovernmental charges which includes the recapture payment of \$61.2 million in 2023.

	Changes in the District's Net Position					
	Governmental Activities			Business-Type Activities		
	2023	2022	Percentage Change from Prior Year	2023	2022	Percentage Change from Prior Year
Revenues						
Program Revenues:						
Charges for services	\$ 25,119,211	\$ 17,628,599	42.49%	\$ 38,464	\$ 35,631	7.95%
Operating grants and contributions	69,927,641	60,775,650	15.06%	-	-	-
General Revenues:						
Property taxes	647,227,472	607,358,669	6.56%	-	-	-
State and federal grants	40,814,908	48,042,008	-15.04%	-	-	-
Investment earnings	24,671,623	3,159,053	680.98%	-	-	-
Miscellaneous	61,987,983	1,965,369	3054.01%	-	-	-
Special item	-	24,233,000	100.00%	-	-	-
Total Revenues	869,748,838	763,162,348	13.97%	38,464	35,631	7.95%
Expenses						
Instruction and instruction related services	357,034,511	338,457,121	5.49%	-	-	-
Instructional and school leadership	45,367,653	43,746,092	3.71%	-	-	-
Support services student (pupil)	97,082,955	89,633,574	8.31%	-	-	-
Administrative support services	11,484,892	11,734,249	-2.13%	-	-	-
Support services nonstudent based	75,801,983	70,674,357	7.26%	-	-	-
Ancillary services	6,672,650	6,329,216	5.43%	-	-	-
Interest and fiscal charges	89,299,817	43,896,884	103.43%	-	-	-
Other facility costs	19,768,438	21,251,825	-6.98%	-	-	-
Intergovernmental charges	65,174,304	48,843,208	33.44%	-	-	-
Culinary Arts	-	-	-	9,062	4,145	118.62%
Total Expenses	767,687,203	674,566,526	13.80%	9,062	4,145	118.62%
Increase (decrease) in net position	102,061,635	88,595,822	15.20%	29,402	31,486	-6.62%
Net Position - September 1	164,845,679	76,249,857	116.19%	44,141	12,655	100.00%
Net Position - August 31	\$ 266,907,314	\$ 164,845,679	61.91%	\$ 73,543	\$ 44,141	66.61%

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

The District's combined property tax rate decreased to \$1.3085 per \$100 of assessed value from \$1.3473 per \$100 of assessed value. This generated tax revenues of \$607.4 million in fiscal year 2022, an increase of \$10.8 million over the 2021 fiscal year.

Financial Analysis of The District's Funds

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

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$291.1 million, a decrease of \$73.1 million in comparison with the prior year. Approximately 45% of this total amount \$131.2 million constitutes an unassigned fund balance, which is available for spending at the District's discretion. The remaining fund balance is not available for spending because it has already been committed, restricted, assigned or is nonspendable. The District has self-imposed a limitation on the use of otherwise available expendable financial resources in governmental funds. The Board has resolved that the District shall not drop below a minimum of three months of expenditures (\$126.2 million) in fund balance in the General Fund. The District has \$93.0 million in restricted unspent bond proceeds in its capital projects fund.

General Fund. The General Fund is the chief operating fund of the District. At the end of the current fiscal year, unassigned fund balance for the General Fund was \$131.2 million, while total fund balance was \$132.6 million. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 23.1% of total General Fund expenditures, while total fund balances represent 23.4% of that same amount.

The District's General Fund balance decreased by \$17.4 million during the current fiscal year in comparison to a decrease in the prior year of \$20.6 million. Local revenues increased by \$27.1 million primarily due to property taxes. State revenues increased by \$2.0 million.

Debt Service Fund. The Debt Service Fund has a total fund balance of \$43.9 million, all of which is restricted for the payment of debt service. The net decrease in fund balance during the current year in the Debt Service Fund was \$5.6 million. During the year the District also had a refunding issuance of \$73.2 million and a cash defeasance of bonds of \$63.5 million in addition to the debt service schedule. The table that follows assists in illustrating the financial activities and balance of the Debt Service Fund.

	2023	2022
Revenues		
Property taxes	\$ 199,042,980	\$ 177,015,519
Investment income	7,135,192	777,845
State revenues	4,046,216	1,521,599
Total Revenues	210,224,388	179,314,963
Expenditures by function		
Principal	115,130,008	85,637,680
Interest	102,173,271	106,517,970
Total Expenditures	217,303,279	192,155,650
Other Financing Sources (Uses)		
Refunding bonds issued	73,220,000	-
Net premiums on issuance of bonds	5,447,227	-
Payments to Bond Refunded Escrow Agency	(77,212,002)	-
Total Other Financing Sources (Uses)	1,455,225	-
Net change in fund balance	(5,623,666)	(12,840,687)
Fund Balance - September 1	49,535,862	62,376,549
Fund Balance - August 31	\$ 43,912,196	\$ 49,535,862

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Capital Projects Fund. The Capital Projects Fund has a total fund balance of \$93.0 million, all of which is restricted for ongoing capital projects. The fund balance decreased by \$50.0 million during the current fiscal year due to ongoing construction projects. The District's Capital Projects Fund is used to account for financial resources used for the acquisition or construction of major capital facilities specifically funded by bonds approved by the voters. Further discussion of the current year use of capital projects can be found under the Capital Assets section.

Federal Funds. The Federal funds has no fund balance for both fiscal years 2023 and 2022. Funds accounted for in this fund are normally for expenditures, which are reimbursed during the year.

General Fund Budgetary Highlights

In accordance with Board Policy CE (Local), the District submits amendments during the course of the budget year. Approval for budget increases for formally adopted funds shall be made by the Board of Trustees. The Board delegates the authority for approval of budget functional transfers to the budget department. The District's major budget amendments presented to the Board of Trustees throughout the year are summarized as follows:

- *Variances of original expenditure budget compared to amended budget* - The amended expenditure budget increased in the General Fund by \$2.7 million from the original budget.
- *Variances of amended budget to actual expenditures* - Expenditures were \$9.8 million less than final budgeted amounts. Due to the uncertainties of COVID-19, there were budget variances in each functional category. The largest contributor to the difference was the decrease of the recapture payment due to TEA revenue hold harmless, over \$12.4 million savings in Function 91.
- *Variances of original revenue budget compared to actual revenue* - Local revenues were under budget by \$30.9 million. State revenues were \$9 million over budget. Federal revenue exceeded budget by \$6 million primarily due to Impact Aid, SHARS revenue and indirect costs.

Capital Assets

At the end of 2023, the District invested \$1.4 billion in a broad range of capital assets, including land, equipment, buildings, construction in progress and right to use assets. This amount represents a net decrease of \$18.7 million or 1.3% from last year.

Listed in the table below are the capital assets for governmental activities for the fiscal year ended August 31, 2023 and 2022, respectively:

	2023	Restated 2022	Total % Change
Land	\$ 95,868,980	\$ 96,301,946	-0.45%
Buildings and improvements	1,858,644,071	1,836,395,484	1.21%
Vehicles	33,065,691	32,674,791	1.20%
Furniture and equipment	26,455,982	26,442,240	0.05%
Construction in progress	67,151,726	59,467,439	12.92%
Right to use assets	7,536,900	7,536,900	0.00%
Total at Historical Cost	2,088,723,350	2,058,818,800	1.45%
Less accumulated depreciation/amortization for:			
Buildings and improvements	649,550,552	601,191,035	8.04%
Vehicles	11,540,553	8,931,305	29.21%
Furniture and equipment	17,424,448	17,016,029	2.40%
Right to use assets (amortization)	2,631,591	530,194	396.34%
Total Accumulated Depreciation	681,147,144	627,668,563	8.52%
Net Capital Assets	\$ 1,407,576,206	\$ 1,431,150,237	-1.65%

Additional information on the District's capital assets can be found in Note 5 of this report.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Debt Administration

At the end of the 2023 fiscal year, the District had total bonded debt of \$1.1 billion, a decrease of 14.5% percent from the prior year. During the fiscal year, the District had a cash defeasance, bond refunding and tender with a value over \$65 million.

The District continues to enjoy excellent bond ratings. The District's bonds presently carry very favorable ratings as follows:

- Standard and Poor's "AA+"
- Fitch Investor Service "AA, Aaa Enhanced"

More detailed information about the District's debt is presented in the Notes to the Financial Statements (Note 9).

The 2023-2024 appraised property values increased by approximately 11.5%. The passage of House Bill 3 by the 86th Texas Legislature changed the State funding formulas to focus primarily on revenues deemed appropriate for various categories of student instructional settings. The funding for the District as projected under the provisions of House Bill 3 results in approximately similar amounts of available revenues with a decrease in the projected recapture payments of approximately \$49 million over prior year. The District is expecting to pay recapture payments to the State in accordance with Chapter 49 of the Texas Education Code in the amount of \$12 million in the next fiscal year.

The Maintenance and Operations (M&O) tax rate decreased from \$0.8559 per \$100 valuation to \$0.7492 per \$100 of valuation for the 2023-2024 fiscal year in accordance with requirements of state law. The Interest and Sinking (I&S) tax remained the same at \$0.38090 per \$100 valuation for 2023-24 school year. Student enrollment is expected decline from the prior year by nearly 500 students.

General Fund expenditures are budgeted to decrease by \$17.4 million, or 3%, over the prior year budgeted expenditures due to changes in state law. Major expenditure changes include a salary increase for staff, security upgrades, increases for substitutes pay and recapture payments of \$12 million.

If the estimates are realized, the District's budgetary General Fund balance is expected to decrease by \$15 million by the close of 2024 fiscal year.

Request for Information

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 it receives. If you have questions about this report or need additional financial information, contact the District's Chief Financial Officer at Lewisville Independent School District Administrative Center, 1565A West Main Street, Lewisville, TX 75067.



LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
August 31, 2023
Exhibit A-1

Data Control Codes		Primary Government (August 31, 2023)			Component Unit (December 31, 2022)
		Governmental Activities	Business-Type Activities	Total	Lewisville Education Foundation
Assets					
1110	Cash and cash equivalents	\$ 324,146,544	\$ 74,187	\$ 324,220,731	\$ 5,051,380
1810	Restricted Cash and Investments	23,823,079	-	23,823,079	-
Receivables:					
1225	Property taxes	8,049,683	-	8,049,683	-
1230	Allowance for uncollectible taxes	(614,554)	-	(614,554)	-
1240	Due from other governments	14,526,530	-	14,526,530	-
1290	Other receivables	6,312,362	-	6,312,362	40,945
1300	Inventories at cost	361,423	-	361,423	-
1410	Prepaid items	1,219,027	-	1,219,027	20,310
Capital assets (net of accumulation depreciation\ amortization where applicable):					
1510	Land	95,868,980	-	95,868,980	-
1580	Construction in progress	67,151,726	-	67,151,726	-
1520	Buildings and improvements	1,209,093,519	-	1,209,093,519	-
1531	Vehicles	21,525,138	-	21,525,138	-
1530	Furniture and equipment	9,031,534	-	9,031,534	-
1550	Right to use assets	4,905,309	-	4,905,309	-
1000	Total Assets	1,785,400,300	74,187	1,785,474,487	5,112,635
Deferred Outflows of Resources					
	Deferred outflows - charge on refunding	7,003,203	-	7,003,203	-
	Deferred outflows - pension	90,268,351	-	90,268,351	-
	Deferred outflows - OPEB	29,487,293	-	29,487,293	-
1700	Total Deferred Outflows of Resources	126,758,847	-	126,758,847	-
Liabilities					
2110	Accounts payable	13,898,312	644	13,898,956	-
2140	Interest payable	1,959,842	-	1,959,842	-
2150	Payroll deductions and withholdings payable	6,642,922	-	6,642,922	-
2160	Accrued wages payable	41,880,855	-	41,880,855	-
2180	Due to other governments	3,637,000	-	3,637,000	-
2300	Unearned revenue	5,028,697	-	5,028,697	-
Noncurrent Liabilities:					
2501	Due within one year	111,553,904	-	111,553,904	-
2502	Due in more than one year	1,014,038,616	-	1,014,038,616	-
2540	Net pension liability	174,287,316	-	174,287,316	-
2545	Net Other Post Employment Benefits (OPEB) liability	89,013,486	-	89,013,486	-
2000	Total Liabilities	1,461,940,950	644	1,461,941,594	-
Deferred Inflows of Resources					
	Deferred inflows - charge on refunding	3,594,827	-	3,594,827	-
	Deferred inflows - pension	31,524,347	-	31,524,347	-
	Deferred inflows - OPEB	148,191,709	-	148,191,709	-
2600	Total Deferred Inflows of Resources	183,310,883	-	183,310,883	-
Net Position					
3200	Net investment in capital assets	381,489,299	-	381,489,299	-
Restricted for:					
3840	Food service	14,373,864	-	14,373,864	-
3820	Grants	464,044	-	464,044	-
3850	Debt service	43,860,378	-	43,860,378	-
3890	Expendable	-	-	-	808,027
3890	Nonexpendable	-	-	-	3,272,029
3900	Unrestricted	(173,280,271)	73,543	(173,206,728)	1,032,579
3000	Total Net Position	\$ 266,907,314	\$ 73,543	\$ 266,980,857	\$ 5,112,635

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended August 31, 2023

Exhibit B-1
Page 1 of 2

Data Control Codes	Functions/Programs	Expenses	Program Revenue	
			Charges for Services	Operating Grants and Contributions
	Primary Government:			
	Governmental activities:			
11	Instruction	\$ 345,190,705	\$ 1,227,617	\$ 32,832,497
12	Instruction resources & media services	7,512,217	25,912	88,082
13	Curriculum & instructional staff development	4,331,589	11,841	1,560,410
21	Instructional leadership	11,333,535	81,164	837,384
23	School administration	34,034,118	307,759	724,748
31	Guidance and counseling	26,353,828	137,082	1,598,728
32	Social work services	196,228	-	227,512
33	Health services	6,708,711	197	229,621
34	Pupil transportation	17,756,859	-	4,508,187
35	Food services	26,346,694	10,449,315	14,991,392
36	Co-curricular activities	19,720,635	5,115,889	146,818
41	General administration	11,484,892	165,618	4,294,438
51	Plant maintenance and operation	55,102,534	1,804,191	2,701,061
52	Security and monitoring	5,651,282	6,767	75,355
53	Data processing services	15,048,167	-	35,192
61	Community services	6,672,650	5,783,288	522,430
71	Interest and fiscal charges on long-term debt	89,299,817	-	4,545,255
81	Other facility costs	19,768,438	2,571	8,531
91	Purchase of WADA	61,227,131	-	-
93	Fiscal agent/member district			
	of shared service arrangement	180,000	-	-
	Juvenile justice alternative			
95	education program	15,642	-	-
99	Other intergovernmental charges	3,751,531	-	-
TG	Total Governmental Activities	767,687,203	25,119,211	69,927,641
	Business-Type Activities:			
01	Culinary Arts	9,062	38,464	-
TP	Total Primary Government	\$ 767,696,265	\$ 25,157,675	\$ 69,927,641
	Component Units:			
	Lewisville Education Foundation, Inc.	\$ 1,088,060	\$ -	\$ 1,305,308

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended August 31, 2023

Exhibit B-1
Page 2 of 2

Data Control Codes	Functions/Programs	Net (Expense) Revenue and Changes in Net Position (August 31, 2023)			Component Unit Year Ended December 31, 2022
		Governmental Activities	Business-Type Activities	Total	
	Primary Government:				
	Governmental activities:				
11	Instruction	\$ (311,130,591)	\$ -	\$ (311,130,591)	\$ -
12	Instruction resources & media services	(7,398,223)	-	(7,398,223)	-
13	Curriculum & instructional staff development	(2,759,338)	-	(2,759,338)	-
21	Instructional leadership	(10,414,987)	-	(10,414,987)	-
23	School administration	(33,001,611)	-	(33,001,611)	-
31	Guidance and counseling	(24,618,018)	-	(24,618,018)	-
32	Social work services	31,284	-	31,284	-
33	Health services	(6,478,893)	-	(6,478,893)	-
34	Pupil transportation	(13,248,672)	-	(13,248,672)	-
35	Food services	(905,987)	-	(905,987)	-
36	Co-curricular activities	(14,457,928)	-	(14,457,928)	-
41	General administration	(7,024,836)	-	(7,024,836)	-
51	Plant maintenance and operation	(50,597,282)	-	(50,597,282)	-
52	Security and monitoring	(5,569,160)	-	(5,569,160)	-
53	Data processing services	(15,012,975)	-	(15,012,975)	-
61	Community services	(366,932)	-	(366,932)	-
71	Interest and fiscal charges on long-term debt	(84,754,562)	-	(84,754,562)	-
81	Other facility costs	(19,757,336)	-	(19,757,336)	-
91	Purchase of WADA	(61,227,131)	-	(61,227,131)	-
93	Fiscal agent/member district of shared service arrangement	(180,000)	-	(180,000)	-
95	Juvenile justice alternative education program	(15,642)	-	(15,642.00)	-
99	Other intergovernmental charges	(3,751,531)	-	(3,751,531)	-
TG	Total Governmental Activities	(672,640,351)	-	(672,640,351)	-
	Business-Type Activities:				
01	Culinary Arts	-	29,402	29,402	-
TP	Total Primary Government	(672,610,949)	29,402	(672,610,949)	-
	Component Units:				
	Lewisville Education Foundation, Inc.				217,248
	General Revenues:				
	Taxes:				
MT	Property taxes - maintenance & operations	448,262,044	-	448,262,044	-
DT	Property taxes - debt services	198,965,428	-	198,965,428	-
SF	Unrestricted state aid formula grants	33,080,431	-	33,080,431	-
GC	Medicaid reimbursements	7,207,119	-	7,207,119	-
GC	Unrestricted federal and state grants	527,358	-	527,358	-
IE	Investment earnings	24,671,623	-	24,671,623	(1,077,161)
MI	Miscellaneous	61,987,983	-	61,987,983	-
TR	Total General Revenues	774,701,986	-	774,701,986	(1,077,161)
CN	Change in net position	102,061,635	29,402	102,091,037	(859,913)
NB	Net Position - Beginning	164,845,679	44,141	164,889,820	5,972,548
NE	Net Position - Ending	\$ 266,907,314	\$ 73,543	\$ 266,980,857	\$ 5,112,635

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET - GOVERNMENTAL FUNDS
August 31, 2023

Exhibit C-1
Page 1 of 2

Data Control Codes		General Fund	Debt Service Fund	Capital Projects Fund
Assets				
1110	Cash and temporary investments	\$ 189,389,717	\$ 20,156,740	\$ 107,781,704
1810	Restricted Cash and Investments	-	23,823,079	-
	Receivables:			
1220	Delinquent property taxes receivables	5,703,978	2,345,705	-
1230	Allowance for uncollectible taxes (credit)	(464,302)	(150,252)	-
1240	Receivables from other governments	3,711,596	50,179	-
1250	Accrued interest	-	-	-
1260	Due from other funds	-	-	-
1290	Other receivables	140,878	-	6,171,484
1300	Inventories, at cost	160,416	-	-
1410	Prepaid items	1,216,066	-	-
1000	Total Assets	\$ 199,858,349	\$ 46,225,451	\$ 113,953,188
Liabilities, Deferred Inflows of Resources, and Fund Balance				
	Liabilities:			
2110	Accounts payable	\$ 4,364,912	\$ -	\$ 6,751,544
2150	Payroll deductions and withholdings	6,642,922	-	-
2160	Accrued wages payable	41,623,847	-	-
2170	Due to other funds	2,639,116	-	8,004,457
2180	Payable to other governments	3,230,790	405,231	-
2300	Unearned revenue	4,177,008	-	-
2000	Total Liabilities	62,678,595	405,231	14,756,001
	Deferred Inflows of Resources			
	Unavailable revenue - property taxes	4,579,818	1,908,024	-
	Unavailable revenue - Stewart's Creek	-	-	6,171,484
2600	Total Deferred Inflows of Resources	4,579,818	1,908,024	6,171,484
	Fund Balance:			
	Nonspendable:			
3410	Inventories	160,416	-	-
3430	Prepaid items	1,216,066	-	-
	Restricted:			
3450	Grants	-	-	-
3470	Capital acquisition program	-	-	93,025,703
3480	Debt service	-	43,912,196	-
	Committed:			
3545	Campus activity	-	-	-
3600	Unassigned	131,223,454	-	-
3000	Total Fund Balances	132,599,936	43,912,196	93,025,703
4000	Total Liabilities, Deferred Inflows of Resources , and Fund Balance	\$ 199,858,349	\$ 46,225,451	\$ 113,953,188

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET - GOVERNMENTAL FUNDS
August 31, 2023

Exhibit C-1
Page 2 of 2

Data Control Codes		Federal Funds	Nonmajor Governmental Funds	Total Governmental Funds
Assets				
1110	Cash and temporary investments	\$ -	\$ 2,695,101	\$ 320,023,262
1810	Restricted Cash and Investments	-	-	23,823,079
	Receivables:			
1220	Delinquent property taxes receivables	-	-	8,049,683
1230	Allowance for uncollectible taxes (credit)	-	-	(614,554)
1240	Receivables from other governments	9,001,253	1,763,502	14,526,530
1250	Accrued interest	-	-	-
1260	Due from other funds	-	19,503,877	19,503,877
1290	Other receivables	-	-	6,312,362
1300	Inventories, at cost	-	201,007	361,423
1410	Prepaid items	2,961	-	1,219,027
1000	Total Assets	\$ 9,004,214	\$ 24,163,487	\$ 393,204,689
Liabilities, Deferred Inflows of Resources, and Fund Balance				
	Liabilities:			
2110	Accounts payable	\$ 35,099	\$ 1,270,051	\$ 12,421,606
2150	Payroll deductions and withholdings	-	-	6,642,922
2160	Accrued wages payable	-	257,008	41,880,855
2170	Due to other funds	8,969,115	211,402	19,824,090
2180	Payable to other governments	-	979	3,637,000
2300	Unearned revenue	-	851,689	5,028,697
2000	Total Liabilities	9,004,214	2,591,129	89,435,170
	Deferred Inflows of Resources			
	Unavailable revenue - property taxes	-	-	6,487,842
	Unavailable revenue - Stewart's Creek	-	-	6,171,484
2600	Total Deferred Inflows of Resources	-	-	12,659,326
	Fund Balance:			
	Nonspendable:			
3410	Inventories	-	201,007	361,423
3430	Prepaid items	-	-	1,216,066
	Restricted:			
3450	Grants	-	15,416,671	15,416,671
3470	Capital acquisition program	-	-	93,025,703
3480	Debt service	-	-	43,912,196
	Committed:			
3545	Campus activity	-	5,954,680	5,954,680
3600	Unassigned	-	-	131,223,454
3000	Total Fund Balances	-	21,572,358	291,110,193
4000	Total Liabilities, Deferred Inflows of Resources , and Fund Balance	\$ 9,004,214	\$ 24,163,487	\$ 393,204,689



LEWISVILLE INDEPENDENT SCHOOL DISTRICT
Exhibit C-1R
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION
August 31, 2023
**Data
Control
Codes**

Total Fund Balance, Governmental Funds		\$ 291,110,193
Amounts reported for governmental activities in the statement of net position (A-1) are different because:		
1	Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	2,088,723,350
2	Accumulated depreciation\amortization has not been included in the governmental fund financial statements.	(681,147,144)
3	Property taxes receivable have been levied and are due this year, but are not available soon enough to pay for the current period's expenditures, these property taxes and related penalty and interest amounts (net of allowance for uncollectible	6,487,842
	Property receivable have been recorded, but are not available soon enough to pay for the current period's expenditures, this receivable.	6,171,484
4	Deferred charges (gain and loss) on refunding	3,408,376
5	Deferred inflows and outflows related to pension liability	58,744,004
6	Deferred inflows and outflows related to OPEB liability	(118,704,416)
Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore are not reported as liabilities in the funds. Long-term liabilities at year end consist of:		
7	General obligation bonds	(1,032,290,000)
8	Premiums on issuance	(86,379,571)
9	Leases liability	(930,010)
10	SBITA liability	(2,921,405)
11	Accrued compensated absences	(3,071,534)
12	Accrued interest payable	(1,959,842)
13	Net pension liability	(174,287,316)
14	Net OPEB liability	(89,013,486)
19	Addition of Internal Service fund net position	2,966,789
Total Net Position - Governmental Activities		\$ 266,907,314

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Year Ended August 31, 2023

Exhibit C-2
Page 1 of 2

Data Control Codes		General Fund	Debt Service Fund	Capital Projects Fund
Revenues				
5700	Local, intermediate, and out-of-state	\$ 471,934,257	\$ 206,178,172	\$ 5,452,188
5800	State program revenues	60,830,642	4,046,216	-
5900	Federal program revenues	15,899,521	-	-
5020	Total Revenues	548,664,420	210,224,388	5,452,188
Expenditures				
Current:				
0011	Instruction	313,643,153	-	-
0012	Instructional resources and media services	6,471,856	-	-
0013	Curriculum and instructional staff development	3,012,184	-	-
0021	Instructional leadership	10,957,736	-	-
0023	School leadership	33,865,082	-	-
0031	Guidance, counseling and evaluation services	26,374,455	-	-
0032	Social work services	488,276	-	-
0033	Health services	6,844,631	-	-
0034	Student transportation	10,839,277	-	-
0035	Food services	2,441	-	-
0036	Extracurricular activities	11,489,166	-	-
0041	General administration	11,567,377	-	3,234
0051	Facilities maintenance and operations	43,393,900	-	-
0052	Security and monitoring services	4,903,128	-	673,452
0053	Data processing services	8,737,851	-	1,817,171
0061	Community services	5,500,910	-	-
Debt service:				
0071	Principal on long-term debt	2,409,965	115,130,008	273,463
0072	Interest on long-term debt and fees	141,914	50,028,187	69,518
0073	Debt issuance costs and fees	-	52,145,084	-
Capital outlay:				
0081	Facilities acquisition and construction expenditures	379,462	-	53,305,651
Intergovernmental:				
0091	Purchase of WADA	61,227,131	-	-
0093	Payments related to shared services arrangements	180,000	-	-
0095	Payments to Juvenile Justice Alternative Education Program	15,642	-	-
0099	Other intergovernmental charges	3,751,531	-	-
6030	Total Expenditures	566,197,068	217,303,279	56,142,489
1100	Excess (deficiency) of revenues over expenditures	(17,532,648)	(7,078,891)	(50,690,301)
Other Financing Sources (Uses)				
7901	Refunding bonds issued	-	73,220,000	-
7912	Sale of real or personal property	156,594	-	728,516
7915	Transfers in	-	-	-
7916	Premium or discount on issuance of bonds	-	5,447,227	-
8911	Transfers out	(35,130)	-	-
8949	Payment to Bond Refunding Escrow Agent	-	(77,212,002)	-
7080	Total Other Financing Sources and Uses	121,464	1,455,225	728,516
1200	Net change in fund balances	(17,411,184)	(5,623,666)	(49,961,785)
0100	Fund Balance - Beginning	150,011,120	49,535,862	142,987,488
3000	Fund Balance - Ending	\$ 132,599,936	\$ 43,912,196	\$ 93,025,703

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Year Ended August 31, 2023

Exhibit C-2
Page 2 of 2

Data Control Codes		Federal Funds	Nonmajor Governmental Funds	Total Governmental Funds
Revenues				
5700	Local, intermediate, and out-of-state	\$ -	\$ 16,286,033	\$ 699,850,650
5800	State program revenues	-	1,856,733	66,733,591
5900	Federal program revenues	34,666,851	14,688,794	65,255,166
5020	Total Revenues	34,666,851	32,831,560	831,839,407
Expenditures				
Current:				
0011	Instruction	22,652,813	4,520,123	340,816,089
0012	Instructional resources and media services	13,960	113,306	6,599,122
0013	Curriculum and instructional staff development	1,504,136	54,814	4,571,134
0021	Instructional leadership	717,639	6,056	11,681,431
0023	School leadership	298,298	872,978	35,036,358
0031	Guidance, counseling and evaluation services	1,213,006	396,750	27,984,211
0032	Social work services	140,324	-	628,600
0033	Health services	125,016	1,258	6,970,905
0034	Student transportation	4,508,040	-	15,347,317
0035	Food services	-	24,998,739	25,001,180
0036	Extracurricular activities	37,984	1,603,336	13,130,486
0041	General administration	274,281	7,319	11,852,211
0051	Facilities maintenance and operations	2,620,334	169,886	46,184,120
0052	Security and monitoring services	63,933	19,192	5,659,705
0053	Data processing services	-	131	10,555,153
0061	Community services	497,087	5,883	6,003,880
Debt service:				
0071	Principal on long-term debt	-	153,302	117,966,738
0072	Interest on long-term debt and fees	-	15,718	50,255,337
0073	Debt issuance costs and fees	-	-	52,145,084
Capital outlay:				
0081	Facilities acquisition and construction expenditures	-	7,290	53,692,403
Intergovernmental:				
0091	Purchase of WADA	-	-	61,227,131
0093	Payments related to shared services arrangements	-	-	180,000
0095	Payments to Juvenile Justice Alternative Education Program	-	-	15,642
0099	Other intergovernmental charges	-	-	3,751,531
6030	Total Expenditures	34,666,851	32,946,081	907,255,768
1100	Excess (deficiency) of revenues over expenditures	-	(114,521)	(75,416,361)
Other Financing Sources (Uses)				
7901	Refunding bonds issued	-	-	73,220,000
7912	Sale of real or personal property	-	-	885,110
7915	Transfers in	-	35,130	35,130
7916	Premium or discount on issuance of bonds	-	-	5,447,227
8911	Transfers out	-	-	(35,130)
8949	Payment to Bond Refunding Escrow Agent	-	-	(77,212,002)
7080	Total Other Financing Sources and Uses	-	35,130	2,340,335
1200	Net change in fund balances	-	(79,391)	(73,076,026)
0100	Fund Balance - Beginning	-	21,651,749	364,186,219
3000	Fund Balance - Ending	\$ -	\$ 21,572,358	\$ 291,110,193

