

**GOOSE CREEK
CONSOLIDATED INDEPENDENT
SCHOOL DISTRICT**
Baytown, Texas



**COMPREHENSIVE
ANNUAL FINANCIAL
REPORT**

*FOR THE FISCAL YEAR
ENDED AUGUST 31, 2011*



GOOSE CREEK CONSOLIDATED INDEPENDENT
SCHOOL DISTRICT

BAYTOWN, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

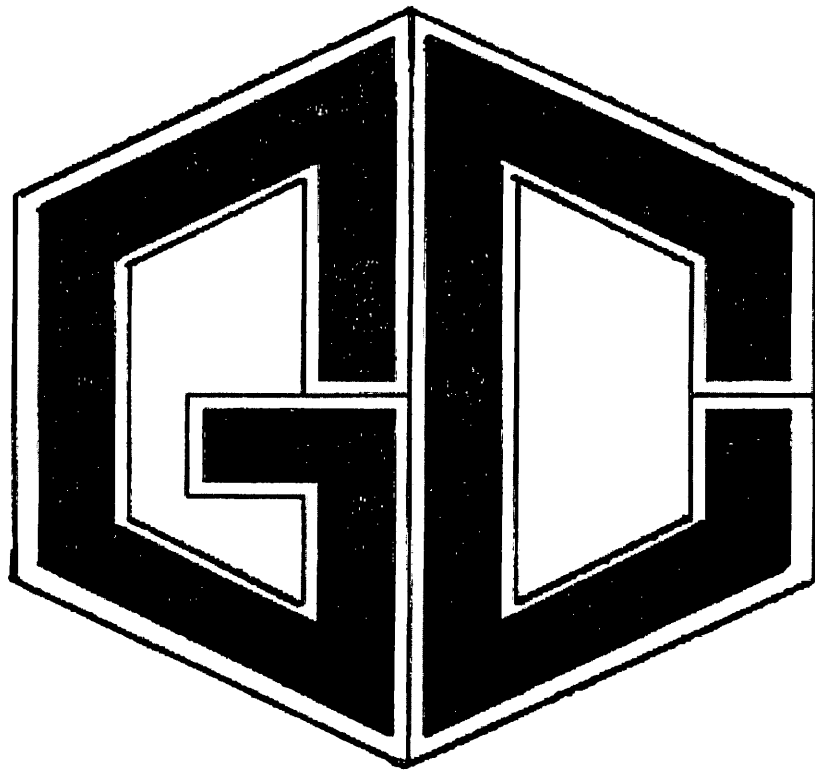
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011

PREPARED BY THE DIVISION OF FINANCE

Peter D. Pape, CPA
Chief Financial Officer

Stephanie Wright, CPA
Director of Accounting

Julie Lee, CPA
Budget and Special Revenue Coordinator



**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
COMPREHENSIVE ANNUAL FINANCIAL REPORT**

AUGUST 31, 2011

TABLE OF CONTENTS

	Page
INTRODUCTORY SECTION	
Transmittal Letter.....	1
Government Finance Officers Association – Certificate of Achievement for Excellence in Financial Reporting.....	7
Association of School Business Officials – Certificate of Excellence in Financial Reporting	8
Organizational Chart	9
Principal Officials and Advisors	10
 FINANCIAL SECTION	
Independent Auditors’ Report.....	11
Management’s Discussion and Analysis.....	13
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Assets	20
Statement of Activities.....	21
Fund Financial Statements:	
Balance Sheet – Governmental Funds	22
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets.....	25
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	26
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	28
Statement of Net Assets – Proprietary Funds.....	29
Statement of Revenues, Expenses, and Changes in Fund Net Assets – Proprietary Funds	30
Statement of Cash Flows – Proprietary Funds	31
Statement of Fiduciary Net Assets – Fiduciary Funds.....	32
Statement of Changes in Fiduciary Fund Net Assets – Fiduciary Funds.....	33
Notes to the Financial Statements	34
Required Supplementary Information:	
Schedule of Revenues, Expenditures, and Changes in Fund Balance- Budget and Actual – General Fund	54
Notes to the Required Supplementary Information	55
Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet – Nonmajor Governmental Funds	62
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	70
Combining Statement of Net Assets – Proprietary Funds	80
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets – Proprietary Funds	81
Combining Statement of Cash Flows – Proprietary Funds.....	82

