

Plano Independent School District

Plano, Texas

Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2023

Prepared By

Angela Marks-Cosby
Director of Accounting

Courtney Reeves
Chief Financial Officer

Johnny Hill
Deputy Superintendent for Business and Employee Services

Teamwork for Excellence



P L A N O
Independent School District

Plano Independent School District
Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2023
Table of Contents

	Page	Exhibit
Introductory Section		
Certificate of the Board	iv	
Board of Trustees and Administrative Officials	vii	
Organizational Chart	viii	
Transmittal Letter	ix	
GFOA Certificate of Achievement	xiii	
Financial Section		
Independent Auditor's Report	4	
Management's Discussion and Analysis	8	
Basic Financial Statements		
Government Wide Statements:		
Statement of Net Position	24	A-1
Statement of Activities	25	B-1
Governmental Fund Financial Statements:		
Balance Sheet – Governmental Funds	27	C-1
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	30	C-2
Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds	31	C-3
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	33	C-4
Proprietary Fund Financial Statements:		
Statement of Net Position – Proprietary Funds	34	D-1
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	35	D-2
Statement of Cash Flows – Proprietary Funds	36	D-3
Fiduciary Fund Financial Statements:		
Statement of Fiduciary Net Position – Custodial Fund	37	E-1
Statement of Changes in Fiduciary Net Position – Custodial Fund	38	E-2
Notes to the Basic Financial Statements	40	
Required Supplementary Information		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund	84	G-1
Schedule of the District's Proportionate Share of the Net Pension Liability – Teacher Retirement System	85	G-2
Schedule of the District Contributions – Teacher Retirement System	86	G-3
Schedule of the District's Proportionate Share of the Net OPEB Liability of a Cost-Sharing Multiple-Employer OPEB Plan – Teacher Retirement System	87	G-4
Schedule of the District's Contributions to the Teacher Retirement System OPEB Plan	88	G-5
Notes to the Required Supplementary Information	89	

Plano Independent School District
Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2023
Table of Contents – Continued

	Page	Exhibit
Combining and Individual Fund Statements and Schedules		
Schedule of Revenues, Expenditures, and Changes in Fund Balance –		
Budget and Actual – Debt Service Fund.....	94	H-1
Combining Balance Sheet – Nonmajor Governmental Funds.....	97	H-2
Combining Statement of Revenues, Expenditures and Changes in		
Fund Balances – Nonmajor Governmental Funds.....	103	H-3
Schedule of Revenues, Expenditures and Changes in Fund Balance –		
Budget and Actual – National Breakfast and Lunch Program	107	H-4
Combining Statement of Net Position – Nonmajor Enterprise Funds	109	H-5
Combining Statement of Revenues, Expenses and Changes in		
Fund Net Position – Nonmajor Enterprise Funds.....	110	H-6
Combining Statement of Cash Flows – Nonmajor Enterprise Funds.....	111	H-7
Combining Statement of Net Position – Internal Service Funds	113	H-8
Combining Statement of Revenues, Expenses and Changes in		
Fund Net Position – Internal Service Funds	115	H-9
Combining Statement of Cash Flows – Internal Service Funds	117	H-10
Texas Education Agency Required Schedule		
Schedule of Delinquent Taxes Receivable	121	J-1
Use of Funds Report – Selected State Allotment Programs.....	123	J-4
Statistical Section (Unaudited)		
Net Position by Component.....	126	S-1
Change in Net Position.....	127	S-2
Fund Balances, Governmental Funds	130	S-3
Governmental Funds, Revenues	131	S-4
Governmental Funds, Expenditures and Debt Service Ratio	132	S-5
Governmental Funds, Other Financing Sources and Uses and Net Change		
in Fund Balance	133	S-6
Assessed Value and Actual Value of Taxable Property	134	S-7
Direct and Overlapping Property Tax Rates	135	S-8
Principal Property Taxpayers	136	S-9
Property Tax Levies and Collections	137	S-10
Outstanding Debt by Type	138	S-11
Direct and Overlapping Governmental Activities Debt.....	139	S-12
Legal Debt Margin Information	140	S-13
Demographic and Economic Statistics	141	S-14
Principal Employers	142	S-15
Full-time-Equivalent District Employees by Type	143	S-16
Operating Statistics	144	S-17
Teacher Base Salaries	145	S-18
School Building Information	146	S-19

Plano Independent School District
Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2023
Table of Contents – Continued

	Page	Exhibit
Reports on Internal Control, Compliance and Federal Awards		
Auditor Documents:		
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	150	
Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance in Accordance with the Uniform Guidance	152	
Auditee Documents:		
Schedule of Expenditures of Federal Awards	155	K-1
Notes to the Schedule of Expenditures of Federal Awards.....	157	
Auditor Documents:		
Schedule of Findings and Questioned Costs	158	
Auditee Documents:		
Summary of Prior Year Audit Findings	160	
Additional Texas Education Agency Required Schedule		
Schedule of Required Responses to Selected School FIRST Indicators.....	161	L-1

Certificate of The Board

Plano Independent School District

Collin

043-910

Name of School District

County

County-District No.

We, the undersigned, certify that the attached annual financial reports of the above-named school district were reviewed and 7 approved 0 disapproved for the year ended June 30, 2023 at a meeting of the Board of Trustees of such school district on the 8 day of Novem-ber, 2023.



Signature of Board President



Signature of Board Vice President

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

Introductory Section

Teamwork for Excellence



P L A N O
Independent School District

Board of Trustees

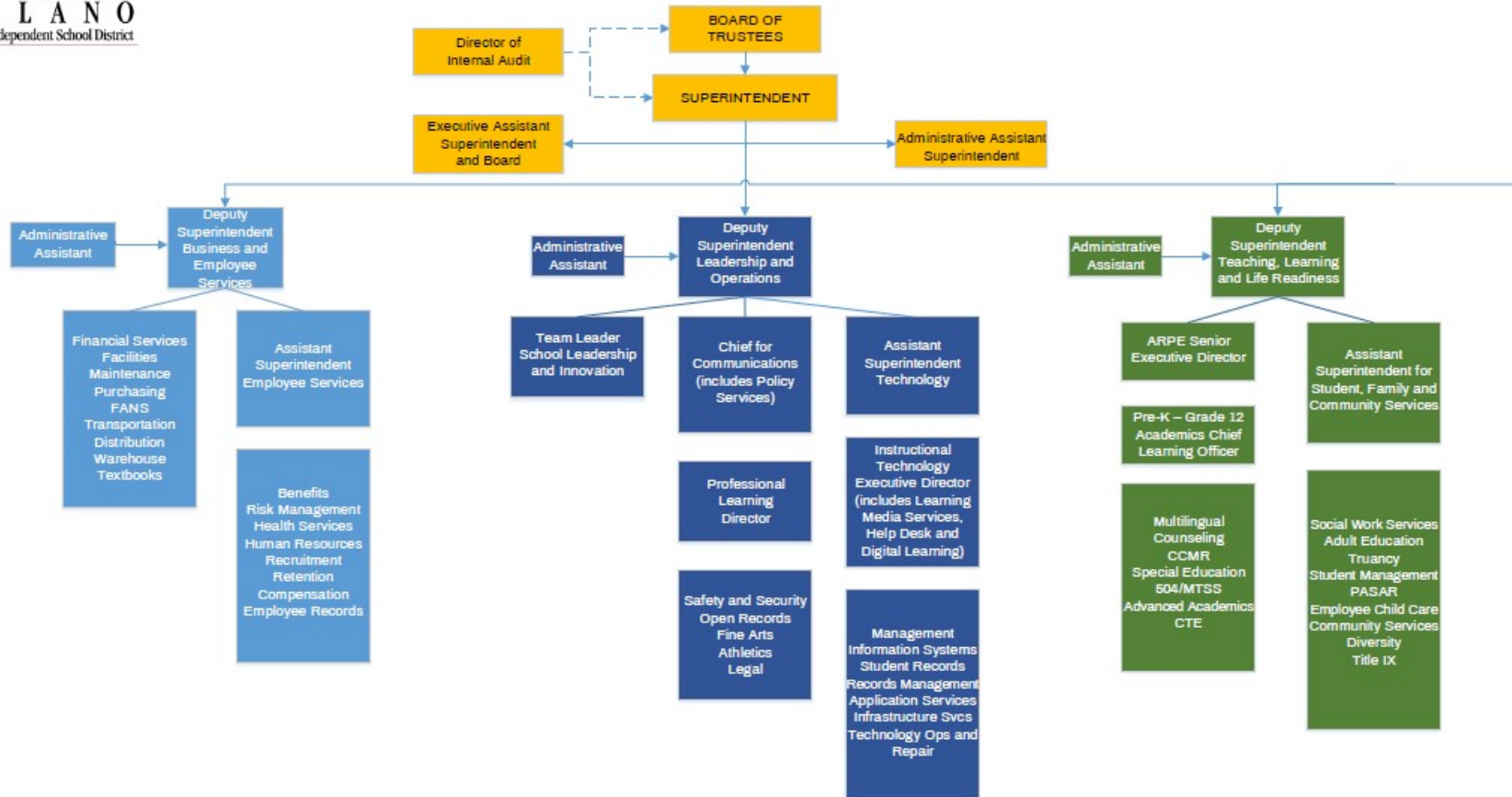
Name	Length of Service	Term Expires	Occupations
Nancy Humphrey President	13 Years	May 2025	Community Volunteer and Retired Accountant
Dr. Lauren Tyra Vice President	2 Years	May 2025	Scientist
Jeri Chambers Secretary	5 Years	May 2025	Nonprofit Development Officer
Tarrah Lantz Trustee	Newly Elected	May 2027	Community Volunteer
Angela Powell Trustee	6 Years	May 2025	Chief Executive Officer
Michael Cook Trustee	Newly Elected	May 2027	Local Business Owner
Katherine Chan Goodwin Trustee	Newly Elected	May 2027	Management Consultant

Administrative Officials

Name	Position	Length of District Service
Dr. Theresa Williams	Superintendent *total school district experience 30 years	5 Years*
Dr. Selenda Freeman	Deputy Superintendent for Leadership & Operations *total school district experience 35 years	21 Years*
Johnny Hill	Deputy Superintendent for Business & Employee Services *total school district experience 28 years	2 Years*
Lisa Wilson	Deputy Superintendent for Teaching, Learning & Life Readiness *total school district experience 34 years	1 year*
Jed Reed	Interim Assistant Superintendent for Employee Services	1 year
Dr. Courtney Gober	Assistant Superintendent for Student, Family, and Community Services	16 Years
Patrick Tanner	Assistant Superintendent for Technology Services	2 Years



DISTRICT ORGANIZATIONAL CHART 2022 - 2023





P I A N

November 8, 2023

Board of School Trustees
Plano Independent School District
2700 W. 15th Street
Plano, Texas 75075

Members of the Board:

The Annual Comprehensive Financial Report (ACFR) of the Plano Independent School District (District) for the year ended June 30, 2023, is submitted herewith. This report was prepared by the District's Financial Services Department. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and the results of operations of the District as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included. This report includes all funds of the District. The District discusses in greater detail its financial position in the narrative, introduction, overview and analysis sections of the Management's Discussion and Analysis (MD&A).

The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 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). Information related to this single audit, including the Schedule of Expenditures of Federal Awards, findings and recommendations, and independent auditors' reports on internal control, compliance, and other matters is included in the Federal Awards Section of this report.

The ACFR for the year ended June 30, 2023 is presented in conformance with the reporting model adopted by the Governmental Accounting Standards Board ("GASB") in their Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, issued in June 1999.

GOVERNANCE

The governance of the District is overseen by a seven-member board of trustees (Board) that are elected by the citizens. Each member is elected to a four-year term with the elections being staggered in odd years so that not all positions are voted on during the same year. See page vii for a listing of the present members of the Board along with the administrative officials who are appointed by the Board.

Regular action meetings are generally scheduled the first Tuesday of the month and regular work sessions the third Tuesday of the month. Both the action meetings and the work sessions are held in the District's Administration Building. Special meetings are scheduled as needed and announced in compliance with public notice requirements.

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 the quorum 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, 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.

The Board has responsibilities and control over all activities related to the public school education within its geographic boundaries. Even though there is considerable association between such other entities as the Collin County Tax Office and the Collin County Central Appraisal District, this report is restricted only to the actual activities of the District.

The Board solicits and evaluates community input and support concerning school policies.

MISSION

The District is a public school system whose adopted mission is:

“Our Plano ISD learning community will educate, inspire and empower every student to activate their unique potential in a dynamic world.”

To accomplish its mission, the District provides a full range of educational services appropriate to grade levels ranging from pre-kindergarten through grade 12. These include regular and enriched academic education, special education, career education, and special programs for those with limited English proficiency. These programs are supplemented by a wide variety of co-curricular offerings, including those in fine arts and athletics. The District's curriculum is well-defined for the purpose of preparing students early for college readiness. The participation rate of PISD students in Advanced Placement/International Baccalaureate ranks among the highest in the state and nation. PISD students' performance on these exams gives them a competitive edge for college admission and college success.

As reflected in the District's mission statement, activities of the District focus on learning opportunities for students. Plano ISD serves students in approximately 100 square miles in southwest Collin County. This area includes 66 miles in the city of Plano and parts of the cities of Richardson, Dallas, Murphy, Allen, Carrollton, Garland, Lucas, Parker and Wylie. The District is providing educational services to approximately 47,800 students in state-of-the-art facilities that include three early childhood schools for pre-kindergarten age students, 44 elementary schools with eleven offering pre-kindergarten classes, 23 secondary school programs and a special program center. Included in the secondary schools are three academy programs – Health Science Academy as part of Williams High School and Plano East Senior High, International Baccalaureate World School as part of Plano East Senior High and the Academy High School an innovative 9th-12th grade learning community with an emphasis on science, technology, engineering, arts and mathematics. The District has long maintained the philosophy of renovating and refurbishing its schools to ensure that all facilities continue to meet new building standards as well as curriculum and technology requirements.

ECONOMIC CONDITIONS AND OUTLOOK

Plano's economic base consists of a wide range of services and products. Accelerated industrial and commercial development within the past 25+ years in the City and immediate surrounding area has created a very sound, balanced economy. Plano has substantial economic base and is home to numerous manufacturers, small businesses and start-ups from a vast variety of industries including telecommunications, software/information technology, digital media, financial services, health and medical, electronics, and energy. Plano's continued retail and commercial development has made a steadily increasing contribution to the economic growth of the district. Situated in the heart of Texas and as an integral part of the Dallas/Fort Worth Metroplex, the City enjoys easy access to major transportation and shipping hubs in air, rail and trucking to any destination in the United States.

A significant factor in the growth of the district's economic base is the addition, expansion and retention of numerous corporate and regional headquarters, including Toyota Motor Corporation of North America, Liberty Mutual Insurance, State Farm Insurance, Boeing Global Services, JPMorgan Chase, Fed Ex, HP Systems, Frito-Lay, Dr. Pepper/Snapple, Pizza Hut, Texas Instruments and Ericsson. The combined effects of population, income, employment and residential growth, along with increased industrial, commercial and retail development, have ensured the continuance of steady growth during the past several years. These factors have created a more productive and diversified economic base and provided Plano ISD with the foundation for a steady transition from a suburban to urban character.

The City and District have enjoyed carefully planned development and, as a result, the local economy is based on research, development and manufacturing in the fields of information technology and telecommunications.

Research activities, publishing, printing, banking, government employment, insurance, real estate and diverse manufacturing facilities provide a wide variety of opportunities.

The District has seen strong property value growth in recent years. The District's certified net taxable property value grew from \$55.5 billion in 2019 to \$68.0 billion in 2023, a 22.6 percent increase over the five-year period. The District's certified taxable value base also continues to be diversified among commercial, residential, and business personal property. In 2023, the District's top ten taxpayers comprised of 6.15 percent of the District's total taxable value and no one taxpayer had a significant impact on the District.

The District's latest multi-year bond program was successfully approved by the voters in November 2022. The purpose of this \$1.35 billion bond program is to provide funding for major and minor district wide renovations, safety and security updates, infrastructure upgrades, transportation, campus fine arts, technology infrastructure, campus athletics, innovative program upgrades, in addition to providing instructional technology such as mobile devices, classroom multimedia AV upgrades, end user technology upgrades, and learning media services upgrades. \$700 million of those bonds were sold during the fiscal year ended June 30, 2023. A list of construction projects in progress is included in Note 5 to the financial statements.

In continuing the legacy of excellence in Plano ISD, the Board of Trustees adopted the 2023-2028 Strategic Plan in May 2023. The Strategic Plan outlines in Pillar 5 that the District will maximize resources and community partnerships to achieve District goals to meet the needs of students and staff. Since fiscal year 2011-2012, the District has been experiencing declining student enrollment from 55,659 students to 47,800, with the declined projection to continue. Along with decrease in enrollment the District's facility efficiency utilization has decreased steadily since fiscal year 2011-2012 from 84.88% to 72.22%. In response to the changes affecting the District, Objective 5.3 of Pillar 5 instructs the District to develop and implement plans to efficiently use District facilities that will provide expanded opportunities for students and to strategically and equitably manage resources to meet identified student needs and align resource allocation with District goals. The Board of Trustees passed a resolution in September 2023 directing the establishment of a Long Range Planning Advisory Committee to provide feedback and recommendations to the Board. The Long Range Advisory Committee will meet throughout fiscal year 2023-2024 and will provide a recommendation to the Board of Trustees at the May 2024 Board meeting.

2022-23 Budget and Tax Rate

The Board of Trustees is required to adopt a final budget by no later than the close of the fiscal year, June 30. Annual budgets for the General Operating Fund, Debt Service Fund and Food Service Fund were adopted by the Board of Trustees on June 20, 2023. The budget is prepared by fund and function. Site based decisions are made throughout the year as campuses and departments manage their budgets. Budget transfers between functions, however, require approval from the Board of Trustees. The District operates a tightly controlled budget in all areas of operation while maintaining a high quality educational program.

On August 22, 2023 the District adopted a maintenance and operations tax rate of \$0.84050 per \$100 of taxable assessed value and adopted a debt service tax rate of \$0.23735 per \$100 of taxable assessed value for a total tax rate of \$1.07785 per \$100 of taxable assessed value.

For additional information about the financial status of the District, readers should refer to Management's Discussion and Analysis section of this report.

OTHER INFORMATION

Controls

An internal control structure that has been designed, managed and maintained by the District is in place to ensure the District's assets are protected from loss, theft and misuse, and to ensure that accurate accounting data is compiled in the preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP). The cost of a control should not exceed the benefits to be derived, therefore the internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met.

Independent Audit

State law and District policy require an annual audit of the accounts and financial records of the District by independent certified public accountants selected by the Board of Trustees. Weaver and Tidwell, LLP has issued an unmodified opinion on the financial statements of Plano Independent School District for the year ended June 30, 2023. The independent auditors' report has been included in this report at the front of the financial section.

Awards

In 1999, the 76th Texas Legislature, approved legislation requiring the commissioner of education in consultation with the comptroller of public accounts to develop a rating system for school district financial accountability. The 77th Texas Legislature in 2001 subsequently adopted rules for the implementation and administration of the financial accountability rating system known as School FIRST, Financial Integrity Rating System of Texas. The financial accountability rating system benefits the public by having in place a system to ensure that school districts will be held accountable for the quality of their financial management practices and achieve improved performance in the management of their financial resources. Plano Independent School District has received a Superior rating every year since the implementation of the rating system in the 2001-02 year.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Plano Independent School District for its Comprehensive Annual Financial Report for the fiscal period ended June 30, 2022. The District received this prestigious award for the fortieth consecutive year in 2022.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must 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 our current report continues to conform to the Certificate of Achievement Program requirements. We are submitting the current report for the year ended June 30, 2023 to GFOA to determine its eligibility for another certificate.

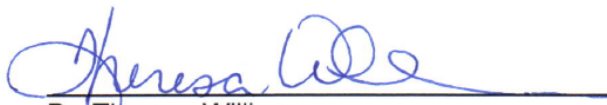
The District received the Texas Comptroller of Public Accounts' awards for the Traditional Finance Star and the Debt Obligations Star again for the year ended June 30, 2023. The Texas Comptroller of Public Accounts' Transparency Stars program recognizes local governments across Texas that are striving to meet a high standard for financial transparency online. These efforts provide citizens with clear, consistent information about public spending in user-friendly formats.

Also, in 2022-2023 the District received the prestigious Association of School Business Officials (ASBO) Meritorious Budget Award (MBA) for excellence in budget presentation for the second year in a row. The program promotes and recognizes excellence in school budget presentation and enhances school business officials' skills in developing, analyzing, and presenting a school system budget. After a rigorous review by professional auditors, the award is conferred only on school districts that have met or exceeded the program's stringent criteria.

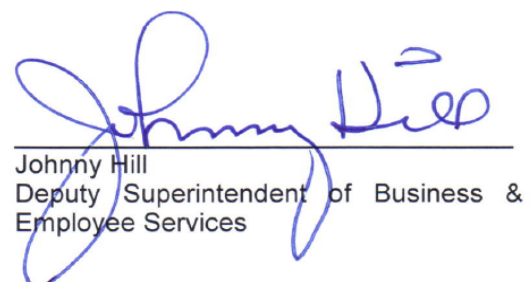
Acknowledgments

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of Financial Services. We would like to express our appreciation to all members of the department who assisted and contributed to its preparation.

We also wish to thank the members of the Board of Trustees for their continued consideration and support, and for planning and conducting the financial operations of the District in a responsible and progressive manner.



Dr. Theresa Williams
Superintendent



Johnny Hill
Deputy Superintendent of Business &
Employee Services



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Plano Independent School District
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO

Teamwork for Excellence



P L A N O
Independent School District

Financial Section

Teamwork for Excellence



P L A N O
Independent School District

Independent Auditor's Report

To the Board of Trustees of
Plano Independent School District
Plano, Texas

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 Plano Independent School District (the District) as of and for the year ended June 30, 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 present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis of Matter

As discussed in Note 16 to the basic financial statements, during the year ended June 30, 2023, the District implemented Governmental Accounting Standards Board (GASB) Statement No. 96, Subscription-Based Information Technology Arrangements. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

The District's 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 the management's discussion and analysis, General Fund budgetary comparison information, TRS pension and other postemployment benefits schedules, and the notes to the required supplementary information on pages 8 through 20, 66 through 78, 84 and 85 through 91, respectively, 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 introductory section, combining and individual fund statements and schedules, Texas Education Agency required 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* (Uniform Guidance), are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual fund statements and schedules, Texas Education Agency required schedules, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules, Texas Education Agency required schedule, and the 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 Included in the Annual Comprehensive Financial Report (ACFR)

Management is responsible for the other information included in the ACFR. The other information comprises the introductory section, statistical section and Schedule of Required Responses to Selected School FIRST Indicators but does not include the financial statements and our auditor's report thereon. Our opinions on the 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 financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the 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 November 8, 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.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
November 8, 2023

Teamwork for Excellence



P L A N O
Independent School District

**Plano Independent School District
Management's Discussion and Analysis
For The Year Ended June 30, 2023
(Unaudited)**

Our discussion and analysis of Plano Independent School District's (the "District") financial performance provides an overview of the District's financial activities for the year ended June 30, 2023. It should be read in conjunction with the District's financial statements.

Financial Highlights

The District's total assets and deferred outflows of resources as presented on the government-wide Statement of Net Position exceeded total liabilities and deferred inflows of resources by \$697.8 million. The net position of the District increased by \$128.1 million during the year ended June 30, 2023.

The District's governmental funds financial statements reported a combined ending fund balance of \$1.1 billion. Of this amount, the General Fund has a total of \$280.4 million, of which \$1.8 million is nonspendable, \$210.5 million is assigned, and \$68.2 million is unassigned and available for spending at the District's discretion. Fund balance of \$805.4 million is restricted for use by the Debt Service Fund and Capital Projects Fund. The Special Revenue Funds have a fund balance of \$23.8 million that is either restricted, committed or nonspendable.

During fiscal year 2023 Series 2015 Unlimited Tax Refunding Bonds was defeased and 2016 Unlimited Tax School Building Bonds was partially defeased. The defeasance resulted in total debt service net present value savings of \$4.1 million. Restructuring matched the District's current debt service payments in years 2024 through 2029, and decreased debt estimated payments from 2024 through 2036. The District also redeemed Series 2013 Tax School Building Bonds on February 15, 2023.

On November 8, 2022, the District held a successful bond election with voters approving \$1.35 billion in authorized bonds. On February 16, 2023, \$700 million of Unlimited Tax School Building Bonds were sold. The District with \$49.9 million from a previous bond election now has a total of \$696.3 million authorized, but unissued bonds as of June 30, 2023.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government- wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements All of the District's services are reported in the government-wide financial statements, including instruction, student support services, student transportation, general administration, school leadership, facilities acquisition and construction, and food services. Property taxes, state and federal aid, and investment earnings finance most of the activities. Additionally, all capital and debt financing activities are reported here.

The government-wide financial statements are designed to provide readers a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the District's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the District's financial position is improving or deteriorating.

The statement of activities details how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Therefore, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges.

Fund Financial Statements

The District uses fund accounting to monitor specific sources of funding and spending for particular purposes. The fund financial statements provide more detailed information about the District's most significant funds—not the District as a whole.

- Some funds are required by State law and by bond covenants.
- The Board of Trustees establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

All of the funds of the District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Most of the District's activities 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. However, unlike the government-wide financial statements, governmental fund financial statements provide a detailed short-term view that helps 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. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund and the Capital Projects Fund, which are considered to be major funds. Data from all other Special Revenue funds is in the Other Funds column and is presented as a non-major governmental fund on the same statements.

Proprietary funds are used to account for operations that are financed similar to those found in the private sector. These funds provide both long-term and short-term financial information. The District maintains two types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District uses enterprise funds to account for its concession service, after school care, employee childcare and photography. Internal service funds report activities that provide services for the District's other programs and activities, i.e., health insurance, workers' compensation, property insurance, unemployment benefits and print shop. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities within the government-wide financial statements.

Fiduciary funds are used to account for assets held by the District in a trustee capacity or as a custodian for individuals, private organizations and/or other funds. The District 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 assets. 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 to the basic financial statements 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 required supplementary information that further explains and supports the information in the financial statements. Immediately following the required supplementary information, combining statements are included for the non-major special revenue funds, the enterprise funds, the internal service funds and the custodial funds.

The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements. Figure A-1 summarizes the major features of the District's financial statements, including the portion of the District government they cover and the types of information they contain.

Figure A-1. Major Features of the District's Government-wide and Fund Financial Statements

<i>Type of Statements</i>	Fund Statements			
	Government-wide	Governmental Funds	Proprietary Funds	Fiduciary Funds
<i>Scope</i>	All activities of the District (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary	Activities the district operates similar to private businesses.	Instances in which the district is the trustee or agent for someone else's resources
<i>Required financial statements</i>	♦ Statement of net assets	♦ Balance sheet	♦ Statement of net assets	♦ Statement of fiduciary net assets
	♦ Statement of activities	♦ Statement of revenues, expenditures & changes in fund balances	♦ Statement of revenues, expenses and changes in fund net assets ♦ Statement of cash flows	♦ Statement of changes in fiduciary net assets
<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 Agency's funds do not currently contain capital assets, although they can
<i>Type of inflow/outflow information</i>	All revenues and expenses during 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 year, regardless of when cash is received or paid	All revenues and expenses during year, regardless of when cash is received or paid

Financial Analysis of the District as A Whole

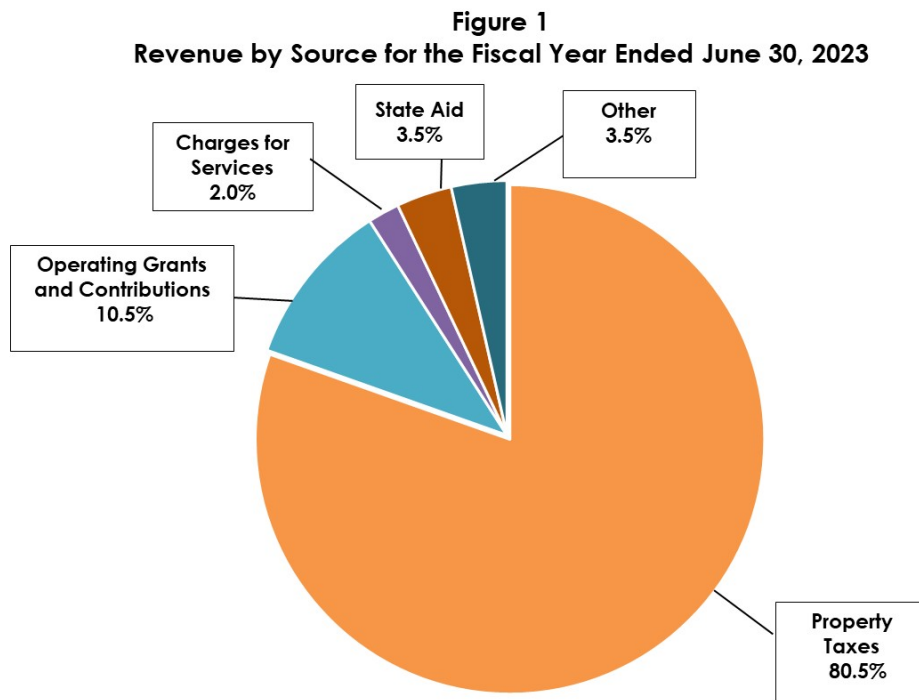
Net Position. As noted earlier, Net Position may serve over time as a useful indicator of the District's financial position. The District's Net Position was \$697.8 million at June 30, 2023. The largest portion of Net Position, \$717.2 million, reflects the District's investment in capital assets (e.g., land, buildings, furniture and equipment), less any related debt used to acquire these assets that is still outstanding. The District uses these capital assets to provide services to students, consequently, these assets are not available for future spending. An additional portion of the District's Net Position, \$42.1 million, represents resources that are subject to external restrictions on how they may be used. The remaining balance of Unrestricted Net Position may be used to meet the government's ongoing obligations

The District's Net Position

	Governmental Activities As of June 30, 2023	Governmental Activities As of June 30, 2022	Business Type Activities As of June 30, 2023	Business Type Activities As of June 30, 2022
Current and other assets	\$ 1,454,094,232	\$ 720,577,988	\$ 3,588,914	\$ 2,023,910
Capital assets	1,035,287,218	1,067,385,714	2,641	8,238
Total assets	2,489,381,450	1,787,963,702	3,591,555	2,032,148
Deferred outflows of resources	98,954,070	76,859,693	-	-
Current liabilities	329,389,601	305,334,240	678,662	602,371
Long term liabilities	1,373,020,308	762,323,149	-	6,446
Total liabilities	1,702,409,909	1,067,657,389	678,662	608,817
Deferred inflows of resources	191,064,213	228,878,995	-	-
Net position:				
Net investment in				
capital assets	717,175,968	616,276,017	2,641	8,238
Restricted	42,094,432	34,586,270	-	-
Unrestricted	(64,409,002)	(82,575,276)	2,910,252	1,415,093
Total net position	\$ 694,861,398	\$ 568,287,011	\$ 2,912,893	\$ 1,423,331

Changes in net position. The District's total revenues were \$1.025 billion. The most significant portion (80.5%) of the District's revenue comes from property taxes. (See Figure 1), operating grants and contributions equaled 10.5%, state aid comprised 3.5% and charges for service equaled 2.0%. All remaining sources combined for the remaining 3.5%. The total cost of all programs and services was \$897.3 million.

Figure 1 graphically depicts the sources of revenue for the fiscal year ending June 30, 2023. Property taxes and state aid are two of the District's chief sources of operating revenues. Both of these revenue streams continue to change from year to year due to changes in property values and components in the funding formulas directed by the State of Texas to calculate state aid.



Government-Wide Activities

The total cost of all government-wide activities for the year ended June 30, 2023 was \$897.3 million. Funding for these government-wide activities (including business-type activities) is by specific program revenue or through general revenues such as property taxes and investment earnings. The following is a summary of the governmental funds activities:

- The cost of all *governmental activities* (excluding business-type activities) for the year was \$893.7 million.
- Some of the *governmental activities* cost was funded by program revenues directly attributable to specific activities. These program revenues amounted to \$123.3 million.
- The remaining cost of *governmental activities* not directly funded by program revenues was \$770.4 million which was funded from property taxes and other local sources.

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.