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended August 31, 2023

Exhibit C-3

Data
Control
Codes

Net Change in Fund Balances - Total Governmental Funds (from C-2)		\$ (73,076,026)
Amounts reported for governmental activities in the statement of activities (B-1) are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.		
1	Governmental funds capital outlay	39,148,304
2	Governmental activities depreciation\amortization expense	(60,062,840)
3	Governmental funds report the entire sales price from sale of an asset as revenue because it provides current financial resources. In contrast, the Statement of Activities reports only the gain or loss on the sale of the assets	(2,659,495)
4	Property tax revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(166,557)
5	Property receivable revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	6,171,484
6	Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	102,440,000
7	Repayment of lease and SBITA principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	2,836,730
8	Proceeds from issuance of refunding (\$73,220,000) and premium on long-term debt of (\$5,447,227) is reported as an other financing source in the governmental funds.	(78,667,227)
9	Changes in deferred outflows related to pension and OPEB	26,424,572
10	Changes in deferred inflows related to pension and OPEB	33,993,328
11	Increase in interest payable is not recognized in the fund statements.	295,206
12	Changes in the net pension and OPEB liabilities	(49,395,241)
13	Cash Defeasance on bonds are reduction of debt in government-wide	69,005,259
14	Proceeds from refunding bonds placed in escrow are shown as a current use on the fund financial statements, but represent an increase in net position at the government-wide financial statements	77,212,002
Some expenses reported in the statement of activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:		
15	Amortization of premiums, deferred charges on refunding	8,574,097
16	Decrease in long term compensation absences	66,035
17	Internal service funds are used by management to charge the costs of certain activities, such as insurances, to individual funds. The net revenue (expense) of the internal service funds is reported with governmental funds. (see D-2)	(77,996)
Change in Net Position of Governmental Activities (see B-1)		\$ 102,061,635

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
Exhibit C-4

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP) AND ACTUAL - GENERAL FUND
For the Year Ended August 31, 2023**

Data Control Codes		Budgeted Amounts		Actual Amounts,	Variance with
		Original	Final	GAAP Basis	Final Budget
Revenues					
5700	Local revenues	\$ 478,789,128	\$ 479,094,128	\$ 471,934,257	\$ (7,159,871)
5800	State program revenues	70,608,975	70,608,975	60,830,642	(9,778,333)
5900	Federal program revenues	19,136,852	19,136,852	15,899,521	(3,237,331)
5020	Total Revenues	568,534,955	568,839,955	548,664,420	(20,175,535)
Expenditures					
Current:					
0011	Instruction	320,254,092	314,641,474	313,643,153	998,321
0012	Instructional resources and media services	6,712,878	9,322,455	6,471,856	2,850,599
0013	Curriculum and staff development	3,627,573	3,551,499	3,012,184	539,315
0021	Instructional leadership	11,549,176	11,583,000	10,957,736	625,264
0023	School leadership	34,474,619	35,073,881	33,865,082	1,208,799
0031	Guidance, counseling and evaluation services	25,490,858	26,526,287	26,374,455	151,832
0032	Social work services	367,667	491,119	488,276	2,843
0033	Health services	6,703,684	6,845,436	6,844,631	805
0034	Student transportation	16,593,498	12,618,208	10,839,277	1,778,931
0035	Food services	45,158	45,158	2,441	42,717
0036	Extracurricular activities	12,982,065	12,197,505	11,489,166	708,339
0041	General administration	12,286,783	13,533,506	11,567,377	1,966,129
0051	Facilities maintenance and operations	46,801,405	47,025,084	43,393,900	3,631,184
0052	Security and monitoring services	6,563,293	5,232,153	4,903,128	329,025
0053	Data processing services	14,188,495	11,968,722	8,737,851	3,230,871
0061	Community services	6,703,716	6,431,291	5,500,910	930,381
Debt Service:					
0071	Principal on long-term debt	-	2,718,086	2,409,965	308,121
0072	Interest on long-term debt and fees	-	141,914	141,914	-
Capital outlay:					
0081	Facilities acquisition and construction	269,836	728,136	379,462	348,674
Intergovernmental:					
0091	Purchase of WADA	54,400,000	61,496,341	61,227,131	269,210
0093	Payments related to shared services arrangements	210,000	180,000	180,000	-
0095	Payments to Juvenile Justice Alt. Ed. Prgm.	200,000	30,000	15,642	14,358
0099	Other intergovernmental charges	4,600,000	4,600,000	3,751,531	848,469
6030	Total Expenditures	585,024,796	586,981,255	566,197,068	20,784,187
1100	Excess (deficiency) of revenues over expenditures	(16,489,841)	(18,141,300)	(17,532,648)	608,652
Other Financing Sources (Uses)					
7912	Sale of real or personal property	1,971,000	1,971,000	156,594	(1,814,406)
8911	Operating transfers out	-	(35,130)	(35,130)	-
7080	Total Other Financing Sources (Uses)	1,971,000	1,935,870	121,464	(1,814,406)
1200	Net change in fund balances	(14,518,841)	(16,205,430)	(17,411,184)	(1,205,754)
0100	Fund Balances - Beginning	150,011,120	150,011,120	150,011,120	-
3000	Fund Balances - Ending	\$ 135,492,279	\$ 133,805,690	\$ 132,599,936	\$ (1,205,754)

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
August 31, 2023

Exhibit D-1

	Business-Type Activity	Governmental Activities
	Culinary Arts	Internal Service Fund
Assets		
Current Assets:		
Cash and cash equivalents	\$ 74,187	\$ 4,123,282
Due from other funds	-	320,213
Total Assets	<u>74,187</u>	<u>4,443,495</u>
Liabilities		
Current Liabilities:		
Accounts payable	644	16,165
Accrued expenses	-	1,460,541
Total Liabilities	<u>644</u>	<u>1,476,706</u>
Net Position		
Unrestricted net position	73,543	2,966,789
Total Net Position	<u>\$ 73,543</u>	<u>\$ 2,966,789</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
Exhibit D-2
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION - PROPRIETARY FUNDS
For the Year Ended August 31, 2023

	Business-Type Activity	Governmental Activities
	Culinary Arts	Internal Service Fund
Operating Revenues		
User charges	\$ 38,464	\$ -
Premiums	-	1,220,442
Total Operating Revenues	38,464	1,220,442
Operating Expenses		
Professional and contracted services	-	128,065
Supplies and materials	9,062	-
Claims and premiums	-	1,352,025
Total Operating Expenses	9,062	1,480,090
Operating Income	29,402	(259,648)
Non-Operating Revenues		
Interest income	-	181,652
Total Non-operating Revenues	-	181,652
Change in Net Position	29,402	(77,996)
Net Position - September 1 (Beginning)	44,141	3,044,785
Net Position - August 31 (Ending)	\$ 73,543	\$ 2,966,789

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
For the Year Ended August 31, 2023

Exhibit D-3

	Business-Type Activity	Governmental Activities
	Culinary Arts	Internal Service Fund
Cash Flows from Operating Activities:		
Cash received for premiums from other funds	\$ -	\$ 1,188,198
Cash received from user charges	38,464	-
Cash paid for claims and premiums	-	(1,247,448)
Cash paid for supplies	(8,633)	-
Net Cash Provided (Used) for Operating Activities	29,831	(59,250)
Cash Flows from Investing Activities:		
Interest received on investments	-	181,652
Net Cash Provided by Investing Activities	-	181,652
Net increase in Cash and Cash Equivalents	29,831	122,402
Cash and Cash Equivalents at Beginning of Year	44,356	4,000,880
Cash and Cash Equivalents at End of Year	\$ 74,187	\$ 4,123,282
Reconciliation of Operating Income to Net Cash Provided by (used in) Operating Activities:		
Operating Income (Loss)	\$ 29,402	\$ (259,648)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:		
Increase (decrease) in interfund receivables	-	(32,244)
Increase in accounts payable	429	11,485
Decrease in accrued expenses	-	221,157
Total Adjustments	429	200,398
Net Cash Provided (Used) for Operating Activities	\$ 29,831	\$ (59,250)

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
August 31, 2023

Exhibit E-1

	Custodial Funds
Assets	
Cash and cash equivalents	\$ 3,853,791
Receivable from outside entities	253,089
Prepaid items	14,038
Total Assets	<u>4,120,918</u>
Liabilities	
Accounts payable	42,618
Total Liabilities	<u>42,618</u>
Net Position	
Restricted for student activities	1,414,266
Restricted for outside entities (CISNT)	2,664,034
Total Net Position	<u>\$ 4,078,300</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the Year Ended August 31, 2023

Exhibit E-2

	<u>Custodial Funds</u>
Additions	
Contributions - student activities	\$ 1,487,470
Collections - CISNT	6,744,683
Total Additions	<u>8,232,153</u>
Deductions	
Student activities	1,513,846
CISNT	6,804,933
Total Deductions	<u>8,318,779</u>
Change in net position	(86,626)
Net Position, Beginning of Year	<u>4,164,926</u>
Net Position, End of Year	<u><u>\$ 4,078,300</u></u>

Note 1 - Summary of Significant Accounting Policies

Lewisville Independent School District (the "District") is an independent public educational agency operating under applicable laws and regulations of the State of Texas. The District is autonomously governed by a seven-member Board of Trustees elected by the District's residents.

The District prepares its basic financial statements in conformity with U.S. generally accepted accounting principles promulgated by the Governmental Accounting Standards Board (GASB) and other authoritative sources identified in Statement on Auditing Standards No. 69, as amended by Statement on Auditing Standards No.'s 91 and 93 of the American Institute of Certified Public Accountants; and it complies with the most recent requirements of the Texas Education Agency's Financial Accountability System Resource Guide (the "Resource Guide" or FASRG) and the requirements of contracts and grants of agencies from which it receives funds.

Reporting Entity

The Board of Trustees ("Board"), a seven-member group, has fiscal accountability over all activities related to public elementary and secondary education within the jurisdiction of the District. The public elects the trustees. The trustees as a body corporate have the exclusive power and duty to govern and oversee the management of the public schools of the District. All powers and duties not specifically delegated by statute to the Texas Education Agency ("Agency") or to the State Board of Education are reserved for the trustees, and the Agency may not substitute its judgment for the lawful exercise of those powers and duties by the trustees. The District is not included in any other governmental "reporting entity" as defined in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards. The financial statements of the District include all activities for which the Board exercises these governance responsibilities.

For financial reporting purposes, in conformance with governmental accounting standards, the District includes all funds of the District, as well as any component units for which the District is financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either (1) the ability to impose will by the District, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the District. In accordance with GASB Statement No. 61, *The Financial Reporting Entity: Omnibus*, the District has determined that the Lewisville Education Foundation, Inc. ("LEF") should be included in the District's financial statements and reported as a discretely presented component unit.

The discretely presented component unit is reported in a separate column in the financial statements to emphasize it as legally separate from the District. LEF is a nonprofit organization with the purpose of providing financial support to the District, teachers, and students. LEF is governed by a 22-member Board of Trustees, who represents a cross section of the community served by the District. All voting members are independent of the District; however, District administrators serve as ex-officio Board members. The accounting and reporting policies relating to the component unit included in the financial statements conform to the generally accepted accounting principles applicable to state and local governments. A copy of the complete separately audited financial statements as of and for the year ended December 31, 2022, can be obtained from Lewisville ISD Education Foundation, Inc., 1565C W. Main Street, Lewisville, Texas 75067.

The District receives funding from local, state, and federal government sources and complies with the requirements of these funding source entities.

Note 1 - Summary of Significant Accounting Policies (continued)

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 on all of the non-fiduciary activities. Internal service fund activity is eliminated to avoid overstatement of revenues and expenses. Interfund services provided and used are not eliminated in the process of consolidation. Governmental activities include programs supported primarily by taxes, State foundation funds, grants and other intergovernmental revenues. Business-type activities include operations that rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers who directly benefit from the services provided by that function, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a function. Taxes and other items properly not included among program revenues are reported instead 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. The District reports only one internal service fund as a proprietary fund. Internal service funds are never considered major funds.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds, including the Fiduciary funds also use the accrual basis of accounting and economic resources measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants are recognized as revenue as the eligibility requirements imposed by the provider have been met. The effect of interfund activity has been eliminated from the government-wide financial statements.

Governmental funds utilize the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recorded when they are susceptible to accrual, which means they must be both available and measurable. Revenues are considered to be available when they are expected to be collected during the current budgetary period or within 60 days thereafter to pay liabilities outstanding at the close of the budgetary period.

Interest revenue and building rentals are recorded when earned since they are measurable and available. Other revenues such as fees, tuition, and miscellaneous revenues are recorded when received.

Fund Accounting

Governmental Funds

Revenue from investments, including governmental external investment pools, is based upon fair market value. Fair market value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. Most investments are reported at amortized cost when the investments have remaining maturities of one year or less at time of purchase. External investment pools are permitted to report short term debt investments at amortized cost, provided that the fair market value of those investments is not significantly affected by the impairment of the credit standing of the issuer, or other factors. For that purpose, a pool's short-term investments are those with remaining maturities of up to ninety days.

Note 1 - Summary of Significant Accounting Policies (continued)

Fund Accounting (continued)

Governmental Funds(continued)

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

District accounts are organized on the basis of funds, each of which is considered a separate accounting entity. The District has established several funds that are organized by sub-funds within a separate set of self-balancing accounts comprised of assets, liabilities, fund balance, revenues, and expenditures or expenses as appropriate. Governmental resources allocated to individual funds are recorded for the purpose of carrying on specific activities in accordance with laws, regulations, or other appropriate requirements.

The District reports the following major governmental funds:

General Fund - The District's primary operating fund. This fund is established to account for resources financing the fundamental operations of the District, in partnership with the community, in enabling and motivating students to reach their full potential. All revenues and expenditures not required to be accounted for in other funds are included here. This is a budgeted fund and any fund balances are considered resources available for current operations. Fund balances may be appropriated by the Board of Trustees to implement its responsibilities.

Debt Service Fund - This fund is established to account for payment of principal and interest on long-term general obligation debt and other long-term debts for which a tax has been dedicated. This is a budgeted fund, and a separate bank account is maintained for this fund. Any unused sinking fund balances are transferred to the General Fund after all of the related debt obligations have been met.

Capital Projects Fund - This fund is established to account for proceeds, on the modified accrual basis, from the sale of bonds and other resources to be used for Board authorized acquisition, construction, or renovation, as well as, furnishing and equipping of major capital facilities. Upon completion of a project, any unused bond proceeds are transferred to the Debt Service Fund and are used to retire related bond principal.

Federal Funds - This fund is established to account for revenues and expenditures, on the modified accrual basis, from federal grants. Most of the grants are on a reimbursement basis and as such fund balance is not generated.

In addition, the District reports the following funds:

Special Revenue Funds - These governmental funds are established to account for state and local programs or expenditures legally restricted for specified purposes and Food Service Program transactions.

The District's Food Service Fund is considered a special revenue fund since it meets the following criteria: (1) User fees are charged to supplement the National School Lunch Program ("NSLP"), (2) The General Fund subsidizes the Food Service Program for all expenditures in excess of NSLP and user fees, and (3) The District does not consider the Food Service Program completely self-supporting. Food Service fund balances are used exclusively for child nutrition program purposes.

Enterprise Fund - The District has a Culinary Arts fund. A proprietary fund to account for this self-sustaining activity.

Note 1 - Summary of Significant Accounting Policies (continued)

Fund Accounting (continued)

Governmental Funds(continued)

Internal Service Fund - The District utilizes an Internal Service Fund, a proprietary fund, to account for its workers' compensation self-insurance plan.

The District continues to fully provide for incurred but not reported costs for workers' compensation claims through the establishment of undiscounted liability accounts and net position. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The operating revenues of the self-insurance fund are received from both the General and Special Revenue Funds, and its operating expenses are comprised of claims paid on behalf of District employees.

Operating expenses also include administrative expenses and depreciation on capital assets. Revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The internal service fund is accounted for on a flow of economic resources measurement focus. Accordingly, the accrual basis, whereby revenues and expenses are identified in the accounting period in which they are earned and incurred, and net income is determined, is utilized for this fund. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations.

Fiduciary funds. *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. *Fiduciary funds* are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The District is the trustee, or fiduciary, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and statement of changes in fiduciary net position as referenced as Exhibits E-1 and E-2. The District has two custodial funds: (1) The District serves as the business fiduciary with Communities in Schools of North Texas, Inc. and (2) Student activity funds to account for the funds of bona-fide student groups.

Implementation of New Accounting Standards

GASB Statement No. 94 *Public-Private and Public-Public Partnerships and Availability Payment Arrangements* was issued in March 2020 and is effective for periods beginning after June 15, 2022. This Statement addresses issues related to public private and public-public partnership arrangements (PPPs). The Statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). The requirements of this Statement are effective for periods beginning after June 15, 2022. The District has evaluated the effects of this standard and has determined that it does not impact the financial statements.

GASB Statement No. 96 *Subscription-Based Information Technology Arrangements* (SBITA), was issued in May 2020 and was effective for periods beginning after June 15, 2022. This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended. The District has evaluated the effects of this standard and has determined that it does impact the financial statements. As such the District has incorporated such SBITAs into its capital assets and long-term liabilities on both the face of the financial statements and the note disclosures.

Note 1 - Summary of Significant Accounting Policies (continued)

Implementation of New Accounting Standards (continue)

GASB issued Statement No. 99, Omnibus 2022 was issued in April 2022. This Statement was issued to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements and accounting and financial reporting for financial guarantees. The requirements of this Statement are effective immediately upon issuance, for periods beginning after June 15, 2022 and June 15, 2023, depending on the topical area.

Budgetary Data

Each school district in Texas is required by law to annually prepare a budget of anticipated revenues and expenditures for Governmental Funds for the fiscal year beginning September 1. The District adopts annual budgets for the General Fund, Food Service, and the Debt Service Fund.

The annual budget is prepared on the modified accrual basis of accounting. The official school budget was prepared for adoption for all governmental fund types by August 20, 2022, as required. The Board of Trustees formally adopted the budget at a duly advertised public meeting prior to the expenditure of funds. Final priorities and funding of projects are determined by the Board, which subsequently establishes a tax rate sufficient to support the approved budget.

Management has the authority to transfer any unencumbered appropriation from one appropriation to another within a single function. In addition, the administration performs budget reviews by which budget requirements are reevaluated and revisions are recommended to the Board. The Board is required to approve amendments to the budget that change any budgeted fund (the legal level of compliance), revenue object accounts, or other financing sources/uses as defined by the Agency for each individual fund type. Unexpended appropriations lapse at year-end. State law prohibits deficit fund balances. (See Note 2 for additional disclosure.)

Cash in Bank Depository and Investments

The District's cash and investments are classified as cash and temporary investments. The cash and temporary investments include cash on hand and deposits with financial institutions. Investments consist of balances in privately managed public funds investment pools and investments in United States (U.S.) securities and U.S. Agency securities. The District reports all investments at fair market value, except for investment pools. The District's investment pools are valued and reported at amortized cost, which approximates fair market value. The District's cash and temporary investments are short-term, highly liquid investments that are readily convertible to cash.

The District's investments are carried at fair market value based on quoted market prices at year-end, in accordance with U.S. generally accepted accounting principles. The District categorizes fair market value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair market value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair market value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District's local government investment pools are recorded at amortized costs as permitted by GASB Statement No. 79 *Certain Investment Pools and Pool Participants*.

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

Note 1 - Summary of Significant Accounting Policies (continued)

Cash in Bank Depository and Investments (continued)

At August 31, 2023 the carrying amount of the District's cash deposits was \$8,093,046 and the bank balance was \$6,772,170. The District's deposits at August 31, 2023, were entirely covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name.

The cash and cash equivalents amounts were composed of the following:

	Cash	Investments	Total
General fund	\$ 59,047	\$ 189,330,670	\$ 189,389,717
Debt service fund	69,726	43,910,093	43,979,819
Capital projects fund	-	107,781,704	107,781,704
Non-major governmental funds	2,695,101	-	2,695,101
Internal service fund	20,318	4,102,964	4,123,282
Total Governmental Activities	2,844,192	345,125,431	347,969,623
Business Type Activities - Culinary Arts	74,187	-	74,187
Custodial funds	3,853,791	-	3,853,791
Total	\$ 6,772,170	\$ 345,125,431	\$ 351,897,601

The following table includes the portfolio balance, credit rating and percentage of the portfolio balance by investment type and weighted average days to maturity of investment held by the District as of August 31, 2023:

	Fair Value	S&P Credit Quality Ratings	Percentage of Investments	Weighted Average Maturity (Days)
Investment Type				
Certificates of Deposit	\$ 21,792,426	N/A	6.31%	35
Money Market	17,483,900	N/A	5.07%	1
Short-term cash fund	23,823,079		6.90%	1
Total	63,099,405		18.28%	
Local Government Investment Pools *				
TexPool	34,251,256	AAAm	9.92%	24
TexPool Prime	235,521,078	AAAm	68.24%	37
Total	269,772,334		78.17%	
Investments-Securities:				
U.S. Treasury Securities	12,253,692	AA+	3.55%	34
Total Investments	\$ 345,125,431		100.00%	30

* Per GASB 79, valued at amortized cost.

Investments' fair market value input levels are as follows at August 31, 2023:

Investments	Level 1	Level 2	Level 3	Total
Certificates of Deposit	\$ -	\$ 21,792,426	\$ -	\$ 21,792,426
Money Market	-	17,483,900	-	17,483,900
Short-term cash funds	-	23,823,079	-	23,823,079
US Government and Agency Securities	-	12,253,692	-	12,253,692
Total	\$ -	\$ 75,353,097	\$ -	\$ 75,353,097

Note 1 - Summary of Significant Accounting Policies (continued)

Cash in Bank Depository and Investments (continued)

Credit Risk- Texas state law and the Lewisville ISD's Board adopted Investment Policy placing high credit quality as a priority in its investment process. Credit minimums are set for appropriate invest types and a procedure is included in the policy for monitoring, disclosing and acting on credit downgrades. All time and demand deposits are required to be FDIC insured or collateralized to 102% (or 110% if mortgage-backed securities). They must be in eligible depositories doing business in Texas and be under the terms of a written collateral agreement. The maximum maturity on depository CD as stated in the Policy is one year. The bank is contractually liable for monitoring and maintaining the collateral margins.

Brokered CD securities must be FDIC insured and delivered versus payment to the District's depository. Maximum maturity of one year and FDIC insurance must be verified before purchase.

State law and the Lewisville ISD adopted Investment Policy limits repurchase agreements to Texas banks and primary dealers. State law and the Policy require a defined termination date, an industry standard, written master repurchase agreement, independent safekeeping of collateral, and a 102% margin on collateral. Fully collateralized flex repurchase agreements are restricted by the Policy to the use of bond funds and are restricted to being matched to bond proceeds expenditures plans. The term of any reverse security repurchase agreement may not exceed ninety (90) days after the date of delivery.

Obligations of the State of Texas or its agencies and instrumentalities or obligations of other states, agencies, counties, cities and other political subdivisions rated as to investments quality by a nationally recognized rating firm (NRSRO) not less than AA or its equivalent are authorized. Debt obligations have a maximum maturity of three years.

AAA-rated, local government investment pools striving to maintain a \$1 net asset value as defined by state law (2256.016) and approved by the District's adopted policy are authorized. By State law all local government pools are rated AAA or equivalent by at least one NRSRO.

The District's Investment Policy requires SEC registered money market funds to be AAA-rated and to strive to maintain at \$1 NAV.

Concentration of Credit Risk - Lewisville ISD's adopted Investment Policy requires diversification which is monitored on at least a monthly basis. The Policy requires the following diversification:

	Maximum % of Portfolio
U.S. Treasury Obligations	100%
U.S. Agency Obligations	80%
Commercial Paper	25%
Constant Dollar Pools	100%
Repurchase Agreements	30%
Repurchase Agreements fully collateralized flex	100%
Certificates of Deposit	40%
Brokered Certificate of Deposit Securities	20%
Municipal Obligations	35%

Interest Rate Risk - In order to limit interest and market rate risk from changes in interest rates, Lewisville ISD's adopted Investment Policy sets a maximum maturity of three (3) years and a maximum weighted average maturity (WAM) of 365 days on the total portfolio. Escrow sinking funds will be invested with a maximum maturity matching the termination date of the escrow.

Note 1 - Summary of Significant Accounting Policies (continued)

Cash in Bank Depository and Investments (continued)

Custodial Credit Risk- To control custody risk, State law and the District's adopted Investment Policy requires collateral for all time and demand deposits and repurchase agreements with securities transferred only on a delivery versus payment basis and held by an independent party approved by the District and held in the District's name. The custodian is required to provide original safekeeping receipts and monthly reporting of positions and position descriptions including fair market value. Repurchase agreements and deposits must be collateralized to 102% and time and demand deposits collateralized to 102% (with 110% on mortgaged-backed securities). Transactions are required to be executed under a written collateral and/or repurchase agreement. The counterparty of each type transaction is held contractually liable for monitoring and maintaining the required collateral margins on a daily basis.

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, and (9) bid solicitation preferences for certificates of deposit. Statutes authorize the District to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, and (10) common trust funds. 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. Investments are recorded at fair market value. Fair market value is determined by the amount at which a financial instrument could be exchanged in a current transaction between willing parties.

As of August 31, 2023, the District's investments consisted of balances held by Certificates of Deposit, Money Market funds, Texas Local Government Investment Pool (TexPool), and U.S. Governmental Agencies.

TexPool is a public funds investment pool created by the Texas Treasury Safekeeping Trust Company (the Trust Company) to provide a safe environment for the placement of local government funds. The portfolio consists of U.S. Treasury and government agency securities, repurchase agreements, certain mutual funds, collateralized repurchase and reverse repurchase agreements, no-load money market mutual funds regulated by the Securities and Exchange Commission and rated AAA or equivalent by at least one nationally recognized statistical rating organization, securities lending programs, and certificates of deposit. TexPool is overseen by the State Comptroller of Public Accounts and administered by Federated Investors, Inc. The State Street Bank is the custodial bank. TexPool follows chapter 2256 of the Texas Public Funds Investment Act. TexPool uses amortized cost rather than fair market value to report net position to compute share prices. The fair market value of the position in TexPool is the same as the value of TexPool shares. Accordingly, the District's investments in TexPool are stated at amortized cost, which approximates fair market value.

In accordance with GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, the Local Government Investment Pools do not have any limitations and restrictions on withdrawals such as notice periods or maximum transaction amounts. These pools do not impose any liquidity fees or redemption gates.

The District is invested in several Money Market and short-term accounts at Wells Fargo, East West Bank, First Financial Bank, and Bank of Texas. Money Markets are a type of savings account that usually pays a higher interest rate. These funds are considered liquid and the District's Money Market funds are reported at fair market value using Level 2 inputs.

The District invested in U.S. Government Agencies and State and Local agencies in which the carrying value reflects the fair market value of the investments and are reported as Level 2 inputs.

Note 1 - Summary of Significant Accounting Policies (continued)

Interfund Transactions

Interfund receivables and payables arise from interfund transactions in the normal course of operations and are recorded in all affected funds in the period in which transactions are executed. Interfund transfers arise from the need to move cash from bank accounts. See Note 11 for additional discussion of interfund transactions.

Inventories

Technology and food commodities are carried in an inventory account at cost, using the first-in, first-out method of accounting. Maintenance is carried using average cost method. Inventories are recorded as expenses when consumed on the government-wide financial statements and as expenditures when purchased on the fund financial statements. Although food commodities are received at no cost, their fair market value is supplied by the Texas Department of Human Resources and recorded as inventory. In the governmental funds, a non-spendable fund balance indicates that they are unavailable as current expendable financial resources.

Prepaid Items

Certain payments to vendors reflect cost applicable to future accounting periods and are recorded using the consumption method in both government-wide and fund financial statements. The prepaid items have been identified as a non-spendable fund balance since it is not available for other subsequent expenditures.