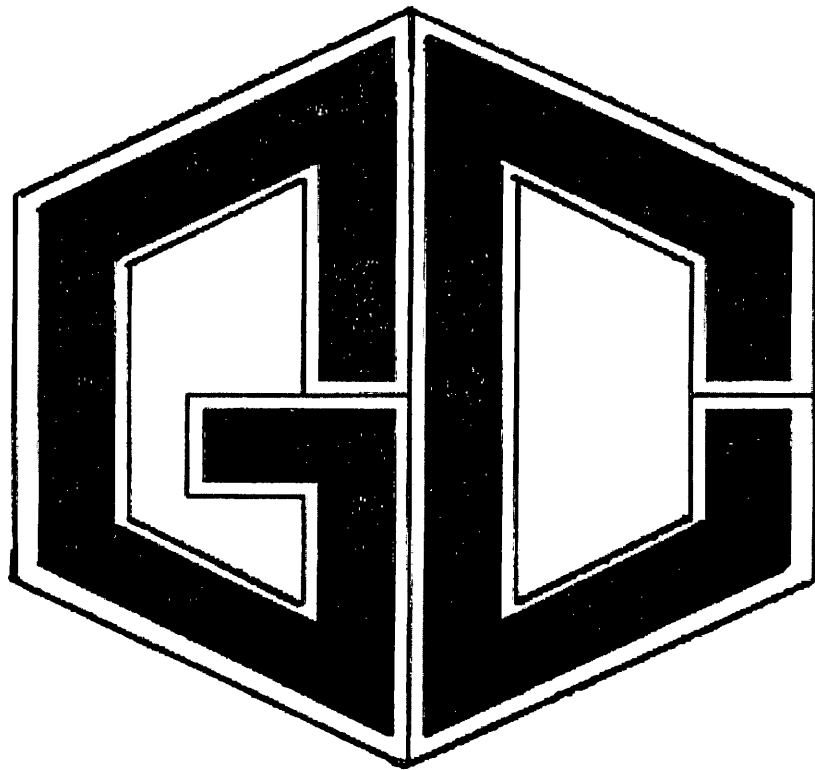
Statement of Changes in Assets and Liabilities – Agency Fund	83
Compliance Schedules:	
Schedule of Delinquent Taxes Receivable	86
Schedule of Expenditures for Computations of Indirect Cost for 2012-2013 – General and Special Revenue Funds.....	88
Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual – Child Nutrition Program	89
Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual – Debt Service Fund.....	90
 STATISTICAL SECTION (UNAUDITED)	
Statistical Section Overview	91
Financial Trends:	
Government-wide Information:	
Net Assets by Component.....	92
Changes in Net Assets	94
Fund Information:	
Fund Balances of Governmental Funds.....	96
Changes in Fund Balances of Governmental Funds.....	98
Revenue Capacity:	
Property Tax Rates per \$100 of Assessed Value – Direct and Overlapping Governments.....	100
Assessed Value and Actual Value of Taxable Property	102
Principal Property Taxpayers	103
Property Tax Levies and Collections	104
Debt Capacity:	
Ratio of Outstanding Debt by Type	105
Legal Debt Margin Information	106
Schedule of Bonds	108
Ratio of Net General Obligation Bonded Debt Outstanding.....	110
Computation of Direct and Overlapping Debt	111
Demographic and Economic Information:	
Demographic and Economic Statistics.....	112
Principal Employers	113
Full Time Equivalent Employees by Function.....	114
Operating Information:	
Operating Statistics	115
Teacher Salary Data	116
Instructional Building Data	117
District Map.....	118

Introductory Section

Goose Creek Consolidated Independent School District
Baytown, Texas



For the Fiscal Year Ended August 31, 2011





GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

January 20, 2012

Board of Trustees and Taxpayers of
Goose Creek Consolidated Independent School District
4544 Interstate 10 East
Baytown, Texas 77521

Dear Board Members:

The Comprehensive Annual Financial Report of the Goose Creek Consolidated Independent School District (the "District") for the fiscal year ended August 31, 2011, is submitted herewith. Responsibility for both the accuracy of the presented data and the completeness and fairness of presentation, including all disclosures, rests with the District. Administration believes that the data, as presented, is materially accurate, that it is presented in a manner designed to fairly set forth the financial position, results of operations, and cash flows 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 letter of transmittal is provided to complement the management's discussion and analysis (MD&A) and should be used in conjunction with it. MD&A is included in the financial section of this report.

PROFILE OF THE DISTRICT

This report includes all of the funds of the District. The District is governed by a seven member Board of Trustees (the "Board") which has governance responsibilities over all activities related to public elementary and secondary school education within the jurisdiction of the District. The District receives funding primarily from local property taxes, state and federal government sources, and must comply with the concomitant requirements of these governmental funding source entities. However, the District is not included in any other governmental "reporting entity" as defined in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards, since Board members are elected by the public and have decision-making authority, the power to designate management, the responsibility to significantly influence operations, and primary accountability for fiscal matters.

The District was formed for the sole purpose of providing public elementary and secondary education. The District provides a comprehensive program of public education from pre-kindergarten through grade twelve. Programs are offered in gifted and talented, special education, deaf education, adult education, career and technical education, and bilingual education. The District is fully accredited by the Texas Education Agency at all levels of instruction.

Over 2,800 full-time employees are employed by the District, which provides a high quality education to nearly 21,500 students. Student population is currently growing at a rate of one half to one percent per year. Approximately 27 percent of Goose Creek teachers hold master's degrees or doctorates. District facilities include one primary school; thirteen elementary schools; five junior schools; three traditional high schools; an early college high school as well as a school/community guidance center; an alternative learning program; a career technical education center; administration building; maintenance, operations, and transportation center; technology management services center; and instructional support center.



GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

ECONOMIC CONDITION AND OUTLOOK

The District in General

The District is the 58th largest school district in Texas and encompasses 134 square miles containing the City of Baytown and community of Highlands in its boundary and has an estimated population of over 93,000. The District is located 27 miles east of downtown Houston, Texas, in eastern Harris and western Chambers counties.

Major Contributors to the Baytown/West Chambers County Economy

The discovery of oil along Tabbs Bay in 1916 and 1917 put Baytown on the map. Baytown/West Chambers County is situated along the prosperous Texas Gulf Coast and has abundant natural resources of oil, natural gas, seawater, and fresh water. The Baytown/West Chambers area has become the hub of such energy-related industries as oil refining, rubber, chemicals, carbon black plants, and industrial distribution sites. A large part of the U.S. petrochemical production is based in the Houston area, and a significant portion of this industry is located in the Baytown/Highlands area.

Governor Ross S. Sterling assured a prosperous future for the city with the founding of Humble Oil and Refining Co., which became the heart of the growing city. Today, ExxonMobil Co., Inc. and its affiliates employ some 3,100 full-time employees and over 1,200 contractors in its Baytown refineries and plants. The ExxonMobil petroleum/petrochemical complex is the largest in the United States and the company's largest worldwide, yet its "good neighbor" policy, in the form of the Volunteer Involvement Fund, has channeled thousands of dollars into community projects by rewarding the volunteer efforts of ExxonMobil employees.

Other major employers in the Baytown/Highlands area include Goose Creek CISD, Lee College, San Jacinto Methodist Hospital, City of Baytown, Chevron Phillips Chemical Company, Bayer Inc., and Wal-Mart.

Economic Forecast for the Community

Industrial, commercial and residential property values declined from the 2009-2010 values and are expected to continue to decline due to the sluggish economy and housing market. However, due to the current market conditions, the pace is slowing. According to Harris County Appraisal District, the Houston area should see an increase in property values of 2.29%. Olefins plants are expected to see a 6% increase.

The Houston metropolitan area ranks as the fourth-largest metropolitan area in the country. The Houston and Texas economies, to some extent, have resisted the trend of economic decline experienced around the country, but the national and global recession is beginning to impact our local economy. According to economic indexes for the state, the Texas economy has been flat with some declines noted in the current year and Houston's economy is showing minimal growth.

Local unemployment trends in the Houston area remained the same from August 2010 to August 2011. The Houston region continues to be a magnet for new employees, even in the nation's economic downturn, due to good jobs and a "better-than-elsewhere" economy. Moody's Analytics predicts that Texas cities will outpace the rest of the nation as the recession gradually ends.

On a state level, the District faces challenges other than the economy. The 81st legislative session modified the funding formula for schools and began to return schools to a formula-based system of distribution rather than distributing revenues based upon a level of funding present in the 2005-2006 year on a per student basis as was the case under previous law, HB1. Districts are funded based upon a complex formula which weights student attendance, District property value per student, and



GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

District tax effort. The 82nd legislature cut education spending by \$4 billion which is affecting all districts throughout the state.

In order to achieve cost savings and to avoid a financial crisis in future years, the District is developing a cost savings plan to begin implementing in the current budget year and future years as the District executes budget reduction strategies in order to maintain a balanced budget and secure its financial future. The District reduced staff by approximately 90 positions for the 2011-2012 school year.

MAJOR INITIATIVES

District Goals

The Board of Trustees adopted five Board driven goals for fiscal years 2009-2011. Board driven goals reflect specific areas that the Board feels need targeted, focused attention for any given year. These goals are updated each year to stay current with the ever-changing needs of the District. The following information summarizes the Board driven goals adopted for the 2009-2011 school years:

- **Goal 1:** The District will develop systematic management structures, including effectiveness measures to increase mathematics and science scores.
- **Goal 2:** The District will develop systematic management structures, including effectiveness measures for the bilingual and special education departments.
- **Goal 3:** The District will develop systematic management structures, including effectiveness measures for the guidance and counseling department.
- **Goal 4:** The District will develop systematic management structures, including effectiveness measures for the maintenance, operations and grounds departments.
- **Goal 5:** The District will enhance partnerships with Lee College in career and technical education, dual enrollment, and early college high school.

FINANCIAL INFORMATION

Accounting Systems and Budgetary Control

The District is responsible for establishing and maintaining internal controls designed to provide reasonable, but not absolute, assurance that 1) assets are safeguarded against loss from unauthorized use or disposition, and 2) transactions are executed in accordance with administration's authorization and recorded properly to permit the preparation of financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP). The concept of



GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

reasonable assurance recognizes that 1) the cost of a control should not exceed the benefit likely to be derived, and 2) the evaluation of cost and benefit requires estimates and judgments by administration. The administration of the District believes that the District's internal accounting controls adequately safeguard assets and provide reasonable assurance that financial transactions are properly recorded.