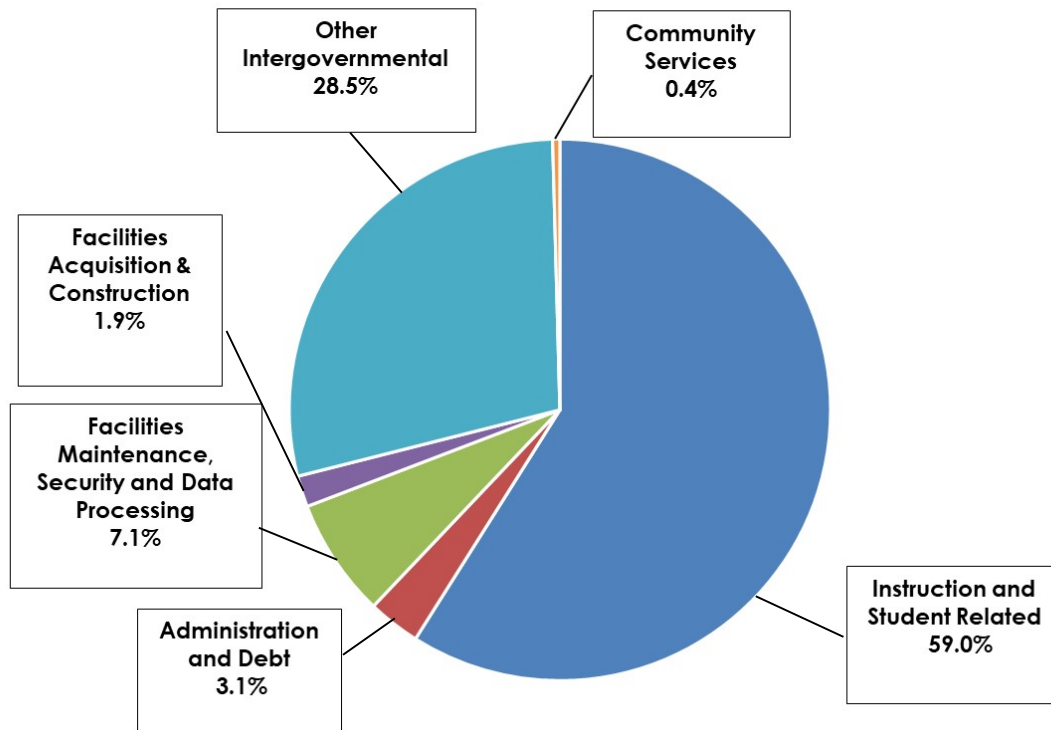
Net Cost of Selected District Functions
(in millions of dollars)

	Total Cost of Services	Net Cost of Services
Instruction	\$ 369.4	\$ 305.1
Contracted instructional services between schools	248.5	248.5
Facilities maintenance & operations	49.5	47.5
School leadership	31.3	28.0
Food services	27.0	0.2
Guidance, counseling and evaluation services	27.7	23.1

Change in Net Position

	Governmental Activities FY 6/30/23	Governmental Activities FY 6/30/22	Business-Type Activities FY 6/30/23	Business-Type Activities FY 6/30/22
Revenue				
Program revenues				
Charges for services	\$ 15,554,499	\$ 6,891,241	\$ 5,018,407	\$ 5,431,163
Operating grants and contributions	107,777,825	117,010,233	-	-
General revenues				
Property taxes	824,634,977	782,210,161	-	-
State aid - formula	36,276,178	33,857,305	-	-
Interest income	30,792,010	2,312,469	106,269	6,338
Other	5,234,744	1,064,152	2,170	-
Total revenues	1,020,270,233	943,345,561	5,126,846	5,437,501
Expenses				
Instruction and Instructional - related services	391,680,187	388,916,872	-	-
Instructional and school leadership	37,157,405	34,925,994	-	-
Support services - student	98,108,603	89,823,649	-	-
Administrative support services	13,091,025	11,331,875	-	-
Support services - nonstudent based	63,417,782	58,451,014	-	-
Ancillary services - community service	3,842,225	3,568,873	-	-
Debt service	14,925,930	14,359,226	-	-
Other facility costs	16,641,173	16,537,556	-	-
Intergovernmental charges	254,831,516	217,292,607	-	-
Concessions	-	-	243,785	161,625
Employee child care	-	-	1,150,521	1,561,956
After school care	-	-	2,242,978	2,810,526
Total expenses	893,695,846	835,207,666	3,637,284	4,534,107
Excess (Deficiency) before transfers	126,574,387	108,137,895	1,489,562	903,394
Transfers in (out)	-	(500,000)	-	500,000
Change in net position	126,574,387	107,637,895	1,489,562	1,403,394
Beginning net position	568,287,011	460,649,116	1,423,331	19,937
Ending net position	\$ 694,861,398	\$ 568,287,011	\$ 2,912,893	\$ 1,423,331

Figure 2
Governmental Activities Expenses by Source for the Fiscal Year Ended
June 30, 2023



The increase in the ending net position for Governmental Activities of \$126.6 million is due to a combination of several factors.

Revenue for Governmental Activities increased by \$76.9 million during fiscal year 2023.

- Property tax increased \$42.4 million due to a 9.83% increase in taxable property values.
- State Aid increased by \$2.4 million, due to an increase of \$118.628 per daily attendance funding from the Available School Fund Program.
- Investment earnings increased \$28.5 million due to improved market conditions.

Expenses are summarized by functional categories that reflect the purpose of the transaction. Various operating expenses are recorded within each functional category. Total expenses reflect an overall increase of \$58.5 million mainly due to the impact of an increase in governmental charges due to recapture. All functional categories increased due to the change in assumptions associated with the net pension liability and Other Post Employment Benefit (OPEB) liability.

Business-Type Activities The net position of the District's business-type activities increased by \$1.5 million. This increase is primarily due to the continued return to normal business activities following the COVID-19 pandemic.

- Employee Child Care Centers and PASAR After School Care enterprise funds had revenues that exceeded expenditures.
 - Employee Child Care Center had revenues that exceeded expenditures by \$203,449.
 - PASAR After School Care had revenues that exceeded expenditures by \$1,275,390.
- Concessions also saw an increase in net position with revenues that exceeded expenditures by \$9,964.

Financial Analysis of the District's Funds

Governmental Funds The District's accounting records for general governmental operations are maintained on a modified accrual basis as prescribed by the *Financial Accountability System Resource Guide*, Texas Education Agency, with the revenues being recorded when available and measurable to finance expenditures of the fiscal period. Expenditures are recorded when services or goods are received and the fund liabilities are incurred. The unassigned fund balance may serve as a useful measure of the District's net resources available for spending at the end of a fiscal year. The general governmental operations include the following major funds: General, Debt Service and the Capital Projects Fund.

Revenues for general governmental functions totaled \$1.011 billion for the year ended June 30, 2023. Property taxes were the largest source of revenue received by the District. Revenue from all sources increased \$61.9 million from prior year.

Local revenue increased by \$84.5 million.

- The District's M&O tax rate was compressed from \$1.05175 to \$1.02240. The total property tax rate for the district was \$1.25975 including the I&S rate of \$0.23735, which was a reduction from prior year. For FY 2023 M&O tax revenue increased \$46.4 million and Debt Service tax revenue decreased \$3.9 million for a total net increase in tax revenue of \$42.4 million.
- Investment earnings increased \$28.5 million due to improved market performance while other local revenue increased \$4.2 million.

State revenue increased by \$5.5 million.

- State Aid, specifically the Available School Fund program, increased \$4.2 million due to an increase of \$118.628 per daily attendance funding while other state revenue increased by \$1.3 million.

Federal revenues decreased by \$28.1 million.

- There was a substantial decrease in federal revenue for the National Breakfast and Lunch program over the prior year due to the end of the Seamless Summer Option, which reimbursed us for all student meals regardless of free and reduced status. Funds received for Emergency Connectivity ended in Fiscal Year 2022.

Expenditures for general governmental operations totaled \$1.014 billion during fiscal year 2023 for an increase of \$34.6 million.

- Contracted Instructional Services between Schools (Recapture) increased by \$37.4 million as previously discussed.
- Debt Service principal and interest payments decreased \$2.8 million due to the intentional debt management guided by Board Policy.

The governmental funds reported a combined fund balance of \$1.110 billion. Out of the combined fund balances, \$68.2 million constitutes unassigned fund balance available for the general operations of the District. The remainder of the fund balance is nonspendable, restricted, committed by board action or assigned. Fund balance classifications as of June 30, 2023 consist of:

	<u>As of June 30, 2023</u>	<u>As of June 30, 2022</u>
Nonspendable		
Inventories	\$ 1,205,729	\$ 1,340,730
Prepaid items	807,093	804,992
Restricted		
Debt service	31,829,397	29,644,775
Capital projects	773,596,212	82,448,110
Food service	14,423,809	10,832,980
State special revenue	658,422	1,330,031
Committed		
Local special revenue	8,437,829	9,029,851
Assigned		
Purchases on order	2,866,194	2,191,513
Cash flow requirements	170,000,000	170,000,000
Equipment acquisitions-technology	-	10,000,000
Capital outlay - buses	-	10,000,000
Insurance deductible	10,000,000	10,000,000
Compensated absences	3,600,000	3,600,000
Budget deficit	24,000,000	38,900,000
COVID - 19 Academic Recovery	-	5,000,000
Unassigned	<u>68,158,842</u>	<u>17,751,662</u>
Total Fund Balance	<u><u>\$ 1,109,583,527</u></u>	<u><u>\$ 402,874,644</u></u>

The General Fund is the primary operating fund of the District. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$68.2 million. Assigned funds total \$210.5 million. Unassigned fund balance available for the general operations of the District represents 9.2% of the total general fund expenditures while total fund balance represents 37.8% of the same. The increase in the General fund balance is attributed to local revenues for the year increasing primarily due to increased property tax revenue, which grew as a result of an average increase of 9.83% in the taxable property values, driven by increased local and statewide real estate market values even while the District's maintenance and operations tax rate decreased 2.79%. In addition to the increased tax revenue, the District did have some cost savings in overall payroll expenditures as a result of statewide staff shortages.

The Capital Project Fund has a total fund balance of \$773.6 million. This entire amount is restricted for future construction. The fund balance increased by \$691.1 million as a result of the new bond issued in Fiscal Year 2023.

The Debt Service Fund has a total fund balance of \$31.8 million and increased by \$2.2 million. As of June 30, 2023, the August 2023 payment is neither expended nor accrued. The increase in Debt Service fund balance is mainly due to the increase in property tax revenue driven by an increase in property value growth.

The Special Revenue Funds have a total fund balance of \$23.8 million. Nonspendable fund balance of \$243,612 is invested in inventory. Fund balance is restricted for food service in the amount of \$14.4 million, for state special revenue in the amount of \$658,422 with the remaining balance of \$8.4 million committed for local special revenue funds. Approximately 35.5% of the total fund balance is from activity in several local special revenue funds. Of the remaining balance, 60.7% is restricted for use by food service with 2.8% restricted for state grants.

Proprietary Funds — The District maintains both enterprise funds and internal service funds. Information is presented separately in the proprietary fund statement of net position and in the proprietary fund statement of revenues, expenses and changes in fund Net Position for the Enterprise Funds and the Internal Service Funds.

Net position in the Enterprise Funds as of June 30, 2023 was \$2.9 million Net position for the 2023 year increased by \$1.5 million. The increase is primarily due to increases in activity for Employee Child Care, and PASAR After School Care.

Net Position in the Internal Service Funds as of June 30, 2023 was approximately \$3.9 million. The majority of this amount is unrestricted to be used for future expenses in the Print Shop, Health Benefits, Unemployment and Sign Shop internal service funds. Net Position increased by \$655,000 during fiscal year 2023. This increase is attributable to the combination of increases in net position for Print Shop, Workers' Compensation, Unemployment, Sign Shop, and Insurance Claims that was offset by a decrease in the Health Benefits internal service fund.

- The Worker's Compensation Fund was funded for the entire year, which resulted in the increase in net position of \$248,284.
- The Unemployment Internal Service Fund's net position increased \$144,867 for 2023.
- The Insurance Claims Internal Service Fund Net Position increased \$142,948 for fiscal year 2023.
- The Health Benefits Internal Service Fund Net Position decreased by \$377,393.
- The Print Shop Internal Service Fund Net Position increased \$487,728.

Original Budget Compared to Final Budget

Differences between the original budget and the final amended budget of the general fund can be briefly summarized as follows:

Total estimated Revenues increased \$51.7 million.

- Net increase in state revenue of \$8.3 million is due to changes in ASF (Available School Fund-Per Capita) changing from \$510.890 to \$629.518 per prior year ADA.
- Property tax revenues were estimated to be \$9.3 million higher than original due to final property value estimates.
- Property tax revenues were estimated to be \$9.3 million higher than original due to final property value estimates.
- Investment earnings were estimated to increase \$13.3 million.
- Estimated net revenue for sale of property was \$6.8 million.

Total estimated Appropriations increased \$33.2 million.

- Due to increase in property values and decrease in enrollment and VATRE, Chapter 49 recapture cost was increased \$26.0 million.

Final Amended Budget Compared to Actual

As of June 30, 2023, actual revenues were higher than final budgetary estimates by \$11.6 million primarily due to investment earnings \$3.1 million, local tax revenue collections \$1.1 million, TEA prior year adjustments \$840,000, and increase in Federal revenues \$732,000.

Actual expenditures were lower than final budgetary estimates by \$13.1 million. The most significant variances are summarized below:

- Ch. 49 - Recapture at Near Final was estimated lower than expected by \$4.4 million
- Overall expenses in payroll were lower by \$14.4 million than the final amended budget. This is mainly due to unfilled positions.

Capital Assets and Debt Administration

Capital Assets As of June 30, 2023, the District had invested \$1,035,289,859 net of depreciation, in a broad range of capital assets, including land, equipment, buildings, and Construction in Progress. This amount represents a net decrease (including additions, retirements and depreciation) of \$32.1 million over last year.

	As of June 30, 2023	As of June 30, 2022
Land and improvements	\$ 153,895,040	\$ 152,081,536
Buildings and improvements	1,546,590,214	1,544,361,530
Construction in progress	83,449,982	75,279,390
Right to use subscription asset	963,446	1,517,670.00
Furniture, equipment, & vehicles	139,378,962	135,340,753
Totals	1,924,277,644	1,908,580,879
Total accumulated depreciation	(888,987,785)	(841,186,927)
Net capital assets	\$ 1,035,289,859	\$ 1,067,393,952

The District had several active construction projects as of June 30, 2023. The district continued work on the refurbishment at Williams High School and started Phase 2. A major renovation of the Jupiter Center was started. Additionally, HVAC projects were continued at PESH, PWSH, and Jasper High School. Other major projects included installing classroom door and window film at elementary and early childhood schools. Lastly, the district continued to work on minor capital project improvements at several campuses.

Completed projects included HVAC upgrades at PSHS, Williams High School, and Boggess and Beverly Elementary schools. Flooring upgrades were completed at Otto Middle School and Aldridge and Huffman Elementary schools. Lastly, plumbing upgrades were completed at Beverly and Hickey Elementary schools. Other minor capital project improvements were completed at several campuses, including upgrading security doors at several elementary schools. More detailed information about the District's capital assets is presented in Note 5 to the financial statements.

Debt Administration and Bond Ratings

Debt-management policies seek to provide the most favorable climate for District debt projects while upholding the highest rating possible for debt instruments.

Management policies include the following points:

- All debt service obligations will be met when due.
- Long-term financing will be restricted to capital projects and capital equipment acquisition.
- Long-term bonds will not be issued to finance current operations.
- The District will cooperate and communicate with bond-rating agencies and work towards obtaining the most favorable municipal bond rating possible.
- Outstanding obligations will be reviewed frequently to ensure the most favorable funding structure for the District.
- All necessary information and material regarding the District's financial status will be provided to the appropriate parties.

As of June 30, 2023, the District had total bonded debt outstanding of \$1.1 billion. The ratio of net general bonded debt to assessed valuation and the amount of net bonded debt per capita are useful indicators of the District's debt position. Net bonded debt per capita was \$2,890 and the ratio of net bonded debt to assessed value was 1.56 percent.

During fiscal year 2023 Series 2015 Unlimited Tax Refunding Bonds was defeased and 2016 Unlimited Tax School Building Bonds was partially defeased. The defeasance resulted in total debt service net present value savings of \$4.1 million. Restructuring matched the District's current debt service payments in years 2024 through 2029, and decreased debt estimated payments from 2024 through 2036. The District also redeemed Series 2013 Tax School Building Bonds on February 15, 2023. On November 8, 2022, the District held a successful bond election with voters approving \$1.35 billion in authorized bonds. On February 16, 2023, \$700 million of Unlimited Tax School Building Bonds were sold. The District with \$49.9 million from a previous bond election now has a total of \$696.3 million authorized, but unissued bonds as of June 30, 2023. The District continues to be awarded excellent bond ratings. Moody's Investors Service, Inc. assigned an underlying rating of Aaa while Standard and Poor's Corporation assigned an underlying rating of AA+ with a stable outlook to the district's debt obligations.

Interest earnings on proceeds from debt are subject to arbitrage regulations contained in the Federal Tax Reform Act of 1986. As of June 30, 2023, there was a liability for arbitrage rebate in the amount of \$5.4 million.

Amounts included for compensated absences include accrued vacation according to the District's leave policy. Employees who terminate their employment may be paid accrued vacation not to exceed 40 days carryover plus the current-year vacation allocation. More detailed information about the District's general long-term debt is presented in Note 8 to the financial statements.

Economic Factors and Next Year's Budgets and Rates

The local economy continues to be favorable. Certified taxable property values reported in the summer of 2023 grew by \$8.4 billion (9.83%) from 2022 and now totals \$76.4 billion. Of this growth, \$661.9 million was for new construction. The balance reflects increases in value of existing property. Plano created a central business district in North Texas with the 255- acre Legacy West development. Several large companies have corporate headquarters in Plano. Those companies included Rent-A-Center, Cinemark Holdings, Toyota, Liberty Mutual Insurance, JPMorgan Chase & Co, FedEx, Pizza Hut, and Boeing Global Service to name some. Plano is home to numerous manufacturers, small businesses and start-ups from a vast variety of industries including telecommunications, software/information technology, digital media, financial services, health and medical, electronics, and energy.

In the South central section of the district, the \$1.5 billion, 186-acre CityLine mixed-use development is home to State Farm Insurance. The key corporate anchor of the development Raytheon now fully occupies its new regional office within the development. CityLine has 6 million square feet of office space, almost 4,000 apartments, two hotels, and 300,000 square feet of retail space. Also, construction continued in 2023 on the \$1 billion Centurion American Development Group's redevelopment of Collin Creek Mall. The development will include a hotel with event space, 500 single family homes, 2,300 multifamily units, and 300 independent living residences. The redevelopment will also include office, restaurant and retail spaces designed to sustain the community with 8 acres of parks and 1.6 miles of walking trails.

The District adopted its 2023-24 budget on June 20, 2023. The 2023-24 General Fund budget was adopted with revenues and other sources of \$754.1 million, appropriations and other uses of \$778.0 million, thus resulting in a \$24.0 million deficit budget. The General fund revenue budget increased \$4.1 million compared to the 2022-23 final amended budget. The majority of the increase is attributed to property tax increase due to the property value growth. Appropriations and other uses reflect an increase of \$7.3 million when compared to the 2022-23 final amended budget. The change in appropriations due to an increase in salary and benefits due to a 3% general pay increase for all employees, and an increase in the district's contribution for employee health insurance from \$315/month to \$330/month.

On August 22, 2023 the District adopted a maintenance and operations tax rate of \$0.84050 per \$100 of taxable assessed value and adopted a debt service tax rate of \$0.23735 per \$100 of taxable assessed value for a total tax rate of \$1.077850 per \$100 of taxable assessed value. Due to the favorable interest rates and increase in property values, the District is able to maintain the Debt service tax rate adopted in 2022-23 even with the issuance of \$700 million Series 2023 Unlimited Tax School Building Bond on February 16, 2023. The debt service fund has a balanced budget of \$166.0 million in revenue and appropriations for 2023-24.

Contacting The District's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Chief Financial Officer or the Director of Accounting, at 2700 W. 15th Street, Plano, Texas 75075, or call (469) 752-8118 or 8115.

Teamwork for Excellence



P L A N O
Independent School District

Basic Financial Statements

Teamwork for Excellence



P L A N O
Independent School District

Plano Independent School District
Statement of Net Position
Year Ended June 30, 2023

Exhibit A-1

Data Control Codes		1	2	3
		Primary Government		
		Governmental Activities	Business Type Activities	Total
ASSETS				
1110	Cash and investments	\$ 1,407,378,193	\$ 3,583,413	\$ 1,410,961,606
1220	Property taxes receivable (delinquent)	13,403,512	-	13,403,512
1230	Allowance for uncollectible taxes	(5,054,754)	-	(5,054,754)
1240	Due from other governments	25,294,102	-	25,294,102
1250	Accrued interest	519,329	6	519,335
1290	Other receivables, net	122,361	5,495	127,856
1294	Lease receivables	9,910,379	-	9,910,379
1300	Inventories	1,205,729	-	1,205,729
1410	Deferred expenses	1,315,381	-	1,315,381
	Non-current assets:			
	Capital assets:			
1510	Land	89,960,198	-	89,960,198
1520	Buildings, net	813,192,656	-	813,192,656
1530	Furniture and equipment, net	24,210,889	2,641	24,213,530
1540	Other capital assets, net	23,898,455	-	23,898,455
1553	Right-to-use subscription assets, net	575,038	-	575,038
1580	Construction in progress	83,449,982	-	83,449,982
1000	Total assets	2,489,381,450	3,591,555	2,492,973,005
DEFERRED OUTFLOWS OF RESOURCES				
1701	Deferred charge for refunding	6,219,513	-	6,219,513
1705	Related to the TRS pension	68,648,334	-	68,648,334
1706	Related to the TRS OPEB	24,086,223	-	24,086,223
1700	Total deferred outflows of resources	98,954,070	-	98,954,070
LIABILITIES				
2110	Accounts payable	11,998,150	561,740	12,559,890
2140	Interest payable	6,648,038	-	6,648,038
2150	Payroll deduction and withholdings	3,979,865	-	3,979,865
2160	Accrued wages payable	51,596,054	94,450	51,690,504
2180	Due to other governments	248,923,209	-	248,923,209
2200	Accrued expenses	2,697,079	-	2,697,079
2300	Unearned revenues	3,509,189	22,472	3,531,661
2440	Other Payables	38,017	-	38,017
	Non-current liabilities:			
2501	Due within one year	95,286,150	-	95,286,150
2502	Due in more than one year	1,009,570,792	-	1,009,570,792
2540	Net pension liability (District's share)	176,812,125	-	176,812,125
2545	OPEB liability (District's share)	91,351,241	-	91,351,241
2000	Total liabilities	1,702,409,909	678,662	1,703,088,571
DEFERRED INFLOWS OF RESOURCES				
2531	Related to lease assets	9,617,520	-	9,617,520
2605	Related to the TRS pension	22,819,710	-	22,819,710
2606	Related to the TRS OPEB	158,626,983	-	158,626,983
2600	Total deferred inflows of resources	191,064,213	-	191,064,213
NET POSITION				
3200	Net investment in capital assets	717,175,968	2,641	717,178,609
	Restricted for:			
3820	Restricted for state programs	658,422	-	658,422
3840	Restricted for food service	14,667,421	-	14,667,421
3850	Restricted for debt service	26,768,589	-	26,768,589
3900	Unrestricted net position	(64,409,002)	2,910,252	(61,498,750)
3000	TOTAL NET POSITION	\$ 694,861,398	\$ 2,912,893	\$ 697,774,291

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

Plano Independent School District

Statement of Activities

Year Ended June 30, 2023

Data Control Codes			Program Revenues		
			3	4	5
		Expenses	Charges of Services	Operating Grant and Contributions	Capital Grants and Contributions
Primary Government					
GOVERNMENTAL ACTIVITIES					
11	Instruction	\$ 369,449,601	\$ 3,591,202	\$ 60,731,160	\$ -
12	Instructional resources and media services	8,861,744	-	740,754	-
13	Curriculum and instructional staff development	13,368,842	25,201	4,788,268	-
21	Instructional leadership	5,819,743	-	1,059,720	-
23	School leadership	31,337,662	-	3,320,454	-
31	Guidance, counseling and evaluation services	27,655,979	-	4,587,391	-
32	Social work services	2,090,743	-	783,919	-
33	Health services	6,658,234	-	717,583	-
34	Student (pupil) transportation	19,694,907	-	1,505,851	-
35	Food services	27,004,943	9,261,044	17,494,056	-
36	Extracurricular activities	15,003,797	1,494,859	4,096,145	-
41	General administration	13,091,025	58,015	1,331,536	-
51	Facilities maintenance and operations	49,526,683	1,124,178	867,811	-
52	Security and monitoring services	5,910,984	-	440,672	-
53	Data processing services	7,980,115	-	449,744	-
61	Community services	3,842,225	-	1,937,024	-
72	Debt service - interest on long term debt	14,801,341	-	2,173,409	-
73	Debt service - bond issuance costs and fees	124,589	-	-	-
81	Other facility costs	16,641,173	-	29,975	-
91	Contracted instructional services between schools	248,465,710	-	-	-
92	Incremental costs associated with Chapter 41	28,823	-	-	-
93	Payment to fiscal agent/member districts of SSA	769,174	-	722,353	-
95	Payments to juvenile justice alternative ed. prg.	29,242	-	-	-
99	Other intergovernmental charges	5,538,567	-	-	-
TG	Total governmental activities	893,695,846	15,554,499	107,777,825	-
BUSINESS-TYPE ACTIVITIES					
01	Employee child care	1,150,521	1,352,885	-	-
02	After school care	2,242,978	3,417,326	-	-
03	Concessions	243,785	248,196	-	-
TB	Total business-type activities	3,637,284	5,018,407	-	-
TP	TOTAL PRIMARY GOVERNMENT	\$ 897,333,130	\$ 20,572,906	\$ 107,777,825	\$ -
General revenues:					
Taxes:					
MT	Property taxes, levied for general purposes				
DT	Property taxes, levied for debt service				
GC	Grants and contributions not restricted				
IE	Investment earnings				
MI	Miscellaneous local and intermediate revenue				
SI	Special Item - Gain on Sale of Land				
TR	Total general revenues				
CN	Change in net position				
NB	Net position - beginning				
NE	NET POSITION - ENDING				

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

Net (Expense) Revenue and Changes in Net Assets		
6	7	8
Primary Government		
Governmental Activities	Business Type Activities	Total
\$ (305,127,239)	\$ -	\$ (305,127,239)
(8,120,990)	-	(8,120,990)
(8,555,373)	-	(8,555,373)
(4,760,023)	-	(4,760,023)
(28,017,208)	-	(28,017,208)
(23,068,588)	-	(23,068,588)
(1,306,824)	-	(1,306,824)
(5,940,651)	-	(5,940,651)
(18,189,056)	-	(18,189,056)
(249,843)	-	(249,843)
(9,412,793)	-	(9,412,793)
(11,701,474)	-	(11,701,474)
(47,534,694)	-	(47,534,694)
(5,470,312)	-	(5,470,312)
(7,530,371)	-	(7,530,371)
(1,905,201)	-	(1,905,201)
(12,627,932)	-	(12,627,932)
(124,589)	-	(124,589)
(16,611,198)	-	(16,611,198)
(248,465,710)	-	(248,465,710)
(28,823)	-	(28,823)
(46,821)	-	(46,821)
(29,242)	-	(29,242)
(5,538,567)	-	(5,538,567)
(770,363,522)	-	(770,363,522)
-	202,364	202,364
-	1,174,348	1,174,348
-	4,411	4,411
-	1,381,123	1,381,123
\$ (770,363,522)	\$ 1,381,123	\$ (768,982,399)
669,488,394	-	669,488,394
155,146,583	-	155,146,583
36,276,178	-	36,276,178
30,792,010	106,269	30,898,279
1,677,120	-	1,679,290
3,557,624	2,170	3,557,624
896,937,909	108,439	897,046,348
126,574,387	1,489,562	128,063,949
568,287,011	1,423,331	569,710,342
\$ 694,861,398	\$ 2,912,893	\$ 697,774,291

Plano Independent School District

Balance Sheet

Governmental Funds

June 30, 2023

Data Control Codes		10 General Fund	50 Debt Service Fund	60 Capital Project
ASSETS				
1110	Cash and investments	\$ 566,592,488	\$ 31,761,027	\$ 777,182,688
1220	Property taxes - delinquent	10,839,080	2,564,432	-
1230	Allowance for uncollectible taxes (credit)	(4,077,552)	(977,202)	-
1240	Due from other governments	8,141,663	59,085	-
1250	Accrued interest	192,553	9,285	311,223
1260	Due from other funds	9,199,522	-	-
1290	Other receivables	98,513	-	-
1294	Lease receivables	9,910,379	-	-
1300	Inventories	962,117	-	-
1410	Prepaid expenditures	807,093	-	-
1000	Total assets	<u>\$ 602,665,856</u>	<u>\$ 33,416,627</u>	<u>\$ 777,493,911</u>
LIABILITIES				
2110	Accounts payable	\$ 5,709,032	\$ -	\$ 3,894,389
2150	Payroll deductions and withholdings payable	3,979,865	-	-
2160	Accrued wages payable	47,248,441	-	3,310
2170	Due to other funds	-	-	-
2180	Due to other governments	248,922,047	-	-
2300	Unearned revenues	29,428	-	-
2440	Other payables	3,749	-	-
2000	Total liabilities	<u>305,892,562</u>	<u>-</u>	<u>3,897,699</u>
DEFERRED INFLOWS OF RESOURCES				
2531	Related to lease assets	9,617,520	-	-
2601	Unavailable revenue - property taxes	6,761,528	1,587,230	-
2600	Total deferred inflows of resources	<u>16,379,048</u>	<u>1,587,230</u>	<u>-</u>
FUND BALANCES				
Nonspendable				
3410	Investments in inventory	962,117	-	-
3430	Prepaid expenditures	807,093	-	-
Restricted				
3480	Debt service	-	31,829,397	-
3470	Capital projects	-	-	773,596,212
3450	Food service	-	-	-
3450	State special revenue	-	-	-
Committed				
3545	Local special revenue	-	-	-
Assigned				
3590	Purchases on order	2,866,194	-	-
3590	Cash flow requirements	170,000,000	-	-
3590	Insurance deductible	10,000,000	-	-
3590	Compensated absences	3,600,000	-	-
3590	2022-2023 budget deficit	24,000,000	-	-
3600	Unassigned	68,158,842	-	-
	Total fund balances	<u>280,394,246</u>	<u>31,829,397</u>	<u>773,596,212</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES		<u>\$ 602,665,856</u>	<u>\$ 33,416,627</u>	<u>\$ 777,493,911</u>

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

		Total	
Other		Governmental	
Funds		Funds	
\$	25,146,676	\$	1,400,682,879
	-		13,403,512
	-		(5,054,754)
	17,093,354		25,294,102
	4,581		517,642
	-		9,199,522
	20,855		119,368
	-		9,910,379
	243,612		1,205,729
	-		807,093
\$	42,509,078	\$	1,456,085,472
\$	1,697,523	\$	11,300,944
	-		3,979,865
	4,334,032		51,585,783
	9,199,538		9,199,538
	1,162		248,923,209
	3,478,883		3,508,311
	34,268		38,017
	18,745,406		328,535,667
	-		9,617,520
	-		8,348,758
	-		17,966,278
	243,612		1,205,729
	-		807,093
	-		31,829,397
	-		773,596,212
	14,423,809		14,423,809
	658,422		658,422
	8,437,829		8,437,829
	-		2,866,194
	-		170,000,000
	-		10,000,000
	-		3,600,000
	-		24,000,000
	-		68,158,842
	23,763,672		1,109,583,527
\$	42,509,078	\$	1,456,085,472

Teamwork for Excellence



P L A N O
Independent School District

Plano Independent School District**Exhibit C-2****Reconciliation of the Governmental Funds Balance Sheet to the
Statement of Net Position
June 30, 2023**