Capital Assets

Capital assets, which include property, plant, and equipment, and right to use assets are reported in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of one year or more. However, all land and land improvements are capitalized regardless of the amount. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value at the date of donation.

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

All capital assets except land and construction in progress are depreciated and or amortized. Improvements are depreciated over the remaining useful life of the related capital asset. Depreciation is computed using the straight-line method based on the estimated life as follows:

Assets	Estimated Life
Land improvements	10-20 years
Buildings and improvements	10-50 years
Vehicles	6 years
Furniture and Equipment	5-20 years
Right to use assets – leases and SBITAs	5-20 years

Note 1 - Summary of Significant Accounting Policies (continued)

Long-Term Debt

In the government-wide financial statements, proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums, discounts, and losses on refunding are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the period it occurs.

In the fund financial statements, governmental funds recognize bond premiums and discounts during the current period as other financing sources and uses. The face amount of debt issued, including lease liabilities are reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Compensated Absences

Employees are allowed to accrue five days of state personal leave each year without limit. The District pays a portion of accrued personal leave to retiring personnel meeting state eligibility requirements for retirement. The payment is limited to one-half of the current salary rate for the accumulated personal days. The District reflects accumulated personal leave in the government-wide financial statements. Personal leave is paid out of the fund to which the employee's salary relates, the majority of which has historically been the General Fund.

Deferred Outflows/Inflows of Resources

Deferred outflows and inflows of resources are reported in the financial position as described below:

A *deferred outflow of resources* represents a consumption of net assets that applies to future periods (a decrease in assets in excess of any related decrease in liabilities or an increase in liabilities in excess of any related increase in assets). The District has three items that qualify for reporting in this category:

- Deferred outflows or resources for refunding - Reported in the government-wide statement of net position, this deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.
- Deferred outflows of resources for pension - Reported in the government-wide financial statement of net position, this deferred outflow results from pension plan contributions made after the measurement date of the net pension liability and the results of 1) differences between projected and actual earnings on pension plan investments; 2) changes in actuarial assumptions; 3) differences between expected and actual actuarial experiences and 4) changes in the District's proportional share of pension liabilities. The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the next fiscal year. The deferred outflows resulting from differences between projected and actual earnings on pension plan investments will be amortized over a closed five-year period. The remaining pension related deferred outflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with pensions through the pension plan.

Note 1 - Summary of Significant Accounting Policies (continued)

Deferred Outflows/Inflows of Resources (continued)

- Deferred outflows of resources for other post-employment benefits (OPEB) other than pension – Reported in the government-wide financial statement of net position, this deferred outflow results from OPEB plan contributions made after the measurement date of the net OPEB liability and the results of 1) differences between projected and actual earnings on OPEB plan investments; 2) changes in actuarial assumptions; 3) differences between expected and actual actuarial experiences and 4) changes in the District's proportional share of OPEB liabilities. The deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the next fiscal year. The deferred outflows resulting from differences between projected and actual earnings on OPEB investments will be amortized over a closed five-year period. The remaining postemployment related deferred outflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with OPEB through the OPEB plan.

A *deferred inflow of resources* represent an acquisition of net assets that applies to future periods (an increase in assets in excess of any related increase in liabilities or a decrease in liabilities in excess of any related decrease in assets). The District has four items that qualify for reporting in this category:

- Deferred inflows of resources for unavailable revenues - Reported only in the governmental funds balance sheet, unavailable revenues from property taxes and property receivable arise under the modified accrual basis of accounting. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.
- Deferred inflows of resources for pension – reported in the government-wide financial statement of net position, these deferred inflows result primarily from 1) changes in actuarial assumptions; 2) differences between expected and actual actuarial experiences and 3) changes in the District's proportional share of pension liabilities. These pension-related deferred inflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with pensions through the pension plan.
- Deferred inflows of resources for OPEB – Reported in the government-wide financial statement of net position, this deferred inflow results primarily from 1) changes in actuarial assumptions; and 2) differences between expected and actual actuarial experiences. These OPEB related deferred inflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with OPEB through the OPEB plan.
- Deferred inflows or resources for refunding - Reported in the government-wide statement of net position, this deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

Fund Balance and Net Position

Governmental Accounting Standards Board Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions," provides more defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. The following classifications describe the relative strength of the spending constraints.

Note 1 - Summary of Significant Accounting Policies (continued)

Governmental Fund Financial Statements

In the fund financial statements, governmental funds report fund balances as non-spendable, restricted, committed, assigned or unassigned.

Non-Spendable fund balances are amounts that are not in spendable form or required to be maintained intact. Inventory and prepaid items have been properly classified as such.

Restricted is that portion of fund equity which has limitations imposed by creditors, grantors, contributors, or laws and regulations of other governments.

Committed is that portion of fund equity which has limitations imposed by the Board of Trustees. To be reported as committed, amounts cannot be used for any other purposes unless the District takes the same highest level of action to remove or change the constraint. The District establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. The Board committed 100% of the ending fund balance in the Campus Activity Funds for use by the respective campus.

Assigned is that portion of fund equity that is spendable or available for appropriation but has been tentatively earmarked for some specific purpose by a designee that has been granted the authority by the Board. Due to a change in policy the District is not reporting any amount in assigned for the fiscal year.

Unassigned is that portion of fund equity that is available for any legal purpose. The general fund is the only fund that will have an unassigned amount. If other governmental funds incur expenditures for specified purposes that exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance. The order of spending and availability of the fund balances shall be to reduce funds in the following order: restricted, committed, assigned, and unassigned.

When the District incurs an expense for which it may use either restricted or unrestricted net position, it uses restricted net position first unless unrestricted net position will have to be returned because they were not used. Net position on the Statement of Net Position includes the following:

Net Investment in Capital Assets - The component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unspent proceeds, that is directly attributable to the acquisition, construction, or improvement of these capital assets.

Restricted net position - The component of net position calculated by reducing the carrying value of restricted assets by the amount of any related debt outstanding.

Unrestricted - The difference between the assets and liabilities that is not reported Investment in Capital Assets and Restricted Net Position.

Note 1 - Summary of Significant Accounting Policies (continued)

Self-insured Workers' Compensation

On September 1, 1990, the District established a self-funding Workers' Compensation program. The District maintains a self-insured retention of \$500,000 per occurrence. The District currently purchases specific excess coverage to statutory limits from an insurance company that does not have a maximum amount. The District also maintains a self-insured fund balance retention of \$2,966,789 for aggregate claims. An aggregate policy from the District risk's management service provider covers \$1,000,000 in excess of the retention amount. Total claims exceeding the maximum aggregate policy amount become the responsibility of the District. Claims administration was provided by Claims Administrative Services Inc. of Tyler, Texas.

At August 31, 2023, the accrued liabilities for Workers' Compensation self-insurance of \$1,460,541, which includes incurred but not reported (IBNR) claims. Because actual claim liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing the liability does not result necessarily in an exact amount. The liability booked was the undiscounted estimate of the actuary.

Changes in the workers' compensation claims liability paid during the year are as follows:

	Year Ended August 31, 2023	Year Ended August 31, 2022
Unpaid claims, beginning of year	\$ 1,239,384	\$ 1,339,451
Incurred claims (including IBNR's)	1,468,605	919,948
Claim payments and changes in estimate	<u>(1,247,448)</u>	<u>(1,020,015)</u>
Unpaid claims, end of fiscal year	<u>\$ 1,460,541</u>	<u>\$ 1,239,384</u>

Risk Management

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. During fiscal 2023, the District purchased commercial insurance to cover general liabilities. There were no significant reductions in coverage in the current fiscal year, and there were no settlements exceeding insurance coverage for each of the past three fiscal years.

Encumbrances

Encumbrances for goods or purchased services are documented by purchase orders or contracts. Since under Texas law, appropriations lapse at fiscal year-end, outstanding encumbrances are appropriately provided for in the subsequent fiscal years' budget to provide for the liquidation of the prior commitments. As of August 31, 2023, the District had encumbrances in the General Fund and Food Service program of \$3,582,672 and \$337,375, respectively that rolled over into the new fiscal year.

Data Control Codes

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

Note 1 - Summary of Significant Accounting Policies (continued)

Estimates

The preparation of financial statements in conformity with general accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

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 market value.

Other Post-Employment Benefits

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

Leases

Lessee: The District is a lessee for several noncancellable leases for property and equipment. The District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The District recognizes lease liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a lease, the District measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability. Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Note 1 - Summary of Significant Accounting Policies (continued)

Subscription Based Information Technology Arrangements (SBITAs)

The District is under contract for various SBITAs for the right to use subscription assets (software). The SBITAs are noncancellable, and the District recognizes a SBITA liability and an intangible right to use SBITA asset in the governmentwide financial statements. The District recognizes SBITA liabilities with an initial, individual value of \$150,000 or more.

At the commencement of the SBITA, the District initially measures the SBITA liability at the present value of payments expected to be made during the SBITA term. Subsequently, the SBITA liability is reduced by the principal portion of SBITA payments made. The SBITA asset is initially measured as the sum of (1) the initial SBITA liability amount, (2) payments made to the SBITA vendor before commencement of the subscription term, and (3) capitalizable implementation costs, less any incentives received from the SBITA vendor at or before the commencement of the subscription term. Key estimates and judgments related to SBITA include how the District determines (1) the discount rate it uses to discount the expected SBITA payments to present value, (2) SBITA term, and (3) SBITA payments.

- The District uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for SBITAs.
- The SBITA term includes the noncancellable period of the SBITA and payments included in the measurement of the SBITA liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its SBITA and will remeasure the SBITA asset and liability if certain changes occur that are expected to significantly affect the amount of the SBITA liability. SBITA assets are reported with other capital assets and SBITA liabilities are reported with long-term debt on the statement of net position.

Note 2 - Budgetary Legal Compliance

During the fiscal year, the operating budget must be amended by the Board for changes that increase or decrease the original budget. All supplemental appropriations must be within limits of available revenues and fund equity. The following table summarizes changes to the originally adopted budgeted funds:

Fund	Appropriations as of September 01, 2022 (Original Budget)	Supplemental Appropriations and Revisions	Appropriations as of August 31, 2023 (Amended Budget)
General Fund	\$ 585,024,796	\$ 1,956,459	\$ 586,981,255
Food Service Fund	37,541,446	588,540	38,129,986
Debt Service Fund	208,011,467	65,687,314	273,698,781
Total Budgeted Funds	\$ 830,577,709	\$ 68,232,313	\$ 898,810,022

The increases in appropriations for the General Fund and Food Service Fund were mainly attributed to purchase orders and estimates for Leases and SBITA payments. The General Fund expenditures were less than the budgeted amounts by \$115 million in Function 71, which expenditures were much lower than budget.

A reconciliation of fund balances for budgeted and unbudgeted special revenue funds is as follows:

Budget - Special Revenue Fund - Food Service	\$ 14,373,864
Unbudgeted Funds	7,198,494
All Special Revenue Funds	<u>\$ 21,572,358</u>

Note 3 - Property Taxes

The District's ad valorem property tax is levied each October 1 on the taxable value as of the prior January for all real and business personal property located in the District. The taxable value of the property tax roll upon which the levy was based for the 2022-23 fiscal year was \$52.1 billion.

The tax rates assessed for the year ended August 31, 2023 to finance General Fund operations and the payment of principal and interest on general obligation long-term debt were \$0.8559 and \$0.3809 per \$100 valuation, respectively, for a total of \$1.2368 per \$100 valuation.

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on October 1 and are due and payable at that time. All unpaid taxes levied October 1 become delinquent by February 1 of the following year. Current tax collections for the year ended August 31, 2023 were of the year-end adjusted tax levy.

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 on historical experience in collecting taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. As of August 31, 2023, property taxes receivable totaled \$8,049,683. The estimated uncollectible taxes totaled \$614,554 for the General Fund and Debt Service Fund combined.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)

Exhibit F-1

Note 4 - Due To/From Other Governments

The District participates in a variety of federal and state programs from which it receives grants to partially or fully finance certain activities. In addition, the District receives entitlements from the State through the School Foundation and Per Capita Programs. All federal grants shown below are passed through the TEA and are reported on the financial statements as Due from Other Governments. The amounts due from Denton County are for the Juvenile Justice Alternative Education Program (JJAEP) and property taxes. Amounts due from federal and state governments as of August 31, 2023 are summarized below. Amounts are expected to be collected within two months after the District's fiscal year end.

Fund	Denton County	State Entitlements	Federal Grants	Total
General	\$ 160,455	\$ 32,690	\$ 3,518,451	\$ 3,711,596
Debt Service	50,179	-	-	50,179
Federal Funds	-	-	9,001,253	9,001,253
Nonmajor	-	1,763,502	-	1,763,502
Total	\$ 210,634	\$ 1,796,192	\$ 12,519,704	\$ 14,526,530

Due to state represents payment due to the state for sales tax, overpayment of the foundation allotment. Amounts due to other represents taxes collected from the purchase of land and due to the County. Amounts due to local and state governments as of August 31, 2023 are summarized below.

Fund	State	Other	Total
General	\$ 3,230,790	\$ -	\$ 3,230,790
Debt Service	405,231	-	405,231
Special Revenue	-	979	979
Total	\$ 3,636,021	\$ 979	\$ 3,637,000

Note 5 - Capital Assets

Capital asset activity for the year ended August 31, 2023 was as follows:

	Restated Balance September 1, 2022	Additions	Deletions	Transfers	Balance August 31, 2023
Capital assets, not being depreciated:					
Land	\$ 96,301,946	\$ 7,290	\$ (440,256)	\$ -	\$ 95,868,980
Construction in progress	59,467,439	33,874,351	-	(26,190,064)	67,151,726
Total Capital Assets, not being depreciated	155,769,385	33,881,641	(440,256)	(26,190,064)	163,020,706
Capital assets, being depreciated:					
Buildings and improvements	1,836,395,484	3,179,651	(7,121,128)	26,190,064	1,858,644,071
Vehicles	32,674,791	539,469	(148,569)	-	33,065,691
Furniture and equipment	26,442,240	1,547,543	(1,533,801)	-	26,455,982
Right to use assets - equipment	2,664,204	-	-	-	2,664,204
Right to use assets - SBITA	4,872,696	-	-	-	4,872,696
Total Capital Assets, being depreciated	1,903,049,415	5,266,663	(8,803,498)	26,190,064	1,925,702,644
Less accumulated depreciation\amortization for:					
Buildings and improvements	601,191,035	53,282,304	(4,922,787)	-	649,550,552
Vehicles	8,931,305	2,752,813	(143,565)	-	11,540,553
Furniture and Equipment	17,016,029	1,926,326	(1,517,907)	-	17,424,448
Right to use assets - equipment	530,194	532,841	-	-	1,063,035
Right to use assets - SBITA	-	1,568,556	-	-	1,568,556
Total Accumulated Depreciation\Amortization	627,668,563	60,062,840	(6,584,259)	-	681,147,144
Governmental activities capital assets, net	1,275,380,852	(54,796,177)	(2,219,239)	26,190,064	1,244,555,500
Governmental Capital Assets	\$ 1,431,150,237	\$ (20,914,536)	\$ (2,659,495)	\$ -	\$ 1,407,576,206

Note 5 - Capital Assets (continued)

Depreciation\amortization expense was charged to functions of the District as follows:

Governmental Activities:	
Instruction and instructional related services	\$ 30,208,480
Instructional and school leadership	1,404,285
Support services student (pupil)	13,044,136
Administrative support services	185,361
Support services - non-student based	14,390,563
Ancillary students	830,015
Total Depreciation Expense - Governmental Activities	\$ 60,062,840

Construction Commitments

A summary of the most significant capital projects in progress and the related commitment as of August 31, 2023, follows:

	Remaining Commitment
Fine Arts Addition	\$ 457,348
Press Box Replacements	2,555,634
Electrical Replacements	637,804
Tecc E Addition	15,609,854

Note 6 - Defined Benefit Pension Plan

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). TRS's defined benefit pension plan is established and administered in accordance with the Texas Constitution, Article XVI, Section 67 and Texas Government Code, Title 8, Subtitle C. The pension trust fund is a qualified pension trust under Section 401(a) of the Internal Revenue Code. The Texas Legislature establishes benefits and contribution rates within the guidelines of the Texas Constitution. The pension's Board of Trustees does not have the authority to establish or amend benefit terms.

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

Pension Plan Fiduciary Net Position

Detailed information about the Teacher Retirement System's fiduciary net position is available in a separately issued Annual Comprehensive Financial Report that includes financial statements and required supplementary information. That report may be obtained on the internet at https://www.trs.texas.gov/Pages/about_publications.aspx, or by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698, or by calling (512) 542-6592.

Note 6 - Defined Benefit Pension Plan (continued)

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 under a previous rule. There are no automatic postemployment benefit changes; including automatic COLAs. Ad hoc post-employment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as noted in the Plan description above.

Texas Government Code section 821.006 prohibits benefit improvements, if, as a result of the particular action, the time required to amortize TRS' unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. Actuarial implications of the funding provided in the manner are determined by the System's actuary.

Contributions

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

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

	Contribution Rates	
	Plan Fiscal Year	
	2023	2022
Member	8.00%	8.00%
Non-Employer Contributing Entity (NECE) - State	8.00%	7.75%
Employers (District)	8.00%	7.75%

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:

Note 6 - Defined Benefit Pension Plan (continued)

Contributions (continued)

- 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.

	Fiscal Year 2023
	Contributions
Member (Employee) contributions	\$ 30,797,346
Non-employer (State) on-behalf contributions	21,164,235
Employer (District) contributions	14,976,372

In addition to the employer contributions listed above, there is a surcharge an employer is subject to.

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

Actuarial Assumptions

The total pension liability in the August 31, 2022 actuarial valuation was determined using the following actuarial assumptions:

Component	Result
Valuation Date	August 31, 2021, rolled forward to August 31, 2022
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Fair Value
Single Discount Rate	7.00%
Long-term Expected Rate	7.00%
Municipal Bond Rate as of August 2020	3.91% - The source for the rate is the Fixed Income Market Data/Yield Curve/Data Municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index"
Last year ending August 31 in Projection Period	2121
Inflation	2.30%
Salary Increases	2.95% to 8.95% including inflation
Benefit changes during the year	None
Ad hoc post-employment benefit changes	None

The actuarial methods and assumptions are used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2021. For a full description of these assumptions please see the actuarial valuation report dated November 12, 2021.

Note 6 - Defined Benefit Pension Plan (continued)

Discount Rate

A single discount rate of 7.00% was used to measure the total pension liability. The single discount rate was based on the expected rate of return on plan investments of 7.00%. The projection of cash flows used to determine this single discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the legislature during the 2019 session. It is assumed that future employer and state contributions will be 8.50 percent of payroll in fiscal year 2020 gradually increasing to 9.55% of payroll over the next several years. This includes all employer and state contributions for active and rehired retirees.

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

The long-term rate of return on pension plan investments is 7.00%. 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 the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of geometric real rates of return for each major asset class included in the System's target asset allocation as of August 31, 2022 are summarized below:

Asset Class	Target Allocation ¹	Long-Term Expected Geometric Real Rate of Return ³	Expected Contribution to Long-Term Portfolio Returns
Global Equity			
USA	18.00%	4.60%	1.12%
Non-U.S. Developed	13.00%	4.90%	0.90%
Emerging Markets	9.00%	5.40%	0.75%
Private Equity ¹	14.00%	7.70%	1.55%
Stable Value			
Government Bonds	16.00%	1.00%	0.22%
Absolute Return ¹	0.00%	3.70%	0.00%
Stable Value Hedge Funds	5.00%	3.40%	0.18%
Real Return			
Real Estate	15.00%	4.10%	0.94%
Energy, Natural Resources & Infrastructure	6.00%	5.10%	0.37%
Commodities	0.00%	3.60%	0.00%
Risk Parity	8.00%	4.60%	0.43%
Asset Allocation Leverage			
Cash	2.00%	3.00%	0.01%
Asset Allocation Leverage	-6.00%	3.60%	-0.05%
Inflation Expectation	0.00%	0.00%	2.70%
Volatility Drag ³	0.00%	0.00%	-0.91%
Expected Return	100.00%		8.21%

¹ Absolute Return includes Credit Sensitive Investments.

² Target allocations are based on the fiscal year 2022 policy model.

³ Capital Market Assumptions come from Aon Hewitt as of August 31, 2022.

Note 6 - Defined Benefit Pension Plan (continued)

Discount Rate Sensitivity Analysis

The following table presents the Net Pension Liability of the plan using the discount rate of 7.00 percent, and what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent) or one percentage point higher (8.00 percent) than the current rate.

	1% Decrease in Discount Rate (6.00%)	Discount Rate (7.00%)	1% Increase in Discount Rate (8.00%)
District's proportionate share of the net pension liability:	\$ 271,124,981	\$ 174,287,316	\$ 95,795,843

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

At August 31, 2023, the District reported a liability of \$174,287,316 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	\$ 174,287,316
State's proportionate share that is associated with the District	229,239,958
Total	\$ 403,527,274

The net pension liability was measured as of August 31, 2021 and rolled forward to August 31, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the employer's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2021 through August 31, 2022.

Change Since the Prior Actuarial Valuation - The actuarial assumptions and methods have been modified since the determination of the prior year's Net Pension Liability. These new assumptions were adopted in conjunction with an actuarial experience study. The primary assumption change was the lowering of the single discount rate from 7.25% to 7.00%.

At August 31, 2023, the District's proportion of the collective net pension liability was 0.2936% which was an increase of 0.0186% from its proportion measured as of August 31, 2022.

The District will continue to contribute into TRS at the statutorily determined rates. TRS will then apply those contributions to the net pension liabilities. The District contributes to TRS primarily from the General and Special Revenue Funds.

Changes Since the Prior Actuarial Valuation

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

For the year ended August 31, 2023, the District recognized pension expense of \$19,368,218. The District also recognized an additional on-behalf revenue and expense of \$21,912,741 representing for support provided by the State.

Note 6 - Defined Benefit Pension Plan (continued)

Changes Since the Prior Actuarial Valuation (continued)

At August 31, 2023, 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
Difference between expected and actual experience	\$ 2,527,152	\$ (3,799,794)
Changes in actuarial assumptions	32,475,399	(8,093,776)
Difference between projected and actual investment earnings	17,219,029	-
Changes in proportion and difference between employer contributions and proportionate share of contributions	23,034,399	(19,630,777)
District contributions subsequent to the measurement date	15,012,372	-
Total	\$ 90,268,351	\$ (31,524,347)

Deferred outflows of resources resulting from District contributions subsequent to the measurement date in the amount of \$15,012,372 will be recognized as a reduction of the net pension liability in the year ended August 31, 2024. The net amounts of the District's balances of deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended August 31:	Pension Expense Amount
2024	\$ 10,054,294
2025	4,725,998
2026	841,206
2027	23,299,555
2028	4,810,579
	\$ 43,731,632

Note 7 - Defined Other Post-Employment Benefit Plans

Plan Description

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

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

OPEB Plan Fiduciary Net Position

Detail information about the TRS-Care's fiduciary net position is available in the separately issued TRS Annual Comprehensive Financial Report that includes financial statements and required supplementary information. That report may be obtained on the internet at https://www.trs.texas.gov/Pages/about_publications.aspx, or by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698, or by calling (512) 542-6592.

Note 7 - Defined Other Post-Employment Benefit Plans (continued)

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 enroll in the TRS-Care Medicare Advantage medical plan and the TRS-Care Medicare Rx prescription drug plan. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system. There are no automatic post-employment benefit changes; including automatic COLAs.

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

TRS-Care Plan Premium Rates		
	Medicare	Non-Medicare
Retiree or Surviving Spouse	\$ 135	\$ 200
Retiree and Spouse	529	689
Retiree or Surviving Spouse and Children	468	408
Retiree and Family	1,020	999

Contributions

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

Texas Insurance Code, section 1575.202 establishes the state's contribution rate which is 1.25 percent of the employee's salary. Section 1575.203 establishes the active employee's rate which is .65 percent of pay. Section 1575.204 establishes an employer contribution rate of not less than 0.25 percent or not more than 0.75 percent of the salary of each active employee of the public or charter school. The actual employer contribution rate is prescribed by the Legislature in the General Appropriations Act. The following table shows contributions to the TRS-Care plan by type of contributor.

	Contribution Rates	
	2023	2022
Active Employee	0.65%	0.65%
Non-Employer Contributing Entity (State)	1.25%	1.25%
Employers	0.75%	0.75%
Federal/Private Funding remitted by Employers	1.25%	1.25%

	Fiscal Year 2023	
	TRS-Care Contributions	
Member (Employee)	\$	2,502,232
Non-employer contributing agency (State)		6,585,448
District		3,247,765

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.

Note 7 - Defined Other Post-Employment Benefit Plans (continued)

Contributions (continued)

TRS-Care received supplemental appropriations from the State of Texas as the Non-Employer Contributing Entity in the amount of \$83 million in fiscal year 2022 from the Federal Rescue Plan Act (ARPA) to help defray Covid-19-related health care costs during fiscal year 2022.

Actuarial Assumptions

The actuarial valuation was performed as of August 31, 2021. Update procedures were used to roll forward the Total OPEB Liability to **August 31, 2022**. The actuarial valuation was determined using the following actuarial assumptions:

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

The following assumptions and other inputs used for members of TRS-Care are based on an established pattern of practice and are identical to the assumptions used in the August 31, 2021 TRS pension actuarial valuation that was rolled forward to **August 31, 2022**: (a) Rates of Mortality, (b) Rates of Retirement, (c) Rates of Termination, (d) Rates of Disability, (e) General Inflation, (f) Wage Inflation, and (g) Expected Payroll Growth.

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

Additional Actuarial Methods and Assumptions:

Component	Result
Valuation Date	August 31, 2021, rolled forward to August 31, 2022
Actuarial Cost Method	Individual Entry Age Normal
Inflation	2.30%
Single Discount Rate	3.91% as of August 31, 2022
Aging Factors	Based on plan specific experience
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claim costs.
Projected Salary Increases	3.05% to 9.05% including inflation
Healthcare Trend Rates	The initial medical trend rates were 8.25% for Medicare retirees and 7.25% for non-Medicare retirees. The initial prescription drug trend was 8.25% for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.25% over a period of 13 years.
Election Rates	Normal Retirement: 62% participation rate prior to age 65 and 25% participation rate after age 65. Pre-65 retirees: 30% of pre-65 retirees are assumed to discontinue coverage at age 65.
Ad hoc post-employment benefit changes	None

Note 7 - Defined Other Post-Employment Benefit Plans (continued)

Discount Rate

A single discount rate of 3.91% was used to measure the total OPEB liability. There was an increase of 1.96% in the discount rate since the previous year. Because the plan is essentially a “pay-as-you-go” plan, the single discount rate is equal to the prevailing municipal bond rate. The projection of cash flows used to determine the discount rate assumed that contributions from active members and those of the contributing employers and the non-employer contributing entity are made at the statutorily required rates. Based on those assumptions, the OPEB plan’s fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, the municipal bond rate was used for the long-term rate of return and was applied to all periods of projected benefit payments to determine the total OPEB liability.

The source of the municipal bond rate is the Fidelity “20-year Municipal GO AA Index” as of August 31, 2022 using the fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds

Discount Rate Sensitivity Analysis

Discount Rate – 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 (3.91%) in measuring the Net OPEB Liability.

Sensitivity of the Net OPEB Liability to the Single Discount Rate Assumptions		
1% Decrease in Discount Rate (2.91%)	Current Discount Rate (3.91%)	1% Increase in Discount Rate (4.91%)
\$ 104,953,959	\$ 89,013,486	\$ 76,099,657

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

At August 31, 2023, the District reported a liability of \$89,013,486 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 collective net OPEB liability	\$ 89,013,486
State's proportionate share that is associated with District	108,582,468
Total	\$ 197,595,954

The Net OPEB Liability was measured as of August 31, 2021 and rolled forward to August 31, 2022 and the Total OPEB Liability used to calculate the Net OPEB Liability was determined by an actuarial valuation as of that date. The District’s proportion of the Net OPEB Liability was based on the District’s contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2021 through August 31, 2022. The OPEB liability is paid through the statutorily required annual TRS-Care contributions that are expended in all governmental funds, depending on the employees’ positions.

At August 31, 2022, the District’s proportion of the collective Net OPEB Liability was 0.3718% which was a decrease of 0.0012% from its proportion measured as of August 31, 2021.

The District will continue to contribute into TRS-Care at the statutorily determined rates. TRS will then apply those contributions to the net pension liabilities. The District contributes to TRS primarily from the General and Special Revenue Funds.