The District's accounting records are maintained on the modified accrual basis as prescribed by the Texas Education Agency's *Financial Accountability Standards Resource Guide*. The intent of the State Board of Education in prescribing these rules is to cause the budgeting and financial accounting and reporting system of public school districts to conform with the Generally Accepted Accounting Principles established by the Governmental Accounting Standards Board.

School districts are legally required to adhere to the Texas Education Code by establishing an annual budget. The District follows these legal requirements and an annual budget, prepared on the modified accrual basis of accounting, is adopted for the general fund, child nutrition fund, and the debt service fund. The capital projects funds adopt project length budgets as outlined in the Texas Education Agency's *Financial Accountability Standards Resource Guide*. The Board must approve the annual budget no later than August 31 of each year for the fiscal year beginning September 1. The administrative level, at which responsibility for control of budgeted appropriations rests, is at the organizational level. Texas state law does not specify the level at which appropriations can be legally exceeded. Encumbrances lapse at year-end. All outstanding purchase orders are carried forward into the next fiscal year and re-encumbered. The appropriations for these encumbrances are in addition to the money appropriated for next year's budget.

Construction Plans

Community support of the 2005 bond issue resulted in a \$220.5 million program for school improvements to nearly all schools. In addition to two replacement elementary schools and district-wide renovations, the program provided for an additional elementary school, Victoria Walker Elementary, which opened in August 2007, and a third high school, Goose Creek Memorial High, which opened in August 2008. Aside from new schools, the bond issue included additions to several campuses, the site acquisition and design fee for an elementary school, site and condition improvements at Stallworth Stadium and other support facilities, purchase of 79 additional and/or replacement school buses, construction of an agriscience facility, and district-wide technology advancements. During 2011, the District completed nearly all projects covered in the 2005 authorization. The District administration is planning to propose to the Board of Trustees to hold another bond election in May 2013 to address its ongoing facility needs.

Independent Audit

State law and District policy require an annual audit to be made of the books of account, financial records, and transactions of all funds of the District by a certified public accountant selected by the Board of Trustees of the District. We have complied with this requirement. The report of our independent auditors, Start & Busch, LLC, appears on page 11 of this report. Their audit of the financial statements was performed in accordance with auditing standards generally accepted in the United States of America and, accordingly, included a review of the District's system of budgetary and accounting controls.



GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

AWARDS AND ACKNOWLEDGMENTS

Awards

The District's achievements continue to be heralded in local and state levels. The District enjoys a well-deserved reputation for academic and financial excellence, and continues to receive numerous accolades for the performance of its students. Most recently, the District has been recognized for the following:

- The District received a rating of 'Superior on the Schools Financial Integrity Rating System of Texas (FIRST) for the ninth consecutive year. The rating system was established during the 77th Legislature.
- Academic accountability ratings issued by the Texas Education Agency (TEA) in August 2011 show that the District is an 'Academically Acceptable' school district. Out of the twenty three campuses, three campuses were rated as 'Exemplary', seven schools were rated as 'Recognized', and 11 schools were rated as 'Academically Acceptable' for the 2010-2011 school year.
- To achieve these high accountability ratings, students in the District outperformed the state on the Texas Assessment of Knowledge and Skills (TAKS). TAKS is a standardized test used to assess students' attainment of reading, writing, math, science, and social studies skills required under Texas education standards.
- The District received the Association of School Business Officials Certificate of Excellence in Financial Reporting and the Government Finance Officers Association Certificate of Achievement for Excellence in Financial Reporting for the fiscal year ended August 31, 2010. These awards certify that the Comprehensive Annual Financial Report for the fiscal year ended August 31, 2010 substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials of the United States and Canada (ASBO) and the Government Finance Officers Association (GFOA). These awards are granted only after an intensive review of financial reports by expert panels of certified public accountants and other accounting and business professionals. The District has received the award from the ASBO for seventeen consecutive years and the GFOA award for thirteen consecutive years.
- Each of the awards mentioned above are valid for a period of one year only. Management believes that the Comprehensive Annual Financial Report for the fiscal year ended August 31, 2011, which will be submitted to ASBO and GFOA for review, also conforms to their principles and standards.

Acknowledgments

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

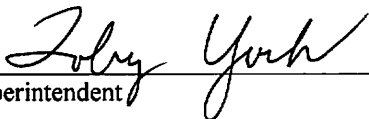
Also, we would like to express appreciation to all employees of the District for their interest and support in planning and conducting the financial affairs of the District in a responsible and progressive manner.



GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

Finally, special thanks to the Business Services Department for their diligence and dedicated service in helping prepare this report on a timely basis.

We would also like to thank our independent auditor Start & Busch, LLC, whose professional competence and leadership assisted us in developing this award-winning report.