TOTAL FUND BALANCES - GOVERNMENTAL FUNDS	\$ 1,109,583,527
Capital assets used in governmental activities (excluding internal service) are not financial resources and therefore are not reported in governmental funds. The cost of the capital assets is \$1,924,059,094 and the accumulated depreciation and amortization associated with the capital assets is \$888,908,021.	1,035,151,073
Uncollected property taxes are reported as deferred inflow of resources in the governmental funds balance sheet but are recognized as a revenue in the statement of activities.	8,348,758
The District uses internal service funds to charge the costs of certain activities, such as self-insurance and printing, to appropriate functions in other funds. The assets and liabilities of the internal service funds (including net capital assets of \$136,145 and current liabilities of \$38,759) are included in governmental activities in the statement of net assets. The net effect of this consolidation is to increase net position.	3,900,250
Long-term liabilities of \$1,104,856,941 are not due and payable in the current period and therefore are not reported as liabilities in the funds. A deferred charge on an advanced refunding of bonds payable of \$6,219,513 is reflected as a deferred outflow of resources on the Statement of Net Position.	(1,098,598,670)
Interest payable is not due and payable in the current period and therefore is not reported as a liability in the governmental funds.	(6,648,038)
Included in the items related to debt is the recognition of the District's proportionate share of the net pension liability in the amount of \$176,812,125, a deferred inflow of resources related to TRS in the amount of \$22,819,710 and a deferred outflow of resources related to TRS in the amount of \$68,648,334. This resulted in a decrease in net position.	(130,983,501)
Included in the items related to debt is the recognition of the District's proportionate share of the TRS OPEB liability in the amount of \$91,351,241, a deferred inflow of resources related to TRS in the amount of \$158,626,983, and a deferred outflow of resources related to TRS in the amount of \$24,086,223. This resulted in a decrease in net position.	<u>(225,892,001)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 694,861,398</u>

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

Plano Independent School District

Statement of Revenues, Expenditures, and Changes in Fund Balance

Governmental Funds

Year Ended June 30, 2023

Data Control Codes		10 General Fund	50 Debt Service Fund	60 Capital Project
REVENUES				
5700	Total local and intermediate sources	\$ 693,054,245	\$ 156,605,458	\$ 15,590,361
5800	State program revenues	56,442,966	2,139,994	-
5900	Federal program revenues	7,445,092	-	-
5020	Total revenues	756,942,303	158,745,452	15,590,361
EXPENDITURES				
Current:				
0011	Instruction	304,016,752	-	497,251
0012	Instructional resources and media services	7,219,101	-	73,660
0013	Curriculum and instructional staff development	9,014,181	-	-
0021	Instructional leadership	5,231,104	-	-
0023	School leadership	29,509,839	-	-
0031	Guidance, counseling and evaluation services	25,033,538	-	-
0032	Social work services	1,519,643	-	-
0033	Health services	6,403,276	-	-
0034	Student (pupil) transportation	17,904,684	-	-
0035	Food services	11,812	-	-
0036	Extracurricular activities	7,522,511	-	146,538
0041	General administration	12,567,139	-	-
0051	Facilities maintenance and operations	46,176,709	-	-
0052	Security and monitoring services	4,772,641	-	34,822
0053	Data processing services	7,301,010	-	895,483
0061	Community services	2,419,587	-	-
Debt service:				
0071	Debt service - principal on long term debt	735,742	131,360,000	-
0072	Debt service - interest on long term debt	131	25,126,858	-
0073	Debt service - bond issuance cost and fees	-	124,589	3,622,982
Capital outlay:				
0081	Facilities acquisition and construction	-	-	32,794,505
Intergovernmental:				
0091	Contracted instructional services between schools	248,465,710	-	-
0092	Incremental costs associated with Chapter 41	28,823	-	-
0093	Payments to fiscal agent/member districts of SSA	-	-	-
0095	Payments to juvenile justice alternative ed. prg.	29,242	-	-
0099	Other intergovernmental charges	5,538,567	-	-
6030	Total expenditures	741,421,742	156,611,447	38,065,241
1100	Excess (deficiency) of revenues over (under) expenditures	15,520,561	2,134,005	(22,474,880)
OTHER FINANCING SOURCES (USES)				
7911	Capital related debt issued	-	-	631,450,000
7912	Sale of real and personal property	6,179,630	-	-
7915	Transfers in	-	50,617	10,000,000
7916	Premium or discount on issuance of bonds	-	-	72,223,599
8911	Transfers out (use)	(10,488,816)	-	(50,617)
7080	Total other financing sources (uses)	(4,309,186)	50,617	713,622,982
1200	Net change in fund balances	11,211,375	2,184,622	691,148,102
0100	Fund balance - July 1 (beginning)	269,182,871	29,644,775	82,448,110
3000	FUND BALANCE - JUNE 30 (ENDING)	\$ 280,394,246	\$ 31,829,397	\$ 773,596,212

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

Other Funds	Total Governmental Funds
\$ 16,673,507	\$ 881,923,571
8,220,487	66,803,447
54,370,294	61,815,386
79,264,288	1,010,542,404
36,338,539	340,852,542
159,451	7,452,212
4,215,360	13,229,541
642,461	5,873,565
743,694	30,253,533
2,486,215	27,519,753
585,624	2,105,267
189,353	6,592,629
176,520	18,081,204
24,068,381	24,080,193
4,629,330	12,298,379
450,964	13,018,103
222,495	46,399,204
341,117	5,148,580
45,362	8,241,855
1,346,447	3,766,034
174,274	132,270,016
8	25,126,997
-	3,747,571
3,551	32,798,056
-	248,465,710
-	28,823
769,174	769,174
-	29,242
-	5,538,567
77,588,320	1,013,686,750
1,675,968	(3,144,346)
-	631,450,000
-	6,179,630
488,816	10,539,433
-	72,223,599
-	(10,539,433)
488,816	709,853,229
2,164,784	706,708,883
21,598,888	402,874,644
\$ 23,763,672	\$ 1,109,583,527

Plano Independent School District

Exhibit C-4

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities Year Ended June 30, 2023

TOTAL NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS

\$ 706,708,883

Governmental funds report capital outlays as expenditures. In the statement of activities, the cost of those assets is allocated over the estimated useful lives as depreciation. This is the amount by which depreciation of \$50,236,014 exceeded the aggregate of capital outlays, donated assets, and disposals of \$18,524,295 in the current period (Certain expenditures are reported in the Facilities Acquisition and Construction category which are under the capitalization threshold of \$5,000 and therefore are not considered capital outlay.)

(31,711,719)

Repayment of principal and other long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not expensed in the current period. This amount represents the following:

Principal payment on bonds payable	\$ 131,360,000	
Amortization of premium	12,387,930	
Amortization of loss on bond refunding	(978,234)	
Amortization of lease payable	1,065,602	
Proceeds from subscription liability	(536,279)	
Increase in arbitrage	<u>(5,353,001)</u>	137,946,018

Some property taxes will not be collected for several months after the fiscal year ends, therefore they are not considered available revenues and are deferred in the governmental funds. Unearned tax revenues, net of bad debt, increased (decreased) by this amount.

1,432,219

Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due and thus requires the use of current financial resources. In the statement of activities, interest expense is recognized as the interest accrued, regardless of when it is due.

2,383,355

In the statement of activities, compensated absences are measured by the amounts earned during the year. In the governmental funds, expenditures for these items are measured by the amount of financial resources used. This year, compensated absences earned exceeded used.

(88,411)

The District uses internal service funds to charge the costs of certain activities, such as self-insurance and printing, to appropriate functions in other funds. The net income of internal service funds is reported with governmental activities. The net effect of this consolidation is to increase net position.

654,833

Proceeds of bonds (including premium) issued during the year are recognized as Other Financing Sources in the governmental funds but increase non-current liabilities in the Statement of Net Position.

(703,673,599)

The net change in net pension liability, deferred outflows and deferred inflows is reported in the statement of activities but does not require the use of current financials resources and, therefore is not reported as expenditures in the governmental funds. The net change consists of an increase in the deferred outflow of resources related to TRS of \$27,339,742, a decrease in the deferred inflow of resources related to TRS of \$70,462,918, and an increase in the net pension liability of \$102,323,733.

(4,521,073)

The net change in OPEB liability, deferred outflows and deferred inflows is reported in the statement of activities but does not require the use of current financials resources and, therefore is not reported as expenditures in the governmental funds. The net change consists of a decrease in the deferred outflow of resources related to TRS-OPEB of \$4,267,131, an increase in the deferred inflow of resources related to TRS-OPEB of \$34,792,079, and a decrease in the OPEB liability of \$56,503,091.

17,443,881

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES

\$ 126,574,387

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

Plano Independent School District

Statement of Net Position

Proprietary Funds

June 30, 2023

Exhibit D-1

	Business-Type Activities	Governmental Activities
	Total Enterprise Funds	Total Internal Service Funds
ASSETS		
Current assets		
Cash and investments	\$ 3,583,413	\$ 6,695,314
Accrued interest	6	1,687
Due from other funds	-	16
Other receivables	5,495	2,993
Prepaid expenses	-	508,288
Total current assets	3,588,914	7,208,298
Noncurrent assets		
Capital assets		
Furniture and equipment	14,690	127,117
Right-to-use subscription assets	-	76,743
Depreciation and amortization on capital assets	(12,049)	(67,715)
Total noncurrent assets	2,641	136,145
TOTAL ASSETS	3,591,555	7,344,443
LIABILITIES		
Current liabilities		
Accounts payable	561,740	697,206
Accrued wages payable	94,450	10,271
Accrued expenses	-	2,697,079
Unearned revenues	22,472	878
Total current liabilities	678,662	3,405,434
Non-current liabilities		
Due within one year- subscription liability	-	38,759
Total noncurrent liabilities	-	38,759
TOTAL LIABILITIES	678,662	3,444,193
NET POSITION		
Net investments in capital assets	2,641	97,386
Unrestricted net position	2,910,252	3,802,864
TOTAL NET POSITION	\$ 2,912,893	\$ 3,900,250

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

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

Statement of Revenues, Expenses, and Changes in Fund Net Position
 Proprietary Funds
 Year Ended June 30, 2023

	Business-Type Activities	Governmental Activities
	Total Enterprise Funds	Total Internal Service Funds
OPERATING REVENUES		
Local and intermediate sources	\$ 5,018,407	\$ 36,937,158
Total operating revenues	5,018,407	36,937,158
OPERATING EXPENSES		
Payroll costs	3,278,686	791,995
Professional and contracted services	90,290	3,159,258
Supplies and materials	198,235	469,973
Depreciation and amortization	1,321	39,627
Other operating costs	66,807	34,236,993
Total operating expenses	3,635,339	38,697,846
Operating income (loss)	1,383,068	(1,760,688)
NON OPERATING REVENUES (EXPENSES)		
Earnings from temporary deposits and investments	104,324	210,488
Gain (loss) on sale of asset	2,170	352,272
Insurance recovery	-	1,852,761
Total non operating revenue	106,494	2,415,521
Income (loss) before transfers	1,489,562	654,833
Change in net position	1,489,562	654,833
Net position - July 1 (beginning)	1,423,331	3,245,417
TOTAL NET POSITION - JUNE 30 (ENDING)	\$ 2,912,893	\$ 3,900,250

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

Plano Independent School District
Statement of Cash Flows
Proprietary Funds
Year Ended June 30, 2023

Exhibit D-3

	Business-Type Activities	Governmental Activities
	Total Enterprise Funds	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from user charges	\$ 5,000,582	\$ 36,937,828
Cash payments to employees for services	(3,321,095)	(791,281)
Cash payments for insurance claims	-	(2,836,801)
Cash payments for suppliers	(131,041)	(853,856)
Cash payments for other operating expenses	(66,781)	(33,826,613)
Net cash provided by (used for) operating activities	1,481,665	(1,370,723)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Insurance proceeds	-	1,852,761
Net cash provided by (used for) non-capital financing activities	-	1,852,761
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Acquisition of capital assets	-	(95,743)
Net cash provided by (used for) capital and related financing activities	-	(95,743)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales and maturities of securities	3,117	180,119
Purchase of investment securities	(30,669)	(22,189)
Interest and dividends on investments	104,320	209,369
Net cash provided by (used for) investing activities	76,768	367,299
Net increase (decrease) in cash and cash equivalents	1,558,433	753,594
Cash and cash equivalents at beginning of year	1,852,613	5,568,551
Cash and cash equivalents at end of year	3,411,046	6,322,145
Temporary investment not in cash equivalents	172,367	373,169
CASH ON BALANCE SHEET	\$ 3,583,413	\$ 6,695,314
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES		
Operating income (loss)	\$ 1,383,068	\$ (1,760,688)
Adjustments to reconcile operating income (loss) to net Cash provided by (used for) operating activities:		
Depreciation/amortization	-	1,643
Effect of increases and decreases in current assets and liabilities:		
Decrease (increase) in receivables	20,985	670
Decrease (increase) in prepaid expenses	-	(182,766)
Increase (decrease) in accounts payable	157,510	668,291
Increase (decrease) in accrued wages payable	(42,409)	714
Increase (decrease) in noncurrent liabilities	1,321	-
Increase (decrease) in unearned revenues	(38,810)	-
Increase (decrease) in accrued expenses	-	(98,587)
Net cash provided by (used for) operating activities	\$ 1,481,665	\$ (1,370,723)

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

Plano Independent School District
Statement of Fiduciary Net Position
Custodial Fund
June 30, 2023

Exhibit E-1

	Custodial Fund
ASSETS	
Cash and investments	\$ 365,814
Accrued interest	54
Other receivables	4
	<hr/>
TOTAL ASSETS	\$ 365,872
	<hr/>
LIABILITIES	
Accounts payable	\$ 2,239
	<hr/>
TOTAL LIABILITIES	2,239
	<hr/>
NET POSITION	
Restricted for other purposes	\$ 363,633
	<hr/>
TOTAL NET POSITION	\$ 363,633
	<hr/>

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

Plano Independent School District
Statement of Changes in Fiduciary Net Position
Custodial Fund
June 30, 2023

Exhibit E-2

	Custodial Fund
ADDITIONS	
Earnings from investments	\$ 6,678
Miscellaneous revenue from student groups	800,244
TOTAL ADDITIONS	806,922
DEDUCTIONS	
Contracted services	3,663
Supplies and materials	41,771
Scholarships and awards granted	16,379
Student travel	535,298
Dues and fees	194,457
Other miscellaneous operating expenses	20,045
TOTAL DEDUCTIONS	811,613
Change in net position	(4,691)
NET POSITION	
Net position, beginning	368,324
Net position, ending	\$ 363,633

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

Teamwork for Excellence



P L A N O
Independent School District

Plano Independent School District

Notes to the Basic Financial Statements

Note 1. Summary of Significant Accounting Policies

Reporting Entity

The Plano Independent School District (District) is an independent school district governed by the Board of Trustees (Board), composed of seven Board Members, all of whom are elected officials. The Board is the basic level of government which has responsibility and control over all activities related to the public school education in the city of Plano and portions of the cities of Richardson, Dallas, Murphy, Parker, Carrollton, Garland, Wylie, Lucas, and Allen which lie within the District's boundaries. The District receives funding from local, state and federal government sources and must comply with the requirements of these funding source entities. However, the District is not included in any other governmental "reporting entity," as defined in pronouncements by the Governmental Accounting Standards Board (GASB) Statement No. 14, *The Reporting Entity* as amended by GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units* and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus an Amendment of GASB Statements No. 14 and No. 34*.

Government-Wide and Fund Financial Statements

The Statement of Net Position and the Statement of Activities report information on all of the non-fiduciary activities of the District. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

Transactions among governmental funds and between governmental funds and proprietary funds appear as due to/due from other funds on the Governmental Fund Balance Sheet and Proprietary Fund Statement of Net Position and as other financing sources and uses on the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balance and on the Proprietary Fund Statement of Revenues, Expenses and Changes in Fund Net Position. Interfund services provided and used are not eliminated in the consolidation of funds for the Statement of Activities. All interfund transactions that do not represent services provided and used between governmental funds and between governmental funds and internal service funds are eliminated on the government-wide statements. Interfund activities between governmental funds and enterprise funds remain on the government-wide statements and appear on the government-wide Statement of Net Position as internal balances and on the Statement of Activities as interfund transfers. Interfund activities between governmental funds and fiduciary funds remain as receivables and payables on the government-wide Statement of Net Position.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Program revenues include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Program revenues included in the Statement of Activities reduce the cost of the function to be financed from General Revenues. Taxes and other items not properly identified as program revenues are reported instead as general revenues.

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. In accordance with the provisions of GASB Statement No. 34, the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Plano Independent School District

Notes to the Basic Financial Statements

Measurement Focus, Basis of Accounting and Financial Statement Presentation

Government-wide Financial Statements

The government-wide financial statements, as well as the custodial and proprietary fund statements, are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the grantor have been met. All interfund transactions between governmental funds are eliminated on the government-wide statements.

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within 60 days of the fiscal year end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded when payments are due. Proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred.

All other revenue items are considered measurable and available only when cash is received by the District.

Funds

The District reports its financial activities through the use of "fund accounting." The activities of the District are organized on the basis of funds. The operations of each fund are accounted for within a separate set of self-balancing accounts to reflect results of activities. Fund accounting segregates funds according to their intended purpose and is used to assist management in demonstrating compliance with finance-related legal and contractual provisions.

As required by the Texas Education Agency, the following fund types are included in the financial statements:

Governmental Funds

Governmental Funds are those through which most governmental functions of the District are financed. The acquisition, use and balances of the District's expendable financial resources and the related liabilities are accounted for through the Governmental Fund Types.

The following are the District's major governmental funds:

General Fund. The General Fund is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. General operating expenses and the capital improvement costs that are not paid through other funds are paid from the General Fund.

Debt Service Fund. The Debt Service Fund is used to account for the accumulation of resources for, and the retirement of, long-term debt and related costs.

Plano Independent School District

Notes to the Basic Financial Statements

Capital Projects Fund. The Capital Projects Fund is used to account for financial resources to be used for the acquisition, renovation or construction of capital facilities. Proceeds are received through long-term debt financing and other authorized sources.

Other governmental funds include:

Special Revenue Funds. The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than private-purpose trust funds or capital projects) such as federal, state or locally financed programs. Funds are legally restricted or committed to expenditures for specified purposes.

Proprietary Funds

Proprietary Funds are used to account for operations that are financed in a manner similar to those found in the private sector, where the determination of net income is appropriate for sound financial administration.

Enterprise Funds. The Enterprise Funds are used to account for operations that are financed and operated in a manner similar to a private enterprise where the District's intent is to provide services financed primarily through user charges. The District accounts for Employee Child Care, After School Care, Concessions and Photography as enterprise funds.

Internal Service Funds. The Internal Service Funds are used to account for the financing of services provided by one department to other departments of the District on a cost reimbursement basis. The print shop, health benefits, workers' compensation self-funded, unemployment benefits self-funded, sign shop and insurance claims self-funded programs of the District are accounted for in these funds. Accrued liabilities include provisions for claims reported and claims incurred but not reported. The provision for reported claims is determined by estimating the amount which will ultimately be paid to each claimant. The provision for claims incurred but not yet reported is estimated based on District experience since the inception of the programs and data provided by actuarial consultants.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's proprietary funds are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Fiduciary Funds

Fiduciary Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations and/or other funds.

Custodial Funds

Custodial funds accounts for the resources held for the others in a custodial capacity. The fund is used to account for the assets held by the District as a custodian for student and other organizations.

Assets, Liabilities and Net Position or Equity

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

Plano Independent School District

Notes to the Basic Financial Statements

Investments. Investments with maturities exceeding twelve months at the date of purchase are stated at fair value, which is the amount at which the investment can be exchanged in a current transaction between willing parties. Investments with maturities of twelve months or less at the date of purchase are held at amortized cost and net asset value (NAV). Management of the District believes that in the areas of investment practice, management reports and the establishment of appropriate policies, the District adhered to the requirements of the State of Texas Public Funds Investment Act. Additionally, management of the District believes that investment practices of the District were in accordance with local policies.

Receivables and Payables. Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide statements as "internal balances."

All trade and property tax receivables are shown net of allowance for uncollectible. The property tax receivable allowance is 39.7% of outstanding property taxes at June 30, 2023.

Lease Receivable – Lessor. The District is a lessee for non-cancelable leases of property and equipment. The District recognizes a lease receivable and a deferred inflow of resources in the government-wide, governmental fund and proprietary fund financial statements.

At the commencement of a lease, the District initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term. The District has \$9,910,379 remaining in lease receivables and \$9,617,520 remaining in deferred inflows as of June 30, 2023. The District recorded lease revenue including interest of \$884,703 in the fiscal year. Key estimates and judgements related to leases include how the District determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The District uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the non-cancelable period of the lease.
- Lease payments included in the measurement of the lease receivable are composed of fixed payments from the lessee, variable payments from the lessee that are fixed in substance or that depend on an index or a rate, residual value guarantee payments from the lessee that are fixed in substance, and any lease incentives that are payable to the lessee.

The District monitors changes in circumstances that would require a re-measurement of its leases and will re-measure the lease receivable and deferred inflow of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

Inventories and Prepaid Items. Inventories of supplies on the balance sheet are stated at weighted average cost. Inventory items are recorded as expenditures when they are consumed. Supplies are used for almost all functions of activity.

Prepaid balances are for payments made by the District for which benefits extend beyond June 30, 2023. The cost of governmental fund type prepaid balances are recorded as an expenditure when consumed rather than when purchased.

Plano Independent School District

Notes to the Basic Financial Statements

Grant Fund Accounting. The Special Revenue Funds include programs that are financed on a project grant basis. These projects have grant periods that range from less than twelve months to in excess of two years. Grants are recorded as revenues when earned. Cost reimbursement grants are considered to be earned to the extent of expenditures made under the provisions of the grants. Funds received, but not earned, are recorded as unearned revenue until earned.

Indirect costs earned from grant programs are recorded as revenues of the General Fund. These indirect costs are determined by applying approved indirect cost rates to actual expenditures of the programs.

Encumbrances. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded in the accounting system in order to reserve the portion of the applicable appropriation, is employed in the governmental fund financial statements. Encumbrances, which have not been liquidated, are reported as assignments of fund balance since they do not constitute expenditures or liabilities. District policy requires that such amounts be re-appropriated in the following fiscal year.

Capital Assets. Capital assets, which include land, land improvements, building, building improvements and equipment, are reported in the applicable governmental activities column in the government-wide financial statements and the proprietary fund financial statements. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. The capitalization threshold is a unit cost of \$5,000. Donated capital assets 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 the asset or materially extend the life of the asset are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Buildings and building improvements of the District are depreciated using the straight-line method beginning in the year after they are placed in service. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Asset Classification	Useful Life
Buildings and building improvements	50 years
Land improvements	20 years
Furniture/equipment & vehicles	
Vehicles and buses	10 years
Furniture	20 years
Equipment	
Computers	5 years
Kitchen equipment	10 years
Custodial equipment	15 years
Telephone equipment	10 years
Instruction and misc. equipment	10 years

Right-to-use assets. Right-to-use assets are amortized over the duration of the lease using the straight-line method.

Subscription-Based Information Technology Arrangements (SBITAs). SBITAs are amortized over the duration of the arrangement using the straight-line method.

Plano Independent School District

Notes to the Basic Financial Statements

Deferred Outflows/Inflows of Resources. Deferred outflows of resources represents a consumption of net assets that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditures) until then.

Deferred inflows of resources represents an acquisition of net assets that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time.

Deferred outflows/inflows of resources are amortized as follows:

- Deferred outflows/inflows from pension and OPEB activities are amortized over the weighted average remaining service life of all participants in the respective qualified pension plan and OPEB, except for projected and actual earnings differences on investments which are amortized on a closed basis over a 5-year period.
- District contributions after the measurement date are recognized in the subsequent year.
- Deferred charge/gain on refunding is amortized over the shorter of the life of the refunded or refunding debt.
- Property taxes are recognized in the period the amount becomes available.
- Deferred inflows from leases are adjusted over the life of the current portion of the principal received.

Compensated Absences. Employees of the District are granted vacation and sick leave annually. Teachers do not receive paid vacations but are paid only for the number of days they are required to work each year. Full-time employees in positions that require 12 months of service are eligible for two weeks of vacation on July 1 following the first full year of employment. Full-time employees who have not been employed one full year as of July 1 are eligible to take accrued days after July 1 of that year but shall not be eligible for the full two weeks until July 1 of the following year. Full-time employees who have completed five years of service in the District are granted three weeks of vacation per year. Employees in positions that require 12 months of service may extend accrued vacation time to September 30 each year. Vacation days not used by September 30 may be carried over, with a maximum accrual of 40 days. As of June 30, 2023, the District recorded \$2,614,170 in the government-wide financial statements for accrued vacation liabilities. Employees are allowed to accrue five days of state personal leave and seven days of local sick leave each year without limit.

State personal leave and local sick leave do not vest under the District's policy and accordingly, employees can only utilize state personal and sick leave when sick, or state personal leave for personal reasons when approved by their supervisor. Since the employees' accumulating rights to receive compensation for future absences are contingent upon the absences being caused by future illnesses and such amounts cannot be reasonably estimated, a liability for unused sick leave is not recorded in the financial statements.

Long-term Liabilities. In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported inclusive of applicable bond premium or discount. Bond issuance costs are expensed when incurred. Losses on refunding are capitalized and amortized over the shorter of the life of the new issuance or the life on existing debt using the effective interest method and are reported as deferred outflows of resources in the government-wide Statement of Net Position. Premiums and discounts are amortized over the life of the related debt using the effective interest method.

Plano Independent School District

Notes to the Basic Financial Statements

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs and deferred losses on refunding as expenditures during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Leases Payable – Lessee. The District is a lessee for non-cancelable leases of property and equipment. The District recognizes a lease liability, reported with long-term debt, and a right-to-use lease asset, reported with other capital assets, in the government-wide and proprietary fund 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 initial 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 the shorter of the lease term or its useful life.

Key estimates and judgements 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 its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the non-cancelable period of the lease.
- Lease payments included in the measurement of the liability are composed of fixed payments, variable payments fixed in substance or that depend on an index or a rate, purchase option price that the District is reasonably certain to exercise, lease incentives receivable from the lessor, and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

The District monitors changes in circumstances that would require a re-measurement of its leases and will re-measure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability

Subscription-Based Information Technology Arrangements (SBITAs). The District has noncancellable contracts with SBITA vendors for the right to use information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets). The District recognizes a subscription liability, reported with long-term debt, and a right-to-use subscription asset (an intangible asset), reported with other capital assets, in the government-wide financial statements. The District recognizes subscription liabilities with an initial, individual value of \$50,000 or more.

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

Plano Independent School District

Notes to the Basic Financial Statements

Key estimates and judgments related to SBITAs include how the District determines (1) the discount rate it uses to discount the expected subscription payments to present value, (2) subscription term, and (3) subscription 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 subscription term includes the noncancellable period of the SBITA.
- Subscription payments included in the measurement of the subscription liability are composed of fixed payments, variable payments fixed in substance or that depend on an index or a rate, termination penalties if the District is reasonably certain to exercise such options, subscription contract incentives receivable from the SBITA vendor, and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

The District monitors changes in circumstances that would require a remeasurement of its SBITAs and will remeasure the subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

Fund Balances and Net Position

Government-wide Financial Statements

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 net of premiums and discounts, excluding unspent proceeds, that is directly attributable to the acquisition, construction or improvement of these capital assets.

Restricted for Debt Service. The component of net position that reports the difference between assets and liabilities with constraints placed on their use by law.

Plano Independent School District

Notes to the Basic Financial Statements

Restricted for Food Service. The component of net position that reports the difference between assets and liabilities with constraints placed on their use by the U.S. Department of Agriculture.

Restricted for State Programs. The component of net position that reports the difference between assets and liabilities with constraints placed on their use by the State of Texas.

Unrestricted. The difference between the assets and liabilities that is not reported in Net Position Invested in Capital Assets, Net of Related Debt and restricted net position.

Governmental Fund Financial Statements

Governmental fund balances are classified as Non-spendable, Restricted, Committed, Assigned, and Unassigned. These classifications reflect not only the nature of funds, but also provide clarity to the level of restriction placed upon fund balance. Fund balance can have different levels of constraint, such as external versus internal compliance requirements. Unassigned fund balance is a residual classification within the General Fund. The General Fund should be the only fund that reports a positive unassigned balance. In all other funds, unassigned is limited to negative residual fund balance.

The District classifies governmental fund balances as follows:

Non-spendable. Includes amounts that cannot be spent because they are either not in spendable form, or, for legal or contractual reasons, must be kept intact. This classification includes inventories, prepaid items and long term receivables.

Restricted. Includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts restricted due to constitutional provisions or enabling legislation. This classification includes the child nutrition program, retirement of long term debt, construction programs and other federal and state grants.

Committed. Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the District through formal action of the highest level of decision making authority. Committed fund balance is reported pursuant to resolution passed by the District's Board of Trustees. This classification includes campus activity funds, local special revenue funds and potential litigation, claims and judgments.

Assigned. Includes fund balance amounts that are self-imposed by the District to be used for a particular purpose. As defined by the Fiscal Management Goals and Objectives Policy, fund balance can be assigned by the District's Board, the Superintendent, or the Associate Superintendent of Business Services. This classification includes insurance deductibles, encumbrances, program start-up costs, liabilities associated with compensated absences, projected budget deficit for subsequent years and other legal uses.

Unassigned. Includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

When both restricted and unrestricted fund balances are available for use, it is the District's policy to use restricted fund balance first, then unrestricted fund balance. Furthermore, committed fund balances are reduced first, followed by assigned amounts and the unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications can be used.

Plano Independent School District

Notes to the Basic Financial Statements

Minimum Fund Balance Policy. It is the policy of the Board to maintain a fund balance in the general operating fund that is 20 percent of general operating expenditures, excluding any non-spendable fund balance; and fund balance in the interest and sinking fund that is 20 percent of the current annual debt services requirement.

Management's Use of Estimates. The presentation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

The amount of state foundation revenue a school district earns for a year can and does vary until the time when final values for each of the factors in the formula become available. Availability can be as late as midway into the next fiscal year. It is possible that the foundation revenue estimate as of June 30, 2023 will change.

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

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 fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The General Fund and the National Breakfast and Lunch Program Fund have been used to liquidate pension liabilities.

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

Note 2. Cash and Investments

Statutes of the State of Texas and policies mandated by the District's Board of Trustees authorize the District to invest in obligations of the U.S. Government or its agencies, repurchase agreements, certificates of deposit, commercial paper, public fund investment pools, mutual funds and money market accounts. All cash balances and investments are held separately in each of its funds.

As of June 30, 2023, the carrying amount of the District's cash deposits were \$763,864 and the bank balance was \$74,546.

Plano Independent School District

Notes to the Basic Financial Statements

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

- a) Name of depository bank: Wells Fargo, N.A.
- b) Amount of bond or security pledged as of the date of the highest combined balance on deposit was \$6,593,686.
- c) Highest cash, savings and time deposits combined account balances amount was \$5,097,445 and occurred on July 22, 2022.
- d) Total amount of Federal Deposit Insurance Corporation (FDIC) coverage at the time of highest combined balance was \$250,000.

The District also holds bank deposits as part of the District's investment portfolio. As of June 30, 2023, the carrying amount and bank balance of these deposits were \$11,401,193. The District's cash deposits at June 30, 2023 were entirely covered by FDIC insurance or by pledged collateral held by the District's bank in the District's name.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. GASB Statement No. 72, *Fair Value Measurement and Application* provides a framework for measuring fair value which establishes a three-level fair value hierarchy that describes the inputs that are used to measure assets and liabilities.

- Level 1 inputs are quoted prices (unadjusted) for identical assets or liabilities in active markets that a government can access at the measurement date.
- Level 2 inputs are inputs—other than quoted prices included within Level 1—that are observable for an asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for an asset or liability.

The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs. If a price for an identical asset or liability is not observable, a government should measure fair value using another valuation technique that maximizes the use of relevant observable inputs and minimizes the use of unobservable inputs. If the fair value of an asset or a liability is measured using inputs from more than one level of the fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

Commercial Paper and U.S. Agency Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Plano Independent School District

Notes to the Basic Financial Statements

The District has recurring fair value measurements as presented in the table below. The District's investment balances and weighted average maturity of such investments are as follows:

	June 30, 2023	Fair Value Measurements Using			Percent of Total Investments	Weighted Average Maturity (Years)
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)		
Cash and cash equivalents						
Bank deposits	\$ 12,165,057	\$ -	\$ -	\$ -		
Total cash and cash equivalents	12,165,057	-	-	-		
Investments measured at amortized cost:						
Investment pools:						
Texpool	170,125,605	-	-	-	12.17%	0.0027
Investments measured at Net asset value (NAV), fair value:						
Investment pools:						
Lone Star	140,297,394	-	-	-	10.03%	0.0027
TexasCLASS	370,556,583	-	-	-	26.50%	0.0027
TexStar	239,076,910	-	-	-	17.10%	0.0027
TexasDAILY	15,607,681	-	-	-	1.12%	0.0027
Investments by fair value level:						
U.S. government agency securities:						
Federal Home Loan Bank	158,114,125	-	158,114,125	-	11.31%	0.3502
Federal Farm Credit Bank	34,850,990	-	34,850,990	-	2.49%	0.3502
U.S. treasury bonds	133,286,550	133,286,550	-	-	9.53%	0.2848
Commercial paper	136,312,981	-	136,312,981	-	9.75%	0.4889
Total investments	1,398,228,819	133,286,550	329,278,096	-		
Total cash and investments	\$ 1,410,393,876	\$ 133,286,550	\$ 329,278,096	\$ -		

Portfolio Weighted Average Maturity 0.0537

TexPool is duly chartered and overseen by the State Comptroller's Office, administered, and managed by Federated Investors, Inc. State Street Bank serves as the custodial bank. The portfolio consists of U.S. Government securities; collateralized repurchase and reverse repurchase agreements; and AAA rated money market mutual funds.