Note 7 - Defined Other Post-Employment Benefit Plans (continued)

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

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

Sensitivity of the Net OPEB Liability to the Healthcare Cost Trend Rate Assumptions		
	Current Healthcare Cost	
	1% Decrease	1% Increase
	Trend Rate	
\$	73,347,514	\$ 89,013,486
		\$ 109,322,404

Changes Since the Prior Actuarial Valuation

Changes Since the Prior Actuarial Valuation - The discount rate changed from 1.95% as of August 31, 2021 to 3.91% as of August 31, 2022. This change decreased the Total OPEB Liability

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

For the year ended August 31, 2023, the District recognized negative OPEB expense of \$12,150,822. The District also recognized negative on-behalf expense and revenue of \$15,408,729 for support provided by the State.

At August 31, 2023, 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 experience	\$ 4,948,835	\$ (74,156,224)
Changes in actuarial assumptions	13,558,517	(61,841,275)
Difference between projected and actual investment earnings	265,147	-
Changes in proportion and difference between the employer contributions and the proportionate share of contributions	7,467,030	(12,194,210)
Contributions paid to TRS subsequent to the measurement date	3,247,764	-
Total	\$ 29,487,293	\$ (148,191,709)

The \$3,247,764 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ending August 31, 2024. The net amounts of the District's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended August 31:	OPEB Expense Amount
2024	\$ (22,291,290)
2025	(22,290,328)
2026	(18,515,572)
2027	(13,405,219)
2028	(16,099,841)
Thereafter	(29,349,930)
	\$ (121,952,180)

Note 7 - Defined Other Post-Employment Benefit Plans (continued)

Medicare Part D

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, effective January 1, 2006, established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare Part D allows for the Texas Public School Retired Employee Group Insurance Program (TRS-Care) to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. For the fiscal years ended August 31, 2023, 2021, and 2020, the subsidy payments received by TRS-Care on-behalf of the District were \$1,976,074, \$1,552,079, and \$1,616,208, respectively. The information for the year ended August 31, 2023 is an estimate provided by the Teacher Retirement System. These payments are recorded as equal revenues and expenditures in the governmental funds financial statements of the District.

Note 8 - Deferred Compensation Plan

Employees of the District may participate in a deferred compensation plan adopted under the provisions of Internal Revenue Code Section 457 (Deferred Compensation Plan with Respect to Service for State and Local Governments). An unrelated financial institution, TCG administers the Plan.

The deferred compensation plan is available to all employees of the District who are not covered under the State Retirement Plan. Under the plan, employees defer 7.5% of their salaries and avoid paying taxes on the deferred portion until the withdrawal date. The deferred compensation amount is not available for withdrawal by employees until termination, retirement, or death.

As part of its fiduciary role, the District has an obligation of due care in selecting the third-party administrator. In the opinion of the District's legal counsel, the District has acted in a prudent manner and is not liable for losses that may arise from the administration of the plan.

As a result of legislative changes, all amounts of compensation deferred under the plans, all property and rights purchased with those amounts, and all income attributable to these amounts, property, or rights are held in trust for the exclusive benefits of participants and their beneficiaries and are not included in the financial statements of the District.

Note 9 - Long-Term Debt

Long-term debt includes par bonds and capital appreciation (deep discount) serial bonds. Bond premiums and discounts are amortized using the effective interest method.

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

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)

Exhibit F-1

Note 9 - Long-Term Debt (continued)

Debt service requirements to maturity are summarized as follows:

Year Ended			
August 31	Principal	Interest *	Requirements
2024	\$ 109,080,000	\$ 43,304,128	\$ 152,384,128
2025	85,310,000	37,100,869	122,410,869
2026	133,610,000	32,992,415	166,602,415
2027	116,350,000	28,112,483	144,462,483
2028	122,430,000	23,057,577	145,487,577
2029-2033	224,655,000	67,831,750	292,486,750
2034-2038	197,270,000	26,853,825	224,123,825
2039-2040	43,585,000	1,423,362	45,008,362
	<u>\$ 1,032,290,000</u>	<u>\$ 260,676,409</u>	<u>\$ 1,292,966,409</u>

* Interest on Build America Bonds (BABs) amounts are included.

Current requirements for principal and interest expenditures are accounted for in the Debt Service Fund. There are a number of limitations and restrictions contained in the various general obligation bonds indentures. The District is in compliance with all significant limitations and restrictions at August 31, 2023.

The following is a summary of the changes in the District's outstanding debt as of August 31, 2023:

Description	Issued Amount	Interest Rate Payable	Restated Amounts Outstanding 9/1/2022	Issued Current Year	Retired/ Refunded	Amounts Outstanding 8/31/2023	Due Within One Year
2010 Qualified Sch Const Bonds	\$ 29,900,000	0.0688	\$ 29,900,000	\$ -	\$ -	\$ 29,900,000	\$ -
2010B Build America Bonds	25,055,000	5.974 - 6.024%	25,055,000	-	-	25,055,000	-
2013A Unlimited Tax Refunding	39,635,000	3.00 - 5.00%	1,325,000	-	1,325,000	-	-
2013C Unlimited Tax Refunding	5,560,000	.34 - 2.57%	765,000	-	765,000	-	-
2013D Unlimited Tax	78,560,000	2.00 - 4.00%	25,835,000	-	4,260,000	21,575,000	3,995,000
2014A Unlimited Tax Bonds	96,330,000	2.00 - 4.00%	65,120,000	-	55,410,000	9,710,000	-
2014B Unlimited Tax Refunding	54,338,570	5.00%	50,295,000	-	50,295,000	-	-
2015 Unlimited Tax Refunding	64,232,167	2.00 - 5.00%	59,820,000	-	10,650,000	49,170,000	16,575,000
2016A Unlimited Tax Refunding	250,350,000	1.00 - 5.00%	128,000,000	-	11,455,000	116,545,000	7,775,000
2016B Unlimited Tax Refunding	84,215,000	2.00 - 5.00%	71,360,000	-	1,225,000	70,135,000	5,715,000
2017 Unlimited Tax Refunding	68,850,000	2.00 - 5.00%	44,055,000	-	18,900,000	25,155,000	13,020,000
2017 Unlimited Tax	193,950,000	2.00 - 5.00%	147,830,000	-	7,400,000	140,430,000	7,775,000
2017A Unlimited Tax Refunding	61,165,000	2.00 - 5.00%	48,520,000	-	6,275,000	42,245,000	2,505,000
2018 Unlimited Tax Refunding	8,905,000	5.00%	6,190,000	-	-	6,190,000	1,700,000
2018 Unlimited Tax	117,210,000	3.00 - 5.00%	96,660,000	-	25,015,000	71,645,000	-
2019 Unlimited Tax	109,765,000	3.00 - 5.00%	99,035,000	-	4,010,000	95,025,000	4,210,000
2020 Unlimited Building/Refunding	262,515,000	2.125 - 5.0%	253,415,000	-	12,695,000	240,720,000	13,390,000
2020A Unlimited Refunding	39,270,000	0.265-3.0%	38,850,000	-	23,280,000	15,570,000	1,290,000
2020B Unlimited Refunding	12,785,000	1.261 -5.0%	12,785,000	-	12,785,000	-	-
2023 Unlimited Tax Refunding	73,220,000	5.00%	-	73,220,000	-	73,220,000	31,130,000
Bonded Indebtedness			1,204,815,000	73,220,000	245,745,000	1,032,290,000	109,080,000
Bond Premium			101,243,258	5,447,227	20,310,914	86,379,571	-
Leases payable			1,815,449	-	885,439	930,010	922,050
SBITAs Payable			4,872,696	-	1,951,291	2,921,405	1,030,249
Accrued Compensated Absences			3,137,569	-	66,035	3,071,534	521,605
Total Obligations			<u>\$ 1,315,883,972</u>	<u>\$ 78,667,227</u>	<u>\$ 268,958,679</u>	<u>\$ 1,125,592,520</u>	<u>\$ 111,553,904</u>

Note 9 - Long-Term Debt (continued)

During fiscal year 2023, the District issued Unlimited Tax Refunding Bonds, Series 2023 in the amounts of \$73,220,000. The bonds were issued at a premium and have interest rates as shown on the table above. The refunding bonds refunded the District's 2014A Unlimited Tax Bonds, a portion of the 2018 Unlimited Tax Bonds and funded the tender of a portion of the 2020A Unlimited Refunding Bonds. The difference between carrying value of the refunded debt and amount placed in escrow resulted in a deferred gain of \$3,6 million. The present value savings of the bonds were \$3,368,554.

During the year, the District had a cash defeasance of Unlimited Tax Refunding Bonds, Series 2014B in the amount of \$40,265,000, and a portion of the Unlimited Tax Bonds, Series 2018 in the amount of \$10,055,000 to redeem bonds on August 15, 2023. The District purchased securities from existing resources in the amount of \$12,751,078 in order to provide payment for the remaining debt service related to the Unlimited Tax Refunding Bonds, Series 2020. As a result, the refunded bonds, redeemed bonds and escrowed bonds are considered to be defeased and the related liability for the bonds has been removed from the District's liabilities. The refunding resulted in an economic gain (difference between present values of the old and new debt service payment) was a total of \$4,933,750.

The District in 2010 issued bonds that are considered Build America Bonds (BABS), which provide for a direct reimbursement of up to 35 percent of the interest paid on the bonds. The District received \$499,039 in subsidy payments from the federal government during the fiscal year ended August 31, 2023, for the BABS.

Qualified School Construction Bonds

Qualified School Construction Bonds ("QSCB's") are tax-credit bonds authorized through the American Recovery and Reinvestment Act. The QSCB program provides school districts the opportunity to issue interest free or very low interest bonds to finance the construction, rehabilitation, or repair of a public school facility or for the acquisition of land on which such a facility is to be constructed. Purchasers of QSCB's issued in 2009 receive a federal tax credit instead of interest payments. Purchasers of QSCB's issued in 2010 receive interest payments from the issuer, and the issuer can elect to receive subsidy payments from the federal government equal to the lesser of (i) the amount of interest payable under such bond on such date, or (ii) the amount of interest which would have been payable under such bond on such date if such interest were determined at the applicable credit rate determined under Section 54A(b)(3) of the Internal Revenue Code with respect to such bonds.

The District is scheduled to make annual deposits into trust accounts for the Qualified School Construction Bonds (QSCBs), Series 2010. These annual deposits plus the interest earned on the trust accounts will be used to pay off the debt upon maturity June 2026. The District accounts for these trust accounts as *Restricted Cash and Investments* on both the Statement of Net Position (Exhibit A-1) and in the Debt Service fund on the Governmental Funds Balance Sheet (Exhibit C-1). The investments are recorded at fair market value.

Note 10 - Debt Issuances and Defeased Debt

In prior years and in the current year, the District issued refunding bonds for the purpose of saving costs and decreasing the total debt service payments. Placing the proceeds of the refunding bonds in an irrevocable trust has provided for all future debt service payments on the original bonds. Accordingly, the escrow accounts to provide for all future debt service payments are not included in the District's financial statements. As of August 31, 2023, the District has no outstanding balance considered as defeased bonds.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)

Exhibit F-1

Note 10 - Debt Issuances and Defeased Debt (continued)

Lease and SBITA Payable

During the current fiscal year, the District entered into various leases, the following table lists payable and the right to use assets as of August 31, 2023.

Description	Start Date	End Date	Interest Rate	Lease Liability		Right to Use Asset		
				Original Amount	Liability as of August 31, 2023	Original Amount	Accumulated amortization August 31, 2023	Net amount August 31, 2023
Pitney Bowes - 48 Months (29 Months)	2/1/2020	1/31/2024	3.75%	\$ 25,067	\$ 4,556	\$ 25,067	\$ 10,027	\$ 15,040
Pitney Bowes -60 Months (44.5 Months)	3/12/2020	2/12/2025	3.75%	23,214	10,203	23,214	9,286	13,928
Ricoh -36 months	9/25/2021	9/25/2024	3.75%	6,105	2,297	6,105	2,340	3,765
Ricoh 2 -36 months	9/25/2021	9/25/2024	3.75%	11,186	4,210	11,186	4,288	6,898
Ricoh 3 - 36 months	9/25/2021	9/25/2024	3.75%	8,526	3,209	8,526	3,268	5,258
Ricoh 4 - 36 months	9/25/2021	9/25/2024	3.75%	45,931	17,285	45,931	17,607	28,324
Ricoh 5 - 36 months	9/25/2021	9/25/2024	3.75%	35,655	13,417	35,655	13,668	21,987
Ricoh 6 - 36 months	9/25/2021	9/25/2024	3.75%	19,235	7,238	19,235	7,373	11,862
Ricoh 7 - 36 months	9/25/2021	9/25/2024	3.75%	32,099	12,079	32,099	12,304	19,795
Xerox 8 - 36 Months	8/1/2021	7/31/2024	3.75%	135,158	47,058	135,158	54,063	81,095
Xerox 9- 36 Months	8/1/2021	7/31/2024	3.75%	309,596	107,792	309,596	123,839	185,757
Xerox 10- 36 Months	8/1/2021	7/31/2024	3.75%	132,641	46,181	132,641	53,056	79,585
Xerox 11- 36 Months	8/1/2021	7/31/2024	3.75%	186,496	64,932	186,496	74,598	111,898
Xerox 12 - 36 Months	8/1/2021	7/31/2024	3.75%	580,014	201,943	580,014	232,005	348,009
Xerox 13 - 36 Months	8/1/2021	7/31/2024	3.75%	1,113,281	387,610	1,113,281	445,313	667,968
				<u>\$ 2,664,204</u>	<u>\$ 930,010</u>	<u>\$ 2,664,204</u>	<u>\$ 1,063,035</u>	<u>\$ 1,601,169</u>

Future principal and interest lease payments as of August 31, 2023, were as follows:

Fiscal Year	Principal	Interest	Total
2024	\$ 922,050	\$ 19,241	\$ 941,291
2025	7,960	51	8,011
	<u>\$ 930,010</u>	<u>\$ 19,292</u>	<u>\$ 949,302</u>

During the current fiscal year, the District entered into various SBITAs, the following table lists payable and right to use assets as of August 31, 2023.

Description	Start Date	End Date	Interest Rate	SBITA Liability		Right to Use Asset - SBITA		
				Original Amount	Liability as of August 31, 2023	Original Amount	Accumulated amortization August 31, 2023	Net amount August 31, 2023
92226663	4/19/2022	4/19/2024	5.00%	\$ 288,719	\$ 118,376	\$ 288,719	\$ 43,871	\$ 244,848
92234864	6/1/2022	6/1/2024	5.00%	552,868	257,581	552,868	86,525	466,343
92205504	1/31/2022	1/31/2025	5.00%	383,999.00	230,697	383,999	146,411	237,588
92304511	10/1/2020	11/30/2024	5.00%	363,556	200,637	363,556	59,411	304,145
92234781	7/1/2022	7/1/2024	5.00%	720,276	335,576	720,276	112,725	607,551
92318216	1/30/2023	12/31/2028	5.00%	1,514,565	1,241,102	1,514,565	280,642	1,233,923
92301506	9/1/2021	8/31/2024	5.00%	1,048,713	537,436	1,048,713	838,971	209,742
				<u>\$ 4,872,696</u>	<u>\$ 2,921,405</u>	<u>\$ 4,872,696</u>	<u>\$ 1,568,556</u>	<u>\$ 3,304,140</u>

Note 10 - Debt Issuances and Defeased Debt (continued)

Lease and SBITA Payable (continued)

Future principal and interest lease payments as of August 31, 2023, were as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 1,030,249	\$ 73,260	\$ 1,103,509
2025	1,017,471	69,038	1,086,509
2026	873,685	64,798	938,483
	<u>\$ 2,921,405</u>	<u>\$ 207,096</u>	<u>\$ 3,128,501</u>

Note 11 - Interfund Transactions

Receivables and payables:

Interfund balances at August 31, 2023, consisted of the following individual fund receivables and payables as follows:

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ -	\$ 2,639,116
Capital Projects Fund	-	8,004,457
Special Revenue Funds:		
State Funds	-	209,680
Local Funds	4,418,903	1,722
Child Nutrition	15,084,974	8,969,115
Internal Service Fund	320,213	-
Total	<u>\$ 19,824,090</u>	<u>\$ 19,824,090</u>

The outstanding balances between funds result mainly from the time lag between the dates expenditures occur and receipt of cash that originates in the ordinary course of operations. The cash transfers between funds to eliminate deficit cash have been eliminated on the government-wide statement of net position.

Interfund transfers are defined as “flow of assets without equivalent flows of assets in return and without a requirement of repayment.” Interfund transfers during the year ended August 31, 2023, were as follows:

	<u>Transfer In</u>
	<u>Food Service Fund</u>
<u>Transfer Out</u>	
General Fund	\$ 35,130
	<u>\$ 35,130</u>

General Fund transferred funds to the Child Nutrition Fund to cover operations.

Note 12 - Litigation and Contingencies

The District is a party to various legal actions, none of which are believed by administration to have a material effect on the financial condition of the District. Accordingly, no provision for losses has been recorded in the accompanying basic financial statements for such contingencies.

The District participates in numerous State and Federal grant programs that are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, if any, refunds of any money received may be required and the collectability of any related receivable at August 31, 2023, may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

The Tax Reform Act of 1986 imposed regulations on tax-exempt bond issues. Governmental bonds issued after August 31, 1986, are subject to the rebate provisions of the Tax Reform Act of 1986. The rebate applies to earnings from bond issue proceeds investments that exceed bond issue stated interest rates. There is a complicated formula based on a five-year history; therefore, the exact amount of liability, if any, is not known until five years from the bond issuance date. This calculation yielded no known material rebate liability at August 31, 2023.

Note 13 - Revenues from Local Sources

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

	General Fund	Debt Service Fund	Capital Projects Funds	Special Revenue Funds	Total
Property taxes	\$ 445,881,805	\$ 198,346,199	\$ -	\$ -	\$ 644,228,004
Food sales	-	-	-	10,449,315	10,449,315
Investment income	11,912,457	7,135,192	5,442,321	-	24,489,970
Penalties, interest and other tax related income	2,497,019	669,006	-	-	3,166,025
Co-curricular student activities	1,321,485	-	-	4,108,164	5,429,649
Tuition and fees	6,079,089	-	-	151,749	6,230,838
Rental income	1,176,476	-	-	-	1,176,476
Donations	50,500	-	-	1,535,227	1,585,727
Other	3,015,426	27,775	9,867	41,578	3,094,646
Total	\$ 471,934,257	\$ 206,178,172	\$ 5,452,188	\$ 16,286,033	\$ 699,850,650

Note 14 - Unearned Revenues

Unearned revenues at August 31, 2023, represent funds received in advance prior to revenue recognition. A summary of unearned revenues at the fund level consists of the following:

	General Fund	Nonmajor Governmental Funds	Total
Student lunches	\$ -	\$ 851,689	\$ 851,689
Other	4,177,008	-	4,177,008
Total	\$ 4,177,008	\$ 851,689	\$ 5,028,697

Note 15 - Component Unit Disclosures

Organization and Nature of Activities

The Lewisville ISD Education Foundation, Inc. (Foundation) is a Texas nonprofit organization with the purpose of providing financial support to Lewisville Independent School District teachers and students. This purpose is accomplished by the Foundation receiving and managing cash donations from individuals and organizations, and awarding scholarships and grants.

Basis of Presentation

The financial statements are prepared on an accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Revenues and related assets are recognized when earned, and expenses are recognized when the obligation is incurred. They are presented in accordance with the provisions of Financial Accounting Standards Board ("FASB") ASU No. 2016-14, "Not-For-Profit Entities."

FASB ASU 2016-14 establishes standards for general-purpose external financial statements for nonprofit organizations, including a statement of financial position, a statement of activities, a statement of functional expense and a statement of cash flows. FASB ASU 2016-14 requires the classification of net assets and its revenues, expenses, gains and losses into three categories, if applicable, based on existence or absence of donor-imposed restrictions. The categories are "without donor restrictions" and "with donor restrictions." Accordingly, net assets of the Foundation's and changes therein are classified and reported as follows:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed stipulations. Included in this classification are net assets earmarked by the Board for future purposes, such as the Foundation's board-designation for scholarships and grants.

Net assets subject to purpose restrictions - Net assets subject to donor-imposed stipulations that specify a use that is more specific than broad limits relating to purposes under which the Foundation operates.

Net assets not subject to appropriation or expenditure - Net assets subject to donor-imposed restrictions that must be maintained permanently by the Foundation. Generally, the donors of these assets permit the Foundation to use all or part of the income earned on any related investments for the specific donor purpose.

Public Support and Revenue

In the absence of a donor's explicit stipulation or circumstances surrounding the receipt of a contribution that make clear the donor's implicit restriction on use, contributions are reported as revenues or gains without donor restrictions, which increase net assets without donor restrictions. All donor-restricted contributions are reported as either net assets subject to purpose restrictions or net assets not subject to appropriation or expenditure, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), such restricted net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Unconditional promises to give are recorded as received. Contributions receivable due in the next year are recorded at their net realizable value. Contributions receivable due in subsequent years are recorded at the present value of their net realizable value, using interest rates applicable to the years in which the promises are received to discount the amounts. The calculated discount to present value was not materially different from the face value of the contributions receivable at December 31, 2022.

Foundation management evaluates the collectability of contributions on an ongoing basis and writes off any contributions receivable considered uncollectible. There were no contribution as of December 31, 2022, that were considered uncollectible and written off based on management's review.

Note 15 - Component Unit Disclosures (continued)

Public Support and Revenue (continued)

Contributions of donated noncash assets are recorded at their fair market values in the period received. Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair market values in the period received. Although individuals volunteer their time and perform a variety of tasks that assist the Foundation, these services do not meet the criteria for recognition as donated services.

Cash and Cash Equivalents

The Foundation considers all highly liquid investments, primarily checking and money market accounts, to be cash equivalents. At December 31, 2022, the carrying amount of cash was \$420,822.

Investments

Investments are presented in the financial statements at fair market value. Realized and unrealized gains and losses on investments are reflected in the statement of activities. Purchases and sales of investments are recorded on the trade date. Investment income is recorded in the period when earned.

Investments as of December 31, 2022 are composed of the following:

	Cost	Fair Value	Unrealized Gain (Loss)
Certificates of deposit	\$ 113,466	\$ 113,466	\$ -
Corporate bonds	299,773	260,352	(39,421)
U.S. Government secured Obligations	954,931	866,329	(88,602)
Individual stocks	2,380,279	2,526,540	146,261
Stock Mutual funds	446,970	396,844	(50,126)
Fixed income mutual funds	506,959	467,027	(39,932)
	<u>\$ 4,702,378</u>	<u>\$ 4,630,558</u>	<u>\$ (71,820)</u>

The following table represents the Foundation's fair market value hierarchy for its investments measured at fair market value as of December 31, 2022:

	Level 1	Level 2	Level 3	Total
U.S. Government and Agency Securities	\$ 866,329	\$ -	\$ -	\$ 866,329
Equity securities	2,923,384	-	-	2,923,384
Fixed income securities	-	727,379	-	727,379
Certificates of Deposit	-	113,466	-	113,466
Total	<u>\$ 3,789,713</u>	<u>\$ 840,845</u>	<u>\$ -</u>	<u>\$ 4,630,558</u>

Note 15 - Component Unit Disclosures (continued)

Restricted Net Position

Temporarily restricted net position consists of contributions from donors who have specified certain programs or scholarships within Lewisville ISD for use of the contributions. The following is endowment as of December 31, 2022:

Balance 12/31/21	\$ 3,640,588
Contributions	174,891
Investment earnings	(457,811)
Amounts appropriated for expenditures	(169,800)
Reclassification from temporarily restricted	84,161
Balance 12/31/22	<u>\$ 3,272,029</u>

Permanently restricted net position consists of contributions from donors who have specified that the funds be invested in perpetuity, with earnings from the investments available for scholarships or grants.

Contributions and Other Receivables

Unconditional promises to give as of December 31, 2022, are as follows:

Receivable in less than one year	\$ 25,150
Receivable in one to five years	15,795
Net Unconditional Promises to Give	<u>\$ 40,945</u>

Net Assets Without Donor Restrictions

Net assets without donor restriction at December 31, 2022, includes the following amounts designated by the Foundation's Board of Directors for grant endowment.

LISDEF Operational Fund	\$ 893,706
Area of Greatest Need	109,755
Earl Luna Memorial Grant	9,659
Pat Watts Honorary Grant	9,659
Janet Luttrell Honorary Grant	9,800
	<u>\$ 1,032,579</u>

Income Tax Status

The Foundation has received a letter of determination from the Internal Revenue Service advising that it qualifies as a non-profit corporation under Section 501(c)(3) of the Internal Revenue Code and, therefore, is not subject to income tax. The Foundation is not a private foundation within the meaning of Section 509(a) of the Internal Revenue Code.

Note 16 - Arbitrage

In accordance with the provisions of Section 148(f) of the Internal Revenue Code of 1986, as amended, bonds must satisfy certain arbitrage rebate requirements. Positive arbitrage is the excess of the amount earned on investments purchased with bond proceeds, over the amount that such investments would have earned had such investments been invested at a rate equal to the yield on the bond issue. In order to comply with the arbitrage rebate requirements, positive arbitrage must be paid to the U.S. Treasury at the end of each five-year anniversary date of the bond issue. The District has estimated that there is no arbitrage liability as of August 31, 2023.

Note 17 - Subsequent Events

In November 2023 the LISD passed a Voter Approval Tax Ratification Election (VATRE) and two Bond Propositions. The VATRE provided an additional \$.08 to the Maintenance and Operations Tier II tax rate. Proposition B, in the amount of \$960,577,000 was approved to provide maintenance, repairs and renovations to LISD campuses and facilities. This includes safety and security equipment, technology upgrades, replacement of the transportation center and purchase of school buses. Proposition C, \$69,600,000, will provide updated instructional technology for students and staff.

In August 2023, the Board began the transition away from seven at large districts to five single member and two at large districts. This change will take place in the May 2024 election. The proposed electoral system will ensure that a broad cross-section of the communities served by the District are represented on the Board.

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REQUIRED SUPPLEMENTARY INFORMATION



LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF
THE NET PENSION LIABILITY
Teacher Retirement System of Texas
For the Last Nine Measurement Years Ended August ⁽¹⁾

Exhibit G-1

	2022	2021	2020	2019	2018
District's proportion of the net pension liability	0.2936%	0.2750%	0.2242%	0.3068%	0.3124%
District's proportionate share of the net pension liability	174,287,316	\$ 70,028,626	\$ 120,078,526	\$ 159,467,259	\$ 171,946,208
State's proportionate share of the net pension liability associated with the District	229,239,958	108,109,040	275,852,016	237,598,734	263,375,895
Total	\$ 403,527,274	\$ 178,137,666	\$ 395,930,542	\$ 397,065,993	\$ 435,322,103
District's covered payroll (for Measurement Year)	\$ 375,225,081	\$ 360,571,263	\$ 347,681,776	\$ 343,385,560	\$ 339,675,536
District's proportionate share of the net pension liability as a percentage of its covered payroll	46.45%	19.42%	34.54%	46.44%	50.62%
Plan's fiduciary net position as a percentage of the total pension liability*	75.65%	88.79%	75.54%	75.24%	73.74%
Plan's net pension liability as a percentage of covered payroll*	112.72%	51.08%	110.36%	114.93%	126.11%
	2017	2016	2015	2014	
District's proportion of the net pension liability	0.3113%	0.3098%	0.3204%	0.2073%	
District's proportionate share of the net pension liability	\$ 99,530,342	\$ 117,068,286	\$ 113,259,645	\$ 55,392,223	
State's proportionate share of the net pension liability associated with the District	159,361,843	191,175,104	180,104,882	159,733,876	
Total	\$ 258,892,185	\$ 308,243,390	\$ 293,364,527	\$ 215,126,099	
District's covered payroll (for Measurement Year)	\$ 333,301,189	\$ 322,795,629	\$ 308,689,540	\$ 297,452,635	
District's proportionate share of the net pension liability as a percentage of its covered payroll	29.86%	36.27%	36.69%	18.62%	
Plan's fiduciary net position as a percentage of the total pension liability*	82.17%	78.00%	78.43%	83.25%	
Plan's net pension liability as a percentage of covered payroll*	75.93%	92.75%	91.94%	72.89%	

The amounts presented for each Plan year which ends the preceding August 31 of the District's fiscal year.

Net pension liability is calculated using a new methodology and will be presented prospectively in accordance with GASB 68.

* Per Teacher Retirement System of Texas' Comprehensive Annual Financial Report.