Superintendent

Dr. Toby York

Date 2-24-2012



Chief Financial Officer

Peter D. Pape, CPA

Date 2-24-2012

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Goose Greek Consolidated
Independent School District
Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
August 31, 2010

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Linda C. Davison

President

Jeffrey R. Emer

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

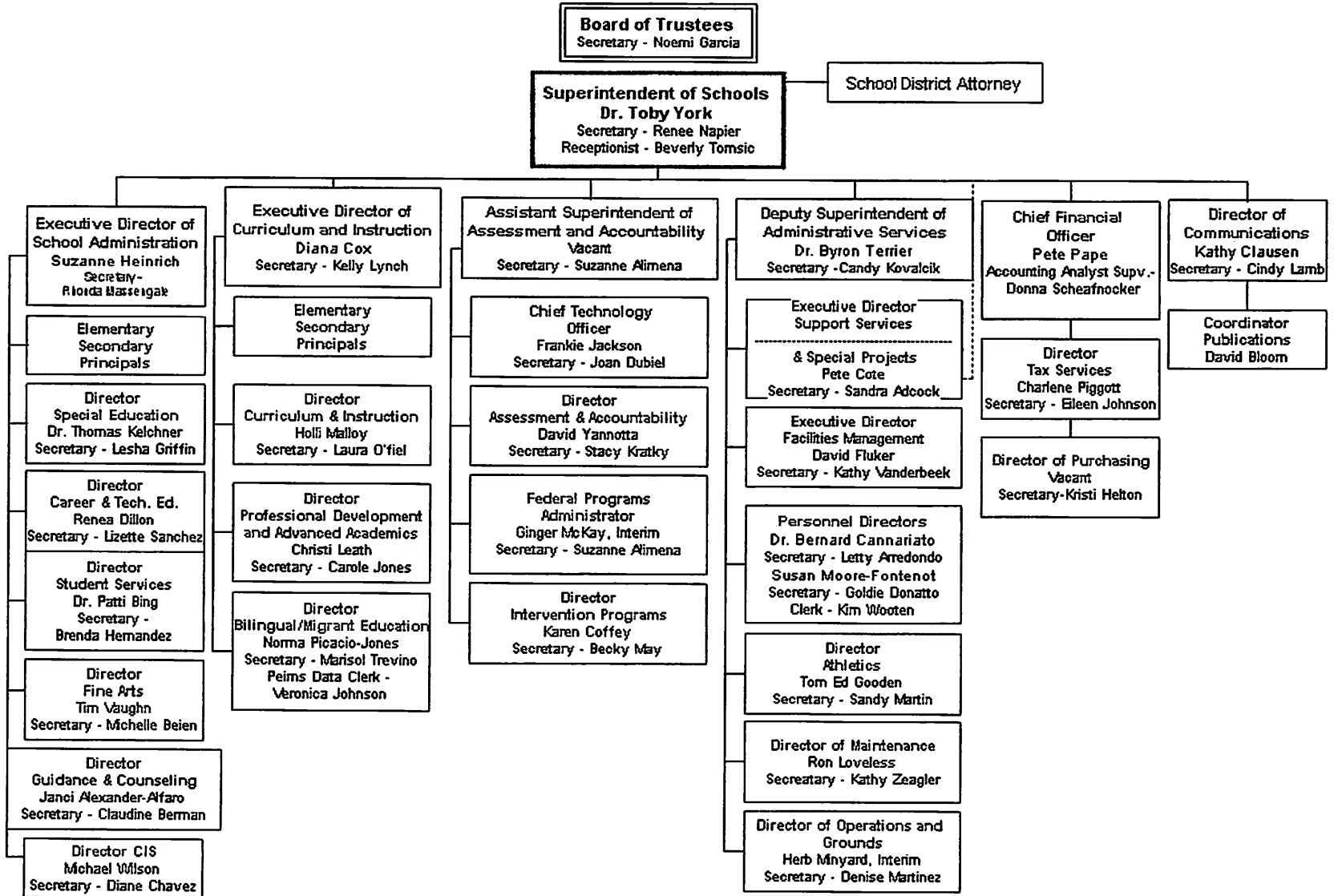
GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended August 31, 2010

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

President

Executive Director

**GOOSE CREEK CISD
ORGANIZATIONAL CHART
2011-2012**



Goose Creek Consolidated Independent School District
Baytown, Texas

Comprehensive Annual Financial Report
For the Fiscal Year Ended August 31, 2011

Principal Officials and Advisors

Board of Trustees

Mrs. Jenice Coffey..... Retired Teacher	President
Mr. Howard Sampson..... Assistant Superintendent	Vice President
Mr. Daniel Blackford..... Technical Operations Officer	Secretary
Mr. Jimmy Smith..... Equipment Co. Manager	Assistant Secretary
Mr. Carl Burg..... Retired	Member
Mr. Agustin Loreda, III..... Teacher	Member
Mr. Ken Martin..... Safety & Security Supervisor	Member

Administrative Staff

Dr. Toby York.....	Superintendent
Dr. Byron Terrier.....	Assistant Superintendent of Administrative Services
Diana Cox.....	Executive Director of Curriculum and Instruction
Suzanne Heinrich.....	Executive Director of School Administration
Peter D. Pape, CPA	Chief Financial Officer
Kathy Clausen.....	Director of Communications