TexPool transacts at a net asset value of \$1.00 per share, has a weighted average maturity of 60 days or less and weighted average life of 120 days or less, investments held are highly rated by a nationally recognized statistical rating organization, have no more than 5% of portfolio with one issuer (excluding US government securities), and can meet reasonably foreseeable redemptions. The investment pool has a redemption notice period of one day and no maximum transaction amounts. The investment pools' authorities may only impose restrictions on redemptions in the event of a general suspension of trading on major securities market, general banking moratorium or national or state emergency that affects the pools' liquidity

Plano Independent School District

Notes to the Basic Financial Statements

The *TexasCLASS*, *Lone Star* and *TexStar* investment pools are external investment pools measured at net asset value. *TexasCLASS*, *Lone Star* and *TexStar*'s strategy is to seek preservation of principal, liquidity, and current income through investment in a diversified portfolio of short-term marketable securities. The District has no unfunded related to the investment pools. *TexasCLASS*, *Lone Star* and *TexStar* have a redemption notice period of one day and may redeem daily. The investment pools' authorities may only impose restrictions on redemptions in the event of a general suspension of trading on major securities market, general banking moratorium or national or state emergency that affects the pool's liquidity. *TexasCLASS*, *LoneStar* and *TexStar* are subject to regulatory oversight by the State Treasurer, although the pools are not registered with the Securities and Exchange Commission.

The *TexasDAILY*, is Texas TERM Local Government Investment Pool "the Pool" was established in conformity with the State of Texas Interlocal Cooperation Act and is administered by PFM Asset Management, LLC. U.S. Bank serves at the Pool's custodial bank. The Pool operates two separate investment Portfolios, *TexasDAILY* and *Texas TERM*.

The primary objective of the *TexasDAILY* portfolio is to produce the highest income consistent with preserving principal and maintaining liquidity. The portfolio will maintain a dollar-weighted average maturity that does not exceed 60 days and seeks to maintain a net asset value of \$1.00 per share. Texas DAILY may invest in securities including: obligations of the United States or its agencies and instrumentalities; obligations that are fully guaranteed or insured by the FDIC or the United States; repurchase agreements involving obligations of the United States or its agencies and instrumentalities; certificates of deposit issued by FDIC insured banks; and SEC-registered no-load money-market mutual funds which meet the requirements of the Public Funds Investment Act.

The *TexasDAILY* portfolio has a redemption notice period of one day and no maximum transaction amounts. The investment pools' authorities may only impose restrictions on redemptions in the event of a general suspension of trading on major securities market, general banking moratorium or national or state emergency that affects the pools' liquidity.

Interest Rate Risk

In accordance with the District's investment policy, investments are made in a manner that ensures the preservation of capital in the overall portfolio, and offsets during a 12-month period any market price losses resulting from interest-rate fluctuations by income received from the balance of the portfolio. The District's policy states that no individual investment transaction shall be undertaken that jeopardizes the total capital position of the overall portfolio.

Credit Risk

The District's policy relating to the credit risk of investments reflects adherence to the Public Funds Investment Act, which limits investments in commercial paper to not less than A-1 or P-1 or equivalent rating by at least two nationally recognized credit rating agencies. The District's investments in public funds investment pools and money market mutual funds include those with *TexPool*, *TexStar*, *TexasCLASS*, *TexasDAILY* and *LoneStar*. *TexPool*, *TexStar*, *TexasCLASS*, and *LoneStar* are public funds investment pools operating in full compliance with the Public Funds Investment Act. *Texpool*, *TexStar*, *TexasCLASS*, *TexasDAILY* and *LoneStar* are rated as AAAM by Standard & Poor's. The District's investments in U.S. agencies were rated AA+ by Standard & Poor's and Aaa by Moody's Investors Service. Municipal obligations were not rated.

Plano Independent School District

Notes to the Basic Financial Statements

Concentration of Credit Risk

The investment policy of the District places no limitations on the amount that can be invested in any one issuer; however, the investment portfolio is diversified in terms of investment instruments, maturity scheduling, and financial institutions to reduce risk of loss resulting from over-concentration of assets in a specific class of investments, specific maturity, or specific issuer.

Nine point seventy five percent of the District's investment portfolio is held in commercial paper. Commercial paper is concentrated in the following instruments:

Commercial Paper Investment Description	Percentage of Investments	S&P Rating	Moody Rating	Fitch Rating
JP Morgan	3.44%	A-1	P-1	F1+
Toyota Motor Corp.	1.76%	A-1+	P-1	F1
Royal Bank of Canada	4.19%	A-1+	P-2	F1+
University of Texas	0.36%	A-1+	P-1	F1+

Custodial Credit Risk – Deposits

In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. Under the Dodd Frank Act, deposits held in noninterest-bearing transaction accounts are now aggregated with any interest-bearing deposits the owner may hold in the same ownership category, and the combined total is insured up to \$250,000.

Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Investments held by third parties were fully collateralized and held in the District's name.

Note 3. Property Taxes and State Aid Revenue

Property Taxes

The appraisal of property within the District is the responsibility of the Collin County Appraisal District (Appraisal District). The District's property taxes are levied annually in October on the basis of the Appraisal District's assessed values of property as of January 1 of that calendar year and are due and payable when assessed. Such taxes are applicable to the fiscal year in which they are levied and become delinquent with an enforceable lien on property after January 31 of the subsequent calendar year.

Delinquent taxes receivable and the related allowance for uncollectible taxes are shown on the government-wide Statement of Net Position and the fund financial Balance Sheet.

The District is permitted to levy taxes up to \$1.07 per \$100 of assessed valuation for general governmental maintenance and operations. The tax rate for the payment of principal and interest on general obligation long-term debt is determined by the debt service requirements of the outstanding bonds as approved by the voters prior to issuance. For the current fiscal year, the Board of Trustees set a tax rate of \$1.2598 per \$100 of assessed valuation. The maintenance and debt service portions of such rate are \$1.0224 and \$0.2374, respectively. The 2023 assessed valuation was \$68,000,820,028 resulting in a tax levy of \$825,019,308 for the current fiscal year. The 2023 tax levy reflects an adjustment of \$31,604,241 frozen homestead exemptions for taxpayers 65 years and older as mandated by state property tax laws.

Plano Independent School District

Notes to the Basic Financial Statements

Delinquent taxes receivable and the related allowance for uncollectible taxes in the governmental fund financial statements as of June 30, 2023 are as follows:

	Delinquent Taxes Receivable, Gross	Allowance for Uncollectible Taxes	Delinquent Taxes Receivable, net
General fund	\$ 10,839,080	\$ 4,077,552	\$ 6,761,528
Debt service fund	2,564,432	977,202	1,587,230
Total	\$ 13,403,512	\$ 5,054,754	\$ 8,348,758

State Aid Revenue

The Texas Education Agency, through its application of state law, allocates state revenues to school districts by formula allocation. The District receives two allocations, a per capita allocation and a foundation program allocation. The District also recognizes revenues for the state's share of the contributions to the Teacher Retirement System of Texas. See Note 10 for additional information on the employee's retirement plan. Other state revenues are received through other state miscellaneous programs on an allocated basis.

State Program Revenues

The components of state program revenues as shown in the governmental fund financial statements are as follows:

Revenues	Amounts
Per capita revenues	\$ 29,121,482
Foundation fund revenues	1,477,020
Instructional materials allotment	2,138,528
State aid for homestead exemption	2,139,994
TRS on behalf	26,485,139
Other state revenues	5,441,284
Total state program revenues	\$ 66,803,447

Note 4. Receivables

Receivables due from other governments, as of June 30, 2023 for the District's individual major funds and non-major, internal service and fiduciary funds in the aggregate are as follows:

	General Fund	Debt Service Fund	Non-Major Other Funds	Total
Due from the State of Texas	\$ 7,878,366	\$ -	\$ 16,598,169	\$ 24,476,535
Due from the federal government	8,731	-	445,185	453,916
Due from other local governments	254,566	59,085	50,000	363,651
Total receivables	\$ 8,141,663	\$ 59,085	\$ 17,093,354	\$ 25,294,102

Plano Independent School District

Notes to the Basic Financial Statements

Leases Receivable. The District has entered into multiple lease agreements as lessor. The leases allow the right-to-use of land, buildings, and infrastructure to other organizations over the term of the lease. The District receives annual and quarterly payments at the interest rate stated or implied within the leases. The interest rates for these leases range from 0.5% to 3.0%. The District has \$9,910,379 remaining in lease receivables and \$9,617,520 remaining in deferred inflows as of June 30, 2023 recorded in the General Fund.

As of June 30, 2023, expectation of lease receipts through the expiration of all leases is as follows:

	Lease Principal	Lease Interest	Totals
2024	\$ 542,586	\$ 208,366	\$ 750,952
2025	640,985	196,789	837,774
2026	629,857	184,930	814,787
2027	629,230	172,737	801,967
2028	642,153	160,598	802,751
2029-2033	3,013,100	611,059	3,624,159
2034-2038	2,304,817	322,293	2,627,110
2039-2043	984,713	127,262	1,111,975
2044-2048	522,938	28,931	551,869
	<u>\$ 9,910,379</u>	<u>\$ 2,012,965</u>	<u>\$ 11,923,344</u>

Plano Independent School District

Notes to the Basic Financial Statements

Note 5. Capital Assets

A summary of capital asset activity during the year ended June 30, 2023 follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets not being depreciated or amortized:				
Land	\$ 90,486,698	\$ -	\$ 526,500	\$ 89,960,198
Construction in progress	75,279,390	16,184,305	8,013,713	83,449,982
Total capital assets not being depreciated or amortized	165,766,088	16,184,305	8,540,213	173,410,180
Capital assets being depreciated or amortized:				
Land improvements	61,594,841	2,346,693	6,692	63,934,842
Buildings and improvements	1,544,361,530	5,667,020	3,438,336	1,546,590,214
Right-to-use lease equipment	1,517,670	-	1,517,670	-
Right-to-use subscription asset	-	886,703	-	886,703
Furniture, equipment and vehicles	134,809,590	4,427,564	-	139,237,154
Total capital assets being depreciated or amortized	1,742,283,631	13,327,980	4,962,698	1,750,648,913
Total capital assets	1,908,049,719	29,512,285	13,502,911	1,924,059,093
Less accumulated depreciation or amortization for:				
Land improvements	37,091,499	2,949,895	5,007	40,036,387
Buildings and improvements	693,407,953	42,045,842	2,056,237	733,397,558
Right-to-use lease equipment	453,676	-	453,676	-
Right-to-use subscription asset	-	350,424	-	350,424
Furniture, equipment and vehicles	110,233,799	4,889,853	-	115,123,652
Total accumulated depreciation or amortization	841,186,927	50,236,014	2,514,920	888,908,021
Governmental funds capital assets, net	1,066,862,792	(20,723,729)	10,987,991	1,035,151,072
Internal service funds:				
Furniture, equipment and vehicles	31,374	95,744	-	127,118
Right-to-use lease equipment	871,908	-	871,908	-
Right-to-use subscription asset	-	76,743	-	76,743
Less accumulated depreciation or amortization	380,360	39,627	352,272	67,715
Internal service funds capital assets, net	522,922	132,860	519,636	136,146
Governmental activities capital assets, net	\$ 1,067,385,714	\$ (20,590,869)	\$ 11,507,627	\$ 1,035,287,218
Business activities:				
Furniture, equipment and vehicles	\$ 14,690	\$ -	\$ -	\$ 14,690
Right-to-use lease equipment	6,447	-	6,447	-
Less accumulated depreciation or amortization	12,899	1,321	2,171	12,049
Business activities capital assets, net	\$ 8,238	\$ (1,321)	\$ 4,276	\$ 2,641
Total capital assets, net	\$ 1,067,393,952	\$ (20,592,190)	\$ 11,511,903	\$ 1,035,289,859

Plano Independent School District

Notes to the Basic Financial Statements

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
Instruction	\$ 33,906,488
Instructional resources and media services	2,356,813
Curriculum development and instructional staff development	258,374
Instructional leadership	31,052
School leadership	1,384,432
Guidance, counseling, and evaluation services	388,647
Health services	137,929
Student transportation	1,705,214
Food services	3,111,321
Co-curricular/extracurricular activities	3,024,098
General administration	634,810
Plant maintenance and operations	2,089,426
Security and monitoring services	796,796
Data processing services	321,945
Community services	188,015
Facilities acquisition and construction	33,514
	<hr/>
	\$ 50,368,874
	<hr/>
Business-type activities:	
Community services	\$ 1,321
	<hr/>
	\$ 1,321
	<hr/>

Construction Commitments

The District had several active construction projects as of June 30, 2023. Projects included additions to buildings and renovation of existing facilities. Fiscal year 2023 expenditures and estimated future expenditures for capital projects are funded from operating capital project funds, unexpended bond proceeds and additional general obligation bonds. The following summarizes the various types of projects:

Building Purchases/New Construction. During fiscal year 2023 no new buildings were purchased. In 2017 the district purchased property for the Robbie and Lynore Robinson Fine Arts facility and construction continued for this project during 2023. The District is building a Wraparound Services Center at the Mapleshade property – currently waiting on permit. An approximately 15,000 square foot addition is being added to the Murphy Distribution Center.

Building Renovation/Upgrades. The District continued work on the refurbishment at Williams High School and started Phase 2. Also continuing projects are the voice evacuation system upgrades at PESH and PWSH, as well as the HVAC upgrades at Jasper HS, PESH, and PWSH. System and Compliance projects were started at Bowman MS, Mendenhall ES, and a switchboard replacement project was started at PWSH. A major renovation of the Jupiter Center was started and is ongoing. Other major projects included a classroom door/window film project at all the elementary and early elementary schools. Lastly, the District continued to work on minor capital project improvements at several campuses.

Plano Independent School District

Notes to the Basic Financial Statements

Completed Projects. During fiscal year 2023 the District completed the HVAC upgrades at PSHS, Williams HS, Wilson MS, Boggess ES, PESH, and Beverly ES. Plumbing upgrades were completed at Beverly ES and Hickey ES. Flooring projects were completed at Otto MS, Aldridge ES, and Huffman ES. Upgrades to the PA system at Stinson were completed. Other major projects included upgrades at PESH in the front area as well as several building upgrades at the ECCC 1. Other minor capital project improvements were completed at several campuses.

Current projects include the following:

Project	Estimated Total Cost	Expenditures Incurred to June 30, 2023	Estimated Future Expenditures
Building improvement projects:			
Williams HS Refurbishment Phase 1	\$ 15,916,036	\$ 13,485,270	\$ 2,430,766
Williams HS Refurbishment Phase 2	71,284,571	1,635,900	69,648,671
Plano East SHS Voice Evacuation System	740,000	540,209	199,791
Plano East SHS Roof Upgrades	4,381,750	2,584,852	1,796,898
Plano East SHS HVAC	394,038	323,508	70,530
Jasper Bldg Upgrades-Ice Plant/HVAC	420,704	399,772	20,932
PWSH HVAC	232,329	221,522	10,807
PWSH Roof Upgrades	1,864,200	1,321,808	542,392
PWSH Voice Evacuation System	860,000	40,636	819,364
PWSH Switchboard Replacement	141,540	5,383	136,157
Bowman System & Compliance Upgrades	1,714,868	10,730	1,704,138
Armstrong Roof	97,360	96,535	825
Rice HVAC Upgrades	249,286	230,326	18,960
Mendenhall System & Compliance Upgrades	1,505,626	1,735	1,503,891
Sigler Roof Upgrades	313,200	126,281	186,919
Hightower HVAC	485,787	327,700	158,087
Beaty HVAC	133,430	123,255	10,175
Pearson HVAC	132,046	121,871	10,175
Jupiter Center Renovation	3,259,000	1,044,320	2,214,680
Admin. Building Elevators	276,600	186,704	89,896
Superintendent Ste./Board Library Update	389,698	337,356	52,342
Robinson Fine Arts Center	60,789,084	58,481,838	2,307,246
ES Classroom Door/Window Film Project	8,797,463	341,619	8,455,844
Murphy Dist. Center Renovation	4,081,998	452,199	3,629,799
Clark Stadium Visitor Ticket Booth	189,267	175,778	13,489
Wraparound Services Ctr. Mapleshade	5,412,008	566,233	4,845,775
ECCC2 HVAC Upgrades	72,000	2,000	70,000
Land improvement projects:			
Williams HS Track Upgrades	47,659	44,633	3,026
PESH Softball/Baseball Turf	2,809,269	6,450	2,802,819
PESH Turf Field Fencing	393,532	662	392,870
PWSH Softball/Baseball Turf	2,809,269	6,450	2,802,819
PWSH Turf Field Fencing	393,532	661	392,871
Jupiter Center Renovation	50,000	10,770	39,230
Fine Arts Center Site Fees/Parking Upgrades	183,764	183,764	-
Murphy Dist. Center Renovation	50,000	11,252	38,748
	<u>\$ 190,870,914</u>	<u>\$ 83,449,982</u>	<u>\$ 107,420,932</u>

Plano Independent School District
Notes to the Basic Financial Statements

Note 6. Interfund Receivables, Payables and Transfers

The composition of interfund balances in the fund financial statements as of June 30, 2023, is as follows:

	Receivable	Payable
General fund	\$ 9,199,522	\$ -
Internal Service Fund	16	-
Other governmental funds	-	9,199,538
Totals	\$ 9,199,538	\$ 9,199,538

The primary interfund transactions at year-end included amounts due to the General Fund from Other Governmental Funds for expenditures made by the funds prior to receiving reimbursement from the federal or state sources.

The following is a summary of the District's transfers for the year ended June 30, 2023:

Transfers Out	Transfers In			Total
	Capital Projects Fund	Other Governmental Funds	Debt Service Funds	
General fund	\$ 10,000,000	\$ 488,816	\$ -	\$ 10,488,816
Capital Projects fund	-	-	50,617	50,617
	\$ 10,000,000	\$ 488,816	\$ 50,617	\$ 10,539,433

The transfers made during the period consisted of the following:

From	To	Amount	Description
General fund	Other governmental funds	\$ 488,816	To finance costs in excess of federal allotments for Headstart; to finance costs in excess of donations, grants and user charges in the Special Events Fund.
General fund	Capital projects fund	10,000,000	To finance costs of the Wrap Around Center
Capital projects fund	Debt service fund	50,617	To transfer excess premium received on bond issue to debt service for bond cost.
Total transfers		\$ 10,539,433	

Plano Independent School District

Notes to the Basic Financial Statements

Note 7. Long-Term Debt

The following is a summary of the District's long-term debt for the year ended June 30, 2023:

	Obligations Outstanding July 1, 2022	New Obligations Incurred	Obligations Retired or Refunded and Accretion	Obligations Outstanding June 30, 2023	Obligations Due Within One Year
Governmental activities:					
General obligation bonds payable	\$ 492,195,000	\$ 631,450,000	\$ (131,360,000)	\$ 992,285,000	\$ 94,250,000
Premium on bond issuance	44,117,779	72,223,599	(12,387,929)	103,953,449	-
Lease payable	1,065,603	-	(1,065,603)	-	-
Subscription liability	-	536,279	-	536,279	536,279
Compensated absences	2,525,759	527,952	(439,541)	2,614,170	461,112
Arbitrage liability	76,284	5,353,001	-	5,429,285	-
Total governmental activities	539,980,425	710,090,831	(145,253,073)	1,104,818,183	95,247,391
Internal service funds activities:					
Subscription liability	-	38,759	-	38,759	38,759
Total internal service funds activities	-	38,759	-	38,759	38,759
Total governmental activities	\$ 539,980,425	\$ 710,129,590	\$ (145,253,073)	\$ 1,104,856,942	\$ 95,286,150

Debt Payable-Governmental Activities

Bonds payable at June 30, 2023, are composed of the following individual issues:

Description	Interest Rate Payable	Amounts Original Issue	Bonds Outstanding at July 1, 2022	Issued (Retired)	Bonds Outstanding at June 30, 2023
School Building Unlimited Tax Bonds Series 2009B	4.04% to 6.27%	\$ 87,390,000	\$ 74,600,000	\$ (2,740,000)	\$ 71,860,000
School Building Unlimited Tax Bonds Series 2009C	1.00%	31,900,000	6,840,000	(2,280,000)	4,560,000
School Building Unlimited Tax Bonds Series 2013	3.38% to 5.50%	53,740,000	33,505,000	(33,505,000)	-
School Building Refunding Bonds Series 2015	2.00% to 5.00%	43,250,000	29,330,000	(29,330,000)	-
					(continued)

Plano Independent School District

Notes to the Basic Financial Statements

Description	Interest Rate Payable	Amounts Original Issue	Bonds Outstanding at July 1, 2022	Issued (Retired)	Bonds Outstanding at June 30, 2023
School Building Refunding Bonds Series 2016A	2.00% to 5.00%	199,950,000	133,570,000	(14,575,000)	118,995,000
School Building Unlimited Tax Bonds Series 2016	3.00% to 5.00%	257,210,000	169,420,000	(26,605,000)	142,815,000
School Building Unlimited Tax Bonds Series 2017	3.00% to 5.00%	108,020,000	28,510,000	(7,275,000)	21,235,000
School Building Unlimited Tax Bonds Series 2018	5.00%	13,655,000	280,000	(280,000)	-
Unlimited Tax Refunding Bonds Series 2019	4.00% to 5.00%	10,325,000	1,560,000	(190,000)	1,370,000
Unlimited Tax Refunding Bonds Series 2020	5.00%	62,720,000	14,580,000	(14,580,000)	-
Unlimited Tax Unlimited Tax Bonds Series 2023	5.00%	631,450,000	-	631,450,000	631,450,000

Totals

\$ 492,195,000 \$ 500,090,000 \$ 992,285,000

The following table summarizes the annual debt service requirements of the outstanding debt issues at June 30, 2023, to maturity:

	Bond Principal	Bond Interest	Totals
2024	\$ 94,250,000	\$ 48,175,052	\$ 142,425,052
2025	114,610,000	43,634,298	158,244,298
2026	50,185,000	37,959,839	88,144,839
2027	52,235,000	35,395,499	87,630,499
2028	54,240,000	32,735,476	86,975,476
2029-2033	236,930,000	124,493,580	361,423,580
2034-2038	200,640,000	69,763,278	270,403,278
2039-2043	189,195,000	27,867,369	217,062,369
	<u>\$ 992,285,000</u>	<u>\$ 420,024,391</u>	<u>\$ 1,412,309,391</u>

Plano Independent School District

Notes to the Basic Financial Statements

During the year, the District issued "Plano Independent School District Unlimited Tax Bonds, Series 2023," totaling \$631,450,000 for the construction, renovation, acquisition and equipping of school building and the purchase of necessary sites for school buildings. These bonds incur an average cost over the life of the bonds at a rate of 5.00% and mature annually with semi-annual interest payments. The bonds will fully mature in 2043. The bonds were issued at a premium.

On April 18, 2023, the District established a defeasance escrow to defease all or a portion of the District's outstanding bonds, Plano Independent School District Unlimited Tax Refunding Bonds, Series 2015, in the current year for a total of \$26,735,000, prior to their scheduled maturities and Plano Independent School District Unlimited Tax School Building Bonds, Series 2016, in the current year for a total of \$2,075,000. The District deposited directly with a paying agent for the Defeased Bonds available funds of the District into an escrow fund in an amount of approximately \$30,209,393, sufficient to provide the payment, redemption, or defeasance of all or a portion of the Defeased Bonds and such deposit shall continue the making of firm banking and financial arrangements for the discharge and final payment or redemption of the Defeased Bonds. The Defeased Bonds are no longer regarded as being outstanding, except for the purpose of being paid from funds on deposit in the escrow fund. The escrow proceeds were recorded as debt service expenditures and no other financing uses.

As of June 30, 2023, original losses on refunding were \$12.4 million of which \$6.2 million is unamortized and reported in the Statement of Net Position as a deferred outflow of resources. Unamortized bond premiums of \$104 million are reported in the Statement of Net Position as an increase in the long-term debt.

As of June 30, 2023, \$49,875,000 of bonds from the May 2016 election and \$649,426,000 of bonds from the November 2022 election were authorized by bond election and not issued.

Other Long-term Debt

Arbitrage. The Federal Tax Reform Act of 1986 requires issuers of tax-exempt debt to make payments to the United States Treasury of investment income received at yields that exceed the issuer's tax-exempt borrowing rates. The U.S. Treasury requires payment for each issue every five years. Arbitrage liability for tax-exempt debt subject to the Tax Reform Act issued through June 30, 2023, amounted to \$5,353,001.

The estimated liability is updated annually for any tax-exempt issuances or changes in yields until such time payment of the calculated liability is due.

Compensated Absences. Certain employees are entitled to receive accrued vacation pay in a lump-sum cash payment upon termination of employment with the District. The net increase of \$88,411 over the prior fiscal year represents the recorded decrease in the liability due to employees' using accumulated vacation pay and not allowing days to accumulate. The general fund and special revenue funds are used to liquidate compensated absences.

Subscription Based Information Technology Agreements (SBITAs). The District has entered into multiple SBITAs that allow the right-to-use the SBITA vendor's information technology software over the subscription term. The District is required to make annual payments at its incremental borrowing rate or the interest rate stated or implied within the SBITA. The SBITA rate, term and ending subscription liability are as follows:

	Interest Rate(s)	Liability at Commencement	Lease Term in Years	Ending Balance June 30, 2023
Governmental activities				
Subscription agreements	0.73 - 1.06%	\$ 963,446	2023-2024	\$ 575,038
Total governmental activities				\$ 575,038

Plano Independent School District

Notes to the Basic Financial Statements

The future principal and interest SBITA payments as of fiscal year end are as follows:

Fiscal Year Ending	Principal	Interest	Total
2024	\$ 575,038	\$ 8,287	\$ 583,325
Total governmental activities	\$ 575,038	\$ 8,287	\$ 583,325

The value of the subscription based assets as of the end of the current fiscal year was \$575,038 and had accumulated amortization of \$388,408.

Note 8. Encumbrances

At June 30, 2023, the District had encumbrances which are classified as restricted, committed or assigned in accordance with purpose constraints. Encumbrances reported in the Governmental Funds were as follows:

Function	General Fund	Capital Projects	Food Service	Federal Special Revenue	State Special Revenue	Local Special Revenue	Total
Instruction	\$ 313,388	\$ -	\$ -	\$ 374,973	\$ 419,674	\$ 52,430	\$ 1,160,465
Instructional resources	156,429	29,373	-	-	-	458	186,260
Curriculum and instructional staff development	61,981	-	-	161,677	413	18,045	242,116
Technology	928	-	-	-	-	-	928
Instructional leadership	30,771	-	-	663	351	65	31,850
School leadership	2,378	-	-	-	-	6,348	8,726
Guidance, counseling and evaluation services	58,173	-	-	79,611	-	5,930	143,714
Social work services	-	-	-	5,946	-	10,867	16,813
Health services	-	-	-	-	16,124	-	16,124
Student transportation	110,915	-	-	-	-	-	110,915
Food services	-	-	163,914	-	-	-	163,914
Co-curricular/ extracurricular activities	215,408	290,895	-	-	-	170,152	676,455
General administration	223,637	-	-	5,750	-	6,856	236,243
Plant maintenance and operations	1,002,850	-	-	-	-	11,745	1,014,595
Security and monitoring services	258,234	6,900	-	-	-	-	265,134
Data processing services	419,275	1,618,038	-	-	-	1,709	2,039,022
Community services	11,827	-	-	6,301	-	36,490	54,618
Facilities acquisition and construction	-	31,628,191	-	-	-	-	31,628,191
Total encumbrances by fund type	\$ 2,866,194	\$ 33,573,397	\$ 163,914	\$ 634,921	\$ 436,562	\$ 321,095	\$ 37,996,083

Plano Independent School District

Notes to the Basic Financial Statements

Note 9. Risk Management

The District is exposed to various risks related to the theft of, damage to and destruction of assets; errors and omissions; and natural disasters. The District's risk management program encompasses various means of protecting the District against losses through policies with commercial insurance carriers or through self-insurance. Settled claims have not exceeded insurance coverage in any of the previous five fiscal years.

Workers' Compensation

The District maintains a self-insurance program for workers' compensation. Contributions are paid from all governmental and proprietary funds to the Workers' Compensation Internal Service Fund from which all claims and administrative expenses are paid. The District maintains a catastrophic loss insurance policy for catastrophic losses exceeding \$400,000 per occurrence up to statutory limit of liability.

An accrual for incurred but not reported claims in the amount of \$2,266,000 has been recorded in the fund as of June 30, 2023. Claims payable, including an estimate of claims incurred but not reported, was actuarially determined based on the District's historical claims experience and an estimate of the remaining liability on known claims.

Workers' Compensation Fund changes in claims payable for the years ended 2023 and 2022:

	June 30, 2023	June 30, 2022
Account balance, beginning of fiscal year	\$ 2,246,000	\$ 2,288,000
Incurred claims and claim adjustment expenses	1,478,460	1,180,112
Claim payments during the year	(1,458,460)	(1,222,112)
Account balance, end of fiscal year	\$ 2,266,000	\$ 2,246,000

Health Benefits

The District employees are eligible to purchase health insurance through TRS-Active Care which is the statewide health plan for public education employees established by the 77th Texas Legislature and is a fully insured plan administered by Blue Cross and Blue Shield of Texas.

During the year ended June 30, 2023, the District funded benefit credits of \$315 per month per participating employee to the health insurance internal service fund.

The District contribution, along with the employee contribution made through payroll deduction was used to pay the premiums for the insurance plans chosen by the employee. The District also offers a flexible spending option that is administered by Flexible Benefit Administrators.

Property, Casualty, General Liability and Professional Liability

The District purchases commercial policies which include general liability, property and auto insurance. However, the District has established a self-funded internal service fund to pay the cost of deductibles associated with these insurance policies. There have been no significant reductions in insurance coverage from coverage in the prior year for any category of risk.

The deductible for property insurance is \$250,000 with no deductible on auto insurance. In addition, the District purchases professional legal liability insurance and must pay the first \$100,000 on each liability claim. The amount of claims settlements did not exceed the insurance coverage in each of the past three years.

Plano Independent School District

Notes to the Basic Financial Statements

An accrual for incurred but not reported claims in the amount of \$50,000 has been recorded as of June 30, 2023. Property and Liability changes in claims payable for the years ended June 30, 2023 and 2022:

	June 30, 2023	June 30, 2022
Account balance, beginning of fiscal year	\$ 50,000	\$ 50,000
Incurred claims and claim adjustment expenses	1,237,882	1,326,796
Claim payments during the year	<u>(1,237,882)</u>	<u>(1,326,796)</u>
Account balance, end of fiscal year	<u>\$ 50,000</u>	<u>\$ 50,000</u>

Unemployment

The District utilizes a separate internal service fund to account for unemployment benefits. TASB Risk Management Fund bills the District quarterly for the unemployment benefits paid out by the Texas Workforce Commission.

The District maintains the self-insurance program for unemployment benefits, which is funded by premiums charged to the general and special revenue funds. An accrual for incurred but not reported claims in the amount of \$300,000 has been recorded as of June 30, 2023.

Changes in unemployment claims payable for the years ended June 30, 2023 and 2022:

	June 30, 2023	June 30, 2022
Account balance, beginning of fiscal year	\$ 432,459	\$ 700,000
Incurred claims and claim adjustment expenses	8,000	-
Claim payments during the year	<u>(140,459)</u>	<u>(267,541)</u>
Account balance, end of fiscal year	<u>\$ 300,000</u>	<u>\$ 432,459</u>

The liabilities for each type of claims payable described above are expected to be liquidated within the next twelve months, and are, therefore, recorded as current liabilities.

Medicare Part D

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, which was effective January 1, 2006, established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare Part D allows for the Texas Public School Retired Employee Group Insurance Program (TRS-Care) to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. For the years ended June 30, 2023 and 2022, these on-behalf payments were \$1,899,364 and \$1,157,273, respectively, and were recorded as equal revenues and expenditures in the General Fund.

Plano Independent School District

Notes to the Basic Financial Statements

Note 10. Employees' Retirement Plan and Retiree Health 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) and 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 work load and who are not exempted from membership under Texas Government Code, Title 8, Section 822.002 are covered by the system.