(1) Ten years of data should be presented in this schedule, but data was unavailable prior to 2014.
Net pension liability and related ratios will be presented as data becomes available.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PENSION CONTRIBUTIONS
Teacher Retirement System of Texas
For the Last Ten Fiscal Years

Exhibit G-2

	2023	2022	2021	2020	2019
Contractually required contributions	\$ 14,976,372	\$ 13,724,669	\$ 11,716,404	\$ 9,266,662	\$ 10,667,951
Contributions in relation to the contractual required contributions	<u>14,976,372</u>	<u>13,724,669</u>	<u>11,716,404</u>	<u>9,266,662</u>	<u>10,667,951</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 384,968,421	\$ 375,225,081	\$ 360,571,263	\$ 347,681,776	\$ 343,385,560
Contributions as a percentage of covered payroll	3.89%	3.66%	3.25%	2.67%	3.11%
	2018	2017	2016	2015	2014
Contractually required contributions	\$ 10,618,509	\$ 10,201,918	\$ 9,843,086	\$ 8,805,304	\$ 5,257,484
Contributions in relation to the contractual required contributions	<u>10,618,509</u>	<u>10,201,918</u>	<u>9,843,086</u>	<u>8,805,304</u>	<u>5,257,484</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 339,675,536	\$ 333,301,189	\$ 322,795,629	\$ 308,689,540	\$ 297,452,635
Contributions as a percentage of covered payroll	3.13%	3.06%	3.05%	2.85%	1.77%

Note: The District began to report information when it implemented GASB Statement 68 in 2015.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF
THE NET OPEB LIABILITY
Teacher Retirement System of Texas
For the Last Six Measurement Years Ended August ⁽¹⁾

Exhibit G-3

	2022	2021	2020	2019
District's proportion of the net OPEB liability	0.3718%	0.3730%	0.3671%	0.3886%
District's proportionate share of the net OPEB liability	\$ 89,013,486	\$ 143,876,935	\$ 139,565,467	\$ 183,776,611
State's proportionate share of the net OPEB liability associated with the District	108,582,468	192,763,029	187,542,533	244,198,009
Total	\$ 197,595,954	\$ 336,639,964	\$ 327,108,000	\$ 427,974,620

District's covered employee payroll (for Measurement Year)	\$ 375,225,081	\$ 360,571,263	\$ 347,681,776	\$ 347,681,776
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	23.72%	39.90%	40.14%	53.52%
Plan's fiduciary net position as a percentage of the total OPEB liability*	11.52%	6.18%	4.99%	2.66%
Plan's net OPEB liability as a percentage of covered employee payroll*	59.10%	100.13%	101.46%	135.21%

	2018	2017
District's proportion of the net OPEB liability	0.3958%	0.3789%
District's proportionate share of the net OPEB liability	\$ 197,630,380	\$ 164,770,037
State's proportionate share of the net OPEB liability associated with the District	295,335,221	266,112,828
Total	\$ 492,965,601	\$ 430,882,865

District's covered employee payroll (for Measurement Year)	\$ 343,385,560	\$ 333,301,189
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	58.18%	49.44%
Plan's fiduciary net position as a percentage of the total OPEB liability*	1.57%	0.91%
Plan's net OPEB liability as a percentage of covered employee payroll*	146.64%	132.55%

The amounts presented for each Plan year which ends the preceding August 31 of the District's fiscal year.

* Per Teacher Retirement System of Texas' comprehensive annual financial report.

(1) Ten years of data should be presented in this schedule, but data was unavailable prior to 2017.
Net OPEB liability and related ratios will be presented as data becomes available.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S OPEB CONTRIBUTIONS
Teacher Retirement System of Texas
For the Last Ten Fiscal Years

Exhibit G-4

	2023	2022	2021	2020	2019
Contractually required contributions	\$ 3,247,765	\$ 3,047,833	\$ 2,918,891	\$ 2,790,712	\$ 2,757,820
Contributions in relation to the contractual required contributions	<u>3,247,765</u>	<u>3,047,833</u>	<u>2,918,891</u>	<u>2,790,712</u>	<u>2,757,820</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 384,968,421	\$ 375,225,081	\$ 360,571,263	\$ 347,681,776	\$ 343,385,560
Contributions as a percentage of covered payroll	0.84%	0.81%	0.81%	0.79%	0.80%
	2018	2017	2016	2015	2014
Contractually required contributions	\$ 2,735,388	\$ 1,969,913	\$ 1,914,169	\$ 1,817,611	\$ 1,659,888
Contributions in relation to the contractual required contributions	<u>2,735,388</u>	<u>1,969,913</u>	<u>1,914,169</u>	<u>1,817,611</u>	<u>1,659,888</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 339,675,536	\$ 333,301,189	\$ 322,795,629	\$ 308,689,540	\$ 297,452,635
Contributions as a percentage of covered payroll	0.81%	0.59%	0.59%	0.59%	0.56%

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PENSION

Changes of Assumptions

Assumptions, methods, and plan changes which are specific to the Pension Trust Fund were updated from the prior year's report. The net pension liability increased significantly since the prior measurement date due to a change in the following actuarial assumptions:

- The single discount rate as of August 31, 2018 was a single blended rate of 6.907 percent. That has changed to the long-term rate of 7.25 percent as of August 31, 2019.
- There was no change to the discount rate for the measurement year ended August 31, 2020 or 2021.
- The discount rate changed from 7.25% to 7.00% from measurement year 2021 through 2022.
- With the enactment of SB 3 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 \$2,700 increase in fiscal year 2020. This is an additional to the salary increase expected based on the actuarial assumptions.

Changes in Benefit Terms

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

Other Information

Effective September 1, 2014, employers who did not contribute to Social Security for TRS-eligible employees were required to contribute an additional 1.5% of TRS-eligible compensation which nearly doubled the District's contributions into the Plan. Because the District's proportional share of the plan is determined by its proportional share of contributions, the District recognized a corresponding increase in its share of net pension liability.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - OPEB

Changes of Assumptions

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

- The discount rate changed from 3.69 percent as of August 31, 2018 to 2.63 percent as of August 31, 2019. This change increased the TOL.
- The discount rate changed from 2.63 percent as of August 31, 2019 to 2.33 percent as of August 31, 2020. This change increased the TOL.
- The discount rate changed from 2.63 percent as of August 31, 2020 to 1.95 percent as of August 31, 2021. This change increased the TOL.
- The health care trend rates were reset to better reflect the plan's anticipated experience. This change increased the TOL.
- The participation rate for pre-65 retirees was lowered from 70 percent to 65 percent. The participation rate for post-65 retirees was lowered from 75 percent to 50 percent. 25 percent 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 TOL.
- The percentage of retirees who are assumed to have two-person coverage was lowered from 20 percent to 15 percent. In addition, the participation assumption for the surviving spouses of employees that die while actively employed was lowered from 20 percent to 10 percent. These changes decreased the TOL.
- Change of Benefit Terms Since the Prior Measurement Date – There were no changes in benefit terms since the prior measurement date.

Changes of Benefit Terms

Effective January 1, 2018, only one health plan option will exist (instead of three), and all retirees will be required to contribute monthly premiums for coverage. The health plan changes triggered changes to several of the assumptions, including participation rates, retirement rates, and spousal participation rates. This change in plan benefits significantly lowered the OPEB liability and had an immediate effect on the OPEB expenses recognized by participating entities.

The 85th Legislature, Regular Session, passed the following statutory changes in House Bill 3976 which became effective on September 1, 2017:

- Created a high-deductible health plan that provides a zero cost for generic prescriptions for certain preventive drugs and provides a zero premium for disability retirees who retired as a disability retiree on or before January 1, 2017, and are not eligible to enroll in Medicare
- Created a single Medicare Advantage plan and Medicare prescription drug plan for all Medicare-eligible participants
- Allowed the System to provide other, appropriate health benefit plans to address the needs of enrollees eligible for Medicare
- Allowed eligible retirees and their eligible dependents to enroll in TRS-Care when the retiree reaches 65 years of age, rather than waiting for the next enrollment period
- Eliminated free coverage under TRS-Care, except for certain disability retirees enrolled during Plan Years 2018 through 2021, requiring members to contribute \$200 per month toward their health insurance premiums

OTHER SUPPLEMENTARY INFORMATION

COMBINING STATEMENTS AND OTHER SCHEDULES



NONMAJOR GOVERNMENTAL FUNDS

The Nonmajor governmental funds, which are made up of Special Revenue Funds, are used to account for funds that are legally restricted for specified purposes excluding capital projects.

State Funds are used to account for state funded grants and programs.

Local Funds are used to account for local grants, programs and donations from corporations, foundations and other local sources.

Food Service Fund is used to account for allowable expenditures, as determined under the National School Lunch Program, for the operation and improvement of the Child Nutrition Programs.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL NONMAJOR GOVERNMENTAL FUNDS
August 31, 2023

Exhibit H-1

		300-499		240	
Data Control Codes		Special Revenue Funds			Total NonMajor Governmental Funds
		State Funds	Local Funds	Food Service Fund	
	Assets				
1110	Cash and temporary investments	\$ 274,490	\$ 2,354,954	\$ 65,657	\$ 2,695,101
	Receivables:				
1240	Receivables from other governments	527,358	-	1,236,144	1,763,502
1260	Due from other funds	-	4,418,903	15,084,974	19,503,877
1310	Inventories, at cost	-	-	201,007	201,007
1000	Total Assets	\$ 801,848	\$ 6,773,857	\$ 16,587,782	\$ 24,163,487
	Liabilities and Fund Balance				
	Liabilities:				
	Current Liabilities:				
2110	Accounts payable	\$ 128,124	\$ 36,706	\$ 1,105,221	\$ 1,270,051
2160	Accrued wages payable	-	-	257,008	257,008
2170	Due to other funds	209,680	1,722	-	211,402
2180	Due to other governments	-	979	-	979
2300	Unearned revenues	-	-	851,689	851,689
2000	Total Liabilities	337,804	39,407	2,213,918	2,591,129
	Fund Balances:				
	Nonspendable:				
3410	Inventories	-	-	201,007	201,007
3450	Restricted	464,044	779,770	14,172,857	15,416,671
3545	Committed	-	5,954,680	-	5,954,680
3000	Total Fund Balances	464,044	6,734,450	14,373,864	21,572,358
4000	Total Liabilities and Fund Balance	\$ 801,848	\$ 6,773,857	\$ 16,587,782	\$ 24,163,487

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - ALL NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended August 31, 2023

Exhibit H-2

		300-499		240	
Data Control Codes		Special Revenue Funds		Food Service Fund	Total Nonmajor Governmental Funds
		State Funds	Local Funds		
	Revenues				
5700	Local, intermediate, and out-of-state	\$ 85,490	\$ 5,751,228	\$ 10,449,315	\$ 16,286,033
5800	State program revenues	1,745,629	-	111,104	1,856,733
5900	Federal program revenues	-	-	14,688,794	14,688,794
5020	Total Revenues	1,831,119	5,751,228	25,249,213	32,831,560
	Expenditures				
	Current:				
0011	Instruction	1,494,896	3,025,227	-	4,520,123
0012	Instruction resources and media services	-	113,306	-	113,306
0013	Curriculum and instructional staff development	15,218	39,596	-	54,814
0021	Instructional leadership	-	6,056	-	6,056
0023	School leadership	-	872,978	-	872,978
0031	Guidance, counseling and evaluation services	-	396,750	-	396,750
0033	Health services	-	1,258	-	1,258
0035	Food services	-	-	24,998,739	24,998,739
0036	Extracurricular activities	-	1,603,336	-	1,603,336
0041	General administration	-	7,319	-	7,319
0051	Facilities maintenance and operations	-	105,250	64,636	169,886
0052	Security and monitoring services	-	19,192	-	19,192
0053	Data processing	-	131	-	131
0061	Community services	-	5,883	-	5,883
	Debt service:				
0071	Principal on long-term debt	153,302	-	-	153,302
0072	Interest on long-term debt and fees	15,718	-	-	15,718
0073	Debt issuance costs and fees	-	-	-	-
	Capital outlay:				
0081	Facilities acquisition and construction	-	7,290	-	7,290
6030	Total Expenditures	1,679,134	6,203,572	25,063,375	32,946,081
1100	Excess (deficiency) of revenues over expenditures	151,985	(452,344)	185,838	(114,521)
	Other Financing Sources (Uses)				
7915	Transfers in	-	-	35,130	35,130
7080	Total Other Financing Sources (Uses)	-	-	35,130	35,130
1200	Net change in fund balances	151,985	(452,344)	220,968	(79,391)
0100	Fund Balance - Beginning	312,059	7,186,794	14,152,896	21,651,749
3000	Fund Balance - Ending	\$ 464,044	\$ 6,734,450	\$ 14,373,864	\$ 21,572,358

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF FIDUCIARY NET POSITION
For the Year Ended August 31, 2023

Exhibit H-3

	Student and Staff Activities	Communities in Schools of North Texas	Total Custodial Funds
Assets			
Cash and cash equivalents	\$ 1,441,925	\$ 2,411,866	\$ 3,853,791
Receivable from outside entities	-	253,089	253,089
Prepaid items	-	14,038	14,038
Total Assets	<u>1,441,925</u>	<u>2,678,993</u>	<u>4,120,918</u>
Liabilities			
Accounts payable	27,659	14,959	42,618
Total Liabilities	<u>27,659</u>	<u>14,959</u>	<u>42,618</u>
Net Position			
Restricted for student activities	1,414,266	-	1,414,266
Restricted for outside entities (CISNT)	-	2,664,034	2,664,034
Total Net Position	<u>\$ 1,414,266</u>	<u>\$ 2,664,034</u>	<u>\$ 4,078,300</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the Year Ended August 31, 2023

Exhibit H-4

	Student and Staff Activities	Communities in Schools of North Texas	Total Custodial Funds
Additions			
Contributions	\$ 1,487,470	\$ 6,744,683	\$ 8,232,153
Total Additions	<u>1,487,470</u>	<u>6,744,683</u>	<u>8,232,153</u>
Deductions			
Student activities	1,513,846	-	1,513,846
CISNT	-	6,804,933	6,804,933
Total Deductions	<u>1,513,846</u>	<u>6,804,933</u>	<u>8,318,779</u>
Change in net position	(26,376)	(60,250)	(86,626)
Net Position, Beginning of Year	<u>1,440,642</u>	<u>2,724,284</u>	<u>4,164,926</u>
Net Position, End of Year	<u>\$ 1,414,266</u>	<u>\$ 2,664,034</u>	<u>\$ 4,078,300</u>



SUPPLEMENTAL SCHEDULES

The schedules within this subsection are presented as supplementary information to expand upon the data presented in the other subsections of the Financial Section.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
For the Year Ended August 31, 2023

Exhibit J-1
Page 1 of 2

	1	2	3	10	20
Last Ten Fiscal Years	Tax Rates		Net Assessed/Appraised Value For School Tax Purposes	Beginning Balance 9/1/22	Current Year's Total Levy
	Maintenance	Debt Service			
2014 and prior	Various	Various	\$ 24,430,987,196	\$ 809,856	\$ -
2015	1.04000	0.43700	26,698,623,389	312,173	-
2016	1.04000	0.43670	29,093,582,239	363,071	-
2017	1.04000	0.38000	32,508,282,254	385,750	-
2018	1.04000	0.36750	35,772,334,352	434,033	-
2019	1.04000	0.36750	38,772,053,641	532,783	-
2020	0.97000	0.36750	42,117,267,514	973,755	-
2021	0.96640	0.38090	44,196,015,587	1,117,980	-
2022	0.92760	0.38090	46,541,354,393	3,317,970	-
2023	0.85590	0.38090	52,123,346,782	-	644,661,553
1000 Totals				\$ 8,247,371	\$ 644,661,553

8000 Taxes refunded under Section 26.155(c), Tax Code, for tax refunds issued for immediate homestead exemptions pursuant to Senate Bill (SB) 8, 87-2

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
For the Year Ended August 31, 2023

Exhibit J-1
Page 2 of 2

	31	32	32	40	50
Last Ten Fiscal Years	Maintenance Total Collections	Debt Service Total Collections	Total Collections	Entire Year's Adjustments	Ending Balance 8/31/23
2014 and prior	\$ 25,674	\$ 8,734	\$ 34,408	\$ (167,155)	\$ 608,293
2015	5,543	2,329	7,872	(51,222)	253,079
2016	9,181	3,855	13,036	(50,082)	299,953
2017	12,254	4,478	16,732	(47,333)	321,685
2018	19,044	6,729	25,773	(46,143)	362,117
2019	77,072	27,235	104,307	603	429,079
2020	339,349	128,568	467,917	126,334	632,172
2021	650,517	256,397	906,914	422,856	633,922
2022	967,115	397,126	1,364,241	(998,553)	955,176
2023	<u>443,664,115</u>	<u>197,443,231</u>	<u>641,107,346</u>	<u>-</u>	<u>3,554,207</u>
1000 Totals	<u>\$ 445,769,864</u>	<u>\$ 198,278,682</u>	<u>\$ 644,048,546</u>	<u>\$ (810,695)</u>	<u>\$ 8,049,683</u>
Total taxes receivable per Governmental Fund Balance Sheet (C-1)					<u>\$ 8,049,683</u>
	<u>\$ 42,043</u>				

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
Exhibit J-2
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL - FOOD SERVICE FUND
For the Year Ended August 31, 2023**

Data Control Codes		Food Service Fund Budgeted Amounts		Actual	Variance with Final Budget
		Original	Final		
	Revenues				
5700	Local, intermediate, and out-of-state	\$ 10,616,400	\$ 10,616,400	\$ 10,449,315	\$ (167,085)
5800	State program revenues	71,025	71,025	111,104	40,079
5900	Federal program revenues	17,355,242	17,355,242	14,688,794	(2,666,448)
5020	Total Revenues	<u>28,042,667</u>	<u>28,042,667</u>	<u>25,249,213</u>	<u>(2,793,454)</u>
	Expenditures				
	Current:				
0035	Food services	37,531,446	38,065,350	24,998,739	13,066,611
0051	Plant maintenance and operations	10,000	64,636	64,636	-
6030	Total Expenditures	<u>37,541,446</u>	<u>38,129,986</u>	<u>25,063,375</u>	<u>13,066,611</u>
1100	Excess (deficiency) revenues over (under) expenditures	<u>(9,498,779)</u>	<u>(10,087,319)</u>	<u>185,838</u>	<u>10,273,157</u>
	Other Financing Sources (Uses)				
7915	Operating transfers in	-	-	35,130	35,130
7080	Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>35,130</u>	<u>35,130</u>
1200	Net change in fund balances	(9,498,779)	(10,087,319)	220,968	10,308,287
0100	Fund Balance - Beginning	<u>14,152,896</u>	<u>14,152,896</u>	<u>14,152,896</u>	<u>-</u>
3000	Fund Balance - Ending	<u>\$ 4,654,117</u>	<u>\$ 4,065,577</u>	<u>\$ 14,373,864</u>	<u>\$ 10,308,287</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
Exhibit J-3
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL - DEBT SERVICE FUND
For the Year Ended August 31, 2023**

Data Control Codes		Debt Service Fund Budgeted Amounts			Variance with Final Budget
		Original	Final	Actual	
Revenues					
5700	Local, intermediate, and out-of-state	\$ 207,889,238	\$ 207,889,238	\$ 206,178,172	\$ (1,711,066)
5800	State program revenues	1,500,000	1,500,000	4,046,216	2,546,216
5020	Total Revenues	209,389,238	209,389,238	210,224,388	835,150
Expenditures					
Debt Service:					
0071	Principal on long-term debt	93,340,000	158,340,095	115,130,008	43,210,087
0072	Interest and fiscal charges	49,471,467	50,158,686	50,028,187	130,499
0073	Bond issuance costs and fees	65,200,000	65,200,000	52,145,084	13,054,916
6030	Total Expenditures	208,011,467	273,698,781	217,303,279	56,395,502
1100	Excess (deficiency) revenues over (under) expenditures	1,377,771	(64,309,543)	(7,078,891)	57,230,652
Other Financing Sources (Uses)					
7901	Refunding bonds issued	-	73,220,000	73,220,000	-
7916	Premium or discount on issuance of bonds	-	5,447,227	5,447,227	-
8949	Payment to bond refunding escrow agent	-	(77,212,002)	(77,212,002)	-
	Total Other Financing Sources (Uses)	-	1,455,225	1,455,225	-
1200	Net change in fund balances	1,377,771	(62,854,318)	(5,623,666)	57,230,652
0100	Fund Balance - Beginning	49,535,862	49,535,862	49,535,862	-
3000	Fund Balance - Ending	\$ 50,913,633	\$ (13,318,456)	\$ 43,912,196	\$ 57,230,652

LEWISVILLE INDEPENDENT SCHOOL DISTRICT*Exhibit J-4***COMPENSATORY EDUCATION PROGRAM AND BILINGUAL EDUCATION PROGRAM COMPLIANCE RESPONSES****For the Year Ended August 31, 2023**

Data Codes	Section A: Compensatory Education Programs	Responses
AP1	Did your LEA expend any state compensatory education program state allotment funds during the district's fiscal year?	Yes
AP2	Does the LEA have written policies and procedures for its state compensatory education program?	Yes
AP3	List the total state allotment funds received for state compensatory education programs during the district's fiscal year.	\$27,432,829
AP4	List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year. (PICs 24, 26, 28, 29, 30)	\$14,938,064
Section B: Bilingual Education Programs		
AP5	Did your LEA expend any bilingual education program state allotment funds during the LEA's fiscal year?	Yes
AP6	Does the LEA have written policies and procedures for its bilingual education program?	Yes
AP7	List the total state allotment funds received for bilingual education programs during the LEA's fiscal year.	\$ 6,679,959
AP8	List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year. (PICs 25)	\$ 4,571,914

STATISTICAL SECTION



STATISTICAL SECTION

This part of the annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, notes disclosures, and required supplementary information says about the District's overall financial health. This information has not been audited by the independent auditor.

Contents

Table #s

Financial Trends

1 through 4

These tables contain trend information to assist the reader in understanding how the District's financial position has changed over time.

Revenue Capacity

5 through 9

These tables contain information to assist the reader in understanding and assessing the factors affecting the District's ability to generate its own-source revenues.

Debt Capacity

10 through 14

These tables contain information to assist the reader in understanding the District's debt burden and its ability to issue additional debt in the future.

Economic and Demographic Information

15 through 17

These tables contain information to assist the reader in understanding the socioeconomic environment in which the District operates and to provide information that facilitates comparisons of financial statement information over time and with other school districts.

Operating Information

18 through 21

These tables contain information intended to provide contextual information about the District's operations and resources and to assist readers in using financial statement information to understand and assess the District's economic condition.

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

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION - GOVERNMENT-WIDE (Unaudited)
Last Ten Fiscal Years

Table 1
Page 1 of 2

	2023	2022	2021	2020	2019
Expenses					
Governmental activities:					
Instruction	\$ 345,190,705	\$ 326,107,681	\$ 357,161,456	\$ 364,674,811	\$ 323,742,411
Instruction resources & media services	7,512,217	7,673,666	7,834,404	7,820,161	6,794,595
Curriculum & instructional staff development	4,331,589	4,675,774	4,616,849	4,657,514	4,462,560
Instructional leadership	11,333,535	10,879,151	12,473,021	12,430,045	12,144,081
School administration	34,034,118	32,866,941	35,272,031	37,403,647	33,916,942
Guidance and counseling	26,353,828	25,337,589	25,434,888	27,601,340	24,764,938
Social work services	196,228	(77,292)	426,078	1,022,072	822,820
Health services	6,708,711	6,042,474	7,275,834	6,212,106	5,889,092
Pupil transportation	17,756,859	17,186,193	16,040,794	13,117,370	15,266,960
Food services	26,346,694	21,837,246	20,248,533	22,582,670	22,365,713
Co-curricular activities	19,720,635	19,307,364	16,958,401	17,518,514	11,545,482
General administration	11,484,892	11,734,249	11,709,998	11,525,327	10,427,183
Plant maintenance and operation	55,102,534	50,541,453	47,871,728	44,644,320	41,102,255
Security and monitoring	5,651,282	3,699,804	4,052,939	3,342,273	2,557,946
Data processing services	15,048,167	16,433,100	16,363,442	15,526,253	11,300,939
Community services	6,672,650	6,329,216	6,075,696	7,879,785	7,320,215
Interest and fiscal charges	89,299,817	43,896,884	47,337,256	41,706,705	44,136,008
Other facility costs	19,768,438	21,251,825	16,377,376	18,059,205	79,980,806
Purchase of WADA	61,227,131	45,190,499	50,745,313	14,612,076	29,971,536
Fiscal agent/member district of shared service arrangement	180,000	98,400	131,200	114,800	98,400
Alternative education program	15,642	2,376	-	12,276	35,060
Other intergovernmental charges	3,751,531	3,551,933	3,470,208	3,402,995	3,169,080
Total Governmental Expenses	\$ 767,687,203	\$ 674,566,526	\$ 707,877,445	\$ 675,866,265	\$ 691,815,022
Program Revenues					
Governmental Activities:					
Charges for Service					
Instruction & instructional related services	\$ 1,791,375	\$ 1,506,329	\$ 1,558,889	\$ 1,374,369	\$ 1,454,833
Food services	10,449,315	2,536,792	1,953,858	7,390,633	10,956,662
Cocurricular/extracurricular activities	5,115,889	4,827,591	2,759,958	4,045,627	5,277,936
Plant maintenance and operations	1,804,191	2,177,163	1,662,503	1,747,774	2,042,744
Community services	5,783,288	-	3,786,717	6,322,886	6,726,981
Other activities	175,153	6,580,724	144,742	271,799	952,409
Operating grants and contributions	69,927,641	60,775,650	93,222,170	83,270,862	76,182,466
Total Primary Government Program Revenues	95,046,852	78,404,249	105,088,837	104,423,950	103,594,031
Net (Expense)/Revenue					
Total Primary Government Net Expense	\$ (672,640,351)	\$ (596,162,277)	\$ (602,788,608)	\$ (571,442,315)	\$ (572,272,234)
General Revenues					
Property taxes, levied for general purposes	\$ 448,262,044	\$ 430,615,484	\$ 428,000,897	\$ 411,294,389	\$ 404,466,006
Property taxes, levied for debt service	198,965,428	176,743,185	168,530,720	155,678,560	142,843,921
Unrestricted state aid formula grants	33,080,431	32,560,422	43,800,094	40,648,141	47,295,918
Medicaid reimbursement	7,207,119	6,457,364	8,008,708	3,995,211	5,867,726
Unrestricted federal aid	527,358	9,024,222	5,920,338	4,006,149	3,806,879
Investment earnings	24,671,623	3,159,053	727,385	7,072,349	15,902,767
Miscellaneous	61,987,983	1,965,369	2,233,651	6,330,253	6,253,151
Extraordinary and special items	-	24,233,000	-	18,820,008	-
Total Primary Government General Revenues	774,701,986	684,758,099	657,221,793	647,845,060	626,436,368
Total Governmental Revenues	\$ 869,748,838	\$ 763,162,348	\$ 762,310,630	\$ 752,269,010	\$ 730,030,399
Change in Net Position	\$ 102,061,635	\$ 88,595,822	\$ 54,433,185	\$ 76,402,745	\$ 38,215,377

Source of Information: The Statement of Activities - audited financial reports.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION - GOVERNMENT-WIDE (Unaudited)
Last Ten Fiscal Years