Accountants and Advisors

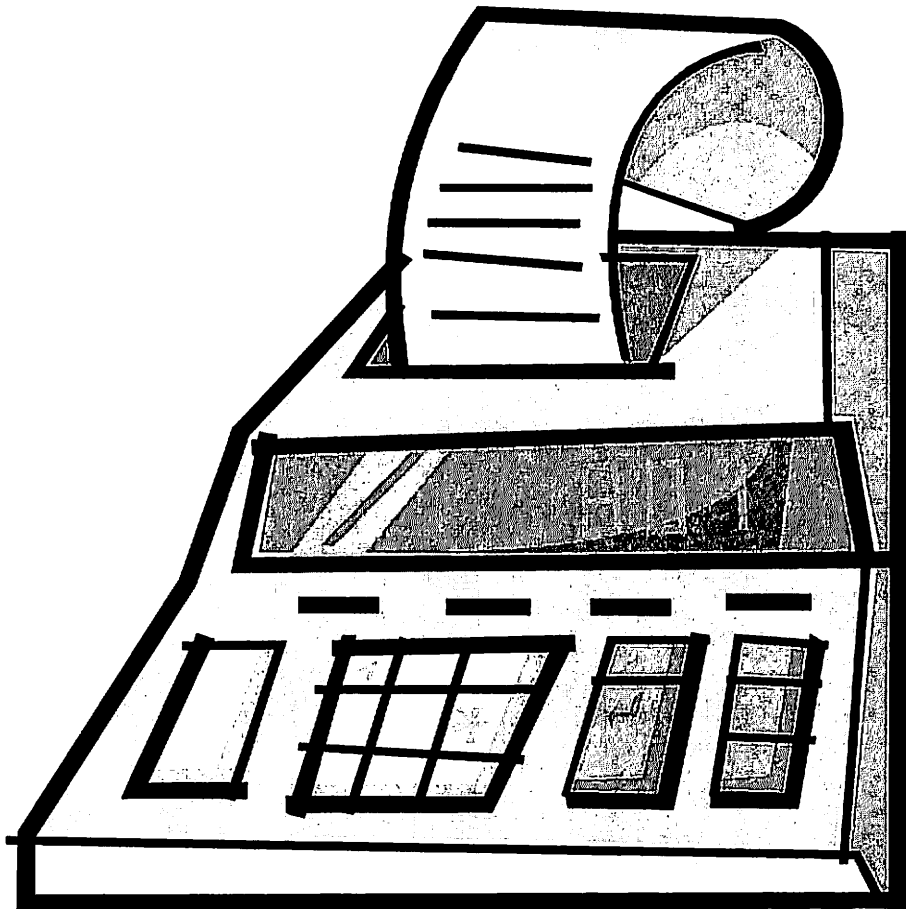
Start & Busch, LLC..... Certified Public Accountants Baytown, Texas	Auditors
Vinson & Elkins L.L.P.....	Bond Counsel

Report Preparation

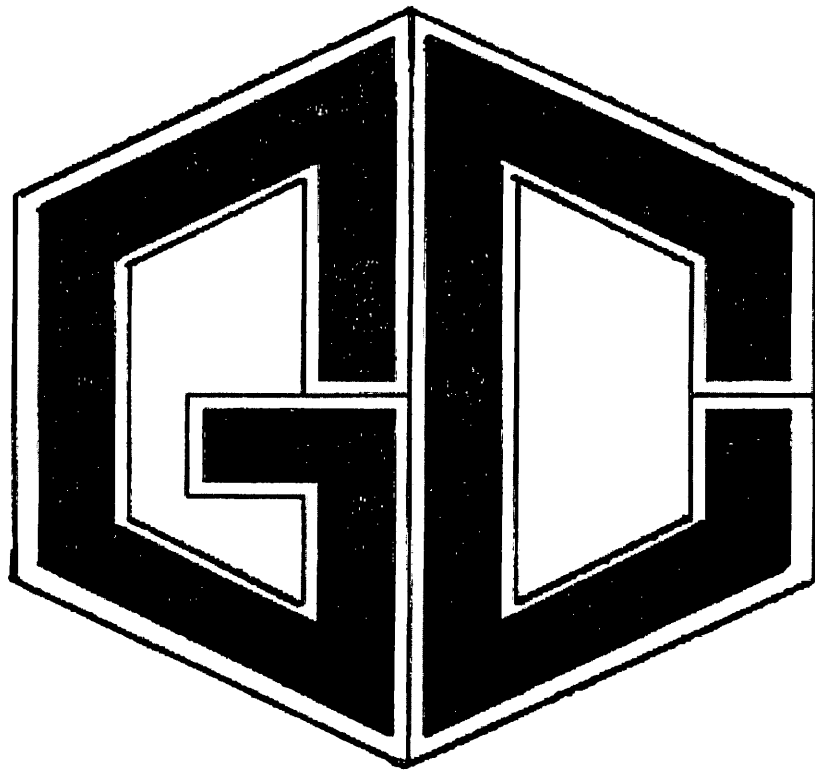
Stephanie Wright, CPA	Director of Accounting
Julie Lee, CPA.....	Budget and Special Revenue Coordinator