Pension Plan Fiduciary Net Position

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

Benefits Provided

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

Contributions

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

Plano Independent School District
Notes to the Basic Financial Statements

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.

Rates for such plan fiscal years are as follows:

	Contribution Rates	
	2023	2022
Member	8.0%	8.0%
Non-employer Contributing Entity (State)	8.0%	7.5%
Employers	8.0%	7.5%
2022 Employer Contributions		\$ 14,266,483
2022 Member Contributions		30,176,138
2022 NECE On-behalf Contributions		1,960,391

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 the fiscal year reduced by the amounts described below which are paid by the employers. Employers (public school, junior college, other entities or the State of Texas as the employer for senior universities and medical schools) are required to pay the employer contribution rate in the following instances:

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

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

- When employing a retiree of the Teacher Retirement System, the employer shall pay both the member contribution and the state contribution as an employment-after-retirement surcharge.
- Public education employer contribution - all public schools, charter schools and regional education service centers must contribute 1.7% of the member’s salary beginning in fiscal year 2022, gradually increasing to 2.0% in fiscal year 2025.

Plano Independent School District
Notes to the Basic Financial Statements

Actuarial Assumptions

The actuarial valuation of the total pension liability in the August 31, 2021. Updated procedures were used to rollforward the total pension liability to August 31, 2022 and was determined using following methods and assumptions:

Valuation date	August 31, 2021 rolled forward to August 31, 2022
Acturial method normal	Individual Entry Age Normal
Asset valuation method	Market value
Single discount rate	7.00%
Long-term expected investment rate of return	7.00%
Municipal Bond Rate as of August 2022	3.91% - The source for the rate is the Fixed Income Market Data/Yield Curve/Data Municipla bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index"
Last year ending August 31 in	
Projection Period (100 years)	2121
Inflation	2.30%
Salary increases including inflation	2.95% to 8.95% including inflation
Ad hoc post-employment benefit changes	None
Mortality rates	The post-retirement mortality rates for healthy lives were based on the 2021 TRS of Texas Healthy Pensioners Mortality Tables, with full generational projection using the ultimate improvement rates from the most recently published projection scale ("U-MP"). The active mortality rates were based on the published PUB(2010) Mortality Tables for Teachers, below median, also with full generational mortality.

The actuarial methods and assumptions are primarily based on a study of actual experience for the four year period ending August 31, 2021 and adopted in July 2022.

Plano Independent School District

Notes to the Basic Financial Statements

Discount Rate and Long-Term Expected Rate of Return

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 pension plan investments of 7.00%. The projection of cash flows used to determine the single discount rate assumed that contributions from active members and those of the contributing employers and the non-employer contributing entity will be made at the statutorily required rates. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Plano Independent School District

Notes to the Basic Financial Statements

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 TRS's target asset allocation as of August 31, 2022 are summarized below:

Asset Class	Target Allocation*	Long-Term Expected Geometric Real Rate of Return**	Expected Contribution to Long-Term Portfolio Returns
Global Equity			
U.S.	18.00%	4.60%	1.12%
Non-U.S. Developed	13.00%	4.90%	0.90%
Emerging Markets	9.00%	5.40%	0.75%
Directional Hedge Funds	0.00%	0.00%	0.00%
Private Equity	14.00%	7.70%	1.55%
Stable Value			
Government Bonds	16.00%	1.00%	0.22%
Absolute Return	-	3.70%	-
Stable Value Hedge Funds	5.00%	3.40%	0.18%
Real Return			
Global Inflation Linked Bonds	0.00%	0.00%	0.00%
Real Estate	15.00%	4.10%	0.94%
Energy, Natural Resources and Infrastructure	6.00%	5.10%	0.37%
Commodities	-	3.60%	-
Risk Party			
Risk Party	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			2.70%
Volatility drag***			-0.91%
Total	100.00%		8.21%

* Absolute Return Includes Credit Sensitive Investments

** Target allocations are based on the FY 2022 policy model.

*** Capital market assumptions come from Aon Hewitt (as of 8/31/2022).

**** The volatility drag results from the conversion between arithmetic and geometric mean returns.

Plano Independent School District

Notes to the Basic Financial Statements

Discount Rate Sensitivity Analysis

The following table presents the District's proportionate share of the TRS net pension liability calculated using the discount rate of 7.00%, as well as what the District's proportionate share of the net pension liability would be if it was calculated using a discount rate that is 1% lower or 1% higher than the current rate:

	1% Decrease in Discount Rate (6.00%)	Discount Rate (7.00%)	1% Increase in Discount Rate (8.00%)
Proportionate share of the net pension liability:	\$ 275,052,627	\$ 176,812,125	\$ 97,183,587

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

On June 30, 2023, the District reported a liability of \$176,812,125 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 are as follows:

District's proportionate share of the collective net pension liability	\$ 176,812,125
State's proportionate share that is associated with the District	249,413,802
Total	\$ 426,225,927

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 August 31, 2021 rolled forward to August 31, 2022. The employer's proportion of the net pension liability was based on the employer's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2021 thru August 31, 2022.

At August 31, 2022 the District's proportion of the collective net pension liability was 0.2978268%, which was an increase of 0.0053308% from its proportion measured as of August 31, 2021.

Change of Assumptions Since the Prior Measurement Date

New assumptions were adopted in conjunction with an actuarial experience study since the prior measurement date that affected measurement of the total pension liability during the measurement period. The primary assumption change was the lowering of the single discount rate from 7.25 percent to 7.00 percent.

Change of Benefit Terms Since the Prior Measurement Date

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

Plano Independent School District

Notes to the Basic Financial Statements

For the fiscal year ended June 30, 2023, the District recognized pension expense of \$42,628,688 and revenue of \$23,841,132 for support provided by the State.

On June 30, 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
Differences between expected and actual economic experiences	\$ 2,563,762	\$ 3,854,839
Changes in actuarial assumptions	32,945,853	8,211,027
Differences between projected and actual investment earnings	17,468,472	-
Changes in proportion and differences between the employer's contributions and the proportionate share of contributions	3,770,743	10,753,844
Contributions paid to TRS subsequent to the measurement date	11,899,504	-
Total	\$ 68,648,334	\$ 22,819,710

\$11,899,504 reported as deferred outflows of resources resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	Pension Expense (Income)
2024	\$ 9,451,281
2025	3,275,238
2026	(1,156,779)
2027	19,457,804
2028	2,901,576
Thereafter	-
Total	\$ 33,929,120

Note 11. Defined Other Post-Employment Benefit Plan

Plan Description

The District participates in the Texas Public School Retired Employees Group Insurance Program (TRS-Care). It is a multiple-employer, cost-sharing defined Other Post-Employment Benefit (OPEB) plan that has a special funding situation. The TRS-Care program was established in 1986 by the Texas Legislature. The plan is administered through a trust by the Teacher Retirement System of Texas (TRS) Board of Trustees. It is established and administered in accordance with the Texas Insurance Code, Chapter 1575. The Board may adopt rules, plans, procedures and orders reasonably necessary to administer the program, including minimum benefits and financing standards.

Plano Independent School District

Notes to the Basic Financial Statements

OPEB Plan Fiduciary Net Position

Detailed 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> ; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512) 542-6592.

Benefits Provided

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

Eligible non-Medicare retirees and their dependents may enroll in TRS-Care Standard, a high-deductible health plan. Eligible Medicare retirees and their dependents may enroll in the TRS-Care Medicare Advantage medical plan and the TRS-Care Medical Rx prescription drug plan. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system. The Board of Trustees 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. There are no automatic post employments benefit changes; including automatic COLAs.

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

TRS-Care Monthly Premium Rates
Effective January 1, 2022-December 31, 2022

	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. The actual employer contribution rate is prescribed by the Legislature in the General Appropriations Act.

Plano Independent School District
Notes to the Basic Financial Statements

Rates for such plan fiscal years are as follows:

	2022	2023
Active employee	0.65%	0.65%
Non-employer contribution entity (state)	1.25%	1.25%
Employers (District)	0.75%	0.75%
Federal/private funding	1.25%	1.25%

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

The contribution amounts for the District's fiscal year 2023 are as follows:

District contributions	\$ 3,066,753
Member contributions	2,422,086
NECE on-behalf contributions (state)	3,822,478

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

TRS-Care received supplement appropriations from the State of Texas as the Non-employer Contributing Entity in the amount of \$93 million in fiscal year 2022 from the Federal Rescue Plan Act (ARPA) to help defray Covid-19-related health care cost during fiscal year 2022.

Plano Independent School District
Notes to the Basic Financial Statements

Actuarial Methods and Assumptions

The actuarial valuation of the total OPEB liability 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 of the OPEB plan offered through TRS-Care is similar to the actuarial valuation performed for the pension plan, except that the OPEB valuation is more complex. The following assumptions used for the valuation of the TRS-Care OPEB liability are identical to the assumptions employed in the August 31, 2021 TRS pension actuarial valuation that was rolled forward to August 31, 2022:

Rates of mortality	General inflation
Rates of retirement	Wage inflation
Rates of termination	
Actuarial cost method	Individual entry age normal
Single discount rate	3.91%
Aging factors	Based on plan specific experience
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claims costs.
Election rates	Normal retirement: 62% participation prior to age 65 and 25% 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

Plano Independent School District

Notes to the Basic Financial Statements

The initial medical trend rates were 8.25% for Medicare retirees and 7.25% for non-Medicare retirees. There was an initial prescription drug trend rate of 8.25% for all retirees. The initial trend rates decrease to an ultimate trend rate of 4.25% over a period of 13 years.

Discount Rate

A single discount rate of 3.91% was used to measure the total OPEB liability at August 31, 2022. This was an increase of 1.96% in the discount rate since the August 31, 2021 measurement date. The plan is essentially a "pay-as-you-go" plan, and based on the assumption that contributions are made at the statutorily required rates, the OPEB plan's fiduciary net position was projected to not be able to make all future benefit payments to current plan members and therefore, the single discount rate is equal to the prevailing municipal bond rate. The source for the rate is the Fixed Income Market Data / Yield Curve / Data Municipal Bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index" as of August 31, 2022.

Discount Rate Sensitivity Analysis The following table presents the District's proportionate share of the TRS-Care net OPEB liability, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that was 1% less than and 1% greater than the discount rate that was used (3.91%) in measuring the net OPEB liability.

	1% Decrease (2.91%)	Current Discount Rate (3.91%)	1% Increase (4.91%)
District's proportionate share of the net OPEB liability	\$ 107,710,358	\$ 91,351,241	\$ 78,098,257

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

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
District's proportionate share of the net OPEB liability	\$ 75,273,834	\$ 91,351,241	\$ 112,193,531

Plano Independent School District
Notes to the Basic Financial Statements

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

On June 30, 2023, the District reported a liability of \$91,351,241 for its proportionate share of the TRS's net OPEB liability. This liability reflects a reduction for State OPEB support provided by 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 are as follows:

District's proportionate share of the net OPEB liability	\$ 91,351,241
State's proportionate share of the net OPEB liability associated with the District	<u>111,434,162</u>
Total	<u>\$ 202,785,403</u>

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 employer's proportion of the Net OPEB Liability was based on the employer's contributions to OPEB relative to the contributions of all employers to the plan for the period September 1, 2021 thru August 31, 2022.

On August 31, 2022 the employer's proportion of the collective Net OPEB Liability was 0.3815203020% which was a decrease of 0.0017755343% from the same proportion measured as of August 31, 2021.

Change of Assumptions Since the Prior Measurement Date

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

- The discount rate changed from 1.95% as of August 31, 2021 to 3.91% as of August 31, 2022. This change decreased the total OPEB liability.
- Lower participation rates and updates to the health care trend rate assumptions were also factors that decreased the total OPEB liability.

Change of Benefit Terms Since the Prior Measurement Date

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

For the year ended June 30, 2023, the District recognized OPEB revenue of \$30,190,535 due to recognition of deferred inflows in excess of deferred outflows and current year expense. OPEB revenue of \$15,813,407 was recognized for support provided by the State.

Plano Independent School District
Notes to the Basic Financial Statements

At June 30, 2023, the District reported its proportionate share of the TRS' deferred outflows of resources and deferred inflows of resources related to other post-employment benefits from the following sources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 5,078,806	\$ 76,103,784
Changes of assumptions	13,914,604	63,465,408
Net difference between projected and actual earnings on OPEB investments	272,110	-
Changes in proportion and differences between district contributions and proportionate share of contributions (cost-sharing plan)	2,280,423	19,057,791
District contributions after measurement date	2,540,280	-
Totals	\$ 24,086,223	\$ 158,626,983

\$2,540,280 reported as deferred outflows of resources resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2024. Other amounts reported at deferred outflows of resources and deferred inflows of resources to OPEB will be recognized in OPEB expense as follows:

Year ended June 30,	
2024	\$ (24,782,098)
2025	(24,781,112)
2026	(20,907,220)
2027	(15,662,660)
2028	(17,833,590)
Thereafter	(33,114,360)
	\$ (137,081,040)

Plano Independent School District

Notes to the Basic Financial Statements

Note 12. Recapture Payment

Intergovernmental Charges include an amount of \$248,465,710 representing recapture payments made in accordance with the state school finance law.

House Bill (HB) 3, passed during the 86th Texas legislative session, made substantial changes to the District's recapture payment. Under HB 3, districts must reduce local revenue in excess of entitlement. Texas Education Code, Chapter 49. The Chapter 49 provision recaptures local tax dollars from property-rich districts and redistributes the funds to property-poor districts.

In FY2023, 37.1 percent of all local revenue collected from property taxes will be subject to recapture. The District's recapture payment for 2022-2023 of \$248 million increased \$37.4 million due to an increase in property values.

Note 13. Commitments and Contingencies

The District received financial resources from numerous federal and state governmental agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements, subject to audit by the grantor agencies and the Texas Education Agency. Any disallowed claims resulting from such audits could become a liability of the General Fund. However, in the opinion of management, any such disallowed claims, if any, will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the District at June 30, 2023.

The District is the defendant in a number of lawsuits arising principally in the normal course of operations. In the opinion of the administration, the outcome of these lawsuits will not have a material adverse effect on the accompanying combined financial statements. A provision for losses has been recorded in the self-funded internal service fund to pay the cost of deductibles associated with the District's professional legal liability insurance.

Note 14. Shared Service Arrangements

The District is the fiscal agent for a Shared Service Arrangement (SSA) which provides deaf education services to member districts whose students are enrolled in the Regional Day School Program for the Deaf (RDSPD). In addition to the District, other member districts include Allen ISD, Anna ISD, Blue Ridge ISD, Celina ISD, Community ISD, Coppell ISD, Farmersville ISD, Frisco ISD, Imagine International, Lovejoy ISD, McKinney ISD, Melissa ISD, Princeton ISD, Prosper ISD, Richardson ISD and Wylie ISD. The District, acting as the fiscal agent, receives monies from the granting agencies and administers the program. The fiscal agent is responsible for employment of personnel, budgeting, accounting, reporting and ensuring funds are used in accordance with the grant provisions. The District reports the activities of the SSA in the appropriate special revenue funds provided in the TEA Financial Accounting Resource Guide, Version 18.0.

Pursuant to the SSA agreement, costs incurred by the RDSPD in excess of the total state and federal funds are allocated among the member districts using a weighted formula based on student services, staff time and distance to a school.

Plano Independent School District

Notes to the Basic Financial Statements

Expenditures billed to the SSA members as of June 30, 2023 are summarized below:

Allen ISD	\$	115,815
Anna ISD		64,086
Blue Ridge ISD		3,215
Celina ISD		-
Community ISD		131,930
Coppell ISD		21,545
Farmersville ISD		7,487
Frisco ISD		480,966
Imagine International		285
Lovejoy ISD		4,150
McKinney ISD		296,768
Melissa ISD		14,323
Plano ISD		769,174
Princeton ISD		53,752
Prosper ISD		201,184
Richardson ISD		476,666
Wylie ISD		149,943
Total	\$	2,791,289

Note 15. Evaluation of Subsequent Events

The District's management has reviewed its financial statements and evaluated subsequent events for the period of time from its year ended June 30, 2023 through November 8, 2023, the date the financial statements were issued. Management is not aware of any subsequent events, other than those described above, that would require recognition or disclosure in the accompanying financial statements.

Note 16. New Accounting Pronouncements

GASB Pronouncements implemented by the District

GASB Statement No. 91: Conduit Debt Obligations. Statement 91 was issued in May 2019. This Statement establishes a single method of reporting conduit debt obligations by issuers to eliminate diversity in practice. This Standard becomes effective for the District in fiscal year 2021. The District has not yet determined the impact of this statement. GASB 91 was implemented in the District's fiscal year 2023 financial statements with no impact to amounts previously reported.

GASB Statement No. 94: Public-Private and Public-Public Partnerships and Availability Payment Arrangements. Statement 94 was issued in March 2020. This Statement establishes standards of accounting and financial reporting for PPPs and APAs for governments. This Standard becomes effective for the District in fiscal year 2023. The District has not yet determined the impact of this statement. GASB 94 was implemented in the District's fiscal year 2023 financial statements with no impact to the amounts previously reported.

Plano Independent School District

Notes to the Basic Financial Statements

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (GASB 96)*, provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users. 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; and 4) requires note disclosures regarding a SBITA. The requirements of this statement are effective for reporting periods beginning after June 15, 2022, with earlier application encouraged. GASB 96 was implemented in the District's fiscal year 2023 financial statements with no impact to the amounts previously reported.

GASB Pronouncements to be implemented by the District

GASB Statement No. 99, *Omnibus 2022. Statement 99* (GASB 99), enhances comparability in accounting and financial reporting and improves consistency of authoritative literature by addressing 1) practice issues that have been identified during implementation and application of certain GASB statements and 2) accounting and financial reporting for financial guarantees. The requirements related to extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions in Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63 are effective upon issuance. The requirements related to leases were implemented in the District's fiscal year 2022 financial statements in conjunction with GASB 87. The requirements related to PPPs and SBITAs are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. These requirements for GASB 99 were implemented in the District's fiscal year 2023 financial statements in conjunction with GASB 94 and GASB 96 as described in Note 1. The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter. These requirements for GASB 99 will be implemented in the District's fiscal year 2024 financial statements and the impact has not yet been determined.

GASB Statement No. 100, *Accounting Changes and Error Corrections. Statement 100*, (GASB 100), enhances accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. This statement 1) defines accounting changes and corrections of errors; 2) prescribes the accounting and financial reporting for each type of accounting change and error corrections; and 3) clarifies required note disclosures. The requirements of this statement are effective for reporting periods beginning after June 15, 2023, with earlier application encouraged. GASB 100 will be implemented in the District's fiscal year 2024 financial statements and the impact has not yet been determined.

GASB Statement No. 101, *Compensated Absences. Statement 101*, (GASB 101), improves the information needs of financial statements users by updating the recognition and measurement guidance for compensated absences under a unified model and amending certain previously required disclosures. The requirements of this statement are effective for reporting periods beginning after December 15, 2023, with earlier application encouraged. GASB 101 will be implemented in the District's fiscal year 2025 financial statements and the impact has not yet been determined.

Required Supplementary Information

Teamwork for Excellence



P L A N O
Independent School District

Plano Independent School District

Exhibit G-1

Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget And Actual – General Fund Year Ended June 30, 2023

Data Control Codes		Budgeted Amounts		Actual Amounts	Variance With
		Original	Final	(GAAP BASIS)	Final Budget
					Positive or (Negative)
REVENUES					
5700	Total local and intermediate sources	\$ 644,205,264	\$ 687,590,681	\$ 693,054,245	\$ 5,463,564
5800	State program revenues	47,458,123	55,758,123	56,442,966	684,843
5900	Federal program revenues	6,608,260	6,608,260	7,445,092	836,832
5020	Total revenues	698,271,647	749,957,064	756,942,303	6,985,239
EXPENDITURES					
	Current:				
0011	Instruction	324,142,727	315,722,038	304,016,752	11,705,286
0012	Instructional resources and media services	7,419,931	7,522,350	7,219,101	303,249
0013	Curriculum and instructional staff development	9,993,156	10,048,145	9,014,181	1,033,964
0021	Instructional leadership	5,379,479	5,388,731	5,231,104	157,627
0023	School leadership	29,944,775	29,917,795	29,509,839	407,956
0031	Guidance, counseling and evaluation services	25,452,717	25,681,736	25,033,538	648,198
0032	Social work services	1,614,641	1,698,416	1,519,643	178,773
0033	Health services	6,706,353	6,758,524	6,403,276	355,248
0034	Student (pupil) transportation	18,906,288	18,961,763	17,904,684	1,057,079
0035	Food services	12,576	12,576	11,812	764
0036	Extracurricular activities	8,314,231	8,410,907	7,522,511	888,396
0041	General administration	12,467,305	13,972,769	12,567,139	1,405,630
0051	Facilities maintenance and operations	37,513,742	46,263,263	46,176,709	86,554
0052	Security and monitoring services	5,287,740	6,146,978	4,772,641	1,374,337
0053	Data processing services	8,134,469	8,449,396	7,301,010	1,148,386
0061	Community services	2,949,801	2,955,907	2,419,587	536,320
	Debt Services:				
0071	Debt service - principal on long term debt	-	3,000,000	735,742	2,264,258
0072	Debt service - interest on long term debt	-	-	131	(131)
	Capital Outlay:				
0081	Facilities Acquisition and Construction	-	-	-	-
	Intergovernmental:				
0091	Contracted instructional services between schools	226,913,560	252,885,467	248,465,710	4,419,757
0092	Incremental costs associated with Chapter 41	35,000	35,000	28,823	6,177
0093	Payments to fiscal agent/member district of SSA	55,000	55,000	-	55,000
0095	Payments to juvenile justice alternative ed. prg.	70,000	70,000	29,242	40,758
0099	Other intergovernmental charges	5,444,243	5,894,243	5,538,567	355,676
6030	Total expenditures	736,757,734	769,851,004	741,421,742	28,429,262
1100	Excess (deficiency) of revenues over (under) expenditures	(38,486,087)	(19,893,940)	15,520,561	35,414,501
OTHER FINANCING SOURCES (USES)					
7912	Sale of personal and real property	-	6,807,849	6,179,630	(628,219)
7915	Transfers in	500,000	500,000	-	(500,000)
8911	Transfers out (use)	(913,915)	(913,915)	(10,488,816)	(9,574,901)
7080	Total other financing sources (uses)	(413,915)	6,393,934	(4,309,186)	(10,074,901)
1200	Net change in fund balances	(38,900,002)	(13,500,006)	11,211,375	25,339,600
0100	Fund balance - July 1 (beginning)	269,182,871	269,182,871	269,182,871	-
3000	FUND BALANCE - JUNE 30 (ENDING)	\$ 230,282,869	\$ 255,682,865	\$ 280,394,246	\$ 25,339,600

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

Plano Independent School District

Exhibit G-2

Schedule of the District's Proportionate Share of the Net Pension Liability Teacher Retirement System Last Nine Fiscal Years

Year	District's Proportion of Net Pension Liability	District's Proportionate Share of the Net Pension Liability	State's Proportionate Share of the Net Pension Liability Associated with the District	Total	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2023	0.2978268%	\$ 176,812,125	\$ 249,413,802	\$ 426,225,927	\$ 372,628,678	47.45%	75.62%
2022	0.2924965%	\$ 74,488,392	\$ 119,126,606	\$ 193,614,998	\$ 371,846,289	20.03%	88.79%
2021	0.2957952%	\$ 158,421,891	\$ 260,980,020	\$ 419,401,911	\$ 374,857,643	42.26%	75.54%
2020	0.3352453%	\$ 174,271,009	\$ 252,952,531	\$ 427,223,540	\$ 369,522,881	47.16%	75.24%
2019	0.3402698%	\$ 187,292,777	\$ 277,739,751	\$ 465,032,528	\$ 362,360,271	51.69%	73.74%
2018	0.2561200%	\$ 104,113,028	\$ 169,779,642	\$ 273,892,670	\$ 352,238,059	29.56%	82.17%
2017	0.3105818%	\$ 117,364,255	\$ 209,131,676	\$ 326,495,931	\$ 341,031,000	34.41%	78.00%
2016	0.3282305%	\$ 116,025,113	\$ 198,641,457	\$ 314,666,570	\$ 329,056,036	35.26%	78.43%
2015	0.2089994%	\$ 55,826,630	\$ 173,123,406	\$ 228,950,036	\$ 316,362,498	17.65%	83.25%

* The amounts presented for the fiscal years were determined as of the Plan's fiscal year end, August 31 of the prior year.
Ten years of data is not available.

Plano Independent School District
Schedule of the District Contributions
Teacher Retirement System
Last Nine Fiscal Years

Exhibit G-3

Year	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
2023	\$ 14,266,483	\$ (14,266,483)	\$ -	\$ 377,201,728	3.78%
2022	\$ 13,543,050	\$ (13,543,050)	\$ -	\$ 381,338,152	3.55%
2021	\$ 12,653,695	\$ (12,653,695)	\$ -	\$ 372,789,113	3.39%
2020	\$ 8,030,901	\$ (8,030,901)	\$ -	\$ 376,190,182	2.13%
2019	\$ 7,737,725	\$ (7,737,725)	\$ -	\$ 368,266,313	2.10%
2018	\$ 7,234,141	\$ (7,234,141)	\$ -	\$ 360,911,191	2.00%
2017	\$ 6,762,839	\$ (6,762,839)	\$ -	\$ 350,278,666	1.93%
2016	\$ 5,992,793	\$ (5,992,793)	\$ -	\$ 339,263,215	1.77%
2015	\$ 5,822,171	\$ (5,822,171)	\$ -	\$ 327,053,718	1.78%

* The amounts presented for the fiscal years were determined as of the District's fiscal year end.
Ten years of data is not available.

Plano Independent School District

Exhibit G-4

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

Year	District's Proportion of Net OPEB Liability	District's Proportionate Share of the Net OPEB Liability	State's Proportionate Share of the Net OPEB Liability Associated with the District	Total	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
2023	0.3815203%	\$ 91,351,241	\$ 111,434,162	\$ 202,785,403	\$ 372,628,678	24.52%	11.52%
2022	0.3832958%	\$ 147,854,332	\$ 198,091,855	\$ 345,946,187	\$ 371,846,289	39.76%	6.18%
2021	0.3969207%	\$ 150,887,500	\$ 202,756,631	\$ 353,644,131	\$ 374,857,643	40.25%	4.99%
2020	0.4194300%	\$ 198,353,587	\$ 263,567,548	\$ 461,921,135	\$ 369,522,881	53.68%	2.66%
2019	0.4254291%	\$ 212,420,665	\$ 314,273,430	\$ 526,694,095	\$ 362,360,271	58.62%	1.57%
2018	0.4171418%	\$ 181,399,331	\$ 274,107,669	\$ 455,507,000	\$ 352,238,059	51.50%	0.91%

* The amounts presented for the fiscal years were determined as of the Plan's fiscal year end, August 31 of the prior year.
Ten years of data is not available.

Plano Independent School District**Exhibit G-5**

Schedule of the District's Contributions to the
Teacher Retirement System OPEB Plan
Last Six Fiscal Years*

Year	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
2023	\$ 3,066,753	\$ (3,066,753)	\$ -	\$ 377,201,728	0.81%
2022	\$ 3,101,066	\$ (3,101,066)	\$ -	\$ 381,338,152	0.81%
2021	\$ 3,016,875	\$ (3,016,875)	\$ -	\$ 372,789,113	0.81%
2020	\$ 2,976,792	\$ (2,976,792)	\$ -	\$ 376,190,182	0.79%
2019	\$ 2,934,853	\$ (2,934,853)	\$ -	\$ 368,266,313	0.80%
2018	\$ 2,522,542	\$ (2,522,542)	\$ -	\$ 360,911,191	0.70%

* The amounts presented for the fiscal years were determined as of the District's fiscal year end.

Ten years of data is not available.

Plano Independent School District

Notes to the Required Supplementary Information

Year Ended June 30, 2023

Note 1. Budgets

The District is required by state law to adopt an annual budget for the General Fund, presented on the modified accrual basis of accounting, which is consistent with GAAP. Annual budgets are also adopted for the Child Nutrition Program and the Debt Service Fund.

The following procedures are used in establishing the budgetary data reflected in the financial statements:

- A. Prior to June 30 of the preceding fiscal year, the District prepares a budget for the next succeeding fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them.
- B. A meeting of the Board of Trustees is then called for the purpose of adopting the proposed budget after giving at least ten days and up to 30 days public notice of the meeting.
- C. Prior to July 1, the budget is legally enacted through passage of a resolution by the Board of Trustees.
- D. Budget data is filed with the Texas Education Agency as a part of the District's annual fall submission to the TEA Public Education Information Management System (PEIMS).

Once a budget is approved, it can be amended at the function and fund level only by approval of a majority of the members of the Board of Trustees. The function level is the legal level of budgetary control and the object level is the administrative level of control. Amendments are presented to the Board at its regular meetings. Each amendment crossing the function level must have Board approval. Such amendments are made before the fact, are reflected in the official minutes of the Board and are not made after fiscal year-end, as dictated by law.

Each budget is controlled by the budget director at the revenue and expenditure function/object level. Board approval is not required for amendments by department heads that move monies within a function. Budgeted amounts are as amended by the Board of Trustees. All budget appropriations lapse at year-end.

Note 2. Significant Items

Budget Amendments

During the year, numerous budget amendments are approved by the Board in order to redistribute the budget to align specific amounts to meet projected actual expenditures.

The Board also approves appropriations of fund balance to meet budgetary needs that may arise after the original budget is approved.

Plano Independent School District

Notes to the Required Supplementary Information
Year Ended June 30, 2023

Significant changes between the original and final budgets in the General Fund include the following:

Type of Revenue/Expenditure	Original Budget	Final Budget	Budget Amendments
Local revenues	\$ 633,931,299	\$ 663,816,143	\$ 29,884,844
Incremental cost associated with Chapter 49	226,913,560	252,885,467	25,971,907
State program revenues	20,708,123	29,008,123	8,300,000
Investment earnings	2,000,000	15,300,000	13,300,000
Sale of property	-	6,807,849	6,807,849

Local property tax increased due to the difference between certified estimated property values and actual certified property values and Voter Approved Tax Ratification (VATRE). The VATRE resulted in approximately \$9.2 million net of Chapter 49 increase. The certified to actual property values of approximately 7.36% resulted in an increase current tax collection.

Chapter 49 increase is due to a combination of decrease in enrollment and increase in property tax collections an VATRE.

State program revenue budget increased due to TEA Hold Harmless for new homestead exemption and increase in ASF (Available School Fund-Per Capita). The Texas Education agency increased the per-capita rate from \$510.890.0 to \$629.518.

Investment earnings budget increased due to an increase in interest rates over the course of the fiscal year.

Sale of property budget increase due to approval of the sale of property over the course of the fiscal year.

Note 3. Net Pension Liability and Net OPEB Liability

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

Changes in actuarial assumptions and inputs

Measurement Date August 31,	Net Pension Liability		Net OPEB Liability
	Discount Rate	Long-term Expected Rate of Return	Discount Rate
2022	7.000%	7.000%	3.910%
2021	7.250%	7.250%	1.950%
2020	7.250%	7.250%	2.330%
2019	7.250%	7.250%	2.630%
2018	6.907%	7.250%	2.690%
2017	8.000%	8.000%	3.420%
2016	8.000%	8.000%	
2015	8.000%	8.000%	
2014	8.000%	8.000%	

Plano Independent School District

Notes to the Required Supplementary Information
Year Ended June 30, 2023

Changes in demographic and economic assumptions

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

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

Changes in benefit terms

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

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

Other changes

For Measurement Date August 31, 2022 – Net OPEB Liability:

- The participation rate for post-65 retirees was lowered from 65% to 62%. The participation rate for post-65 retirees was lowered from 40% to 25%.

For Measurement Date August 31, 2020 – Net OPEB Liability:

- The participation rate for post-65 retirees was lowered from 50% to 40%.
- The ultimate health care trend rate assumption decreased to reflect the repeal of the excise (Cadillac) tax on high-cost employer health plans.

For Measurement Date August 31, 2019 – Net Pension Liability:

- With the enactment of SB3 by the 2019 Texas Legislature, an assumption was made about how this would impact future salaries. It is assumed that eligible active members will each receive a \$2,700 increase in fiscal year 2020. This is in addition to the salary increase expected based on the actuarial assumptions.

For Measurement Date August 31, 2019 – Net OPEB Liability:

- The participation rate for pre-65 retirees was lowered from 70% to 65%. The participation rate for post-65 retirees was lowered from 75% to 50%. 25% of pre-65 retirees are assumed to discontinue their coverage at age 65.
- The trend rates were reset to better reflect the plan's anticipated experience.
- The percentage of retirees who are assumed to have two-person coverage was lowered from 20% to 15%. In addition, the participation assumption for the surviving spouses of employees that die while actively employed was lowered from 20% to 10%.