Table 1
Page 2 of 2

	2018	2017	2016	2015	2014
Expenses					
Governmental activities:					
Instruction	\$ 225,462,145	\$ 323,992,764	\$ 326,660,818	\$ 308,895,880	\$ 289,905,880
Instruction resources & media services	5,823,255	7,585,392	7,502,899	7,425,938	6,733,833
Curriculum & instructional staff development	3,013,833	4,102,425	4,874,827	4,590,463	4,461,763
Instructional leadership	6,953,673	9,765,778	8,903,376	7,893,583	7,545,360
School administration	22,667,635	32,419,874	31,716,245	29,789,384	27,421,044
Guidance and counseling	15,120,788	21,185,983	21,097,288	19,667,318	18,166,936
Social work services	(1,132,246)	183,116	185,475	88,792	98,600
Health services	4,034,451	5,569,943	5,534,811	5,191,779	4,934,261
Pupil transportation	15,741,491	13,907,795	14,361,259	9,976,247	9,910,427
Food services	22,100,123	22,907,650	23,217,766	23,215,591	21,296,674
Co-curricular activities	14,499,663	17,712,024	17,321,622	16,581,023	16,615,878
General administration	7,691,141	10,177,321	9,678,040	9,024,712	9,220,556
Plant maintenance and operation	38,809,077	40,490,105	40,475,796	40,969,745	55,189,668
Security and monitoring	2,113,845	2,320,402	2,102,031	1,675,300	1,241,366
Data processing services	9,114,655	12,874,913	13,016,883	11,335,525	11,744,444
Community services	5,723,026	7,351,795	6,989,562	6,500,350	5,105,551
Interest and fiscal charges	42,467,688	39,817,052	39,890,376	52,171,286	52,358,811
Other facility costs	29,245,473	3,171,803	8,699,867	22,960,441	12,360,716
Purchase of WADA	-	-	-	-	-
Fiscal agent/member district of shared service arrangement	82,000	82,342	98,460	114,829	147,600
Alternative education program	34,176	87,576	83,927	117,747	104,308
Other intergovernmental charges	2,939,064	2,853,234	2,783,812	2,716,149	2,731,183
Total Governmental Expenses	\$ 472,504,956	\$ 578,559,287	\$ 585,195,140	\$ 580,902,082	\$ 557,294,859
Program Revenues					
Governmental Activities:					
Charges for Service					
Instruction & instructional related services	\$ 1,610,622	\$ 1,576,433	\$ 1,515,434	\$ 4,963,217	\$ 4,089,769
Food services	11,335,747	10,149,919	10,840,286	8,428,000	9,098,179
Cocurricular/extracurricular activities	5,398,161	5,038,341	5,116,801	1,872,246	2,094,253
Plant maintenance and operations	1,771,287	1,922,401	1,692,172	2,758,807	5,029,422
Community services	6,280,879	5,826,826	5,748,121	5,472,426	4,799,786
Other activities	859,214	855,241	826,556	802,322	718,246
Operating grants and contributions	(45,220,947)	57,106,825	59,907,871	59,099,814	52,005,091
Total Primary Government Program Revenues	(17,965,037)	82,475,986	85,647,241	83,396,832	77,834,746
Net (Expense)/Revenue					
Total Primary Government Net Expense	\$ (490,469,993)	\$ (496,083,301)	\$ (499,547,899)	\$ (497,505,250)	\$ (479,460,113)
General Revenues					
Property taxes, levied for general purposes	\$ 373,822,932	\$ 342,084,310	\$ 307,180,337	\$ 283,836,024	\$ 262,361,996
Property taxes, levied for debt service	132,137,704	124,955,925	128,713,200	119,023,797	109,933,968
Unrestricted state aid formula grants	42,143,916	71,851,910	100,068,312	102,521,434	101,845,393
Medicaid reimbursement	3,262,951	3,359,690	2,608,736	2,255,156	785,020
Unrestricted federal aid	3,494,633	3,339,065	3,927,086	3,211,813	4,016,960
Investment earnings	8,771,027	2,702,075	1,334,784	695,192	526,725
Miscellaneous	1,174,359	3,066,330	1,152,830	950,900	1,021,541
Extraordinary and special items	11,398,763	-	-	-	-
Total Primary Government General Revenues	576,206,285	551,359,305	544,985,285	512,494,316	480,491,603
Total Governmental Revenues	\$ 558,241,248	\$ 633,835,291	\$ 630,632,526	\$ 595,891,148	\$ 558,326,349
Change in Net Position	\$ 85,736,292	\$ 55,276,004	\$ 45,437,386	\$ 14,989,066	\$ 1,031,490

Source of Information: The Statement of Activities - audited financial reports.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION BY COMPONENT - GOVERNMENT-WIDE (Unaudited)
Last Ten Fiscal Years

Table 2
Page 1 of 2

	2023	2022	2021	2020	2019
Governmental activities:					
Net investment in capital assets	\$ 381,489,299	\$ 275,439,703	\$ 368,848,384	\$ 327,756,322	\$ 240,258,645
Restricted:					
Food service	14,373,864	14,152,896	7,353,837	5,536,758	7,479,469
Grants	464,044	1,544,173	1,772,472	129,382	1,756,477
Debt service	43,860,378	49,238,615	62,373,838	46,557,030	45,151,937
Unrestricted	(173,280,271)	(175,529,708)	(363,945,878)	(358,162,820)	(349,232,601)
Total Primary Government Net Position	\$ 266,907,314	\$ 164,845,679	\$ 76,402,653	\$ 21,816,672	\$ (54,586,073)

Source of Information: Statement of Net Position - audited financial reports.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET POSITION BY COMPONENT - GOVERNMENT-WIDE (Unaudited)
Last Ten Fiscal Years

Table 2
Page 2 of 2

	2018	2017	2016	2015	2014
Governmental activities:					
Net investment in capital assets	\$ 99,766,457	\$ 126,778,118	\$ 114,339,749	\$ 103,742,180	\$ 119,340,474
Restricted:					
Food service	5,679,198	4,414,285	2,495,643	1,162,731	2,824,580
Grants	217,249	75,215	75,215	523,477	1,515,798
Debt service	39,917,275	42,980,807	28,876,110	5,109,954	6,205,159
Unrestricted	(238,381,629)	(63,862,901)	(90,677,197)	(100,603,154)	(72,180,268)
Total Primary Government Net Position	\$ (92,801,450)	\$ 110,385,524	\$ 55,109,520	\$ 9,935,188	\$ 57,705,743

Source of Information: Statement of Net Position - audited financial reports.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUNDS (Unaudited)
Last Ten Fiscal Years

Table 3
Page 1 of 2

	2023	2022	2021	2020	2019
Revenues					
Local Sources:					
Property taxes	\$ 647,394,029	\$ 608,691,174	\$ 593,068,396	\$ 567,444,978	\$ 546,066,123
Interest	24,671,623	3,159,053	722,927	7,023,808	15,806,952
Other	27,784,998	19,303,575	13,043,265	27,483,341	31,850,499
State sources	66,733,591	64,205,946	74,189,142	75,480,983	76,059,153
Federal sources	65,255,166	77,527,738	70,844,783	39,092,632	40,959,703
Total Revenues	831,839,407	772,887,486	751,868,513	716,525,742	710,742,430
Expenditures					
Instruction	340,816,089	333,610,543	327,263,009	310,547,376	303,649,316
Instructional resources & media services	6,599,122	6,284,409	6,557,390	6,377,153	6,544,767
Curriculum and instructional staff development	4,571,134	5,171,625	4,564,936	4,268,417	4,207,237
Instructional leadership	11,681,431	11,635,846	12,094,653	10,917,577	11,241,986
School leadership	35,036,358	34,917,653	33,892,015	32,683,567	31,611,043
Guidance and counseling	27,984,211	27,789,445	24,947,252	24,558,972	22,881,844
Social work services	628,600	628,571	373,315	303,997	483,684
Health services	6,970,905	6,537,807	7,049,847	5,573,958	5,520,732
Pupil transportation	15,347,317	14,663,488	13,587,775	40,648,828	15,282,564
Food services	25,001,180	21,985,687	17,647,253	19,864,060	21,980,594
Co-curricular activities	13,130,486	12,702,067	10,662,342	10,884,619	11,792,522
General administration	11,852,211	12,441,371	11,437,294	10,492,209	9,798,559
Plant maintenance and operations	46,184,120	45,528,841	43,273,366	40,690,809	40,800,460
Security and monitoring	5,659,705	3,677,501	3,865,455	3,355,547	2,547,394
Data processing services	10,555,153	13,404,874	13,132,193	11,741,904	11,364,512
Community services	6,003,880	5,721,561	5,232,305	6,546,883	7,053,470
Debt service:					
Principal	117,966,738	86,486,435	89,000,233	96,021,916	83,545,665
Interest	50,255,337	67,626,260	66,283,947	93,336,689	59,570,263
Debt issuance costs and fees	52,145,084	39,026,635	-	-	-
Other facility costs	53,692,403	70,379,946	170,170,528	227,756,702	163,334,230
Intergovernmental charges	65,174,304	48,843,208	54,346,721	18,142,147	33,274,076
Total Expenditures	907,255,768	869,063,773	915,381,829	974,713,330	846,484,918
Other Financing Sources (Uses)					
Refunding bonds issued	73,220,000	-	52,055,000	25,840,000	-
Issuance of debt	-	-	-	236,675,000	109,765,000
Sale of real & personal property	885,110	101,284	1,057,053	60,452	1,814,217
Proceeds from capital leases	-	158,738	-	-	-
Transfers in	35,130	819	2,325	22,468,596	11,122
Premium on issuance of bonds	5,447,227	-	5,672,637	54,925,800	16,106,114
Special Item	-	24,233,000	-	26,748,687	-
Transfers out	(35,130)	(819)	(2,325)	(22,468,596)	(11,122)
Payments to refunded bond escrow agent	(77,212,002)	-	(57,147,718)	-	-
Total Other Financing Sources (Uses)	2,340,335	24,493,022	1,636,972	344,249,939	127,685,331
Net changes in fund balances	\$ (73,076,026)	\$ (71,683,265)	\$ (161,876,344)	\$ 86,062,351	\$ (8,057,157)
Debt service as a percentage of noncapital expenditures (1)	19.38%	19.25%	20.44%	25.77%	17.63%

Sources of Information: Statement of Revenues, Expenditures and Changes in Fund Balance - Audited financial reports

(1) In calculating the ratio of total debt service expenditures to non capital expenditures, governmental fund expenditures for the facilities acquisition and construction of assets that are classified as capital assets for reporting in the government-wide financial statements are subtracted from the total governmental fund expenditures (Exhibit C-3).

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUNDS (Unaudited)
Last Ten Fiscal Years

Table 3
Page 2 of 2

	2018	2017	2016	2015	2014
Revenues					
Local Sources:					
Property taxes	\$ 507,528,734	\$ 466,471,035	\$ 434,278,996	\$ 403,777,757	\$ 372,025,114
Interest	8,700,838	2,658,144	1,312,563	690,168	522,573
Other	28,262,439	27,560,287	26,734,700	27,270,605	27,987,700
State sources	65,613,324	97,575,055	122,591,398	132,939,729	127,962,753
Federal sources	36,157,007	34,264,196	34,105,509	32,334,372	29,331,524
Total Revenues	646,262,342	628,528,717	619,023,166	597,012,631	557,829,664
Expenditures					
Instruction	312,412,894	292,762,516	290,892,613	289,020,123	270,076,377
Instructional resources & media services	6,789,731	6,446,460	6,409,791	6,229,867	5,927,045
Curriculum and instructional staff development	4,003,792	3,959,032	4,743,697	4,491,952	4,425,938
Instructional leadership	10,205,040	9,365,241	8,554,377	7,775,561	7,418,580
School leadership	32,961,571	30,421,022	29,878,678	28,691,997	26,778,497
Guidance and counseling	22,639,530	20,236,423	20,244,236	19,426,585	17,916,846
Social work services	325,302	95,657	103,140	94,511	98,206
Health services	5,745,209	5,275,914	5,267,508	5,113,997	4,834,968
Pupil transportation	15,622,299	13,788,546	14,241,939	9,851,826	9,775,804
Food services	22,614,186	20,804,655	21,032,612	21,359,940	19,831,230
Co-curricular activities	11,845,476	11,969,045	11,495,541	11,041,868	10,423,856
General administration	9,851,174	9,699,544	9,285,325	8,787,789	8,535,860
Plant maintenance and operations	40,998,369	39,615,343	39,474,336	39,945,841	54,542,532
Security and monitoring	2,128,030	2,148,795	1,943,947	1,589,036	1,227,343
Data processing services	11,022,216	9,700,756	9,912,375	8,335,665	8,217,909
Community services	6,678,475	6,337,872	6,000,955	5,671,914	4,664,475
Debt service:					
Principal	75,278,486	60,108,857	55,804,877	48,017,266	52,472,420
Interest	65,939,456	57,479,032	196,737,871	71,425,499	56,679,027
Debt issuance costs and fees	-	-	-	-	-
Other facility costs	59,669,880	11,615,220	25,232,212	63,241,501	109,475,852
Intergovernmental charges	3,055,240	3,023,152	2,966,199	2,948,725	2,983,091
Total Expenditures	719,786,356	614,853,082	760,222,229	653,061,463	676,305,856
Other Financing Sources (Uses)					
Refunding bonds issued	70,070,000	68,850,000	334,565,000	118,570,737	-
Issuance of debt	117,210,000	193,950,000	-	96,330,000	67,435,000
Sale of real & personal property	88,436	876,204	100,250	84,458	180,002
Proceeds from capital leases	-	-	-	2,614,500	-
Transfers in	46,574	-	-	-	-
Premium on issuance of bonds	19,306,432	21,629,806	59,917,550	36,131,863	3,167,402
Special Item	11,398,763	-	-	-	-
Transfers out	(546,574)	-	-	-	-
Payments to refunded bond escrow agent	(80,032,053)	(79,527,330)	(270,714,408)	(148,763,590)	-
Total Other Financing Sources (Uses)	137,541,578	205,778,680	123,868,392	104,967,968	70,782,404
Net changes in fund balances	\$ 64,017,564	\$ 219,454,315	\$ (17,330,671)	\$ 48,919,136	\$ (47,693,788)
Debt service as a percentage of noncapital expenditures (1)	20.61%	19.42%	33.99%	19.51%	18.80%

Sources of Information: Statement of Revenues, Expenditures and Changes in Fund Balance - Audited financial reports

(1) In calculating the ratio of total debt service expenditures to non capital expenditures, governmental fund expenditures for the facilities acquisition and construction of assets that are classified as capital assets for reporting in the government-wide financial statements are subtracted from the total governmental fund expenditures (Exhibit C-3).

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
FUND BALANCES - ALL GOVERNMENTAL FUNDS (Unaudited)
Last Ten Fiscal Years

Table 4
Page 1 of 2

	2023	2022	2021	2020	2019
General Fund:					
Nonspendable	\$ 1,376,482	\$ 605,247	\$ 346,826	\$ 786,265	\$ 289,020
Committed	-	-	-	-	-
Assigned	-	134,837,091	132,414,318	126,679,867	122,172,800
Unassigned	131,223,454	14,568,782	38,002,706	53,687,929	42,044,244
Total General Fund	\$ 132,599,936	\$ 150,011,120	\$ 170,763,850	\$ 181,154,061	\$ 164,506,064
All Other Governmental Funds:					
Nonspendable	\$ 201,007	\$ 191,852	\$ 529,456	\$ 620,102	\$ -
Restricted	152,354,570	208,028,567	258,774,294	410,206,893	341,375,529
Committed	5,954,680	5,954,680	5,954,680	5,954,680	5,954,680
Unassigned	-	-	-	(37,112)	-
Total All Other Governmental Funds	\$ 158,510,257	\$ 214,175,099	\$ 265,258,430	\$ 416,744,563	\$ 347,330,209
Total Governmental Funds	\$ 291,110,193	\$ 364,186,219	\$ 436,022,280	\$ 597,898,624	\$ 511,836,273

Sources of Information: Balance Sheet Governmental Funds.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
FUND BALANCES - ALL GOVERNMENTAL FUNDS (Unaudited)
Last Ten Fiscal Years

Table 4
Page 2 of 2

	2018	2017	2016	2015	2014
General Fund:					
Nonspendable	\$ 3,417,864	\$ 2,021,399	\$ 534,034	\$ 193,789	\$ 173,544
Committed	118,368,241	107,997,995	45,000,000	45,000,000	45,000,000
Assigned	-	-	-	-	-
Unassigned	32,102,333	59,327,468	113,137,059	110,175,121	99,372,254
Total General Fund	\$ 153,888,438	\$ 169,346,862	\$ 158,671,093	\$ 155,368,910	\$ 144,545,798
All Other Governmental Funds:					
Nonspendable	\$ -	\$ 633,720	\$ 491,382	\$ 444,316	\$ 506,750
Restricted	360,614,441	280,627,437	71,748,772	92,563,591	55,076,189
Committed	5,290,551	5,267,847	5,510,304	5,375,405	4,704,349
Unassigned	-	-	-	-	-
Total All Other Governmental Funds	\$ 365,904,992	\$ 286,529,004	\$ 77,750,458	\$ 98,383,312	\$ 60,287,288
Total Governmental Funds	\$ 519,793,430	\$ 455,875,866	\$ 236,421,551	\$ 253,752,222	\$ 204,833,086

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS (Unaudited)
Last Ten Fiscal Years

Table 5

Tax Levy Year	Taxes Levied for the Fiscal Year (1)	Collected within the Fiscal Year of the Levy		Collections in Subsequent years and cumulative adjustments (2)	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2013	\$ 366,719,733	\$ 364,936,168	99.51%	\$ 1,514,414	\$ 366,450,582	99.93%
2014	399,044,450	397,463,331	99.60%	1,388,372	398,851,703	99.95%
2015	429,633,656	427,989,227	99.62%	1,137,919	429,127,146	99.88%
2016	461,645,195	459,698,348	99.58%	1,471,206	461,169,554	99.90%
2017	503,495,606	501,779,115	99.66%	1,354,374	503,133,489	99.93%
2018	545,083,281	542,605,064	99.55%	2,048,237	544,653,301	99.92%
2019	563,318,453	560,730,407	99.54%	1,955,874	562,686,281	99.89%
2020	595,452,918	591,767,395	99.38%	3,051,601	594,818,996	99.89%
2021	608,993,623	605,675,652	99.46%	2,363,122	608,038,774	99.84%
2022	644,661,553	641,107,346	99.45%	-	641,107,346	99.45%

(1) Current year original tax levy net of supplements and adjustments in current tax year.

(2) Collections in subsequent years are net of supplements and adjustments in subsequent years.

Source: Denton County Tax Office

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF TAX RATE DISTRIBUTION PER \$100 VALUATION (Unaudited)
Last Ten Fiscal Years

Table 6

Fiscal Year Ended August 31:	Maintenance	Debt Service	Total
2014	\$ 1.0400	\$ 0.4370	\$ 1.4770
2015	1.0400	0.4370	1.4770
2016	1.0400	0.4367	1.4767
2017	1.0400	0.3800	1.4200
2018	1.0400	0.3675	1.4075
2019	1.0400	0.3675	1.4075
2020	0.9700	0.3675	1.3375
2021	0.9664	0.3809	1.3473
2022	0.9276	0.3809	1.3085
2023	0.8559	0.3809	1.2368

Sources of Information: Lewisville ISD Budget Department.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
ASSESSED AND ACTUAL VALUE OF TAXABLE PROPERTY (Unaudited)
Last Ten Fiscal Years

Table 7
Page 1 of 2

Fiscal Year Ended August 31:	Residential	Lots, Tracts & Acreage	Commercial and Industrial	Utilities
2014	\$ 18,548,727,555	\$ 742,518,427	\$ 6,590,626,517	\$ 329,230,943
2015	20,425,373,990	806,758,828	7,135,118,877	266,654,560
2016	22,384,150,211	905,141,332	8,019,884,896	352,939,887
2017	24,373,415,494	806,888,779	8,620,881,936	312,785,425
2018	26,618,788,863	855,310,957	9,644,070,536	405,248,000
2019	29,226,134,745	841,530,062	10,300,282,201	412,300,368
2020	31,710,433,257	795,941,134	11,969,748,804	457,965,124
2021	36,548,888,593	768,935,544	11,274,250,857	536,141,966
2022	41,159,311,338	968,225,944	14,085,097,224	538,642,860
2023	53,674,082,497	1,531,631,342	15,824,802,557	744,534,087

Sources of Information: Denton Central Appraisal District (DCAD), Tarrant Appraisal District (TAD), and Denton County Tax Office

Note: Property is assessed at market value. Properties are assessed every year. Tax rates are per \$100 of assessed value.

* Includes gains from supplemental corrections to DCAD certified values which DCAD could not identify by category.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
ASSESSED AND ACTUAL VALUE OF TAXABLE PROPERTY (Unaudited)
Last Ten Fiscal Years

Table 7
Page 2 of 2

Fiscal Year Ended August 31:	Other	Less: Exemptions	Total Taxable Assessed Value	Total Direct Tax Rate
2014	\$ 1,162,690,402	\$ 2,942,806,648	\$ 24,430,987,196	\$ 1.453
2015	1,339,242,138	3,274,525,004	26,698,623,389	1.477
2016	1,462,776,051	4,031,310,138	29,093,582,239	1.477
2017	1,745,292,073	3,350,981,453	32,508,282,254	1.477
2018	1,736,472,590	3,487,556,594	35,772,334,352	1.420
2019	1,876,653,925	3,929,847,660	38,727,053,641	1.408
2020	2,072,499,817	5,644,835,740	41,361,752,396	1.408
2021	2,308,313,844	7,511,393,304	43,925,137,500	1.338
2022	2,821,461,691	7,713,304,595	51,859,434,462	1.347
2023	2,963,621,545	5,129,223,315	69,609,448,713	1.130

Sources of Information: Denton Central Appraisal District (DCAD), Tarrant Appraisal District (TAD), and Denton County Tax Office

Note: Property is assessed at market value. Properties are assessed every year. Tax rates are per \$100 of assessed value.

* Includes gains from supplemental corrections to DCAD certified values which DCAD could not identify by category.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS (Unaudited)
Last Ten Fiscal Years

Table 8
Page 1 of 2

	2023	2022	2021	2020	2019
City of Carrollton	\$ 0.56250	\$ 0.58250	\$ 0.58750	\$ 0.58997	\$ 0.59497
City of Coppell	0.51873	0.58000	0.58000	0.58400	0.56950
Town of Copper Canyon	0.27751	0.27751	0.29751	0.29751	0.29751
Denton County	0.21754	0.23309	0.22499	0.22528	0.22557
Denton County FWSD#1-B	-	0.63000	0.63000	0.63000	0.63000
Denton County FWSD#1-C	-	0.78000	0.78000	0.78000	0.84000
Denton County FWSD#1-D	-	0.42690	0.44330	0.45000	0.51500
Denton County FWSD#1-E	-	0.53000	0.58000	0.59000	0.62000
Denton County FWSD#1-F	-	0.44330	0.46000	0.54000	0.67000
Denton County FWSD#1-G	-	0.90480	0.95000	1.00000	1.00000
Denton County FWSD#1-H	-	1.00000	1.00000	1.00000	1.00000
Denton County LID#1	-	-	-	-	-
Denton County RUD#1	-	-	-	-	-
Town of Double Oak	0.21754	0.22921	0.22921	0.23000	0.23000
Town of Flower Mound	0.40500	0.40500	0.43650	0.43650	0.43900
City of Frisco	0.43221	0.44660	0.44660	0.44660	0.44660
City of Highland Village	0.54683	0.56302	0.56302	0.56302	0.56302
City of Lewisville	0.44330	0.44330	0.44330	0.43301	0.43609
City of Plano	0.41760	0.44650	0.44820	0.44820	0.46030
Tarrant County	0.19450	0.22900	0.23400	0.23400	0.23400
Tarrant County College District	0.11217	0.22443	0.13017	0.13017	0.13607
Tarrant County Hospital District	0.19450	0.13017	0.22443	0.22443	0.22443
City of The Colony	0.64500	0.65000	0.65500	0.66000	0.66250
Total	\$ 5.18492	\$ 10.15533	\$ 10.34372	\$ 10.49269	\$ 10.79455
District Direct Rate:					
Maintenance & Operations	0.8559	0.9276	0.9664	0.9700	1.0400
Debt Service	0.3809	0.3809	0.3809	0.3675	0.3675
Total District Direct Rates	1.2368	1.3085	1.3473	1.3375	1.4075

Sources of Information: Collin, Dallas, Denton, and Tarrant Appraisal Districts

Note: Tax rates are per \$100 of assessed value.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS (Unaudited)
Last Ten Fiscal Years

Table 8
Page 2 of 2

	2018	2017	2016	2015	2014
City of Carrollton	\$ 0.59970	\$ 0.60370	\$ 0.60370	\$ 0.61538	\$ 0.61788
City of Coppell	0.57950	0.59750	0.57950	0.60649	0.63750
Town of Copper Canyon	0.29751	0.29751	0.29751	0.29751	0.29751
Denton County	0.23781	0.24841	0.24841	0.27220	0.28491
Denton County FWSD#1-B	0.69000	0.74250	0.74250	0.84000	0.88000
Denton County FWSD#1-C	0.90000	0.90000	0.90000	0.90000	0.90000
Denton County FWSD#1-D	0.72000	0.84000	0.84000	0.86000	0.90000
Denton County FWSD#1-E	0.78000	0.83000	0.83000	0.90000	0.90000
Denton County FWSD#1-F	0.92000	0.98000	0.98000	1.00000	1.00000
Denton County FWSD#1-G	1.00000	1.00000	1.00000	1.00000	1.00000
Denton County FWSD#1-H	1.00000	1.00000	1.00000	1.00000	-
Denton County LID#1	-	0.18400	0.18400	0.18500	0.18500
Denton County RUD#1	-	-	-	-	-
Town of Double Oak	0.23240	0.23240	0.23240	0.22481	0.22481
Town of Flower Mound	0.43900	0.43900	0.43900	0.43900	0.44970
City of Frisco	0.44660	0.45000	0.45000	0.46000	0.46191
City of Highland Village	0.56802	0.56963	0.56963	0.56963	0.56963
City of Lewisville	0.43609	0.43609	0.43609	0.43609	0.44021
City of Plano	0.46860	0.47860	0.47860	0.48860	0.48860
Tarrant County	0.24400	0.25400	0.25400	0.26400	0.26400
Tarrant County College District	0.14006	0.14473	0.14473	0.14950	0.14950
Tarrant County Hospital District	0.22443	0.22790	0.22790	0.22790	0.22790
City of The Colony	0.66500	0.66750	0.66750	0.67250	0.67750
Total	\$ 11.58872	\$ 12.12346	\$ 12.10547	\$ 12.40861	\$ 11.55656
District Direct Rate:					
Maintenance & Operations	1.0400	1.0400	1.0400	1.0400	1.0400
Debt Service	0.3675	0.3800	0.4367	0.4370	0.4370
Total District Direct Rates	1.4075	1.4200	1.4767	1.4770	1.4770

Sources of Information: Collin, Dallas, Denton, and Tarrant Appraisal Districts

Note: Tax rates are per \$100 of assessed value.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
Table 9
PRINCIPAL PROPERTY TAXPAYERS (Unaudited)
Current Year and Nine Years Ago

Principal Taxpayers	2023			2014		
	Taxable Assessed Valuation	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Valuation	Rank	Percentage of Total Taxable Assessed Value
Toyota Motor North America INC	\$ 189,431,383	1	0.27%	\$ -	-	-
BMF IV TX Chapel Hill LLC	180,000,000	2	0.26%	-	-	-
DFW Lewisville Partners GP Etal	154,551,525	3	0.22%	-	-	-
Frankel, Edward B MD TR	129,500,000	4	0.19%	60,410,100	7	0.25%
Realm CH 1A LLC & Realm CH 1B LLC	128,344,849	5	0.18%	-	-	-
Teachers Insurance Annuity Assoc	125,975,375	6	0.18%	-	-	-
Sysco Food Services of Dallas LP	122,866,861	7	0.18%	87,145,664	2	0.36%
LMG Ventures LLC	119,570,000	8	0.17%	-	-	-
Oncor Electric Delivery CO	117,250,667	9	0.17%	63,283,980	5	0.26%
TXFM INC	115,500,000	10	0.17%	-	-	-
Digital Lewisville LLC	-	-	-	98,400,000	1	0.40%
Verizon Southwest	-	-	-	69,093,700	3	0.28%
Vista Ridge Joint Venture	-	-	-	65,991,874	4	0.27%
BRE Throne Shops at Highland Village LLC	-	-	-	61,813,365	6	0.25%
Columbia Medical Center Lewisville	-	-	-	58,000,000	8	0.24%
TIC LagoVista LP Etal	-	-	-	56,179,200	9	0.23%
Frito-Lay Inc	-	-	-	51,255,629	10	0.21%
Total Ten Principal Taxpayers	\$ 1,382,990,660		1.72%	\$ 671,573,512		2.75%
Total Taxable Assessed Value	\$ 69,609,448,713			\$ 24,430,987,196		

Source of Information: 2022 Certified Top 10 Taxpayers Report from Denton Central Appraisal District

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
COMPUTATION OF DIRECT AND OVERLAPPING DEBT (Unaudited)
August 31, 2023

Table 10

Taxing Jurisdiction	Gross Bonded Debt *	Overlapping	
		Percent	Amount
Overlapping:			
City of Carrollton	\$ 190,470,000	37.61%	\$ 71,635,767
City of Coppell	102,030,000	1.95%	1,989,585
Town of Copper Canyon	1,430,000	69.50%	993,850
City of Dallas	2,160,855,416	0.00%	-
Denton County	618,925,000	36.23%	224,236,528
Denton County LID #1	5,215,000	70.55%	3,679,183
Town of Flower Mound	145,555,000	93.68%	136,355,924
City of Frisco	1,034,855,000	4.60%	47,603,330
City of Grapevine	140,190,000	0.04%	56,076
City of Highland Village	37,105,000	100.00%	37,105,000
City of Lewisville	329,230,000	98.68%	324,884,164
City of Plano	591,760,000	3.19%	18,877,144
Tarrant County	376,120,000	0.19%	714,628
Tarrant Co College District	591,230,000	0.19%	1,123,337
Tarrant County Hospital District	448,410,000	0.19%	851,979
City of The Colony	117,040,000	81.29%	95,141,816
			-
Total Estimated Overlapping Debt			965,248,311
Direct:			
Lewisville ISD			1,122,520,986
Total Direct and Overlapping Debt			\$ 2,087,769,297

Source of Information: Municipal Advisory Council of Texas

* Some debt may be supported by other revenues and thus be considered self-supporting debt. Using gross debt may overstate the actual amount of debt supported by ad valorem taxes.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of these overlapping governments that is borne by the residents and businesses of the District.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT**RATIO OF NET BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT
TO PERSONAL INCOME (Unaudited)
Last Ten Fiscal Years****Table 11****Page 1 of 2**