Financial Section

Goose Creek Consolidated Independent School District
Baytown, Texas



For the Fiscal Year Ended August 31, 2011



S T A R T & B U S C H , L L C

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Baytown, Texas

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Goose Creek Consolidated Independent School District (the District), as of and for the year ended August 31, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's administration. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the District's administration, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

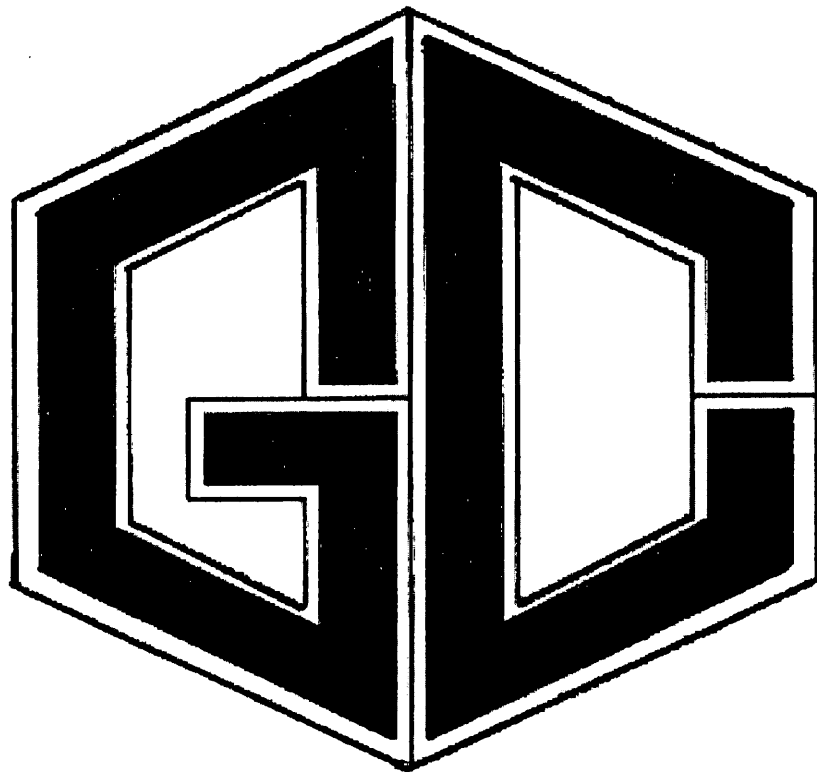
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of August 31, 2011, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with U.S. generally accepted accounting principles.

U.S. generally accepted accounting principles require that the Management's Discussion and Analysis and the budgetary comparison information on pages 13 through 19 and 54 through 55, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with U.S. generally accepted auditing standards, which consisted of inquiries of the District's administration about the methods of preparing the information and comparing the information for consistency with the District's administration'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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements and schedules, compliance schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements and schedules and compliance schedules are the responsibility of the District's administration and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with U.S. generally accepted auditing standards. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Start & Busch
Start & Busch, LLC

Baytown, Texas
January 20, 2012



**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

Management has prepared the following discussion and analysis of the District's financial performance for the fiscal year ended August 31, 2011 to enhance the readers' understanding of the District's financial statements which follow this section.

FINANCIAL HIGHLIGHTS

The assets of the District exceeded its liabilities at the close of the most recent fiscal year by \$167.5 million. Of this amount, \$83 million (unrestricted net assets) may be used to meet the District's ongoing obligations.

- The District's total net assets increased by \$12.4 million during the current fiscal year.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$108.5 million, an increase of \$8.6 million in comparison with the prior year. The increase in governmental fund balances was due to revenues exceeding expenditures.
- At the end of the current fiscal year, the general fund reported an increase in fund balance of \$16.9 million, resulting in an August 31, 2011 fund balance of \$77.4 million. The unassigned fund balance for the general fund increased to \$66 million.
- The total unassigned fund balance for the general fund represents 40 percent of the total general fund expenditures for 2011.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

- The first two statements are *government-wide financial statements* that provide both long-term and short-term information about the District's overall financial status.
- The remaining statements are *fund financial statements* that focus on individual parts of the government, reporting the District's operations in more detail than the government-wide statements.
- The *governmental funds statements* tell how general government services were financed in the short-term as well as what remains for future spending.
- *Proprietary fund* statements offer short and long-term financial information about the activities the District operates like businesses, such as the workers' compensation and print shop funds.
- *Fiduciary fund* statements provide information about the financial relationships in which the District acts solely as a trustee or agent for the benefit of others, to whom the resources in question belong.

The financial statements also include *notes* that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements.

Government-wide Statements

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

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

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

- Over time, increases or decreases in the District's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the District, additional non-financial factors such as changes in the District's tax base and student enrollment also need to be considered.