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

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

Combining and Individual Fund Statements and Schedules

Teamwork for Excellence



P L A N O
Independent School District

Plano Independent School District

Exhibit H-1

Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual – Debt Service Fund Year Ended June 30, 2023

Data Control Codes		Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
		Original	Final		
REVENUES					
5700	Total local and intermediate sources	\$ 169,230,640	\$ 169,230,640	\$ 156,605,458	\$ (12,625,182)
5800	Total state revenues	950,000	950,000	2,139,994	1,189,994
5020	Total revenues	170,180,640	170,180,640	158,745,452	(11,435,188)
EXPENDITURES					
	Debt service:				
0071	Debt service - principal on long term debt	146,408,175	146,318,175	131,360,000	14,958,175
0072	Debt service - interest on long term debt	23,727,465	23,727,465	25,126,858	(1,399,393)
0073	Debt service - bond issuance cost and fees	45,000	135,000	124,589	10,411
6030	Total expenditures	170,180,640	170,180,640	156,611,447	13,569,193
1100	Excess (deficiency) of revenues over (under) expenditures	-	-	2,134,005	2,134,005
OTHER FINANCING SOURCES (USES)					
7915	Transfers in	-	-	50,617	50,617
7080	Total other financing sources (uses)	-	-	50,617	50,617
1200	Net change in fund balances	-	-	2,184,622	2,184,622
0100	Fund balance - July 1 (beginning)	29,644,775	29,644,775	29,644,775	-
3000	FUND BALANCE - JUNE 30 (ENDING)	\$ 29,644,775	\$ 29,644,775	\$ 31,829,397	\$ 2,184,622

Plano Independent School District

Nonmajor Governmental Funds

June 30, 2023

Head Start is used to account for funds granted for the Head Start Program.

Education for Homeless Children and Youth is used to account for funds granted for activities such as coordination and collaboration with local agencies to provide comprehensive services to homeless children and youths, and a variety of staff-development and supplemental services, including in-service training, counseling, psychological services, and tutoring.

Title I, Part A is used to account for funds to help LEAs improve teaching and learning in high-poverty schools in particular for children failing, or most at-risk of failing, to meet challenging State academic standards.

IDEA – B Formula is funded by the U.S. Department of Education, as passed through the State of Texas, for the purpose of providing special education and related services to children with disabilities, ages 3-21.

IDEA – B Preschool is funding by the U.S. Department of Education, as passed through the State of Texas, for the purpose of providing special education and related services to children with disabilities, ages 3-5.0

IDEA – B Discretionary is used to account for funds used to support a regional education service center (ESC) special education component and also: target support to districts; regional day school programs for the deaf; private residential placement; priority projects; and other emerging need.

National Breakfast and Lunch Program is used to account for food services in a special revenue fund with the service is subsidized with federal reimbursement revenues from the USDA.

Summer Feeding Program is used to account for the funds received from the Texas Department of Agriculture for meals provided to the community based on the average number of daily participants.

22-23 Perkins V: Strengthening is used to account for funds granted to provide career and technical education (CTE) and to develop new and/or improve existing CTE programs for paid and unpaid employment.

Title II, Part A – Supporting EG is used to account for funds used to improve student academic achievement by improving teacher and principal quality and increasing the number of highly qualified teachers, principals, and assistant principals in the school and to hold districts accountable for improving student academic achievement.

Title III, Part A – ELA is used to account for funds granted to improve the education of children with limited English proficiency by helping the children learn English and meet challenging academic achievement standards.

ESSER Grant is used to account for federal stimulus ESSER funds granted to LEAs through the CARES Act that support an LEA's ability to operate and instruct its students during the COVID-19 pandemic.

ARP Homeless I is used to account for federal stimulus ESSER funds granted to LEAs through the American Rescue Plan Act to identify homeless children and youth, to provide homeless children and youth with wrap-around services to address the challenges of COVID-19, and to enable homeless children and youth to attend school and fully participate in school activities.

Plano Independent School District

Nonmajor Governmental Funds

June 30, 2023

ARP Homeless II is used to account for federal stimulus funds granted to LEAs through the ARP Act to identify and provide homeless children and youth with services in light of the challenges of COVID-19 and to enable homeless children and youth to attend school and participate fully in school activities.

CRRSA ESSER II is used to account for federal stimulus ESSER II funds granted to LEAs through the CRRSA Act to support LEA's ability to operate, instruct its students, address learning loss, prepare schools for reopening, test, repair, and upgrade projects to improve air quality in school buildings during the coronavirus pandemic.

ARP ESSER III is used to account for federal stimulus ESSER III funds granted to LEAs through the American Rescue Plan Act to address learning loss and the disproportionate impact of the coronavirus on certain student subgroups, identify and provide homeless children and youth with services in light of the challenges of the coronavirus, and enable homeless children and youth to attend school and participate fully in school activities.

IDEA – B Formula ARP is used to account for federal stimulus funds granted under the ARP Act to operate educational programs for children with disabilities.

IDEA-B Preschool ARP is used to account for federal stimulus funds granted under the ARP Act for preschool children with disabilities.

Title IV, Part A, Subpart 1 is used to account for federal stimulus funds granted to LEAs to provide students with access to a well-rounded education, improve school conditions for student learning (safe and healthy students) and to improve the use of technology to improve the academic outcomes and digital literacy of students.

Other Federal SSA Special Revenue Funds is used to account for federal funds held by a fiscal agent school district or regional education service centers that either provides and pays for all services to member districts, provides and pays for some services to member districts and sends a portion of the grant to each member district to expend, or sends all of the grant to member districts to expend.

Instructional Materials Allotment is for funds awarded to school districts under the textbook allotment.

Other State Special Revenue Funds is used to account for state-funded special revenue funds.

Other SSA Special Revenue Funds is used to account for funds allocated for the staff and activities of the regional day school program for the Deaf.

Other Local Special Revenue Funds is used to account for locally funded special revenue funds not listed above.

Plano Independent School District

Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023

Data Control Codes		205	206	211	224
		Head Start	Education for Homeless Children and Youth	Title I, Part A	IDEA - B Formula
ASSETS					
1110	Cash and investments	\$ -	\$ 315	\$ -	\$ -
1240	Due from other governments	445,185	30,437	2,870,847	2,522,399
1250	Accrued interest	-	-	-	-
1290	Other receivables	-	-	-	-
1300	Inventories	-	-	-	-
1000	TOTAL ASSETS	<u>\$ 445,185</u>	<u>\$ 30,752</u>	<u>\$ 2,870,847</u>	<u>\$ 2,522,399</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
2110	Accounts payable	\$ 3,043	\$ 6,864	\$ 53,779	\$ 42,395
2160	Accrued wages payable	208,250	1,755	722,168	801,875
2170	Due to other funds	233,892	22,133	2,094,900	1,678,129
2180	Due to other governments	-	-	-	-
2300	Unearned revenues	-	-	-	-
2440	Other Payables	-	-	-	-
2000	Total liabilities	445,185	30,752	2,870,847	2,522,399
Fund balances:					
Non spendable					
3410	Investments in inventory	-	-	-	-
Restricted					
3450	Food services	-	-	-	-
3450	State special revenue	-	-	-	-
Committed					
3545	Local special revenue	-	-	-	-
3600	Unassigned	-	-	-	-
3000	Total fund balances	-	-	-	-
4000	TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 445,185</u>	<u>\$ 30,752</u>	<u>\$ 2,870,847</u>	<u>\$ 2,522,399</u>

225	226	240	242	244	255
IDEA - B Preschool	High Cost Fund	National Breakfast and Lunch Program	Summer Feeding Program	22-23 Perkins V: Strengthening	Title II, Part A - Supporting EG
\$ -	\$ 116	\$ 14,186,310	\$ 28,400	\$ -	\$ -
112,455	300,983	1,576,251	-	145,274	611,332
-	-	4,150	-	-	-
-	-	20,686	-	-	-
-	-	243,612	-	-	-
<u>\$ 112,455</u>	<u>\$ 301,099</u>	<u>\$ 16,031,009</u>	<u>\$ 28,400</u>	<u>\$ 145,274</u>	<u>\$ 611,332</u>
\$ -	\$ -	\$ 480,897	\$ -	\$ -	\$ 26,400
42,677	-	313,323	-	19,310	56,395
69,778	301,099	-	-	125,964	528,537
-	-	-	-	-	-
-	-	569,368	28,400	-	-
-	-	-	-	-	-
112,455	301,099	1,363,588	28,400	145,274	611,332
-	-	243,612	-	-	-
-	-	14,423,809	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	14,667,421	-	-	-
<u>\$ 112,455</u>	<u>\$ 301,099</u>	<u>\$ 16,031,009</u>	<u>\$ 28,400</u>	<u>\$ 145,274</u>	<u>\$ 611,332</u>

Plano Independent School District

Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023

Data Control Codes		263	266	278	280
		Title III, Part A - ELA	ESSER Grant	ARP Homeless I - Tehcy Supplement	ARP Homeless II
ASSETS					
1110	Cash and investments	\$ -	\$ 172,873	\$ -	\$ -
1240	Due from other governments	289,038	-	-	66,933
1250	Accrued interest	-	-	-	-
1290	Other receivables	-	-	-	-
1300	Inventories	-	-	-	-
1000	TOTAL ASSETS	\$ 289,038	\$ 172,873	\$ -	\$ 66,933
LIABILITIES AND FUND BALANCES					
Liabilities:					
2110	Accounts payable	\$ 7,874	\$ -	\$ -	\$ -
2160	Accrued wages payable	84,592	-	-	1,951
2170	Due to other funds	196,572	172,873	-	64,982
2180	Due to other governments	-	-	-	-
2300	Unearned revenues	-	-	-	-
2440	Other Payables	-	-	-	-
2000	Total liabilities	289,038	172,873	-	66,933
Fund balances:					
Non spendable					
3410	Investments in inventory	-	-	-	-
Restricted					
3450	Food services	-	-	-	-
3450	State special revenue	-	-	-	-
Committed					
3545	Local special revenue	-	-	-	-
3600	Unassigned	-	-	-	-
3000	Total fund balances	-	-	-	-
4000	TOTAL LIABILITIES AND FUND BALANCES	\$ 289,038	\$ 172,873	\$ -	\$ 66,933

Exhibit H-2

281	282	284	285	289	379	410
CRRSA ESSER II	ARP ESSER III	IDEA-B Formula-ARP	IDEA-B Preschool - ARP	Title IV, Part A, Subpart 1	Other Federal SSA Special Revenue Funds	Instructional Materials Allotment
\$ -	\$ -	\$ -	\$ -	\$ 1,810	\$ 26,681	\$ 893,678
1,265,705	2,821,692	691,072	-	61,199	54,373	2,371,258
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 1,265,705</u>	<u>\$ 2,821,692</u>	<u>\$ 691,072</u>	<u>\$ -</u>	<u>\$ 63,009</u>	<u>\$ 81,054</u>	<u>\$ 3,264,936</u>
\$ -	\$ 4,446	\$ -	\$ -	\$ 11,647	\$ -	\$ 475,364
463,963	939,449	-	-	3,555	10,913	-
801,742	1,877,797	691,072	-	47,807	70,141	-
-	-	-	-	-	-	-
-	-	-	-	-	-	2,371,258
-	-	-	-	-	-	-
1,265,705	2,821,692	691,072	-	63,009	81,054	2,846,622
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	418,314
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	418,314
<u>\$ 1,265,705</u>	<u>\$ 2,821,692</u>	<u>\$ 691,072</u>	<u>\$ -</u>	<u>\$ 63,009</u>	<u>\$ 81,054</u>	<u>\$ 3,264,936</u>

Plano Independent School District

Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023

Data Control Codes		429	459	499	Total
		Other State Special Revenue Funds	Other SSA Special Revenue Funds	Other Local Special Revenue Funds	Nonmajor Governmental Funds
ASSETS					
1110	Cash and investments	\$ 239,810	\$ 484,199	\$ 9,112,484	\$ 25,146,676
1240	Due from other governments	209,241	647,680	-	17,093,354
1250	Accrued interest	-	-	431	4,581
1290	Other receivables	-	-	169	20,855
1300	Inventories	-	-	-	243,612
1000	TOTAL ASSETS	\$ 449,051	\$ 1,131,879	\$ 9,113,084	\$ 42,509,078
LIABILITIES AND FUND BALANCES					
Liabilities:					
2110	Accounts payable	\$ -	\$ 4,928	\$ 579,886	\$ 1,697,523
2160	Accrued wages payable	30,966	617,094	15,796	4,334,032
2170	Due to other funds	177,977	-	44,143	9,199,538
2180	Due to other governments	-	-	1,162	1,162
2300	Unearned revenues	-	509,857	-	3,478,883
2440	Other Payables	-	-	34,268	34,268
2000	Total liabilities	208,943	1,131,879	675,255	18,745,406
Fund balances:					
Non spendable					
3410	Investments in inventory	-	-	-	243,612
Restricted					
3450	Food services	-	-	-	14,423,809
3450	State special revenue	240,108	-	-	658,422
Committed					
3545	Local special revenue	-	-	8,437,829	8,437,829
3600	Unassigned	-	-	-	-
3000	Total fund balances	240,108	-	8,437,829	23,763,672
4000	TOTAL LIABILITIES AND FUND BALANCES	\$ 449,051	\$ 1,131,879	\$ 9,113,084	\$ 42,509,078

Teamwork for Excellence



P L A N O
Independent School District

Plano Independent School District

Combining Statement of Revenues, Expenditures And Changes In
Fund Balances – Nonmajor Governmental Funds
Year Ended June 30, 2023

Data Control Codes		205	206	211	224
		Head Start	Education for Homeless Children and Youth	Title I, Part A	IDEA - B Formula
REVENUES					
5700	Total local and intermediate sources	\$ 2,021	\$ 56	\$ 1,772	\$ -
5800	State program revenues	-	-	-	-
5900	Federal program revenues	1,482,276	65,670	6,683,042	7,452,232
5020	Total revenues	1,484,297	65,726	6,684,814	7,452,232
EXPENDITURES					
Current:					
0011	Instruction	1,215,044	2,029	5,566,709	4,511,749
0012	Instructional resources and media services	-	-	-	-
0013	Curriculum and instructional staff development	94,003	-	683,935	929,890
0021	Instructional leadership	221,437	-	176,446	-
0023	School leadership	-	-	-	-
0031	Guidance, counseling and evaluation services	115,254	-	-	843,594
0032	Social work services	-	45,185	-	129,836
0033	Health services	89,315	-	-	1,829
0034	Student (pupil) transportation	-	-	-	-
0035	Food services	-	-	-	-
0036	Extracurricular activities	-	-	-	-
0041	General administration	1,034	-	5,000	-
0051	Facilities maintenance and operations	21,587	-	-	-
0052	Security and monitoring services	90	-	-	-
0053	Data processing services	-	-	-	-
0061	Community services	215,349	18,512	252,724	266,160
0071	Debt service - principal on long term debt	-	-	-	-
0072	Debt service - interest on long term debt	-	-	-	-
0081	Facilities acquisition and construction	-	-	-	-
Intergovernmental:					
0093	Payments to fiscal agent/member districts of SSA	-	-	-	769,174
6030	Total expenditures	1,973,113	65,726	6,684,814	7,452,232
1100	Excess (deficiency) of revenues over (under) expenditures	(488,816)	-	-	-
OTHER FINANCING SOURCES					
7915	Transfers in	488,816	-	-	-
7080	Total other financing sources	488,816	-	-	-
1200	Net change in fund balance	-	-	-	-
0100	Fund balance - July 1 (beginning)	-	-	-	-
3000	FUND BALANCE - JUNE 30 (ENDING)	\$ -	\$ -	\$ -	\$ -

225	226	240	242	244	255
IDEA - B Preschool	High Cost Fund	National Breakfast and Lunch Program	Summer Feeding Program	22-23 Perkins V: Strengthening	Title II, Part A - Supporting EG
\$ -	\$ -	\$ 9,790,640	\$ -	\$ 251	\$ 2,321
-	-	757,765	-	-	-
275,109	300,983	16,918,256	-	537,312	1,437,073
275,109	300,983	27,466,661	-	537,563	1,439,394
249,963	300,983	-	-	237,790	58,251
-	-	-	-	-	-
-	-	-	-	241,365	1,258,620
-	-	-	-	8,136	19,782
-	-	-	-	-	-
25,146	-	-	-	28,161	37,689
-	-	-	-	-	-
-	-	-	-	-	-
-	-	23,866,080	-	-	-
-	-	-	-	22,111	-
-	-	-	-	-	9,000
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	56,052
-	-	172,158	-	-	-
-	-	8	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
275,109	300,983	24,038,246	-	537,563	1,439,394
-	-	3,428,415	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	3,428,415	-	-	-
-	-	11,239,006	-	-	-
\$ -	\$ -	\$ 14,667,421	\$ -	\$ -	\$ -

Plano Independent School District

Combining Statement of Revenues, Expenditures And Changes In
Fund Balances – Nonmajor Governmental Funds
Year Ended June 30, 2023

Data Control Codes		263	266	278	280
		Title III, Part A -		ARP Homeless I -	ARP
		ELA	ESSER Grant	Tehcy Supplement	Homeless II
REVENUES					
5700	Total local and intermediate sources	\$ 5	\$ -	\$ -	\$ 88
5800	State program revenues	-	-	-	-
5900	Federal program revenues	1,047,050	3,077	16,802	79,386
5020	Total revenues	1,047,055	3,077	16,802	79,474
EXPENDITURES					
Current:					
11	Instruction	308,592	-	13,983	65,696
12	Instructional resources and media services	-	-	-	-
13	Curriculum and instructional staff development	616,901	-	-	-
21	Instructional leadership	5,089	-	-	-
23	School leadership	-	-	-	-
31	Guidance, counseling and evaluation services	-	-	-	-
32	Social work services	-	-	-	13,778
33	Health services	-	-	-	-
34	Student (pupil) transportation	-	-	-	-
35	Food services	-	-	-	-
36	Extracurricular activities	-	-	-	-
41	General administration	1,500	-	-	-
51	Facilities maintenance and operations	-	-	-	-
52	Security and monitoring services	-	-	-	-
53	Data processing services	-	-	-	-
61	Community services	114,973	3,077	2,819	-
71	Debt service - principal on long term debt	-	-	-	-
	Debt service - interest on long term debt	-	-	-	-
81	Facilities acquisition and construction	-	-	-	-
Intergovernmental:					
93	Payments to fiscal agent/member districts of SSA	-	-	-	-
6030	Total expenditures	1,047,055	3,077	16,802	79,474
1100	Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
OTHER FINANCING SOURCES					
7915	Transfers in	-	-	-	-
7080	Total other financing sources	-	-	-	-
1200	Net change in fund balance	-	-	-	-
100	Fund balance - July 1 (beginning)	-	-	-	-
3000	FUND BALANCE - JUNE 30 (ENDING)	\$ -	\$ -	\$ -	\$ -

281	282	284	285	289	379	410
CRRSA ESSER II	ARP ESSER III	IDEA-B Formula-ARP	IDEA-B Preschool - ARP	Title IV, Part A, Subpart 1	Other Federal SSA Special Revenue Funds	Instructional Materials Allotment
\$ -	\$ 16	\$ -	\$ -	\$ -	\$ -	\$ 24,440
-	-	-	-	-	-	2,138,528
8,687,780	7,752,439	872,564	676	545,518	213,049	-
8,687,780	7,752,455	872,564	676	545,518	213,049	2,162,968
7,447,608	6,943,901	278,782	676	331,963	204,437	2,823,406
82,166	-	-	-	-	-	-
48,696	185,174	2,304	-	15,950	-	-
26,884	-	-	-	-	-	-
207,462	122,645	-	-	-	-	-
151,160	185,219	349,530	-	106,968	-	-
10,145	160,919	-	-	-	-	-
85,724	-	-	-	-	-	-
176,520	-	-	-	-	-	-
200,873	-	-	-	-	-	-
4,565	-	-	-	-	-	-
48,696	109,982	241,948	-	9,000	-	-
59,318	-	-	-	56,118	-	-
10,137	-	-	-	2,880	-	-
24,854	-	-	-	-	-	-
99,421	44,615	-	-	22,639	8,612	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
3,551	-	-	-	-	-	-
-	-	-	-	-	-	-
8,687,780	7,752,455	872,564	676	545,518	213,049	2,823,406
-	-	-	-	-	-	(660,438)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	(660,438)
-	-	-	-	-	-	1,078,752
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 418,314

Plano Independent School District

Combining Statement of Revenues, Expenditures And Changes In
Fund Balances – Nonmajor Governmental Funds
Year Ended June 30, 2023

	429 Other State Special Revenue Funds	459 Other SSA Special Revenue Funds	499 Other Local Special Revenue Funds	Total Nonmajor Governmental Funds
REVENUES				
Total local and intermediate sources	\$ 4	\$ 77	\$ 6,851,816	\$ 16,673,507
State program revenues	735,645	4,588,549	-	8,220,487
Federal program revenues	-	-	-	54,370,294
Total revenues	735,649	4,588,626	6,851,816	79,264,288
EXPENDITURES				
Current:				
Instruction	465,376	4,162,337	1,149,264	36,338,539
Instructional resources and media services	197	-	77,088	159,451
Curriculum and instructional staff development	72,529	8,213	57,780	4,215,360
Instructional leadership	123	182,852	1,712	642,461
School leadership	2,191	-	411,396	743,694
Guidance, counseling and evaluation services	41,488	-	602,006	2,486,215
Social work services	720	-	225,041	585,624
Health services	-	11,699	786	189,353
Student (pupil) transportation	-	-	-	176,520
Food services	-	-	1,428	24,068,381
Extracurricular activities	-	44,912	4,557,742	4,629,330
General administration	-	-	24,804	450,964
Facilities maintenance and operations	-	-	85,472	222,495
Security and monitoring services	112,414	-	215,596	341,117
Data processing services	-	-	20,508	45,362
Community services	51,782	178,613	11,099	1,346,447
Debt service - principal on long term debt	-	-	2,116	174,274
Debt service - interest on long term debt	-	-	-	8
Facilities acquisition and construction	-	-	-	3,551
Intergovernmental:				
Payments to fiscal agent/member districts of SSA	-	-	-	769,174
Total expenditures	746,820	4,588,626	7,443,838	77,588,320
Excess (deficiency) of revenues over (under) expenditures	(11,171)	-	(592,022)	1,675,968
OTHER FINANCING SOURCES				
Transfers in	-	-	-	488,816
Total other financing sources	-	-	-	488,816
Net change in fund balance	(11,171)	-	(592,022)	2,164,784
Fund balance - July 1 (beginning)	251,279	-	9,029,851	21,598,888
FUND BALANCE - JUNE 30 (ENDING)	\$ 240,108	\$ -	\$ 8,437,829	\$ 23,763,672

Plano Independent School District

Exhibit H-4

Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual – National Breakfast and Lunch Program Year Ended June 30, 2023

Data Control Codes		Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
		Original	Final		
REVENUES					
5700	Total local and intermediate sources	\$ 11,223,591	\$ 11,225,072	\$ 9,790,640	\$ (1,434,432)
5800	State program revenues	585,600	585,600	757,765	172,165
5900	Federal program revenues	15,448,761	17,837,998	16,918,256	(919,742)
5020	Total revenues	27,257,952	29,648,670	27,466,661	(2,182,009)
EXPENDITURES					
0035	Food services	27,248,952	29,639,670	23,866,080	5,773,590
0051	Facilities maintenance and operations	9,000	9,000	-	9,000
0071	Debt service - principal on long term debt	-	-	172,158	(172,158)
0072	Debt service - interest on long term debt	-	-	8	(8)
6030	Total expenditures	27,257,952	29,648,670	24,038,246	5,610,424
1100	Excess (deficiency) of revenues over (under) expenditures	-	-	3,428,415	3,428,415
0100	Fund balance - July 1 (beginning)	11,239,006	11,239,006	11,239,006	-
3000	FUND BALANCE - JUNE 30 (ENDING)	\$ 11,239,006	\$ 11,239,006	\$ 14,667,421	\$ 3,428,415

Plano Independent School District
Combining Statement of Net Position
Nonmajor Enterprise Funds
June 30, 2023

Exhibit H-5

	Employee Child Care	After School Care	Concessions	Photography	Total Nonmajor Enterprise Funds
ASSETS					
Current assets:					
Cash and investments	\$ 494,474	\$ 2,965,040	\$ 103,143	\$ 20,756	\$ 3,583,413
Accrued interest	-	-	-	6	6
Other receivables	-	5,495	-	-	5,495
Total current assets	494,474	2,970,535	103,143	20,762	3,588,914
Noncurrent assets:					
Capital assets:					
Furniture and equipment	9,245	-	5,445	-	14,690
Depreciation and amortization on furniture and equipment	(6,604)	-	(5,445)	-	(12,049)
Total noncurrent assets	2,641	-	-	-	2,641
Total assets	497,115	2,970,535	103,143	20,762	3,591,555
LIABILITIES					
Current liabilities:					
Accounts payable	2,753	558,634	353	-	561,740
Accrued wages payable	44,634	45,594	4,222	-	94,450
Unearned revenues	15,313	7,159	-	-	22,472
Total current assets	62,700	611,387	4,575	-	678,662
Total liabilities	62,700	611,387	4,575	-	678,662
NET POSITION					
Investments in capital assets	2,641	-	-	-	2,641
Unrestricted net position	431,774	2,359,148	98,568	20,762	2,910,252
TOTAL NET POSITION	\$ 434,415	\$ 2,359,148	\$ 98,568	\$ 20,762	\$ 2,912,893

Plano Independent School District**Exhibit H-6**

Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
 Nonmajor Enterprise Funds
 Year Ended June 30, 2023

	Employee Child Care	After School Care	Concessions	Photography	Total Nonmajor Enterprise Funds
OPERATING REVENUES					
Local and intermediate sources	\$ 1,352,885	\$ 3,417,326	\$ 248,196	\$ -	\$ 5,018,407
Total operating revenues	1,352,885	3,417,326	248,196	-	5,018,407
OPERATING EXPENSES					
Payroll costs	1,043,517	2,155,725	79,444	-	3,278,686
Professional and contracted services	58,002	27,455	4,833	-	90,290
Supplies and materials	27,911	45,027	125,297	-	198,235
Depreciation and amortization	1,321	-	-	-	1,321
Other operating costs	19,770	14,109	32,928	-	66,807
Total operating expenses	1,150,521	2,242,316	242,502	-	3,635,339
Operating income (loss)	202,364	1,175,010	5,694	-	1,383,068
NON OPERATING REVENUES (EXPENSES)					
Earnings from temporary deposits and investments	-	99,295	4,270	759	104,324
Gain (loss) on sale of asset	1,085	1,085	-	-	2,170
Total non operating revenues (expenses)	1,085	100,380	4,270	759	106,494
Change in net position	203,449	1,275,390	9,964	759	1,489,562
Total net position - July 1 (beginning)	230,966	1,083,758	88,604	20,003	1,423,331
TOTAL NET POSITION - JUNE 30 (ENDING)	\$ 434,415	\$ 2,359,148	\$ 98,568	\$ 20,762	\$ 2,912,893

Plano Independent School District
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
Year Ended June 30, 2023

Exhibit H-7

	Employee Child Care	After School Care	Concessions	Photography	Total Nonmajor Enterprise Funds
CASH FLOW FROM OPERATING ACTIVITIES					
Cash received from user charges	\$ 1,354,545	\$ 3,397,841	\$ 248,196	\$ -	\$ 5,000,582
Cash payments to employees for services	(1,091,873)	(2,149,831)	(79,391)	-	(3,321,095)
Cash payments for suppliers	(86,823)	85,896	(130,114)	-	(131,041)
Cash payments for other operating expenses	(19,757)	(14,096)	(32,928)	-	(66,781)
Net cash provided by (used for) operating activities	156,092	1,319,810	5,763	-	1,481,665
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from sales and maturities of investments	-	-	2,186	931	3,117
Purchase of Investment Securities	-	(30,669)	-	-	(30,669)
Interest and dividends on investments	-	99,295	4,270	755	104,320
Net cash provided by (used for) investing activities	-	68,626	6,456	1,686	76,768
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	156,092	1,388,436	12,219	1,686	1,558,433
Cash and cash equivalents at beginning of the year	338,382	1,411,374	84,870	17,987	1,852,613
Cash and cash equivalents at the end of the year	494,474	2,799,810	97,089	19,673	3,411,046
Temporary investment not in cash equivalents	-	165,230	6,054	1,083	172,367
Cash on statement of net position	\$ 494,474	\$ 2,965,040	\$ 103,143	\$ 20,756	\$ 3,583,413
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES					
Operating income (loss)	\$ 202,364	\$ 1,175,010	\$ 5,694	\$ -	\$ 1,383,068
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities					
Effect of increases and decreases in current					
Assets and liabilities					
Decrease (increase) in receivables	-	20,985	-	-	20,985
Increase (decrease) in accounts payable	(897)	158,391	16	-	157,510
Increase (decrease) in accrued wages payable	(48,356)	5,894	53	-	(42,409)
Increase (decrease) in unearned revenues	1,660	(40,470)	-	-	(38,810)
Increase (decrease) in noncurrent liabilities	1,321	-	-	-	1,321
Net cash provided by (used for) operating activities	\$ 156,092	\$ 1,319,810	\$ 5,763	\$ -	\$ 1,481,665

Teamwork for Excellence



P L A N O
Independent School District

Plano Independent School District
Combining Statement of Net Position
Internal Service Funds
June 30, 2023

	752	753
	Print Shop	Health Benefits
ASSETS		
Current assets:		
Cash and investments	\$ 406,844	\$ 505,835
Accrued interest	119	148
Due from other funds	16	-
Other receivables	2,115	-
Prepaid expenses	-	331,744
Total current assets	409,094	837,727
Noncurrent assets:		
Capital assets:		
Furniture and equipment	14,944	-
Right-to-use subscription assets	-	-
Depreciation and amortization on capital assets	(14,944)	-
Total noncurrent assets	-	-
Total assets	409,094	837,727
LIABILITIES		
Current liabilities		
Accounts payable	10,624	2,629
Accrued wages payable	10,271	-
Accrued expenses	-	81,079
Unearned revenue	-	-
Total current liabilities	20,895	83,708
Noncurrent liabilities		
Due within one year- subscription liability	-	-
Total noncurrent liabilities	-	-
Total liabilities	20,895	83,708
NET POSITION		
Investments in capital assets	-	-
Unrestricted net position	388,199	754,019
TOTAL NET POSITION	<u>\$ 388,199</u>	<u>\$ 754,019</u>

772 Workers' Compensation Self-Funded	773 Unemployment Self-Funded	775 Sign Shop	786 Insurance Claims Self-Funded	Total Internal Service Funds
\$ 4,074,435	\$ 557,040	\$ 235,537	\$ 915,623	\$ 6,695,314
1,188	163	69	-	1,687
-	-	-	-	16
-	-	-	878	2,993
176,544	-	-	-	508,288
4,252,167	557,203	235,606	916,501	7,208,298
-	-	46,823	65,350	127,117
76,743	-	-	-	76,743
(37,984)	-	(14,787)	-	(67,715)
38,759	-	32,036	65,350	136,145
4,290,926	557,203	267,642	981,851	7,344,443
176,544	-	-	507,409	697,206
-	-	-	-	10,271
2,266,000	300,000	-	50,000	2,697,079
-	-	-	878	878
2,442,544	300,000	-	558,287	3,405,434
38,759	-	-	-	38,759
38,759	-	-	-	38,759
2,481,303	300,000	-	558,287	3,444,193
-	-	32,036	65,350	97,386
1,809,623	257,203	235,606	358,214	3,802,864
\$ 1,809,623	\$ 257,203	\$ 267,642	\$ 423,564	\$ 3,900,250

Plano Independent School District

Combining Statement of Revenues, Expenses And Changes In Fund Net Position

Internal Service Funds

Year Ended June 30, 2023

	752	753
	Print Shop	Health Benefits
OPERATING REVENUES		
Local and intermediate services	\$ 1,029,424	\$ 33,658,371
Total operating revenues	1,029,424	33,658,371
OPERATING EXPENSES		
Payroll costs	329,769	321,856
Professional and contracted services	275,822	130,293
Supplies and materials	301,301	8,699
Depreciation and amortization	-	-
Other operating costs	-	33,574,916
Total operating expenses	906,892	34,035,764
Operating income (loss)	122,532	(377,393)
NON OPERATING REVENUES (EXPENSES)		
Earnings from temporary deposits and investments	12,924	-
Gain on sale of assets	352,272	-
Insurance recovery	-	-
Total non operating revenues (expenses)	365,196	-
Change in net position	487,728	(377,393)
Total net position - July 1 (beginning)	(99,529)	1,131,412
TOTAL NET POSITION - JUNE 30 (ENDING)	\$ 388,199	\$ 754,019