Fiscal Year Ended August 31:	Taxable Assessed Value	Assessment Ratio	Total Bonded Debt Outstanding at Year End	Amounts Available for Retirement of Bonds	Net Bonded Debt Outstanding at Year End
2014	\$ 24,430,874,196	100%	\$ 1,269,178,364	\$ 6,205,159	\$ 1,262,973,205
2015	26,698,623,389	100%	1,309,320,999	5,109,954	1,304,211,045
2016	29,093,582,239	100%	1,240,974,968	28,876,110	1,212,098,858
2017	32,508,282,254	100%	1,365,057,248	42,980,807	1,322,076,441
2018	35,772,334,352	100%	1,387,749,924	39,917,275	1,347,832,649
2019	38,727,053,641	100%	1,408,404,617	45,151,937	1,363,252,680
2020	42,177,267,514	100%	1,571,032,794	46,557,030	1,524,475,764
2021	44,196,015,587	100%	1,460,173,788	62,223,485	1,397,950,303
2022	47,801,667,555	100%	1,308,341,530	49,238,615	1,259,102,915
2023	69,609,448,713	100%	1,122,520,986	51,493,663	1,071,027,323

Sources of Information: Lewisville ISD Audited Financial Statements, Municipal Advisory Council of Texas, Denton County, US
Census Bureau

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
**RATIO OF NET BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT
TO PERSONAL INCOME (Unaudited)
Last Ten Fiscal Years**
*Table 11**Page 2 of 2*

Fiscal Year Ended August 31:	Ratio Net Bonded Debt to Taxable Assessed Valuation	Estimated Population	Net Bonded Debt Per Capita	Taxable Assessed Valuation Per Capita
2014	5.17%	318,317	\$ 3,968	\$ 76,750
2015	4.88%	327,683	3,980	81,477
2016	4.17%	336,569	3,601	86,442
2017	4.07%	346,057	3,820	93,939
2018	3.77%	360,320	3,741	99,279
2019	3.52%	366,508	3,720	105,665
2020	3.61%	372,995	4,087	113,077
2021	3.16%	380,583	3,673	116,127
2022	2.63%	376,916	3,341	126,823
2023	1.54%	390,792	2,741	178,124

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 12
Page 1 of 2

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Debt Limit	\$ 3,729,527,333	\$ 5,185,943,446	\$ 4,392,513,750	\$ 4,136,175,240	\$ 3,872,705,364
Total net debt applicable to limit	<u>1,071,027,323</u>	<u>1,259,102,915</u>	<u>1,397,950,303</u>	<u>1,524,475,764</u>	<u>1,363,252,680</u>
Legal debt margin	<u>\$ 2,658,500,010</u>	<u>\$ 3,926,840,531</u>	<u>\$ 2,994,563,447</u>	<u>\$ 2,611,699,476</u>	<u>\$ 2,509,452,684</u>
Total net debt applicable to the limit as a percentage of debt limit	28.72%	24.28%	31.83%	36.86%	35.20%
Total Appraised Valuation (1)	\$ 75,008,577,924				
Less - Exemptions and Reductions in Value (2)	<u>(7,713,304,295)</u>				
Total Appraised Valuation for School Tax Purpose	67,295,273,629				
Debt Limit Percentage	<u>10%</u>				
Legal Debt Limit	<u>6,729,527,363</u>				
Total Bonded Debt	1,122,520,986				
Less - Reserve for Retirement of Bonded Debt	<u>51,493,663</u>				
Net Bonded Debt Applicable to Debt Limit	<u>1,071,027,323</u>				
Legal Debt Margin	<u>\$ 5,658,500,040</u>				

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 12
Page 2 of 2

	2018	2017	2016	2015	2014
Debt Limit	\$ 3,577,233,435	\$ 3,250,828,225	\$ 2,909,358,224	\$ 2,669,862,339	\$ 2,443,098,720
Total net debt applicable to limit	<u>1,347,832,649</u>	<u>1,322,076,441</u>	<u>1,212,098,858</u>	<u>1,306,167,120</u>	<u>1,262,973,205</u>
Legal debt margin	<u>\$ 2,229,400,786</u>	<u>\$ 1,928,751,784</u>	<u>\$ 1,697,259,366</u>	<u>\$ 1,363,695,219</u>	<u>\$ 1,180,125,515</u>
Total net debt applicable to the limit as a percentage of debt limit	37.68%	45.44%	41.66%	48.92%	51.70%

Source of Information: Denton Central Appraisal District.

Notes:

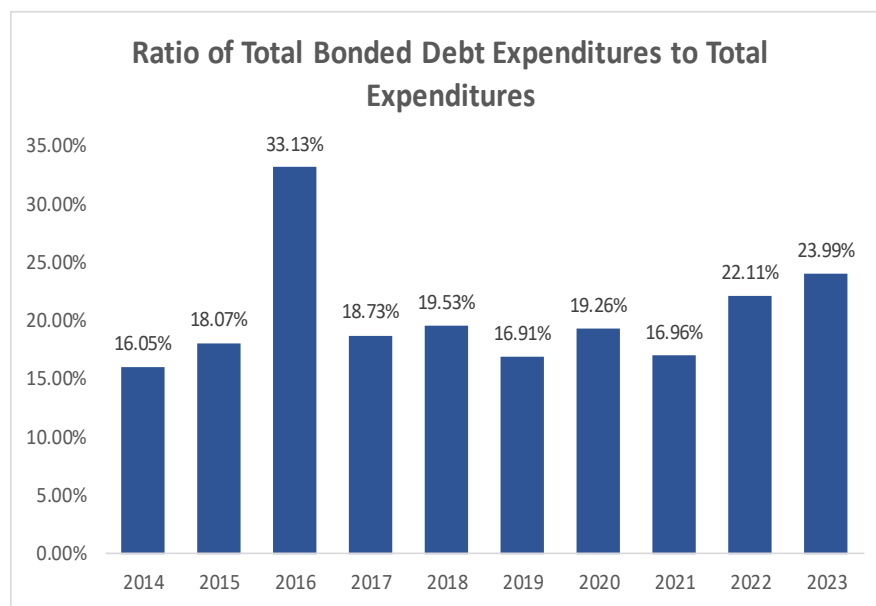
- (1) The 2022 tax year appraised value is used for fiscal year 2023 tax purposes.
- (2) Taxable value is adjusted by the following exemptions and reductions: State-mandated \$10,000 homestead exemptions: state-mandated \$10,000 homestead exemption for persons 65 years of age or older or disable; disabled veterans or deceased veterans' survivor(s) exemption; reduction of value due to agricultural valuation under Article VIII-d and the open space valuation under Article VIII 1-d-1 of the Texas Constitution; freeport exemptions; abatements; pollution control; prorated exempt property.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED
DEBT TO TOTAL EXPENDITURES (Unaudited)
Last Ten Fiscal Years

Table 13

Fiscal Year Ended August 31	Principal	Interest and Other Charges	Total Bonded Debt Expenditures	Total Expenditures	Ratio of Total Bonded Debt Expenditures To Total Expenditures
2014	\$ 52,472,420	\$ 56,083,212	\$ 108,555,632	\$ 676,305,856	16.05%
2015	47,358,841	70,624,513	117,983,354	653,061,463	18.07%
2016	55,146,452	196,737,871 (1)	251,884,323	760,222,229	33.13%
2017	57,663,384	57,479,032	115,142,416	614,853,082	18.73%
2018	73,760,515	66,799,002	140,559,517	719,786,356	19.53%
2019	83,545,665	59,570,263	143,115,928	846,484,918	16.91%
2020	96,021,916	91,721,241	187,743,157	974,713,330	19.26%
2021	89,000,233	66,283,947	155,284,180	915,532,172	16.96%
2022	85,637,680	106,517,970	192,155,650	869,063,773	22.11%
2023	115,130,008	102,173,271	217,303,279	905,800,543	23.99%

(1) Included current refunding amount of
\$128,751,517, from the Unlimited Tax Refunding
Bonds, 2016A and 2016B issuance.



Sources of Information: Lewisville ISD Audited Financial Statements -
Statement of Revenues, Expenditures, and Changes in Fund Balance -
Debt Service Fund only.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
OUTSTANDING DEBT BY TYPE (Unaudited)
Last Ten Fiscal Years

Table 14

Governmental Activities					
Fiscal Year Ended August 31:	General Obligation Bonds	Capital Financing Agreements (Capital Leases)	Total Primary Government	Estimated Population	Ratio of Total Debt Per Capita
2014	\$ 1,309,320,999	\$ -	\$ 1,309,320,999	318,317	\$ 4,113
2015	1,240,974,968	1,959,075	1,242,934,043	327,683	3,793
2016	1,365,057,248	1,307,235	1,366,364,483	336,569	4,060
2017	1,387,749,924	655,215	1,388,405,139	346,057	4,012
2018	1,408,404,617	655,215	1,409,059,832	360,320	3,911
2019	1,571,032,794	-	1,571,032,794	372,995	4,212
2020	1,460,173,788	-	1,460,173,788	380,583	3,837
2021	1,460,173,788	-	1,460,173,788	380,583	3,837
2022	1,306,058,258	1,815,449	1,307,873,707	376,916	3,470
2023	1,032,290,000	-	1,032,290,000	390,792	2,642



LEWISVILLE INDEPENDENT SCHOOL DISTRICT
PER STUDENT CALCULATIONS (GENERAL FUND ONLY)
BASED ON REVENUES AND EXPENDITURES (Unaudited)
Last Three Fiscal Years

Table 15

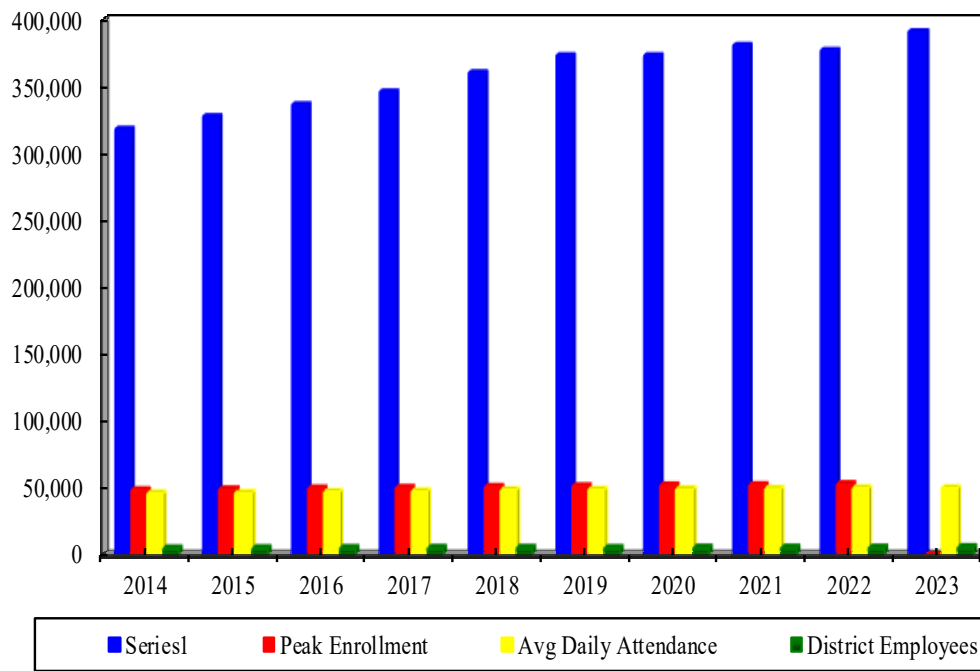
	<u>2023</u>	<u>2022</u>	<u>2021</u>
Beginning Fund Equity (9/1)	\$ 150,011,123	\$ 170,611,054	\$ 181,154,061
Revenues:			
From Ad Valorem Tax	448,378,824	431,675,655	425,546,088
% of Total Revenue	81.72%	83.26%	81.97%
From State and Federal Funds	76,730,163	73,682,682	86,139,276
% of Total Revenue	13.98%	14.21%	16.59%
From Other Local Sources	23,555,433	13,130,884	7,444,972
% of Total Revenue	<u>4.29%</u>	<u>2.53%</u>	<u>1.43%</u>
Total Revenues	548,664,420	518,489,221	518,977,540
Total Expenditures	569,673,432	539,348,355	529,657,275
Net Transfers and Other Increases (Decreases) to Fund Equity	<u>121,464</u>	<u>259,203</u>	<u>136,728</u>
Ending Fund Equity (8/31)	<u>\$ 129,123,575</u>	<u>\$ 150,011,123</u>	<u>\$ 170,611,054</u>
Per Student Calculations:			
Assessed Valuation Per Student	\$ 1,418,864	\$ 1,036,216	\$ 964,305
Ad Valorem Tax Revenues Per Student	\$ 9,139	\$ 9,358	\$ 9,285
State and Federal Funds Per Student	1,564	1,597	1,879
Other Local Sources Per Student	480	285	162
Total Revenues Per Student	<u>\$ 11,184</u>	<u>\$ 11,240</u>	<u>\$ 11,327</u>
Total Expenditures Per Student	\$ 11,612	\$ 11,692	\$ 11,556
Average Daily Attendance	49,060	46,131	45,832

Source of Information: Lewisville ISD Audited Financial Statements, Texas Education Agency

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
DEMOGRAPHIC DATA AND ECONOMIC STATISTICS (Unaudited)
Last Ten Fiscal Years

Table 16
Page 1 of 2

Fiscal Year Ended August 31	Estimated Population	Peak Enrollment	Average Daily Attendance	District Employees
2014	318,317	52,677	49,898	6,212
2015	327,683	53,393	50,373	6,270
2016	336,569	53,412	50,490	6,572
2017	346,057	53,363	50,144	6,361
2018	360,320	52,421	49,228	6,439
2019	372,995	52,069	48,946	6,527
2020	372,995	51,819	48,424	6,319
2021	380,583	46,347	45,832	6,373
2022	376,916	52,301	46,131	6,381
2023	390,792	48,400	49,060	6,362



Source of Information: Lewisville ISD Budget and Student Services Departments, Texas Education Agency, Texas Workforce Commission

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
DEMOGRAPHIC DATA AND ECONOMIC STATISTICS (Unaudited)
Last Ten Fiscal Years

Table 16
Page 2 of 2

Fiscal Year Ended August 31	Personal Income (000)*	Per Capita Personal Income*	Unemployment Rate*
2014	\$ 36,361,690	\$ 48,174	4.5
2015	39,117,830	50,112	3.6
2016	43,310,927	53,631	3.4
2017	46,186,289	55,336	3.4
2018	50,480,787	58,825	3.2
2019	53,801,166	60,535	3.2
2020	58,177,494	63,283	6.4
2021	(A)	(A)	4.4
2022	(A)	(A)	3.21 (B)
2023	(A)	(A)	3.21 (B)

* Denton County statistics

(A) Not available at time of publication.

(B) Average thru September 2022.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
Table 17
PRINCIPAL EMPLOYERS (Unaudited)
Current Year and Nine Years Ago

Principal Employer	2023			2014		
	Employees	Rank	Percentage of Total Employment *	Employees	Rank	Percentage of Total Employment *
Lewisville ISD	6,362	1	37.76%	6,212	1	29.22%
Nebraska Furniture Mart	1,750	2	10.39%	-	-	-
Hoya Vision Care	1,568	3	9.31%	-	-	-
Amerisource Bergen	1,350	4	8.01%	-	-	-
Communication Test Design, Inc. (CTDI)	1,340	5	7.95%	-	-	-
Wal-Mart (All District Locations)	1,250	6	7.42%	1,378	5	6.48%
City of Lewisville	894	7	5.31%	690	6	3.25%
Western Extrusion	800	8	4.75%	-	-	-
MI Windows & Doors	771	9	4.58%	-	-	-
Securus Technology	762	10	4.52%	-	-	-
J.P. Morgan Chase	-	-	-	4,350	2	20.46%
Frito-Lay Inc	-	-	-	3,000	3	14.11%
Nationstar Mortgage	-	-	-	2,300	4	10.82%
Verizon	-	-	-	912	7	4.29%
Xerox	-	-	-	899	8	4.23%
Medical Center Lewisville	-	-	-	800	9	3.76%
Ally Financial Services Group	-	-	-	719	10	3.38%
Total	16,847		100.00%	21,260		100.00%

Sources of Information: LISD Budget Department, Denton County, various municipalities, and individual employers

* Based on Denton County Total Employment.

Note: LISD Employees as of 2022 is all budgeted positions.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT**Table 18****EXPENDITURES, AVERAGE DAILY ATTENDANCE, AND PER PUPIL COSTS (Unaudited)****Last Ten Fiscal Years**

Fiscal Year Ended August 31:	Expenditures	Average Daily Attendance	Per Pupil Costs	Student to Teacher Ratio	Percentage of Students in Free/Reduced Lunch Program
2014	\$ 435,173,420	49,898	\$ 8,721	14.3	33.62%
2015	460,111,994	50,373	9,134	14.3	33.83%
2016	473,460,615	50,490	9,377	14.1	36.03%
2017	476,268,891	50,144	9,498	13.8	36.03%
2018	509,016,841	49,228	10,340	14.0	38.29%
2019	499,707,214	48,946	10,209	14.2	38.71%
2020	532,835,252	48,424	11,004	14.5	36.22%
2021	530,348,095	45,832	11,572	13.4	33.73%
2022	539,348,358	46,131	11,692	13.1	37.79%
2023	566,197,068	49,060	11,541	13.2	35.53%

Sources of Information: Lewisville ISD Audited Financial Statements, Texas Education Agency

Expenditures include Governmental expenditures for General and Special Revenue Funds of the District, excluding Debt Service, Facilities Acquisition, Community Services, and Intergovernmental Services between public schools.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION (Unaudited)
Last Ten Fiscal Years

Table 19
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	2023	2022	2021	2020	2019
Function					
Instruction	4,570.86	4,601.46	4,538.94	4,430.86	4,514.80
Instructional resources & media services	63.58	61.54	59.21	64.00	65.00
Curriculum and instructional staff development	6.66	7.52	8.00	8.00	8.00
Instructional leadership	2.00	1.74	2.00	2.43	2.00
School leadership	538.59	542.46	545.70	544.79	544.00
Guidance and counseling	269.90	267.45	257.24	256.84	245.20
Social work services	8.02	8.66	5.17	4.52	3.70
Health services	72.19	69.88	71.30	69.37	70.30
Food services	299.40	279.14	323.10	372.71	429.00
Co-curricular activities	12.28	13.57	11.10	14.05	14.30
General administration	236.66	224.00	216.41	213.71	214.30
Plant maintenance and operations	105.36	113.40	112.09	117.95	127.00
Security and monitoring	22.09	19.83	22.25	18.68	17.80
Data processing services	64.98	61.93	68.33	65.25	71.00
Community services	89.03	108.79	121.66	130.42	196.00
Facilities acquisition and construction	-	-	10.00	5.00	5.00
Total Employees	6,361.60	6,381.37	6,372.50	6,318.58	6,527.40

Sources: Lewisville ISD Department of Accounting and Budgeting

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION (Unaudited)
Last Ten Fiscal Years

Table 19
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	2018	2017	2016	2015	2014
Function					
Instruction	4,582.95	4,432.88	4,487.65	4,354.22	4,350.31
Instructional resources & media services	52.98	92.50	104.00	102.00	101.00
Curriculum and instructional staff development	9.00	16.00	41.00	26.00	26.00
Instructional leadership	1.79	108.00	89.00	127.50	93.00
School leadership	544.95	501.50	506.50	480.00	473.00
Guidance and counseling	213.78	267.13	265.00	255.00	251.00
Social work services	1.66	1.50	98.50	1.50	1.50
Health services	70.66	85.50	83.50	84.50	82.50
Food services	408.77	355.30	385.50	349.55	349.55
Co-curricular activities	13.28	15.00	17.00	17.00	16.00
General administration	203.19	95.00	97.50	92.50	92.50
Plant maintenance and operations	116.96	117.34	124.00	127.12	127.12
Security and monitoring	16.94	17.00	10.00	2.00	1.00
Data processing services	69.60	113.00	115.00	108.00	109.00
Community services	129.24	140.00	144.13	139.12	134.12
Facilities acquisition and construction	3.00	3.00	4.00	4.00	4.00
Total Employees	6,438.75	6,360.65	6,572.28	6,270.01	6,211.60

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
TEACHER SALARY AND EDUCATION (Unaudited)
Last Ten Fiscal Years

Table 20
Page 1 of 2

Fiscal Year	Teacher Salary Range							
	Beginning		1-5 Years		6-10 Years		11-20 Years	
	Salary	Employees	Salary	Employees	Salary	Employees	Salary	Employees
2014	\$ 46,570	150	\$ 49,082	792	\$ 49,834	859	\$ 52,854	1,289
2015	49,410	141	50,277	822	51,393	846	54,317	1,292
2016	47,231	159	51,495	866	52,701	795	55,323	1,333
2017	48,429	154	51,766	888	53,929	824	56,882	1,313
2018	50,733	122	53,697	911	55,648	759	58,172	1,268
2019	47,367	107	54,494	862	56,537	754	58,868	1,244
2020	50,284	100	55,965	831	58,120	743	60,509	1,200
2021	51,853	164	56,010	795	58,621	791	61,268	1,203
2022	41,441	259	57,592	763	60,372	784	63,794	1,193
2023	46,241	253	58,033	843	62,360	750	66,118	1,326

Sources: Lewisville ISD PEIMS Report Data, Texas Education Agency

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
TEACHER SALARY AND EDUCATION (Unaudited)
Last Ten Fiscal Years

Table 20
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Fiscal Year	Teacher Salary Range		District Average Salary	Statewide Average Salary	Teacher Education			
	Over 20 Years				No Degree	Bachelor's Degree	Master's Degree	Doctorate
	Salary	Employees						
2014	\$ 63,041	615	\$ 52,786	\$ 49,692	57	2,725	903	21
2015	63,802	634	54,191	50,715	42	2,652	913	27
2016	64,130	645	55,056	51,892	37	2,740	989	31
2017	64,642	666	56,073	52,525	39	2,754	1,020	33
2018	65,317	686	57,639	53,334	17	2,665	1,025	38
2019	65,357	701	58,267	54,122	12	2,628	995	32
2020	66,503	732	59,902	57,091	14	2,576	987	28
2021	67,242	740	60,349	57,641	22	2,622	1,023	25
2022	68,233	754	61,171	61,176	73	2,621	1,028	31
2023	70,410	747	63,037	60,716	117	2,535	1,027	38

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 21
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School	Campus Size (acres)	Grades	2023	2022	2021	2020
High Schools:						
Technology, Exploration & Career Center						
East (TECC-E) (2010)	9.22	10-12				
Square Feet			95,168	95,168	95,168	95,168
Enrollment			n/a	n/a	n/a	n/a
Technology, Exploration & Career Center						
West (TECC-W) (2020)	14.00	10-12				
Square Feet			132,971	132,971	132,971	-
Enrollment			n/a	n/a	n/a	n/a
Dale Jackson Career Center (1985)	12.01	10-12				
Square Feet			-	-	-	55,331
Enrollment			n/a	n/a	n/a	n/a
Flower Mound 9th Grade Campus (2014)	2.60	9				
Square Feet			115,261	115,261	115,261	115,261
Enrollment			858	840	909	898
Flower Mound High (1999)	59.60	10-12				
Square Feet			531,715	525,871	525,871	525,871
Enrollment			2,684	2,762	2,778	2,751
Hebron 9th Grade Campus (2010)	11.00	9				
Square Feet			179,248	179,248	179,248	179,248
Enrollment			949	961	868	970
Hebron High (1999)	72.15	10-12				
Square Feet			611,264	597,705	597,705	475,135
Enrollment			2,729	2,694	2,778	2,787
Lewisville High Schools		9-12				
Total Enrollment			4,240	4,286	4,357	4,467
Lewisville High (1968)/(2012)**	41.00	11-12				
Square Feet			449,867	446,050	446,050	436,572
Enrollment			1,981	2,020	2,098	2,147
LHS Harmon 9th/10th Grade Campus (2011)	63.82	9-10				
Square Feet			212,748	212,748	212,748	212,748
Enrollment			1,200	1,243	1,246	1,285
LHS Killough 9th/10th Grade Campus (2005)	18.00	9-10				
Square Feet			175,658	175,658	175,658	175,658
Enrollment			1,057	1,018	1,013	1,035
Lewisville Learning Center (2001)	11.29	6-12				
Square Feet			61,203	61,203	61,203	61,203
Enrollment			243	274	235	233
Marcus 9th Grade Campus (2014)	2.50	9				
Square Feet			109,046	109,046	109,046	109,046
Enrollment			754	747	774	773
Marcus High (1981)	43.64	10-12				
Square Feet			642,467	642,467	642,467	642,467
Enrollment			2,251	2,280	2,288	2,321
The Colony High (1986)	45.98	9-12				
Square Feet			482,651	475,330	475,330	473,311
Enrollment			1,895	2,023	2,038	2,022

*Delay Middle School as of 2011.

** Some buildings demolished, new buildings built on same acreage.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 21
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School	2019	2018	2017	2016	2015	2014
High Schools:						
Technology, Exploration & Career Center East (TECC-E) (2010)						
Square Feet	95,168	95,168	95,168	95,168	95,168	95,168
Enrollment	n/a	n/a	n/a	n/a	n/a	n/a
Technology, Exploration & Career Center West (TECC-W) (2020)						
Square Feet	-	-	-	-	-	-
Enrollment	n/a	n/a	n/a	n/a	n/a	n/a
Dale Jackson Career Center (1985)						
Square Feet	55,331	55,331	55,331	55,331	55,331	55,331
Enrollment	n/a	n/a	n/a	n/a	n/a	n/a
Flower Mound 9th Grade Campus (2014)						
Square Feet	115,261	115,261	115,261	115,261	115,261	115,261
Enrollment	959	890	870	950	950	-
Flower Mound High (1999)						
Square Feet	525,871	525,871	525,871	517,312	517,312	517,312
Enrollment	2,656	2,726	2,709	2,550	2,550	3,309
Hebron 9th Grade Campus (2010)						
Square Feet	179,248	179,248	179,248	179,248	179,248	179,248
Enrollment	908	891	985	897	897	886
Hebron High (1999)						
Square Feet	475,135	475,135	475,135	442,827	442,827	442,827
Enrollment	2,756	2,692	2,633	2,458	2,458	2,346
Lewisville High Schools						
Total Enrollment	4,479	4,561	4,434	4,377	4,157	3,980
Lewisville High (1968)/(2012)**						
Square Feet	436,572	436,572	436,572	422,731	422,731	416,039
Enrollment	2,144	2,178	2,056	1,987	1,987	1,845
LHS Harmon 9th/10th Grade Campus(2011)						
Square Feet	212,748	212,748	212,748	212,748	212,748	212,748
Enrollment	1,330	1,023	1,314	1,205	1,205	1,155
LHS Killough 9th/10th Grade Campus (2005)						
Square Feet	175,658	175,658	175,658	175,658	175,658	175,658
Enrollment	1,005	1,360	1,064	965	965	980
Lewisville Learning Center (2001)						
Square Feet	61,203	61,203	61,203	61,203	61,203	61,203
Enrollment	217	171	236	229	229	210
Marcus 9th Grade Campus (2014)						
Square Feet	109,046	109,046	109,046	109,046	109,046	109,046
Enrollment	748	801	824	835	835	-
Marcus High (1981)						
Square Feet	642,467	624,467	624,467	608,317	608,317	608,317
Enrollment	2,448	2,473	2,513	2,439	2,439	3,235
The Colony High (1986)						
Square Feet	473,311	473,311	473,311	454,802	454,802	461,177
Enrollment	2,028	2,052	2,089	1,987	1,987	1,978

*Delay Middle School as of 2011.

** Some buildings demolished, new buildings built on same acreage.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 21
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School	Campus Size (acres)	Grades	2023	2022	2021	2020
Middle Schools:						
Arbor Creek Middle (1994)	14.00	6-8				
Square Feet			125,358	124,458	124,458	121,430
Enrollment			887	867	868	837
Briarhill Middle (1995)	12.00	6-8				
Square Feet			125,600	124,700	124,700	121,173
Enrollment			799	823	843	861
Creek Valley Middle (2001)	19.64	6-8				
Square Feet			129,724	125,006	125,006	125,006
Enrollment			600	640	658	716
DeLay Middle (1949)*	17.74	6-8				
Square Feet			94,256	92,456	92,456	92,456
Enrollment				n/a	n/a	n/a
DeLay Middle (2010)	18.35	6-8				
Square Feet			182,385	181,485	181,485	179,733
Enrollment			690	941	1,022	1,039
Downing Middle (2002)	15.47	6-8				
Square Feet			128,660	127,760	127,760	125,310
Enrollment			511	481	500	477
Durham Middle (2002)	18.89	6-8				
Square Feet			129,757	125,040	125,040	125,040
Enrollment			715	747	739	810
Forestwood Middle (1994)	20.84	6-8				
Square Feet			143,865	142,965	142,965	142,965
Enrollment			892	872	895	910
Griffin Middle (1982)/(2014)**	16.80	6-8				
Square Feet			182,266	181,298	181,298	181,298
Enrollment			755	752	702	744
Hedrick Middle (1973) (2020)	14.21	6-8				
Square Feet			176,047	175,147	175,147	116,526
Enrollment			850	652	638	636
Huffines Middle (1997)	15.00	6-8				
Square Feet			125,186	124,286	124,286	122,076
Enrollment			679	731	797	814
Killian Middle (2007)	30.60	6-8				
Square Feet			180,481	179,581	179,581	179,581
Enrollment			1,009	1,033	1,102	995
Lakeview Middle (1989)	28.54	6-8				
Square Feet			131,470	130,570	130,570	130,570
Enrollment			426	468	566	637
Lamar Middle (1987)	20.00	6-8				
Square Feet			139,927	135,030	135,030	135,030
Enrollment			753	723	717	737

*Purnell Support Center as of FY 2011.

** Original building demolished and new building built on same acreage.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 21
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School	2019	2018	2017	2016	2015	2014
Middle Schools:						
Arbor Creek Middle (1994)						
Square Feet	121,430	121,430	121,430	121,430	121,430	121,430
Enrollment	825	910	942	894	894	905
Briarhill Middle (1995)						
Square Feet	121,173	121,173	121,173	121,173	121,173	121,173
Enrollment	870	865	888	955	955	971
Creek Valley Middle (2001)						
Square Feet	125,006	125,006	125,006	125,006	125,006	125,006
Enrollment	702	695	699	795	795	741
DeLay Middle (1949)*						
Square Feet	92,456	92,456	92,456	92,456	92,456	92,456
Enrollment	n/a	n/a	n/a	n/a	n/a	n/a
DeLay Middle (2010)						
Square Feet	179,733	179,733	179,733	179,733	179,733	174,568
Enrollment	1,016	967	1,003	984	984	903
Downing Middle (2002)						
Square Feet	125,310	125,310	125,310	125,310	125,310	125,310
Enrollment	507	546	593	606	606	658
Durham Middle (2002)						
Square Feet	125,040	125,040	125,040	125,040	125,040	125,040
Enrollment	855	871	894	762	762	770
Forestwood Middle (1994)						
Square Feet	142,965	142,965	142,965	142,965	142,965	142,965
Enrollment	911	914	866	693	693	659
Griffin Middle (1982)/(2014)**						
Square Feet	181,298	181,298	181,298	181,298	181,298	181,298
Enrollment	778	805	797	765	765	747
Hedrick Middle (1973) (2020)						
Square Feet	116,526	116,526	116,526	116,526	116,526	116,526
Enrollment	665	668	691	672	672	665
Huffines Middle (1997)						
Square Feet	122,076	122,076	122,076	122,076	122,076	122,076
Enrollment	833	827	853	841	841	867
Killian Middle (2007)						
Square Feet	179,581	179,581	179,581	179,581	179,581	179,581
Enrollment	996	947	952	950	950	921
Lakeview Middle (1989)						
Square Feet	130,570	130,570	130,570	130,570	130,570	130,570
Enrollment	709	707	727	817	817	795
Lamar Middle (1987)						
Square Feet	135,030	135,030	135,030	135,030	135,030	135,030
Enrollment	720	718	706	764	764	789

*Purnell Support Center as of FY 2011.

** Original building demolished and new building built on same acreage.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 21
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School	Campus Size (acres)	Grades	2023	2022	2021	2020
Middle Schools: (continued)						
McKamy Middle (1997)	15.00	6-8				
Square Feet			128,675	127,775	127,775	127,775
Enrollment			805	833	807	866
Shadow Ridge Middle (2005)	35.95	6-8				
Square Feet			153,664	150,664	150,664	150,664
Enrollment			649	631	630	671
Elementary Schools:						
Bluebonnet Elementary (2000)	12.00	EE, K-5				
Square Feet			69,593	69,593	69,593	69,593
Enrollment			632	556	514	521
Bridlewood Elementary (1998)	12.82	EE, K-5				
Square Feet			82,993	82,993	82,993	82,993
Enrollment			573	545	474	395
Camey Elementary (1977)/(2014)*	10.31	EE-5				
Square Feet			110,585	110,585	110,585	110,585
Enrollment			490	502	576	609
Castle Hills Elementary (2002)	7.04	EE, K-5				
Square Feet			73,557	73,557	73,557	73,557
Enrollment			706	696	681	744
Central Elementary (1957)	15.00	EE-5				
Square Feet			91,937	91,937	91,937	152,952
Enrollment			519	526	539	652
College Street Elementary (1960)	6.37	PK-5				
Square Feet			35,601	35,601	35,601	35,601
Enrollment			n/a	n/a	n/a	-
Coyote Ridge Elementary (2005)	16.81	EE-5				
Square Feet			99,939	99,939	99,939	99,939
Enrollment			540	531	573	636
Creeside Elementary (1989)	12.06	EE, K-5				
Square Feet			60,168	60,168	60,168	60,168
Enrollment			420	440	423	479
Degan Elementary (1973)	15.00	EE-5				
Square Feet			75,764	75,764	75,764	75,764
Enrollment			452	493	502	652
Donald Elementary (1989)	10.00	EE, K-5				
Square Feet			80,465	80,465	80,465	80,465
Enrollment			570	592	582	613
Ethridge Elementary (1990)	11.42	EE, K-5				
Square Feet			63,853	63,853	63,853	63,853
Enrollment			368	375	406	434
Flower Mound Elementary (1985)	10.05	EE, K-5				
Square Feet			79,485	79,485	79,485	79,485
Enrollment			584	502	460	492
Forest Vista Elementary (1997)	16.81	EE-5				
Square Feet			85,610	85,610	85,610	85,610
Enrollment			569	535	485	503

*Original building demolished and new building built on same acreage.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 21
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School	2019	2018	2017	2016	2015	2014
Middle Schools: (continued)						
McKamy Middle (1997)						
Square Feet	127,775	127,775	127,775	127,775	127,775	127,775
Enrollment	881	941	1,015	1,110	1,110	1,130
Shadow Ridge Middle (2005)						
Square Feet	150,664	150,664	150,664	150,664	150,664	150,664
Enrollment	694	721	699	721	721	774
Elementary Schools:						
Bluebonnet Elementary (2000)						
Square Feet	69,593	69,593	69,593	69,593	69,593	69,593
Enrollment	484	510	548	495	495	481
Bridlewood Elementary (1998)						
Square Feet	82,993	82,993	82,993	82,993	82,993	82,993
Enrollment	408	402	413	467	467	532
Camey Elementary (1977)/(2014)*						
Square Feet	110,585	108,560	108,560	108,560	108,560	108,560
Enrollment	903	596	581	476	476	510
Castle Hills Elementary (2002)						
Square Feet	73,557	73,557	73,557	73,557	73,557	73,557
Enrollment	691	641	673	734	734	791
Central Elementary (1957)						
Square Feet	152,952	152,952	152,952	152,952	152,952	152,952
Enrollment	907	908	968	975	975	960
College Street Elementary (1960)						
Square Feet	35,601	35,601	35,601	35,601	35,601	35,601
Enrollment	262	246	218	330	330	355
Coyote Ridge Elementary (2005)						
Square Feet	99,939	99,939	99,939	99,939	99,939	99,939
Enrollment	611	688	667	614	614	608
Creeside Elementary (1989)						
Square Feet	60,168	60,168	60,168	60,168	60,168	60,168
Enrollment	494	475	465	495	495	449*
Degan Elementary (1973)						
Square Feet	75,764	75,764	75,764	75,764	75,764	75,764
Enrollment	599	628	636	650	650	632
Donald Elementary (1989)						
Square Feet	80,465	80,465	80,465	80,465	80,465	80,465
Enrollment	573	476	470	497	497	503
Ethridge Elementary (1990)						
Square Feet	63,853	63,853	63,853	63,853	63,853	63,853
Enrollment	443	496	488	513	513	518
Flower Mound Elementary (1985)						
Square Feet	79,485	79,485	79,485	79,485	79,485	79,485
Enrollment	489	475	472	498	498	505
Forest Vista Elementary (1997)						
Square Feet	85,610	85,610	85,610	85,610	85,610	85,610
Enrollment	492	492	499	546	546	549

*Original building demolished and new building built on same acreage.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 21
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School	Campus Size (acres)	Grades	2023	2022	2021	2020
Elementary Schools: (continued)						
Garden Ridge Elementary (1992)	10.00	EE, K-5				
Square Feet			63,853	63,853	63,853	63,853
Enrollment			380	375	372	429
Hebron Valley Elementary (1989)	9.18	EE-5				
Square Feet			79,195	79,195	79,195	79,195
Enrollment			415	432	429	511
Hedrick Elementary (1974)	14.21	K-5				
Square Feet			n/a	n/a	n/a	81,815
Enrollment			n/a	n/a	n/a	0
Heritage Elementary (1993)	13.36	EE-5				
Square Feet			80,517	80,517	80,517	80,517
Enrollment			511	508	496	561
Hicks Elementary (2004)	10.00	EE, K-5				
Square Feet			100,479	100,479	100,479	100,479
Enrollment			621	594	646	657
Highland Village Elementary (1981)	6.42	EE, K-5				
Square Feet			63,823	63,823	63,823	63,823
Enrollment			358	356	365	370
Homestead Elementary (1999)	9.93	EE, K-5				
Square Feet			74,375	74,375	74,375	74,375
Enrollment			462	482	503	559
Independence Elementary (2008)	14.58	EE-5				
Square Feet			107,000	107,000	107,000	107,000
Enrollment			799	816	840	908
Indian Creek Elementary (1985)	10.00	EE-5				
Square Feet			76,172	76,172	76,172	76,172
Enrollment			535	536	538	574
Lakeland Elementary (1963)/(2008)*	10.00	EE, K-5				
Square Feet			107,000	107,000	107,000	107,000
Enrollment			620	664	713	837
Lewisville Elementary (2010)	13.46	EE, K-5				
Square Feet			101,110	101,110	101,110	101,110
Enrollment			512	535	550	619
Liberty Elementary (2002)	9.49	EE-5				
Square Feet			86,122	86,122	86,122	86,122
Enrollment			593	533	483	528
McAuliffe Elementary (1987)	11.02	EE-5				
Square Feet			78,776	78,776	78,776	78,776
Enrollment			539	548	535	604
Mill Street Elementary (2019)	17.74	PK-5				
Square Feet			112,909	112,909	-	-
Enrollment			613	632	-	-
Morningside Elementary (1993)	17.74	PK-5				
Square Feet			63,853	63,853	63,853	63,853
Enrollment			364	362	343	390
Old Settler Elementary (1994)	14.11	PK-5				
Square Feet			83,850	83,850	83,850	83,850
Enrollment			480	510	523	577

*Original building demolished and new building built on same acreage.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 21
Page 8 of 10

School	2019	2018	2017	2016	2015	2014
Elementary Schools: (continued)						
Garden Ridge Elementary (1992)						
Square Feet	63,853	63,853	63,853	63,853	63,853	63,853
Enrollment	413	381	403	465	465	158
Hebron Valley Elementary (1989)						
Square Feet	79,195	79,195	79,195	79,195	79,195	79,195
Enrollment	567	565	585	600	600	600
Hedrick Elementary (1974)						
Square Feet	81,815	81,815	81,815	81,815	81,815	81,815
Enrollment	533	581	615	607	607	578
Heritage Elementary (1993)						
Square Feet	80,517	80,517	80,517	80,517	80,517	80,517
Enrollment	547	546	595	651	651	671
Hicks Elementary (2004)						
Square Feet	100,479	100,479	100,479	100,479	100,479	100,479
Enrollment	587	596	581	615	615	633
Highland Village Elementary (1981)						
Square Feet	63,823	63,823	63,823	63,823	63,823	63,823
Enrollment	349	335	346	353	353	381
Homestead Elementary (1999)						
Square Feet	74,375	74,375	74,375	74,375	74,375	74,375
Enrollment	568	553	560	597	597	622
Independence Elementary (2008)						
Square Feet	107,000	107,000	107,000	107,000	107,000	107,000
Enrollment	934	874	820	790	790	732
Indian Creek Elementary (1985)						
Square Feet	76,172	76,172	76,172	76,172	76,172	76,172
Enrollment	546	536	585	631	631	595
Lakeland Elementary (1963)/(2008)*						
Square Feet	107,000	107,000	107,000	107,000	107,000	107,000
Enrollment	795	844	867	849	849	836
Lewisville Elementary (2010)						
Square Feet	101,110	101,110	101,110	101,110	101,110	101,058
Enrollment	750	776	797	809	809	776
Liberty Elementary (2002)						
Square Feet	86,122	86,122	86,122	86,122	86,122	86,122
Enrollment	520	520	557	667	667	743
McAuliffe Elementary (1987)						
Square Feet	78,776	78,776	78,776	78,776	78,776	78,776
Enrollment	570	541	540	520	520	478
Mill Street Elementary (2019)						
Square Feet	-	-	-	-	-	-
Enrollment	-	-	-	-	-	-
Morningside Elementary (1993)						
Square Feet	63,853	63,853	63,853	63,853	63,853	63,853
Enrollment	373	383	401	431	431	426
Old Settler Elementary (1994)						
Square Feet	83,850	83,850	83,850	83,850	83,850	83,850
Enrollment	574	569	573	636	636	66

*Original building demolished and new building built on same acreage.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 21
Page 9 of 10

School	Campus Size (acres)	Grades	2023	2022	2021	2020
Elementary Schools: (continued)						
Owen Elementary (1987)	30.00	EE-5				
Square Feet			78,776	78,776	78,776	78,776
Enrollment			263	265	280	344
Parkway Elementary (1995)	11.00	EE, K-5				
Square Feet			75,113	75,113	75,113	75,113
Enrollment			560	589	557	581
Peters Colony Elementary (1980)/(2010)*	10.00	EE-5				
Square Feet			108,560	108,560	108,560	108,560
Enrollment			532	535	549	578
Polser Elementary (1995)	10.00	EE-5				
Square Feet			73,324	73,324	73,324	73,324
Enrollment			491	462	450	497
Prairie Trail Elementary (1995)	11.65	EE, K-5				
Square Feet			84,221	84,221	84,221	84,221
Enrollment			532	635	635	695
Rockbrook Elementary (2003)	9.76	EE-5				
Square Feet			86,122	86,122	86,122	86,122
Enrollment			712	650	635	728
Southridge Elementary (1999)	12.00	EE, K-5				
Square Feet			74,375	74,375	74,375	74,375
Enrollment			714	562	557	649
Stewarts Creek Elementary (1978)	7.10	EE-5				
Square Feet			67,020	n/a	67,020	67,020
Enrollment			n/a	n/a	261	301
Timber Creek Elementary (1978)	15.91	EE-5				
Square Feet			63,532	63,532	63,532	63,532
Enrollment			473	459	453	512
Valley Ridge Elementary (1996)	14.54	EE-5				
Square Feet			83,844	83,844	83,844	83,844
Enrollment			555	553	530	588
Vickery Elementary (2003)	11.85	EE, K-5				
Square Feet			74,117	85,832	85,832	74,117
Enrollment			570	629	677	758
Wellington Elementary (1998)	10.05	EE-5				
Square Feet			86,778	86,778	86,778	86,778
Enrollment			892	752	802	857
Early Childhood:						
Lillie Jackson Early Childhood Center (2005)	7.66	EE-PK				
Square Feet			88,290	88,290	88,290	88,290
Enrollment			705	422	367	668

PK = Pre-kindergarten

K = Kindergarten

EE = Early Education

Source of Information: School District records, Lewisville ISD PEIMS Report Data

Note: *The District Utilized 52 single and double temporary buildings providing classrooms, office space, storage, and other uses in schools where the District needs exceeded building capacity.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (Unaudited)
Last Ten Fiscal Years

Table 21
Page 10 of 10

School	2019	2018	2017	2016	2015	2014
Elementary Schools: (continued)						
Owen Elementary (1987)						
Square Feet	78,776	78,776	78,776	78,776	78,776	78,776
Enrollment	373	388	445	496	496	477
Parkway Elementary (1995)						
Square Feet	75,113	75,113	75,113	75,113	75,113	75,113
Enrollment	517	518	536	542	542	571
Peters Colony Elementary (1980)/(2010)*						
Square Feet	108,560	108,560	108,560	108,560	108,560	107,000
Enrollment	613	662	723	844	844	819
Polser Elementary (1995)						
Square Feet	73,324	73,324	73,324	73,324	73,324	73,324
Enrollment	411	393	422	466	466	491
Prairie Trail Elementary (1995)						
Square Feet	84,221	84,221	84,221	84,221	84,221	84,221
Enrollment	697	690	657	609	609	532
Rockbrook Elementary (2003)						
Square Feet	86,122	86,122	86,122	86,122	86,122	86,122
Enrollment	756	757	753	780	780	712
Southridge Elementary (1999)						
Square Feet	74,375	74,375	74,375	74,375	74,375	74,375
Enrollment	637	627	651	692	692	714
Stewarts Creek Elementary (1978)						
Square Feet	67,020	67,020	67,020	67,020	67,020	67,020
Enrollment	337	370	410	416	416	452
Timber Creek Elementary (1978)						
Square Feet	63,532	63,532	63,532	63,532	63,532	63,532
Enrollment	504	498	492	470	470	473
Valley Ridge Elementary (1996)						
Square Feet	83,844	838,444	83,844	83,844	83,844	83,844
Enrollment	464	471	473	535	535	555
Vickery Elementary (2003)						
Square Feet	74,117	74,117	74,117	74,117	74,117	74,117
Enrollment	474	490	538	540	540	570
Wellington Elementary (1998)						
Square Feet	86,778	86,778	86,778	86,778	86,778	86,778
Enrollment	895	902	906	903	903	892
Early Childhood:						
Lillie Jackson Early Childhood Center (2005)						
Square Feet	88,290	88,290	88,290	88,290	88,290	88,290
Enrollment	687	694	695	704	704	705

PK = Pre-kindergarten

K = Kindergarten

EE = Early Education

Source of Information: School District records, Lewisville ISD PEIMS Report Data

Note: *The District Utilized 52 single and double temporary buildings providing classrooms, office space, storage, and other uses in schools where the District needs exceeded building capacity.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
REQUIRED RESPONSES TO SELECTED SCHOOL FIRST INDICATORS
For the Year Ended August 31, 2023

Schedule L-1

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 Teacher Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS), and other government agencies?	Yes
	(If the school district was issued a warrant hold and the warrant hold was not cleared within 30 days from the date the warrant hold was issued, the school district is considered to not have made timely payments.) Payments to the TRS and TWC are considered timely if a warrant hold that was issued in connection to the untimely payment was cleared within 30 days from the date the warrant hold was issued.	
	Payments to the IRS are considered timely if a penalty or delinquent payment notice was cleared within 30 days from the date the notice was issued.	
SF4	Was the school district issued a warrant hold? Even if the issue surrounding the initial warrant hold was resolved and cleared within 30 days, the school district is considered to have been 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.	\$ -0-

NOTE: This schedule is to be included as part of the annual financial audit report (AFR) submission on the required due date and published as a part of the school district's AFR. This schedule should be submitted in the data feed file and submitted as an Adobe Acrobat portable document file (pdf).

FEDERAL AWARDS SECTION



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Trustees
Lewisville 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 *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of Lewisville Independent School District (the "District") as of and for the year ended August 31, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 11, 2023. Our report includes a reference to other auditors who audited the financial statements of Lewisville Education Foundation, Inc., as described in our report on Lewisville Independent School District's financial statements. The financial statements of Lewisville Education Foundation, Inc. were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

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

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

To the Board of Trustees
Lewisville Independent School District

Compliance and Other Matters

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

Purpose of this Report

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

Whitley Penn LLP

Dallas, Texas
December 11, 2023

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Trustees
Lewisville Independent School District

Report on Compliance for Each Major Federal Program

Opinion on Each Major Program

We have audited Lewisville Independent School District’s (the “District”) compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District’s major federal programs for the year ended August 31, 2023. 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.

In our opinion, the District’s complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2023.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

To the Board of Trustees
Lewisville Independent School District

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

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

Whitley Penn LLP

Dallas, Texas
December 11, 2023

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended August 31, 2023

I. Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
Material weakness (es) identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness (es) identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Type of auditors' report issued on compliance with major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516 (a) ?	No

Identification of major programs:

<u>Name of Federal Program or Cluster</u>	<u>Assistance Listing Number (ALN)</u>
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US Department of Education

Special Education Cluster:

<i>IDEA - Part B, Formula</i>	84.027A
<i>IDEA - Part B, Formula, ARP</i>	84.027X
<i>IDEA - Part B, Preschool</i>	84.173A
<i>IDEA - Part B, Preschool, ARP</i>	84.173X

<i>(COVID-19) ESSER III (TCLAS)</i>	84.425U
<i>(COVID-19) ESSER III (ARP Act)</i>	84.425U

Dollar Threshold Considered Between Type A and Type B Federal Programs	\$1,726,470
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Auditee qualified as low risk auditee?	Yes
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LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)
For the Year Ended August 31, 2023

II. Financial Statement Findings

There were no current year financial statement findings.

III. Federal Award Findings and Questioned Costs

There were no current year federal award findings.

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended August 31, 2023

Exhibit K-1
Page 1 of 2

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal ALN	Pass-Through Entity Identifying Number	Federal Expenditures
U. S. Department of Defense			
Direct Programs:			
<i>ROTC</i>	12.000	99-061902	\$ 384,251
Passed through State Comptroller:			
<i>Federal Flood Control Allocation</i>	12.112	17560019550	303,668
Total U. S. Department of Defense			687,919
U. S. Department of Education			
Direct Programs:			
<i>Impact Aid</i>	84.041	61902	3,616,659
Passed Through Texas Education Agency:			
<i>IDEA - Part B, Formula</i>	84.027A	226600010619026600	730,691
<i>IDEA - Part B, Formula</i>	84.027A	236600010619026600	8,495,115
<i>IDEA - Part B, Formula, ARP</i>	84.027X	225350010619025350	205,528
<i>IDEA - Part B, Preschool</i>	84.173A	236610010619026610	190,121
<i>IDEA - Part B, Preschool, ARP</i>	84.173X	225360010619025360	17,719
<i>Total Special Education Cluster (ALN 84.027, 84.173)</i>			<u>9,639,174</u>
<i>ESSA Title I Part A - Improving Basic Programs</i>	84.010A	22610101061902	310,466
<i>ESSA Title I Part A - Improving Basic Programs</i>	84.010A	23610101061902	5,300,303
<i>ESSA Title I Part A - Improving Basic Programs</i>	84.010A	24610101061902	4,778
<i>Title I 1003 School Improvement Grant</i>	84.010A	23610141061902	128,797
<i>Total ALN 84.010</i>			<u>5,744,344</u>
<i>23-24 Perkins V: Strengthening CTE for 21st</i>	84.048A	23420006061902	463,306
<i>22-23 Perkins V: Strengthening CTE for 21st</i>	84.048A	24420006061902	62,163
<i>Total ALN 84.048</i>			<u>525,469</u>
<i>ESSA Title II, Part A - Supporting Effective Instruction</i>	84.367A	22694501061902	54,406
<i>ESSA Title II, Part A - Supporting Effective Instruction</i>	84.367A	23694501061902	1,144,307
<i>ESSA Title II, Part A - Supporting Effective Instruction</i>	84.367A	24694501061902	3,838
<i>Total ALN 84.367</i>			<u>1,202,551</u>
<i>Title III, Part A - ELA</i>	84.365A	22671001061902	42,090
<i>Title III, Part A - ELA</i>	84.365A	23671001061902	1,002,853
<i>Title III, Part A - ELA</i>	84.365A	24671001061902	93,858
<i>Title III, Part A - IMM</i>	84.365A	24671003061902	532
<i>Total ALN 84.365</i>			<u>1,139,333</u>
<i>(COVID-19) ESSER III (TCLAS)</i>	84.425U	21528042061902	68,214
<i>(COVID-19) ESSER III (ARP Act)</i>	84.425U	21528001061902	17,855,158
<i>Total ALN 84.425</i>			<u>17,923,372</u>
<i>LEP Summer School</i>	84.369A	69551902	93,455
<i>Title IV - Part A, Subpart 1</i>	84.424A	22680101061902	7,260
<i>Title IV - Part A, Subpart 1</i>	84.424A	23680101061902	407,278
<i>Title IV - Part A, Subpart 1</i>	84.424A	24680101061902	25,559
<i>Total ALN 84.424</i>			<u>440,097</u>
Total U. S. Department of Education			40,324,454

LEWISVILLE INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended August 31, 2023

Exhibit K-1
Page 2 of 2

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal ALN	Pass-Through Entity Identifying Number	Federal Expenditures
U. S. Department of Health and Human Services			
Passed Through Texas Education Agency:			
COVID-19 School Health Support Grant	93.323	39352201	\$ 342,476
Total U. S. Department of Health and Human Services			342,476
U. S. Department of Agriculture			
Passed Through Texas Department of Agriculture:			
Child and Adult Care Food Program (CACFP)	10.558	NT4XL1YGLGC5	542,373
Non-cash Assistance (Commodities):			
National School Lunch Program	10.555	NT4XL1YGLGC5	1,481,178
Supply Chain Assistance Grant	10.555	NT4XL1YGLGC5	414,324
Passed Through Texas Education Agency			
Cash Assistance:			
National School Breakfast Program	10.553	71402301	2,841,630
National School Lunch Program	10.555	71302301	10,762,082
Seamless Summer Option Breakfast (COVID-19)	10.553	71402301	54,415
Seamless Summer Option Lunch (COVID-19)	10.555	71302301	98,157
Total Child Nutrition Cluster (ALN 10.553, 10.555, & 10.582)			15,651,786
Total U. S. Department of Agriculture			16,194,159
Total Expenditures of Federal Awards			\$ 57,549,008

Note 1 - Basis of Accounting

The District accounts for all awards under federal programs in the General and Special Revenue Funds in accordance with the Texas Education Agency's *Financial Accountability System Resource Guide*. These programs are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current assets.

The modified accrual basis of accounting is used for these funds. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the liability is incurred, if measurable, except for certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Federal grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant, and, accordingly, when such amounts are received, they are recorded as unearned revenues until earned. Generally, unused balances are returned to the grantor at the close of specified project periods. The District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Note 2 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the District under programs of the federal government for the year ended August 31, 2023. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Uniform Guidance. Because the schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position or cash flows of the District.

Note 3 - Reconciliation to Basic Financial Statements

The following is a reconciliation of expenditures of federal awards program per the Schedule of Expenditures of Federal Awards and federal revenues reported on Exhibit C-2:

Federal Program Revenues (Exhibit C-2)	\$ 65,255,166
SHARS	(7,207,119)
Interest subsidy on Build America Bonds	(499,039)
Total Schedule of Expenditures of Federal Awards	<u><u>\$ 57,549,008</u></u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)****Note 4 - General Fund Expenditures**

Federal awards reported in the general fund are summarized as follows:

JROTC	\$ 346,265
Impact Aid	3,616,659
Federal Flood Control Allocation	303,668
Interest subsidy on Build America Bonds	499,039
SHARS	7,207,119
Indirect Costs:	
ESSA Title I Part A - Improving Basic Programs	226,209
Carl D. Perkins Basic Formula	16,175
Title II, Part A	48,438
Title III, Part A - ELA	44,546
ESSER III (ARP Act)	2,051,159
Child Nutrition program	1,505,366
Title IV - Part A, Subpart 1	17,823
COVID-19 School Health Support Grant	17,055
	<u>\$ 15,899,521</u>

LEWISVILLE INDEPENDENT SCHOOL DISTRICT

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

For the Year Ended August 31, 2023

Federal regulations, Title 2 U.S. Code of Federal Regulations Section 200.511 states, "The auditee is responsible for follow-up and corrective action on all audit findings. As part of this responsibility, the auditee must prepare a summary schedule of prior audit findings." The summary schedule of prior audit findings must report the status of the following:

- All audit findings included in the prior audit's schedule of findings and questioned costs and
- All audit findings reported in the prior audit's summary schedule of prior audit findings except audit findings listed as corrected.

I. Prior Audit Findings

None Noted

LEWISVILLE INDEPENDENT SCHOOL DISTRICT

CORRECTIVE ACTION PLAN

For the Year Ended August 31, 2023

Federal regulations, Title 2 U.S. Code of Federal Regulations §200.511 states, "At the completion of the audit, the auditee must prepare, in a document separate from the auditor's findings described in §200.516 Audit findings, a corrective action plan to address each audit finding included in the current year auditor's reports."

I. Corrective Action Plan

Not Applicable





LEWISVILLE ISD | 1565 W. MAIN STREET | LEWISVILLE, TX 75067