772 Workers' Compensation Self-Funded	773 Unemployment Self-Funded	775 Sign Shop	786 Insurance Claims Self-Funded	Total Internal Service Funds
\$ 2,107,011	\$ 132,459	\$ 2,712	\$ 7,181	\$ 36,937,158
2,107,011	132,459	2,712	7,181	36,937,158
140,370	-	-	-	791,995
1,171,541	-	-	1,581,602	3,159,258
573	-	2,241	157,159	469,973
37,984	-	1,643	-	39,627
652,374	8,000	-	1,703	34,236,993
2,002,842	8,000	3,884	1,740,464	38,697,846
104,169	124,459	(1,172)	(1,733,283)	(1,760,688)
144,115	20,408	9,571	23,470	210,488
-	-	-	-	352,272
-	-	-	1,852,761	1,852,761
144,115	20,408	9,571	1,876,231	2,415,521
248,284	144,867	8,399	142,948	654,833
1,561,339	112,336	259,243	280,616	3,245,417
\$ 1,809,623	\$ 257,203	\$ 267,642	\$ 423,564	\$ 3,900,250

Plano Independent School District
Combining Statement of Cash Flows
Internal Service Funds
Year Ended June 30, 2023

	752	753
	Print Shop	Health Benefits Self-Funded
CASH FLOW FROM OPERATING ACTIVITIES:		
Cash received from user charges	\$ 1,030,094	\$ 33,658,371
Cash payments to employees for services	(329,055)	(321,856)
Cash payments for insurance claims	-	-
Cash payments for suppliers	(569,573)	(122,735)
Cash payments for other operating expenses	(3,337)	(33,581,138)
Net cash provided by (used for) operating activities	128,129	(367,358)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:		
Insurance proceeds	-	-
Net cash provided by (used for) non-capital financing activities	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Acquisition of Capital Assets	-	-
Net Cash Provided by (Used by) Capital and Related Financing Activities	-	-
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale and maturities of securities	149	48,241
Purchase of investment securities	-	-
Interest and dividends on investments	12,831	(62)
Net cash provided by (used for) investing activities	12,980	48,179
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS:	141,109	(319,179)
Cash and cash equivalents at beginning of the year	242,818	797,025
Cash and cash equivalents at the end of the year	383,927	477,846
Temporary investment not in cash equivalents	22,917	27,989
CASH ON STATEMENT OF NET POSITION	<u>\$ 406,844</u>	<u>\$ 505,835</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:		
Operating income (loss)	\$ 122,532	\$ (377,393)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities		
Depreciation	-	-
Effect of increases and decreases in current assets and liabilities		
Decrease (increase) in receivables	670	-
Decrease (increase) in prepaid expenses	-	(6,222)
Increase (decrease) in accounts payable	4,213	2,385
Increase (decrease) in accrued wages payable	714	-
Increase (decrease) in unearned revenue	-	-
Increase (decrease) in accrued expenses	-	13,872
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	<u>\$ 128,129</u>	<u>\$ (367,358)</u>

772	773	775	786	
Workers' Compensation Self - Funded	Unemployment Self-Funded	Sign Shop	Insurance Claims Self-Funded	Total Internal Service Funds
\$ 2,107,011	\$ 132,459	\$ 2,712	\$ 7,181	\$ 36,937,828
(140,370)	-	-	-	(791,281)
(1,458,460)	(140,459)	-	(1,237,882)	(2,836,801)
(159,307)	-	(2,241)	-	(853,856)
(240,435)	-	-	(1,703)	(33,826,613)
108,439	(8,000)	471	(1,232,404)	(1,370,723)
-	-	-	1,852,761	1,852,761
-	-	-	1,852,761	1,852,761
-	-	(30,393)	(65,350)	(95,743)
-	-	(30,393)	(65,350)	(95,743)
106,722	16,329	8,678	-	180,119
-	-	-	(22,189)	(22,189)
143,304	20,299	9,527	23,470	209,369
250,026	36,628	18,205	1,281	367,299
358,465	28,628	(11,717)	556,288	753,594
3,489,413	497,447	233,824	308,024	5,568,551
3,847,878	526,075	222,107	864,312	6,322,145
226,557	30,965	13,430	51,311	373,169
\$ 4,074,435	\$ 557,040	\$ 235,537	\$ 915,623	\$ 6,695,314
\$ 104,169	\$ 124,459	\$ (1,172)	\$ (1,733,283)	\$ (1,760,688)
-	-	1,643	-	1,643
-	-	-	-	670
(176,544)	-	-	-	(182,766)
160,814	-	-	500,879	668,291
-	-	-	-	714
-	-	-	-	-
20,000	(132,459)	-	-	(98,587)
\$ 108,439	\$ (8,000)	\$ 471	\$ (1,232,404)	\$ (1,370,723)

Teamwork for Excellence



P L A N O
Independent School District

**Required
Texas Education Agency
Report Section**

Plano Independent School District
Schedule of Delinquent Taxes Receivable
Year Ended June 30, 2023

Last 10 Years Ended June 30	Tax Rates		Assessed/Appraised Value for School Tax Purposes	Beginning Balance July 1, 2022
	Maintenance	Debt Service		
2014 and prior years	1.1700	0.2830	\$ 36,441,999,880	\$ 1,333,195
2015	1.1700	0.2780	38,873,800,924	409,816
2016	1.1700	0.2690	41,496,244,736	375,979
2017	1.1700	0.2690	45,916,580,666	459,872
2018	1.1700	0.2690	51,009,463,132	578,905
2019	1.1700	0.2690	55,276,539,669	665,202
2020	1.0684	0.2690	58,604,964,303	879,581
2021	1.0548	0.2690	60,154,332,387	1,000,121
2022	1.0518	0.2690	61,587,926,710	5,690,046
2023	1.0224	0.2374	68,000,820,028	-
TOTALS				\$ 11,392,717

8000 - Taxes refunded under section 26.1115, tax code, for owners who received an exemption as provided by section

9000 - Portion of row 1000 for taxes paid into tax increment zone under chapter 311, tax code

Exhibit J-1

Current Year's Total Levy	Maintenance Collections	Debt Service Collections	Entire Year's Adjustments	Ending Balance June 30, 2023
\$ -	\$ 81,243	\$ 20,594	\$ (180,721)	\$ 1,050,637
-	11,668	2,772	(3,052)	392,324
-	12,997	2,988	(3,964)	356,030
-	23,192	5,332	(7,590)	423,758
-	39,258	9,026	(11,487)	519,134
-	75,299	17,312	140,037	712,628
-	111,641	28,110	182,179	922,009
-	(431,532)	(110,057)	(543,082)	998,628
-	1,689,650	432,152	(3,075,505)	492,739
825,019,308	664,047,651	154,158,551	722,056	7,535,162
<u>\$ 825,019,308</u>	<u>\$ 665,661,067</u>	<u>\$ 154,566,780</u>	<u>\$ (2,781,129)</u>	<u>\$ 13,403,049</u>
1.42(f), tax code	\$ 38,836	\$ 9,018		
	\$ -	\$ -		
Ending balance 6/30/2023				\$ 13,403,048
Add - county education district taxes receivable				<u>464</u>
Total delinquent taxes receivable 6/30/2023				13,403,512
Less reserve for uncollectible taxes:				
General fund				(4,077,552)
Debt service fund				<u>(977,202)</u>
NET DELINQUENT BALANCE 6/30/2023				<u><u>\$ 8,348,758</u></u>

Plano Independent School District
 Use of Funds Report – Selected State Allotment Programs
 Year Ended June 30, 2023

Exhibit J-4

Data Codes		Responses
Section A: Compensatory Education Programs		
AP1	Did your LEA expend any state compensatory education program state allotment funds during the District's fiscal year?	Yes
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.	\$ 27,047,559
AP4	List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year. (PICs 24, 26, 28, 29, 30, 34)	\$ 16,623,507
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.	\$ 6,704,504
AP8	List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year. (PICs 25, 35)	\$ 3,915,646

Statistical Section

(Unaudited)

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

<u>Contents</u>	<u>Page</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the District's financial performance and well - being have changed over time.	126
Revenue Capacity	
These schedules contain information to help the reader assess the District's most significant local revenue source, property taxes.	134
Debt Capacity	
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the ability to issue additional debt in the future.	138
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	141
Operational Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and activities it performs.	144

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

Teamwork for Excellence



P L A N O
Independent School District

Plano Independent School District

Exhibit S-1

Net Position By Component

Last Ten Fiscal Years

(Unaudited)

(Accrual Basis of Accounting)

(Amounts Expressed in Thousands)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental Activities										
Net investment in capital assets	\$ 120,499	\$ 159,052	\$ 216,679	\$ 257,190	\$ 302,392	\$ 374,870	\$ 452,250	\$ 532,042	\$ 616,276	\$ 717,176
Restricted	29,242	31,230	31,349	35,304	33,742	40,258	29,051	28,239	34,586	42,094
Unrestricted	180,980	131,642	136,396	160,169	(80,584)	(92,052)	(100,950)	(99,632)	(82,575)	(64,409)
Total Governmental Net Assets	<u>\$ 330,721</u>	<u>\$ 321,924</u>	<u>\$ 384,424</u>	<u>\$ 452,663</u>	<u>\$ 255,550</u>	<u>\$ 323,076</u>	<u>\$ 380,351</u>	<u>\$ 460,649</u>	<u>\$ 568,287</u>	<u>\$ 694,861</u>
Business Type Activities										
Net investment in capital assets	\$ -	\$ -	\$ -	\$ -	\$ 9	\$ 8	\$ 7	\$ 5	\$ 8	\$ 3
Unrestricted	129	257	195	247	171	131	89	15	1,415	2,910
Total Business Type Activities	<u>\$ 129</u>	<u>\$ 257</u>	<u>\$ 195</u>	<u>\$ 247</u>	<u>\$ 180</u>	<u>\$ 139</u>	<u>\$ 96</u>	<u>\$ 20</u>	<u>\$ 1,423</u>	<u>\$ 2,913</u>
Total Primary Government										
Net investment in capital assets	\$ 120,499	\$ 159,052	\$ 216,679	\$ 257,190	\$ 302,401	\$ 374,878	\$ 452,257	\$ 532,047	\$ 616,284	\$ 717,179
Restricted	29,242	31,230	31,349	35,304	33,742	40,258	29,051	28,239	34,586	42,094
Unrestricted	181,109	131,899	136,591	160,416	(80,413)	(91,921)	(100,861)	(99,617)	(81,160)	(61,499)
Total Primary Government	<u>\$ 330,850</u>	<u>\$ 322,181</u>	<u>\$ 384,619</u>	<u>\$ 452,910</u>	<u>\$ 255,730</u>	<u>\$ 323,215</u>	<u>\$ 380,447</u>	<u>\$ 460,669</u>	<u>\$ 569,710</u>	<u>\$ 697,774</u>

Plano Independent School District

Change In Net Position

Last Ten Fiscal Years

(Unaudited)

(Accrual Basis of Accounting)

(Amounts Expressed in Thousands)

Exhibit S-2

Page 1 of 3

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental activities:										
Instruction	\$ 316,344	\$ 333,944	\$ 356,164	\$ 350,044	\$ 257,538	\$ 404,319	\$ 421,601	\$ 395,194	\$ 367,960	\$ 369,449
Instructional Resources & Media Services	8,882	9,195	9,632	9,436	6,368	8,414	10,571	9,543	9,410	8,861
Curriculum & Instructional Staff Development	7,440	8,412	8,558	9,826	7,803	13,039	12,382	12,446	11,546	13,369
Instructional Leadership	3,383	3,818	3,990	3,934	2,858	4,479	6,176	5,871	5,160	5,820
School Leadership	24,812	26,673	28,508	28,586	20,758	32,716	34,269	32,834	29,766	31,338
Guidance, Counseling & Evaluation Services	18,481	19,459	21,460	21,670	15,505	25,736	26,789	25,826	25,543	27,656
Social Work Services	914	1,008	1,103	1,650	1,248	2,522	2,923	2,748	1,826	2,091
Health Services	5,306	5,791	6,059	5,991	4,253	6,750	7,330	6,707	6,228	6,658
Student (Pupil) Transportation	14,222	13,327	14,050	11,882	11,970	18,467	18,964	14,331	17,458	19,695
Food Services	24,492	26,341	26,748	27,428	20,423	28,979	27,051	20,229	24,847	27,005
Cocurricular/Extracurricular Activities	13,817	14,470	13,891	15,092	13,628	16,450	12,899	10,339	13,922	15,004
General Administration	9,803	10,179	10,822	10,727	8,893	11,721	12,407	11,488	11,332	13,091
Plant Maintenance & Operations	39,577	40,207	46,844	55,405	51,573	54,453	44,141	45,305	45,166	49,527
Security & Monitoring Services	3,390	3,475	3,795	3,722	3,618	4,490	5,223	5,225	5,775	5,911
Data Processing Services	5,332	5,825	5,652	4,175	6,461	7,990	8,316	7,022	7,509	7,980
Community Services	1,826	2,330	2,544	2,607	1,395	3,146	3,944	3,798	3,569	3,842
Debt Service - Interest on Long Term Debt	38,771	42,035	30,990	29,550	31,147	27,791	27,246	21,369	14,333	14,801
Debt Service - Bond Issuance Cost and Fees	308	192	3,893	553	327	109	160	411	27	125
Facilities Acquisition & Construction	13,684	13,728	16,046	18,346	27,889	23,914	10,449	11,113	16,538	16,641
Contracted Instructional Services Between Schools	36,016	46,604	60,149	104,686	157,110	211,183	166,112	192,059	211,044	248,466
Incremental Costs Associated with Chapter 41	600	600	400	584	1,249	28	-	26	28	29
Payments to Fiscal Agent/Member Districts of SSA	999	1,000	993	1,060	1,119	734	947	757	818	769
Payments to Juvenile Justice Alternative Ed. Prg.	118	49	88	28	70	60	33	3	12	29
Payments to Tax Increment Fund	1,875	3,378	597	-	-	-	-	-	-	-
Other Intergovernmental Charges	2,632	2,823	3,301	3,558	3,332	4,903	5,213	5,184	5,390	5,539
Total governmental activities expenses	593,024	634,863	676,277	720,540	656,535	912,393	865,146	839,828	835,207	893,696
Business-type activities:										
Employee Child Care	1,219	1,226	1,375	1,381	1,504	1,829	1,719	1,963	1,562	1,151
After School Care	4,966	5,644	5,779	5,945	5,958	5,568	5,060	2,661	2,810	2,243
Concessions	211	325	297	270	249	219	243	150	162	243
Photography	42	34	31	-	-	-	-	-	-	-
Total business-type activities expenses	6,438	7,229	7,482	7,596	7,711	7,616	7,022	4,774	4,534	3,637
Total primary government expenses	\$ 599,462	\$ 642,092	\$ 683,759	\$ 728,136	\$ 664,246	\$ 920,009	\$ 872,168	\$ 844,602	\$ 839,741	\$ 897,333

Plano Independent School District
Change In Net Position-- Continued
Last Ten Fiscal Years
(Unaudited)
(Accrual Basis of Accounting)
(Amounts Expressed in Thousands)

Exhibit S-2
Page 2 of 3

Program Revenues

Governmental activities:

Charges for Services:

Instruction	\$ 3,761	\$ 3,768	\$ 3,536	\$ 3,658	\$ 3,614	\$ 3,617	\$ 2,520	\$ 1,100	\$ 2,207	\$ 3,591
Food Service	13,659	13,357	13,315	13,612	12,909	12,270	9,008	897	2,424	9,261
Cocurricular/Extracurricular Activities	1,612	1,793	1,618	1,568	1,451	1,312	1,052	754	1,421	1,520
General Administration	-	-	-	-	-	-	-	-	-	58
Plant Maintenance & Operations	979	1,069	1,080	1,085	1,016	1,265	963	758	803	1,124
Community Services	11	6	5	6	15	15	7	18	36	-
Other	142	97	64	83	68	48	26	44	-	-
Operating Grants and Contributions	68,323	84,554	82,106	70,958	(10,068)	110,188	116,591	108,137	117,013	107,778
Capital Grants and Contributions	-	-	-	-	-	-	-	-	-	-
Total governmental activities program revenues	<u>88,487</u>	<u>104,644</u>	<u>101,724</u>	<u>90,970</u>	<u>9,005</u>	<u>128,715</u>	<u>130,167</u>	<u>111,708</u>	<u>123,904</u>	<u>123,332</u>

Business-type activities:

Charges for services:

Employee Child Care	1,273	1,355	1,383	1,413	1,435	1,396	1,198	1,415	1,593	1,353
After School Care	7,542	8,165	7,968	8,346	8,559	8,338	5,986	2,112	3,589	3,417
Concessions	228	347	263	290	238	178	200	132	249	248
Photography	56	40	2	-	-	-	-	-	-	-
Total business-type activities program revenues	<u>9,099</u>	<u>9,907</u>	<u>9,616</u>	<u>10,049</u>	<u>10,232</u>	<u>9,912</u>	<u>7,384</u>	<u>3,659</u>	<u>5,431</u>	<u>5,018</u>

Total primary government program revenues

	<u>\$ 97,586</u>	<u>\$ 114,551</u>	<u>\$ 111,340</u>	<u>\$ 101,019</u>	<u>\$ 19,237</u>	<u>\$ 138,627</u>	<u>\$ 137,551</u>	<u>\$ 115,367</u>	<u>\$ 129,335</u>	<u>\$ 128,350</u>
--	------------------	-------------------	-------------------	-------------------	------------------	-------------------	-------------------	-------------------	-------------------	-------------------

Net (Expense) Revenue

Governmental activities	\$ (504,537)	\$ (530,219)	\$ (574,553)	\$ (629,569)	\$ (647,530)	\$ (783,678)	\$ (734,979)	\$ (728,120)	\$ (711,303)	\$ (770,364)
Business-type activities	2,661	2,678	2,134	2,453	2,521	2,296	362	(1,115)	897	1,381
Total primary government net expense	<u>\$ (501,876)</u>	<u>\$ (527,541)</u>	<u>\$ (572,419)</u>	<u>\$ (627,116)</u>	<u>\$ (645,009)</u>	<u>\$ (781,382)</u>	<u>\$ (734,617)</u>	<u>\$ (729,235)</u>	<u>\$ (710,406)</u>	<u>\$ (768,983)</u>

Plano Independent School District

Change In Net Position-- Continued

Last Ten Fiscal Years

(Unaudited)

(Accrual Basis of Accounting)

(Amounts Expressed in Thousands)

Exhibit S-2

Page 3 of 3

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Net (Expense) Revenue										
Governmental activities	\$ (504,537)	\$ (530,219)	\$ (574,553)	\$ (629,569)	\$ (647,530)	\$ (783,678)	\$ (734,979)	\$ (728,120)	\$ (711,303)	\$ (770,364)
Business-type activities	2,345	2,678	2,134	2,453	2,521	2,296	362	(1,115)	897	1,381
Total primary government net expense	<u>\$ (502,192)</u>	<u>\$ (527,541)</u>	<u>\$ (572,419)</u>	<u>\$ (627,116)</u>	<u>\$ (645,009)</u>	<u>\$ (781,382)</u>	<u>\$ (734,617)</u>	<u>\$ (729,235)</u>	<u>\$ (710,406)</u>	<u>\$ (768,983)</u>
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property taxes levied for general purposes	412,190	439,832	475,671	520,714	576,691	622,386	600,670	611,147	623,126	669,488
Property taxes levied for debt service	101,575	106,235	109,451	119,707	132,536	143,025	151,179	155,742	159,084	155,147
Unrestricted grants and contributions	25,148	33,279	32,576	38,967	34,442	53,157	27,621	41,092	33,857	36,276
Investment earnings	623	622	1,465	4,377	11,051	16,209	9,906	589	2,313	30,792
Miscellaneous	2,687	2,659	15,683	11,621	9,814	14,037	2,444	886	1,064	1,677
Gain (Loss) on disposition of capital assets	-	386	-	-	-	-	-	-	-	3,558
Transfers	2,632	2,553	2,207	2,423	2,629	2,392	434	(1,039)	(500)	-
Total governmental activities	<u>\$ 544,855</u>	<u>\$ 585,566</u>	<u>\$ 637,053</u>	<u>\$ 697,809</u>	<u>\$ 767,163</u>	<u>\$ 851,206</u>	<u>\$ 792,254</u>	<u>\$ 808,417</u>	<u>\$ 818,944</u>	<u>\$ 896,938</u>
Business-type activities:										
Investment earnings	2	3	9	22	41	54	29	-	6	106
Gain (Loss) on disposition of capital assets	-	0	-	-	-	-	-	-	-	2
Transfers	(2,632)	(2,552)	(2,206)	(2,423)	(2,629)	(2,392)	(434)	1,039	500	-
Total business-type activities	<u>(2,630)</u>	<u>(2,549)</u>	<u>(2,197)</u>	<u>(2,401)</u>	<u>(2,588)</u>	<u>(2,338)</u>	<u>(405)</u>	<u>1,039</u>	<u>506</u>	<u>108</u>
Total primary government	<u>\$ 542,225</u>	<u>\$ 583,017</u>	<u>\$ 634,856</u>	<u>\$ 695,408</u>	<u>\$ 764,575</u>	<u>\$ 848,868</u>	<u>\$ 791,849</u>	<u>\$ 809,456</u>	<u>\$ 819,450</u>	<u>\$ 897,046</u>
Change in Net Position										
Governmental activities	\$ 40,318	\$ 55,347	\$ 62,500	\$ 68,239	\$ 119,633	\$ 67,528	\$ 57,275	\$ 80,297	\$ 107,641	\$ 126,574
Business-type activities	31	129	(63)	52	(67)	(42)	(43)	(76)	1,403	1,489
Total primary government	<u>\$ 40,349</u>	<u>\$ 55,476</u>	<u>\$ 62,437</u>	<u>\$ 68,291</u>	<u>\$ 119,566</u>	<u>\$ 67,486</u>	<u>\$ 57,232</u>	<u>\$ 80,221</u>	<u>\$ 109,044</u>	<u>\$ 128,063</u>

Plano Independent School District
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Unaudited)
(Modified Accrual Basis of Accounting)
(Amounts Expressed in Thousands)

Exhibit S-3

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
General Fund										
Nonspendable	\$ 2,044	\$ 1,296	\$ 1,998	\$ 1,172	\$ 1,094	\$ 915	\$ 1,172	\$ 1,772	\$ 1,739	\$ 1,769
Assigned	12,884	9,515	17,619	11,332	15,303	5,827	223,384	232,709	249,692	210,466
Unassigned	<u>154,251</u>	<u>167,771</u>	<u>174,700</u>	<u>214,765</u>	<u>226,358</u>	<u>242,718</u>	<u>42,108</u>	<u>41,909</u>	<u>17,752</u>	<u>68,159</u>
Total general fund	<u>\$ 169,179</u>	<u>\$ 178,582</u>	<u>\$ 194,317</u>	<u>\$ 227,269</u>	<u>\$ 242,755</u>	<u>\$ 249,460</u>	<u>\$ 266,664</u>	<u>\$ 276,390</u>	<u>\$ 269,183</u>	<u>\$ 280,394</u>
All Other Governmental Funds										
Nonspendable	\$ 185	\$ 270	\$ 313	\$ 255	\$ 238	\$ 261	\$ 624	\$ 67	\$ 406	\$ 244
Restricted										
Debt Service	34,925	33,138	30,575	40,104	41,227	38,981	36,215	33,201	29,644	31,829
Capital Projects	64,007	35,596	43,304	288,931	308,165	222,895	156,070	111,640	82,448	773,596
Food Service	6,968	6,970	7,144	6,760	7,494	7,769	3,179	3,561	10,833	14,424
State Special Revenue	1,247	2,856	693	2,556	762	7,150	608	1,419	1,330	658
Committed	<u>9,189</u>	<u>9,596</u>	<u>10,340</u>	<u>9,613</u>	<u>9,412</u>	<u>8,582</u>	<u>10,309</u>	<u>9,050</u>	<u>9,030</u>	<u>8,438</u>
Total all other governmental funds	<u>\$ 116,521</u>	<u>\$ 88,426</u>	<u>\$ 92,369</u>	<u>\$ 348,219</u>	<u>\$ 367,298</u>	<u>\$ 285,638</u>	<u>\$ 207,005</u>	<u>\$ 158,938</u>	<u>\$ 133,691</u>	<u>\$ 829,189</u>
Total governmental funds	<u>\$ 285,700</u>	<u>\$ 267,008</u>	<u>\$ 286,686</u>	<u>\$ 575,488</u>	<u>\$ 610,053</u>	<u>\$ 535,098</u>	<u>\$ 473,669</u>	<u>\$ 435,328</u>	<u>\$ 402,874</u>	<u>\$ 1,109,583</u>

Plano Independent School District**Exhibit S-4**

Governmental Funds, Revenues

Last Ten Fiscal Years

(Unaudited)

(Modified Accrual Basis of Accounting)

(Amounts Expressed in Thousands)

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Federal sources:										
Federal grants	\$ 21,888	\$ 24,065	\$ 22,981	\$ 25,384	\$ 24,506	\$ 28,740	\$ 26,781	\$ 36,238	\$ 80,317	\$ 7,445
Food services	9,396	9,963	10,313	10,680	11,025	10,854	8,980	7,986	9,610	54,370
Total federal sources	<u>31,284</u>	<u>34,028</u>	<u>33,294</u>	<u>36,064</u>	<u>35,531</u>	<u>39,594</u>	<u>35,761</u>	<u>44,224</u>	<u>89,927</u>	<u>61,815</u>
State sources:										
State education finance program	39,537	47,626	47,641	54,123	51,295	63,992	45,995	59,570	51,178	56,443
State grants and other	11,409	8,325	12,054	10,332	7,000	17,076	8,736	11,745	10,113	10,360
Total state sources	<u>50,946</u>	<u>55,951</u>	<u>59,695</u>	<u>64,455</u>	<u>58,295</u>	<u>81,068</u>	<u>54,731</u>	<u>71,315</u>	<u>61,291</u>	<u>66,803</u>
Local sources:										
Ad valorem taxes	512,921	544,873	589,230	640,635	707,121	769,700	749,610	769,243	779,015	823,203
Food service sales	13,661	13,356	13,332	13,610	13,017	12,431	8,987	388	2,361	9,248
Interest and other income	635	631	1,507	4,510	11,236	16,701	10,468	54	1,839	36,707
Other revenue	19,886	20,966	15,241	16,239	15,605	9,376	11,778	7,099	14,195	12,766
Total local sources	<u>547,103</u>	<u>579,826</u>	<u>619,310</u>	<u>674,994</u>	<u>746,979</u>	<u>808,208</u>	<u>780,843</u>	<u>776,784</u>	<u>797,410</u>	<u>881,924</u>
Total revenues	<u>\$ 629,333</u>	<u>\$ 669,805</u>	<u>\$ 712,299</u>	<u>\$ 775,513</u>	<u>\$ 840,805</u>	<u>\$ 928,870</u>	<u>\$ 871,335</u>	<u>\$ 892,323</u>	<u>\$ 948,628</u>	<u>\$1,010,542</u>

Plano Independent School District

Exhibit S-5

Governmental Funds, Expenditures And Debt Service Ratio

Last Ten Fiscal Years

(Unaudited)

(Modified Accrual Basis of Accounting)

(Amounts Expressed in Thousands)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenditures:										
Instruction & Instructional-Related Services	\$ 305,883	\$ 316,046	\$ 329,496	\$ 334,252	\$ 346,277	\$ 354,784	\$ 355,574	\$ 354,595	\$ 370,723	\$ 361,534
Instructional & School Leadership	27,200	28,503	29,873	30,819	31,921	32,153	33,633	34,560	35,318	36,127
Support Services - Student	71,203	74,047	75,726	79,188	80,626	84,054	80,656	69,039	87,215	91,397
Administrative Support Services	9,641	9,761	10,157	10,374	10,718	11,241	10,684	10,595	11,659	12,298
Support Services - Nonstudent	47,394	47,884	54,896	63,971	63,734	65,474	52,782	52,781	54,861	59,790
Ancillary Services	1,682	2,069	2,109	2,391	2,510	2,385	2,417	3,093	3,664	3,766
Debt Service - Principal on long-term debt	56,610	65,715	73,210	76,765	87,755	102,320	114,955	125,600	133,892	132,270
Debt Service - Interest on long-term debt	43,632	41,817	38,150	36,918	45,347	44,727	40,217	34,622	30,008	25,127
Debt Service - Bond Issuance Costs and Fees	308	635	3,893	553	327	109	160	411	27	3,748
Facilities Acquisition & Construction	57,645	50,347	26,999	55,146	105,761	115,331	85,929	45,238	34,410	32,798
Intergovernmental Charges ¹	42,240	54,453	65,528	109,916	162,881	216,908	172,306	198,029	217,292	254,832
Total Expenditures	<u>\$ 663,438</u>	<u>\$ 691,277</u>	<u>\$ 710,037</u>	<u>\$ 800,293</u>	<u>\$ 937,857</u>	<u>\$ 1,029,486</u>	<u>\$ 949,313</u>	<u>\$ 928,563</u>	<u>\$ 979,069</u>	<u>\$ 1,013,687</u>
Capital Expenditures	\$ 46,794	\$ 42,925	\$ 15,018	\$ 44,498	\$ 83,463	\$ 96,481	\$ 77,963	\$ 38,317	\$ 21,978	\$ 21,499
Debt service as a percentage of noncapital expenditures	16.3%	16.6%	16.0%	15.0%	15.6%	15.8%	17.8%	18.0%	17.1%	15.9%

¹ Intergovernmental charges include: Contracted Instructional Services Between Schools, Payments to Fiscal Agent/Member Districts of SSA, and Payments to Juvenile Justice Alternative Education Program.

Plano Independent School District**Exhibit S-6**

Governmental Funds, Other Financing Sources and Uses and Net Change in Fund Balance

Last Ten Fiscal Years

(Unaudited)

(Modified Accrual Basis of Accounting)

(Amounts Expressed in Thousands)

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Excess of revenues over (under) expenditures	\$ (34,105)	\$ (21,472)	\$ 2,262	\$ (24,780)	\$ (97,052)	\$ (100,614)	\$ (77,977)	\$ (36,241)	\$ (31,956)	\$ (3,144)
Other financing sources (uses)										
Transfers In	11,838	24,940	37,232	4,773	3,334	3,429	1,508	1,302	4,391	10,539
Transfers Out	(9,706)	(22,957)	(35,625)	(3,150)	(1,405)	(1,167)	(1,225)	(3,769)	(7,391)	(10,539)
Bonds issued	-	-	-	257,210	108,020	-	13,045	-	-	631,450
Refunding bonds issued	74,750	43,250	303,360	-	-	13,655	10,325	62,720	-	-
Premiums on bonds issued	5,673	6,409	55,749	43,322	12,334	484	630	3,423	-	72,223
Payment to bond refunding agent	(81,699)	(49,496)	(358,425)	-	-	-	(10,840)	(65,775)	-	-
Insurance Proceeds	505	233	15,106	11,427	9,334	9,258	3,104	-	988	-
Sale of capital assets	-	400	19	-	-	-	-	-	-	6,180
Total other financing sources (uses)	<u>1,361</u>	<u>2,779</u>	<u>17,416</u>	<u>313,582</u>	<u>131,617</u>	<u>25,659</u>	<u>16,547</u>	<u>(2,099)</u>	<u>(2,012)</u>	<u>709,853</u>
Net change in fund balances	<u>\$ (32,744)</u>	<u>\$ (18,693)</u>	<u>\$ 19,678</u>	<u>\$ 288,802</u>	<u>\$ 34,565</u>	<u>\$ (74,955)</u>	<u>\$ (61,430)</u>	<u>\$ (38,340)</u>	<u>\$ (33,968)</u>	<u>\$ 706,709</u>

Plano Independent School District**Exhibit S-7**

Assessed Value and Actual Value of Taxable Property

Last Ten Fiscal Years

(Unaudited)

(Modified Accrual Basis of Accounting)

(Amounts Expressed in Thousands)

Fiscal Year	Actual Value				Less: Exemptions	Total Assessed Value	Total District Rate ¹
	Residential Property	Industrial Property	Rural Property	Personal Property			
2014	\$ 21,371,538	\$ 14,582,130	\$ 656,452	\$ 4,090,340	\$ 4,258,460	\$ 36,442,000	1.4530
2015	22,967,911	15,757,170	574,224	4,430,713	4,856,217	38,873,801	1.4480
2016	25,110,122	18,790,166	564,137	4,581,515	7,549,695	41,496,245	1.4390
2017	28,178,305	20,594,652	607,644	4,944,571	8,408,591	45,916,581	1.4390
2018	30,487,769	23,655,232	633,748	5,001,069	8,768,355	51,009,463	1.4390
2019	32,496,969	25,662,662	633,598	5,034,163	8,550,851	55,276,541	1.3373
2020	33,751,666	27,109,116	644,714	5,702,996	8,603,528	58,604,964	1.3374
2021	33,974,656	28,126,534	666,825	5,863,457	8,477,140	60,154,332	1.3238
2022	35,583,090	28,469,071	702,649	5,692,923	8,859,806	61,587,927	1.3208
2023	44,303,749	31,377,490	732,629	6,076,535	14,489,584	68,000,819	1.2598

Source: Collin County Tax Assessor Collector - Tax Roll Summary

¹ Per \$100 of assessed value.

Plano Independent School District
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(Unaudited)
(Modified Accrual Basis of Accounting)
(Amounts Expressed in Thousands)

Exhibit S-8

Fiscal Year	District Direct Rates			Overlapping Rates ¹											
	Maintenance & Operations	Debt Service	Total	City of Plano	Collin County	Collin Co. Community College (CCCC)	City of Allen	City of Carrollton	City of Dallas	City of Garland	City of Lucas	City of Murphy	City of Parker	City of Richardson	City of Wylie
2014	1.1700	0.2830	1.4530	0.4886	0.2375	0.0836	0.5500	0.6179	0.7970	0.7046	0.3207	0.5700	0.3509	0.6352	0.8839
2015	1.1700	0.2830	1.4530	0.4886	0.2350	0.0819	0.5400	0.6153	0.7970	0.7046	0.3206	0.5500	0.3509	0.6351	0.8789
2016	1.1700	0.2690	1.4480	0.4886	0.2250	0.0819	0.5300	0.6128	0.7970	0.7046	0.3206	0.5300	0.3509	0.6351	0.8689
2017	1.1700	0.2690	1.4400	0.4786	0.2083	0.0812	0.5200	0.6037	0.7825	0.7046	0.3179	0.5100	0.3509	0.6251	0.8489
2018	1.1700	0.2690	1.4400	0.4686	0.1922	0.0798	0.5100	0.5997	0.7804	0.7046	0.3179	0.5000	0.3660	0.6251	0.7810
2019	1.1700	0.2690	1.4400	0.4603	0.1808	0.0812	0.4890	0.5950	0.7767	0.7046	0.3032	0.4900	0.3660	0.6251	0.7258
2020	1.0684	0.2690	1.3374	0.4482	0.1750	0.0812	0.4890	0.5900	0.7766	0.7696	0.3032	0.4950	0.3660	0.6252	0.6885
2021	1.0548	0.2690	1.3238	0.4482	0.1725	0.0812	0.4850	0.5875	0.7763	0.7696	0.2998	0.4950	0.3660	0.6252	0.6720
2022	1.0518	0.2690	1.3208	0.4176	0.1681	0.0812	0.4700	0.5825	0.7733	0.7569	0.2884	0.4950	0.3660	0.6152	0.6438
2023	1.0224	0.2374	1.2598	0.4176	0.1524	0.0812	0.4212	0.5625	0.7458	0.7696	0.2680	0.4650	0.3293	0.5610	0.5623

¹ Includes levies for operating and debt service

Plano Independent School District

Exhibit S-9

Principal Property Taxpayers
Current Year And Nine Years Ago
(Unaudited)

Taxpayer	2023			2014		
	Taxable Value	Rank	Percentage of Total Taxable Value	Taxable Value	Rank	Percentage of Total Taxable Value
Texas Instruments, Inc	\$ 1,159,937,509	1	1.71 %			%
Texas Instruments, Inc	943,000,000	2	1.39			
Corporate Properties Trust I SPE#1 LLC	722,623,725	3	1.06			
Legacy West Investors LP	435,534,207	4	0.64			
Bank of America, NA	405,337,273	5	0.60	176,622,431	3	0.49
Toyota Motor North America, Inc.	375,634,364	6	0.55			
Health Care Service Corporation	338,477,716	7	0.50	211,520,075	2	0.59
Oncor Electric Delivery Company	325,617,750	8	0.48	264,690,044	1	0.74
CCI-D 6501 Legacy Owners LLC	305,929,457	9	0.45			
T-Mobile West LLC	210,718,650	10	0.31			
JCPenney Co Inc				154,094,721	4	0.43
Legacy Campus LP				126,045,001	7	0.35
Willow Bend Assoc LP				142,581,631	5	0.40
Bank of America, NA				140,315,067	6	0.39
KBSIII Legacy Town Center LLC				113,067,926	10	0.31
HSP of Texas Inc				114,469,428	9	0.32
Cisco Systems Sales & Services Inc				115,958,112	8	0.32
Total	<u>\$ 5,222,810,651</u>		<u>7.69 %</u>	<u>\$1,559,364,436</u>		<u>4.34 %</u>
Total Taxable Value	\$68,000,820,028			\$35,976,394,282		

Source: Collin County Tax Assessor Collector

Plano Independent School District
Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)

Exhibit S-10

Fiscal Year	Original Amount Levied	Supplements and Corrections	Total Adjusted Levy for Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
				Amount	Percentage of Levy		Amount	Percentage of Levy
2014	\$ 515,059,308	\$ (427,234)	\$ 514,632,074	\$ 509,947,307	99.01	\$ 3,634,129	\$ 513,581,436	99.80
2015	546,185,299	(1,517,151)	544,668,148	540,145,891	98.89	4,129,933	544,275,824	99.93
2016	581,815,938	(678,834)	581,137,104	576,953,689	99.16	3,827,386	580,781,075	99.94
2017	639,881,781	(1,402,621)	638,479,160	634,181,327	99.11	3,874,076	638,055,403	99.93
2018	707,443,306	1,605,781	709,049,087	704,057,256	99.52	4,472,697	708,529,953	99.93
2019	763,333,684	2,701,109	766,034,793	760,523,128	99.63	4,799,037	765,322,165	99.91
2020	754,903,434	925,125	755,828,559	747,732,077	99.05	7,174,473	754,906,550	99.88
2021	786,299,819	1,135,600	787,435,419	764,074,775	97.17	22,362,016	786,436,791	99.87
2022	782,016,818	1,641,464	783,658,282	777,968,236	99.48	5,197,307	783,165,543	99.94
2023	825,019,308	722,057	825,741,365	818,206,202	99.17	-	818,206,202	99.09

Plano Independent School District

Exhibit S-11

Outstanding Debt By Type

Last Ten Fiscal Years

(Unaudited)

(Dollars in thousands, except per capita)

Fiscal Year	Governmental Activities			Total Primary Government	Resources Restricted for Debt Service	Net Bonded Debt Outstanding	Gross Bonded Debt as % of Personal Income ¹	Gross Bonded Debt Per Capita	Net Bonded Debt as % of Assessed Value	Net Bonded Debt Per Capita
	Unlimited Tax Bonds ²	Loans Payable	Leases							
2014	\$ 960,869	\$ -	\$ -	\$ 960,869	\$ 20,846	\$ 940,023	8%	\$ 2,897	2.38	\$ 2,834
2015	889,854	-	-	889,854	21,133	868,721	8%	2,626	2.06	2,564
2016	824,106	-	-	824,106	23,203	800,903	7%	2,406	2.42	2,338
2017	1,031,577	-	-	1,031,577	25,733	1,005,844	8%	2,968	2.22	2,894
2018	1,046,051	-	-	1,046,051	25,487	1,020,564	8%	3,000	1.77	2,927
2019	940,831	-	-	940,831	38,981	901,850	7%	2,686	1.54	2,575
2020	823,579	-	-	823,579	36,215	787,364	6%	2,274	1.31	2,174
2021	683,270	-	-	683,270	33,201	650,069	6%	1,873	1.06	1,782
2022	529,115	-	-	529,115	29,645	499,470	5%	1,450	0.83	1,364
2023	1,090,018	-	-	1,090,018	31,826	1,058,189	8%	2,977	1.56	2,890

Note: ¹ Refer to Exhibit S-14 for per capita personal income information.

² Unlimited Tax Bond equals GO Bonds Payable plus Premium on Bond Issuance

Plano Independent School District**Exhibit S-12**

Direct And Overlapping Governmental Activities Debt

June 30, 2023

(Unaudited)

(Dollars in thousands, except per capita)

Governmental Unit	Gross Bonded Debt	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
City of Plano 1	\$ 557,480	81.39 %	\$ 453,733
Collin County Community College 1	556,524	34.72	193,225
Collin County 2	543,645	34.72	188,754
City of Allen 1	103,901	3.40	3,533
City of Carrollton 1	208,895	0.64	1,337
City of Dallas 1	1,898,415	3.85	73,089
City of Garland 1	326,260	0.16	522
City of Lucas 1	15,413	10.54	1,625
City of Murphy 1	33,765	66.24	22,366
City of Parker 1	1,292	63.56	821
City of Richardson 1	245,845	42.62	104,779
City of Wylie 1	50,250	2.03	1,020
Subtotal, overlapping debt			1,044,804
District gross bonded debt			<u>1,090,018</u>
Total direct and overlapping debt			<u><u>\$ 2,134,822</u></u>

Sources: Debt outstanding data provided by each governmental unit. Data of overlapping percentages was provided by the Municipal Advisory Council of Texas.

Notes: 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 those overlapping governments that is borne by the residents and businesses of the district.

¹ Reported as of entity's fiscal year end 2022.

² Reported as of entity's fiscal year end 2023.

Plano Independent School District**Exhibit S-13**

Legal Debt Margin Information

Last Ten Fiscal Years

(Unaudited)

(Dollars in thousands)

Fiscal Year	Debt Limit	Total Net Debt Applicable To Limit	Legal Debt Margin	Total Net Debt Applicable to the Limit as a Percentage of Debt Limit
2014	\$ 3,644,200	\$ 925,944	\$ 2,718,256	25.41
2015	3,887,380	856,716	3,030,664	22.04
2016	4,149,625	793,531	3,356,094	19.12
2017	4,591,658	991,473	3,600,185	21.59
2018	5,100,946	1,004,824	4,096,122	19.70
2019	5,879,103	901,850	4,977,253	15.34
2020	6,042,197	787,364	5,228,069	13.03
2021	6,015,433	650,069	5,365,364	10.81
2022	6,158,793	499,470	5,659,323	8.11
2023	6,800,082	1,058,189	5,741,893	15.56

Legal Debt Margin Calculation for Fiscal Year 2019

Assessed Value		\$ 68,000,820
Debt limit (10% of assessed value)		6,800,082
Total bonded debt	\$ 1,090,018	
Less reserve for retirement of debt	31,829	
Debt applicable to limit		1,058,189
Legal debt margin		\$ 5,741,893

Plano Independent School District
Demographic And Economic Statistics
Last Ten Fiscal Years
(Unaudited)

Exhibit S-14

Fiscal Year	Population	Personal Income (in thousands)	Per Capita Personal Income	Unemployment Rate
2014	331,665	\$ 11,384,568	\$ 34,326	5.00
2015	338,849	11,625,338	34,308	3.70
2016	342,563	11,806,045	34,464	3.70
2017	347,580	12,185,621	35,058	3.60
2018	348,724	12,835,581	36,807	3.30
2019	350,273	12,835,581	36,645	3.10
2020	362,178	13,640,613	37,663	7.20
2021	364,821	11,337,608	31,077	5.00
2022	366,202	14,044,953	38,353	3.30
2023	367,020	14,044,953	38,268	3.80

Sources: Population estimates were provided by the District.
Personal income figures were obtained from the U.S. Census Bureau.
Unemployment rates were provided by the Texas Workforce Commission.

Plano Independent School District

Principal Employers
Current Year and Nine Years Ago
(Unaudited)

Exhibit S-15

Employer	2023			2014		
	Employees	Rank	Percentage Of Total District Employment	Employees	Rank	Percentage Of Total District Employment
JP Morgan Chase	9,500	1	5.48 %			
Capital One Finance	7,542	2	4.35	4,500	3	2.90
Plano ISD	6,795	3	3.92	6,470	2	4.18
Toyota Motor North America, Inc.	4,573	4	2.64			0.00
Bank of America Home Loans	4,500	5	2.59	8,000	1	
AT&T Foundry and Service	2,500	6	1.44			
Ericsson	2,406	7	1.39	2,650.00	7	1.71
Liberty Mutual Insurance Company	2,385	8	1.37			
Medical City Plano	2,332	9	1.34			
United Services Automobile Association	2,092	10	1.21			
HP Enterprise Services, LLC/EDS				4,500	4	2.90
J.C. Penney Company, Inc.				3,000	5	1.94
City of Plano				2,790	6	1.80
Alcatel-Lucent				2,500	8	1.61
Frito - Lay Inc.				2,500	9	1.61
Dell				2,250	10	1.45
Total	44,625		26.28 %	39,160		25.32

Sources:

Texas Workforce Commission provided total labor force numbers - 2023 (173,456); 2014 (154,934)

Plano Economic Development Corporation provided 2023 Principal Employers.

2014 data from PISD 2014 Annual Comprehensive Financial Report

Plano Independent School District
Full-Time Equivalent District Employees by Type
Last Ten Fiscal Years
(Unaudited)

Exhibit S-16

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	Percent Change 2014 - 2023
Instruction											
Teachers	3,825	3,865	3,895	3,905	3,900	3,907	3,855	3,784	3,632	3,538	(8) %
Librarians	71	70	70	70	70	71	71	69	71	69	(3)
Educational Aides	559	568	581	609	628	624	637	630	628	573	3
Interpreters	17	14	14	15	16	16	12	14	12	15	(12)
Other Professionals (instructional)	159	171	175	195	195	210	212	210	206	198	25
	<u>4,631</u>	<u>4,688</u>	<u>4,735</u>	<u>4,794</u>	<u>4,809</u>	<u>4,828</u>	<u>4,787</u>	<u>4,707</u>	<u>4,549</u>	<u>4,393</u>	<u>(5)</u>
Campus Administration											
Principal	72	72	72	72	72	72	72	72	71	71	(1)
Assistant Principal	92	95	102	103	109	112	114	117	114	118	28
Instructional Officer	8	8	8	8	9	12	12	12	11	11	38
Athletic Director	3	3	3	3	3	3	3	3	3	3	3
	<u>175</u>	<u>178</u>	<u>185</u>	<u>186</u>	<u>193</u>	<u>199</u>	<u>201</u>	<u>204</u>	<u>199</u>	<u>203</u>	<u>16</u>
Student Services											
Counselor	146	148	157	161	162	162	162	160	159	154	5
Educational Diagnostician	33	34	35	35	37	38	38	39	39	41	24
School Nurse	71	72	72	72	71	71	70	72	71	71	0
LSSP/Psychologist	12	10	13	13	15	16	15	17	17	19	58
Social Worker	9	10	10	11	11	18	19	20	20	20	122
	<u>271</u>	<u>274</u>	<u>287</u>	<u>292</u>	<u>296</u>	<u>304</u>	<u>304</u>	<u>308</u>	<u>306</u>	<u>305</u>	<u>13</u>
Support and Administration											
Superintendent, Deputy, Assoc. & Assistant	6	7	7	8	8	9	9	8	8	7	17
Non-Campus Professionals	224	229	228	239	240	232	237	238	192	247	10
Auxiliary Staff	1,219	1,276	1,306	1,279	1,282	1,442	1,249	1,241	1,212	1,205	(1)
	<u>1,449</u>	<u>1,512</u>	<u>1,541</u>	<u>1,526</u>	<u>1,530</u>	<u>1,683</u>	<u>1,495</u>	<u>1,487</u>	<u>1,412</u>	<u>1,459</u>	<u>1</u>
Total	<u>6,526</u>	<u>6,652</u>	<u>6,748</u>	<u>6,798</u>	<u>6,828</u>	<u>7,015</u>	<u>6,787</u>	<u>6,706</u>	<u>6,466</u>	<u>6,360</u>	<u>(3) %</u>

Source: Fall Public Education Information Management System (PEIMS) Submissions with full-time equivalent employees as of the last Friday in October.

Notes: Full-time instructional employees of the district are employed for 187 contract days. Campus administrators and student services employees are primarily employed for 220 days. Central administrative and non-campus professional staff are employed for 246 days. Auxiliary staff are employed on an hourly basis with daily hours worked ranging from 8 hours to 4 hours.

Plano Independent School District
Operating Statistics
Last Ten Fiscal Years
(Unaudited)

Exhibit S-17

Fiscal Year	Enrollment ¹	Operating Expenditures ²	Cost Per Pupil	Percentage Change	Expenditures Excluding Recapture	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2014	54,822	505,830,681	9,227	4.74 %	469,814,931	8,570	2.55 %	3,825	14.3	29 %
2015	54,689	532,762,942	9,742	5.58 %	486,159,231	8,890	3.73 %	3,865	14.1	31 %
2016	54,573	567,799,620	10,404	6.80 %	507,650,912	9,302	4.64 %	3,895	14.0	31 %
2017	54,173	631,440,924	11,656	12.03 %	526,755,209	9,724	4.53 %	3,905	13.9	31 %
2018	53,952	698,670,555	12,950	11.10 %	541,560,467	10,038	3.23 %	3,900	13.8	34 %
2019	53,057	766,998,752	14,456	11.63 %	555,815,573	10,476	4.36 %	3,907	13.6	33 %
2020	52,629	748,050,925	14,214	(1.68) %	581,939,265	11,057	5.55 %	3,855	13.7	33 %
2021	50,154	723,307,016	14,421	1.46 %	531,248,317	10,592	(4.21) %	3,784	13.3	36 %
2022	49,400	781,202,187	15,814	9.66 %	570,158,387	11,542	8.96 %	3,632	13.6	35 %
2023	48,921	819,010,062	16,741	5.66 %	570,544,352	11,663	0.78 %	3,538	13.8	38 %

¹ Enrollment is as of the October reporting date to TEA through the Public Education Information System (PEIMS).

² Operating expenditures are total governmental fund expenditures less debt service and capital projects.

Notes: In FY 2022, Food Service had a waiver from USDA/TDA to operate under the Seamless Summer Option (SSO) program due to the COVID-19 Pandemic. This waiver allowed all students to have access to free federal meals regardless of eligibility. Due to this regulation, the Food Service department only performed direct certifications and accepted free and reduced meal price applications for Pandemic Eligibility Benefits Transfer (P-EBT) purposes. This waiver resulted in a lower free and reduced data percentage collected by Food Service. The District collected the free and reduced data through Student Services and calculated the true free and reduced rate to be 35%.

Plano Independent School District**Exhibit S-18**

Teacher Base Salaries
 Last Ten Fiscal Years
 (Unaudited)

Fiscal Year	Minimum Salary	Maximum Salary	District Average Salary	Statewide Average Salary
2014	\$ 47,000	\$ 73,676	\$ 52,399	\$ 49,692
2015	48,500	74,003	53,800	50,715
2016	50,000	77,000	54,900	51,892
2017	51,000	78,499	56,180	52,525
2018	52,000	79,500	58,075	53,334
2019	53,000	81,502	58,204	54,122
2020	54,000	80,700	57,000	57,091
2021	55,000	81,700	60,268	57,641
2022	56,000	84,075	62,980	58,887
2023	58,251	87,452	63,032	60,716

Sources:

Plano ISD 2022-2023 Compensation Plan Book
 TEA PEIMS Standard Reports

Plano Independent School District
School Building Information
Last Ten Fiscal Years
(Unaudited)

Exhibit S-19
Page 1 of 2

Schools:	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Elementary										
Buildings	44	44	44	44	44	44	44	44	44	44
Square Feet	3,350,490	3,378,450	3,380,050	3,387,145	3,390,582	3,391,262	3,401,326	3,401,326	3,401,648	3,401,648
Enrollment	24,107	23,900	23,704	23,346	23,257	22,584	22,189	20,826	20,543	20,450
Middle School										
Buildings	13	13	13	13	13	13	13	13	13	13
Square Feet	1,980,339	1,980,479	1,980,479	1,980,479	1,981,439	2,020,911	2,027,081	2,027,081	2,027,081	2,027,081
Enrollment	12,621	12,447	12,498	12,429	12,328	12,141	12,182	11,860	11,413	11,077
High School										
Buildings	6	6	6	6	6	6	6	6	6	6
Square Feet	1,565,808	1,572,843	1,572,843	1,572,843	1,607,975	1,607,975	1,607,975	1,607,975	1,610,725	1,610,725
Enrollment	8,496	8,540	8,623	8,470	8,305	8,363	8,315	7,949	7,874	7,947
Senior High School										
Buildings	4	4	4	4	4	4	4	4	4	4
Square Feet	1,458,754	1,576,908	1,576,908	1,576,908	1,609,200	1,609,200	1,610,933	1,610,933	1,610,933	1,610,933
Enrollment	7,937	8,183	8,262	8,355	8,365	8,273	8,177	8,175	8,054	7,815
Early Childhood Schools										
Buildings	3	3	3	3	3	3	3	3	3	3
Square Feet	156,458	156,458	156,458	156,458	156,458	156,458	156,458	156,458	156,458	156,458
Enrollment ¹	1,661	1,619	1,486	1,573	1,697	1,696	1,766	1,344	1,516	1,632
Total Schools										
Buildings	70	70	70	70	70	70	70	70	70	70
Square Feet	8,511,849	8,665,138	8,666,738	8,673,833	8,745,654	8,785,806	8,803,773	8,803,773	8,806,845	8,806,845
Enrollment	54,822	54,689	54,573	54,173	53,952	53,057	52,629	50,154	49,400	48,921

Source: District Records

Notes:

¹ Early Childhood School Enrollment - students are 1/2 day students

Plano Independent School District
School Building Information
Last Ten Fiscal Years -- Continued
(Unaudited)

Exhibit S-19
Page 2 of 2

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Other PISD Facilities:										
Other Educational Facilities -										
Buildings	5	5	5	7	8	8	8	9	8	8
Square Feet	149,820	149,820	149,820	222,197	254,741	217,009	217,009	299,209	299,209	299,209
Administrative										
Buildings	6	6	6	6	6	6	6	6	6	5
Square Feet	204,199	204,199	204,199	204,199	212,448	212,448	212,448	212,448	212,448	154,448
Facility Services										
Buildings	4	4	4	4	4	4	4	4	4	4
Square Feet	148,662	148,662	148,662	148,662	148,662	148,662	148,662	148,662	143,062	143,062
Athletics										
Stadiums	6	6	6	6	6	6	6	6	6	6
Running Tracks	10	10	10	10	10	10	10	10	10	10
Tennis Courts	21	21	21	21	21	21	21	21	21	21
Softball Fields	4	4	4	4	4	4	4	4	4	4
Baseball Fields	8	8	8	8	8	8	8	8	8	8
Indoor Athletic Fields	3	3	3	3	3	3	3	3	3	3

Source: District Records

Notes:

¹ Early Childhood School Enrollment - students are 1/2 day students

Reports on Internal Control, Compliance, and Federal Awards

Teamwork for Excellence



P L A N O
Independent School District

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

Board of Trustees
Plano Independent School District
Plano, Texas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Plano Independent School District (the District) as of and for the year ended June 30, 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 November 8, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing 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 over financial reporting 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.

Report on Compliance and Other Matters

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

Board of Trustees
Plano Independent School District

Purpose of this Report

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

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
November 8, 2023

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

Board of Trustees
Plano Independent School District
Plano, Texas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Plano Independent School District's (the District) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 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 June 30, 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.

Board of Trustees
Plano Independent School District

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.

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.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
November 8, 2023

Plano Independent School District
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2023

Exhibit K-1
Page 1 of 2

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF DEFENSE			
<u>Direct funding U.S. Department of Defense</u>			
Junior ROTC Program	12.000	N/A	\$ 246,575
Total direct funding U.S. Department of Defense			246,575
TOTAL U.S. DEPARTMENT OF DEFENSE			246,575
U.S. DEPARTMENT OF EDUCATION			
<u>Passed Through State Department of Education</u>			
ESEA Title I Part A - Improving Basic Programs	84.010A	22-610101043910	324,005
ESEA Title I Part A - Improving Basic Programs	84.010A	23-610101043910	6,550,086
Total Assistance Listing Number 84.010			6,874,091
IDEA - Part B, Formula	84.027A	22-6600010439106600	534,094
IDEA - Part B, Formula	84.027A	23-6600010439106600	7,116,968
IDEA - Part B, High Cost Risk	84.027A	23-66002906	300,983
COVID 19- Title IV IDEA - Part B, Formula ARP	84.027A	22-5350010439105000	872,564
SSA - IDEA - Part B, Discretionary	84.027A	22-6600110439106673	29,114
SSA - IDEA - Part B, Discretionary	84.027A	23-6600110439106673	175,323
Total Assistance Listing Number 84.027			9,029,046
IDEA - Part B, Preschool	84.173A	22-6610010439106610	23,909
IDEA - Part B, Preschool	84.173A	23-6610010439106610	260,218
COVID 19-IDEA - Part B, Preschool ARP	84.173X	22-5360010439105000	676
Total Assistance Listing Number 84.173			284,803
Total Special Education Cluster			9,313,849
Vocational Education - Basic Grant	84.048A	22-4200287110069	29,708
Vocational Education - Basic Grant	84.048A	23-4200287110069	508,614
Total Assistance Listing Number 84.048			538,322
SSA - IDEA, Part C - Early Intervention (Deaf)	84.181A	23-3911010439103911	8,612
Title III, Language Instruction LEP	84.365A	22-671001043910	19,680
Title III, Language Instruction LEP	84.365A	23-671001043910	899,454
Title III, Language Instruction Immigrant	84.365A	22-671003043910	150,799
Total Assistance Listing Number 84.365			1,069,933
Texas Education for Homeless Children and Youth	84.196A	22-4600057110023	5,812
Texas Education for Homeless Children and Youth	84.196A	23-4600057110023	60,920
Total Assistance Listing Number 84.196			66,732
ESEA Title II, Part A, Teacher & Principal Training	84.367A	22-694501043910	233,828
ESEA Title II, Part A, Teacher & Principal Training	84.367A	23-694501043910	1,202,254
ESEA Title II, Teacher Leadership	84.367A	22-6945797110024	37,258
Total Assistance Listing Number 84.367			1,473,340
			(continued)

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

Plano Independent School District
Schedule of Expenditures of Federal Awards—Continued
Year Ended June 30, 2023

Exhibit K-1
Page 2 of 2

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
Title IV Part A Summer School LEP	84.369A	23-680101043910	115,202
Title IV Part A Subpart 1	84.424A	23-680101043910	322,642
Title IV Part A Subpart 1	84.424A	22-680101043910	53,360
Total Assistance Listing Number 84.424			376,002
COVID-19 Elementary and Secondary School Emergency Relief (ESSER) I	84.425D	20-521001043910	(169,796)
COVID-19 Elementary and Secondary School Emergency Relief (ESSER) II - CRRSA	84.425R	21-521001043910	8,687,780
COVID-19 Elementary and Secondary School Emergency Relief (ESSER) III	84.425U	21-528001043910	7,752,439
COVID-19 Homeless Children and Youth ARP I	84.425W	21-5330017110067	18,887
COVID-19 Homeless Children and Youth ARP II	84.425W	21-533002043910	89,105
Total Assistance Listing Number 84.425			16,378,415
Total passed through State Department of Education			36,214,498
TOTAL U.S. DEPARTMENT OF EDUCATION			36,214,498
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<u>Direct funding U.S. Department of Health and Human Services</u>			
Head Start	93.600	06CH011447-01 06CHE00040701C5/6	1,482,276
Total direct funding U.S. Department of Health and Human Services			1,482,276
<u>Passed Through State Department of Education</u>			
COVID-19 School Health Support	93.323	393352201	56,118
Total passed through the State Department of Education			56,118
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES			1,538,394
U.S. DEPARTMENT OF AGRICULTURE			
<u>Passed Through the State Department of Agriculture</u>			
National School Breakfast Program	10.553	20-043910	2,406,180
National School Lunch Program	10.555	20-043910	10,258,909
Supply Chain Assistance Fund	10.555	20-043910	2,799,586
Total Assistance Listing Number 10.555			13,058,495
Commodity Food Distribution	10.550	21-043910	1,894,631
Total Child Nutrition Cluster			17,359,306
Total passed through the State Department of Agriculture			17,359,306
TOTAL U.S. DEPARTMENT OF AGRICULTURE			17,359,306
FEDERAL EMERGENCY MANAGEMENT AGENCY			
<u>Passed Through the Texas Department of Emergency Management</u>			
Uri Ice Storm	97.036	4586PATXP0000001	15,000
TOTAL FEDERAL EMERGENCY MANAGEMENT AGENCY			15,000
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 55,373,773

(Concluded)

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

Plano Independent School District

Notes to the Schedule of Expenditures of Federal Awards

The District utilizes the fund types specified in the Texas Education Agency Financial Accountability System Resource Guide.

Special Revenue Funds are used to account for resources restricted to, or designated for, specific purposes by a grantor. Federal and state awards generally are accounted for in a Special Revenue Fund. Generally, unused balances are returned to the grantor at the close of specified grant periods.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund types are accounted for using a current financial resources measurement focus. All Federal grant funds were accounted for in the General Fund or Special Revenue Funds which are both Governmental Fund types. With this measurement focus, only current assets and current liabilities and the fund balance are included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets.

The modified accrual basis of accounting is used for the Governmental Fund types. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the fund liability is incurred, if measurable.

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

The period of performance for federal grant funds for the purpose of liquidation of outstanding obligations made on or before the ending date of the federal project period extended 30 days beyond the federal project period ending date, in accordance with provisions in Section H, Period of Performance, Part 3, Office of Management and Budget (OMB) Compliance Supplement.

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustments by the grantor agencies; therefore, to the extent that the District has not complied with rules and regulations governing the grants, refund of any money received may be required and the collectability of any related receivable at June 30, 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 information in Schedule of Expenditures of Federal Awards is presented in accordance with the requirements of Single Audit Amendments of 1996 and *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. The following table reconciles total expenditures per the Schedule of Expenditures of Federal Awards (Exhibit K-1) to Federal Program Revenues per Exhibit C-3:

Total expenditures of federal awards per Exhibit K-1	\$ 55,373,773
Reimbursements received from the federal school health and related services	1,520,842
Rebates received from the federal government for Build America Bonds	<u>4,920,771</u>
Total federal program revenues per Exhibit C-3	<u>\$ 61,815,386</u>

The District has not elected to use the 10% de minimis indirect cost rate.

Plano Independent School District
Schedule of Findings and Questioned Costs
Year Ended June 30, 2023

Section 1. Summary of the Auditor's Results:

Financial Statements

An unmodified opinion was issued on the financial statements.

Internal control over financial reporting:

Material weakness(es) identified?	_____ Yes	___X___ No
Significant deficiency(ies) identified that are not considered a material weakness?	_____ Yes	___X___ None reported
Noncompliance material to financial statements noted?	_____ Yes	___X___ No

Major Programs

Internal control over major programs:

Material weakness(es) identified?	_____ Yes	___X___ No
Significant deficiency(ies) identified that are not considered a material weakness?	_____ Yes	___X___ None reported

An unmodified opinion was issued on compliance for major programs.

Any audit findings disclosed that were required to be reported in accordance with Uniform Guidance?	_____ Yes	___X___ No
---	-----------	------------

Identification of major programs:

Title I – Part A	84.010A
ESSER	84.425D, 84.425R, 84.425U and 84.425W

The dollar threshold used to distinguish between Type A and Type B program?.	<u>\$1,661,213</u>
--	--------------------

Auditee qualified as a low-risk auditee?	___X___ Yes	_____ No
--	-------------	----------

Plano Independent School District

Schedule of Findings and Questioned Costs - Continued

Year Ended June 30, 2023

Section 2. Findings Relating to the Financial Statements Which Are Required To Be Reported in Accordance with Generally Accepted Government Auditing Standards.

None

Section 3. Findings and Questioned Costs for Federal Awards Including Audit Findings as Described in 1.f Above

None

Plano Independent School District

Summary of Prior Year Audit Findings

Year Ended June 30, 2023

Section 4. Findings Relating to the Financial Statements Which Are Required To Be Reported in Accordance with *Generally Accepted Government Auditing Standards*.

None

Plano Independent School District
Schedule of Required Responses to Selected
School FIRST Indicators (Unaudited)
For the Fiscal Year Ended June 30, 2023

Exhibit L-1

Data Codes		Responses
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
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	\$ -