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

Fund Financial Statements

The fund financial statements provide more detailed information about the District's most significant funds-not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular purposes. 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. The District has three kinds of funds:

1. *Governmental funds*-Most of the District's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps 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, a reconciliation is provided that includes additional information explaining the relationship (or differences) between them on pages 25 and 28.
2. *Proprietary funds*-These funds provide the same type of information as the government-wide financial statements. There are two proprietary fund types. *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The District has no enterprise funds. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the various functions. The District uses an internal service fund to report activities for its self-insured health insurance, workers' compensation program, and print shop.
3. *Fiduciary funds*-The District is the trustee, or fiduciary, for certain funds. It is also responsible for other assets that, because of a trust arrangement, can be used only for the trust beneficiaries. 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 and statement of changes in fiduciary net assets. These activities are excluded from the District's government-wide financial statements because the District cannot use these assets to finance its operations.

Fund Balance

During fiscal year 2011, the District implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. The government fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective government funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- *Nonspendable* – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

- *Restricted* – includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
- *Committed* – includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board.
- *Assigned* – includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed.
- *Unassigned* – includes the residual fund balance for amounts that have not been assigned to other funds or restricted, committed, or assigned to a specific purpose within the *general fund*.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

Net assets. As noted above, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$167.5 million as of August 31, 2011. (See Table A-1)

**Table A-1
The District's Net Assets (000's)**

	<u>August 31, 2011</u>	<u>August 31, 2010</u>
Current and Other Assets	\$ 128,384	\$ 121,895
Capital Assets	<u>391,509</u>	<u>398,696</u>
Total Assets	519,893	520,591
Current Liabilities	21,864	24,312
Long-term Liabilities	<u>330,579</u>	<u>341,208</u>
Total Liabilities	352,443	365,520
Invested in Capital Assets, Net of Related Debt	68,207	74,454
Restricted	16,239	17,260
Unrestricted	<u>83,004</u>	<u>63,357</u>
Total Net Assets	<u>\$ 167,450</u>	<u>\$ 155,071</u>

Investment in capital assets (e.g., land, buildings, furniture, and equipment) less any outstanding debt used to acquire those assets is approximately \$68.2 million. These assets are not available for future spending since they represent capital assets used to provide services to students. The resources needed to pay the debt related to these capital assets must be provided from other resources. Approximately \$16.2 million of net assets reflect amounts with external restrictions on how the funds may be used. These restricted items include, but are not limited to, \$1.4 million for federal and state programs, \$13.1 million for debt service obligations, \$1.1 million for campus activities, and \$502,000 for other activities.

The remaining balance of \$83 million represents unrestricted net assets which can be used to meet the District's ongoing obligations.

Governmental Activities

The District's total net assets increased \$12.4 million from 2010 to 2011. The District's total revenues were \$236.8 million. A significant portion, 43 percent, of the District's revenue comes from taxes. The remaining revenue consists primarily of federal and state funds.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

The total cost of all governmental activities for fiscal year 2010-2011 was \$224.4 million; student instruction and related services represented approximately 53 percent of these costs. The amount that District taxpayers paid for all governmental activities through property taxes exceeded \$101 million.

**Table A-2
Changes in the District's Net Assets (000's)**

	<u>August 31, 2011</u>	<u>August 31, 2010</u>
Revenues		
<u>Program Revenues</u>		
Charges for Services	\$ 6,350	\$ 6,403
Operating Grants and Contributions	39,740	38,527
<u>General Revenues</u>		
Property Taxes	101,028	111,932
State and Federal Grants (unrestricted)	84,441	64,353
Other	<u>5,200</u>	<u>6,086</u>
Total Revenues	\$ 236,759	\$ 227,301
Expenses		
Instruction	\$ 119,149	\$ 120,182
Instructional Resources & Media Services	2,331	2,804
Curriculum & Staff Development	2,441	2,864
Instructional Leadership	3,381	3,474
School Leadership	11,367	11,809
Guidance, Counseling & Evaluation Services	6,882	7,067
Social Work Services	1,084	1,237
Health Services	1,708	1,734
Student (Pupil) Transportation	6,786	6,773
Food Services	12,868	11,420
Extracurricular Activities	4,941	5,272
General Administration	6,971	7,320
Facilities Maintenance and Operations	23,814	28,023
Security and Monitoring Services	1,543	1,548
Data Processing Services	2,115	2,213
Community Services	1,741	1,514
Debt Service	15,078	15,235
Payments to Fiscal Agent/SSA	167	318
Payments to Juvenile Justice Alternative Ed. Prg.	13	5
Total Expenses	\$ 224,380	\$ 230,812
Increase (Decrease) in Net Assets	12,379	(3,511)
Beginning Net Assets	<u>155,071</u>	<u>158,582</u>
Ending Net Assets	<u>\$ 167,450</u>	<u>\$ 155,071</u>

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Revenues from governmental fund types totaled \$239.2 million, an approximate 5 percent increase from the prior year. This is due in part to the district winning their property value appeal for tax year 2005. In August 2011 the Texas Education Agency (TEA) paid the district approximately \$10 million dollars for fiscal years 2006/07 to 2010/11 due to the appeal. Property tax revenue decreased during the current fiscal year \$10.9 million due to a decrease in property values. Investment income decreased \$309,000 during fiscal year 2010-2011 due to decreased balances for investment coupled with decreased interest rates.

General Fund Budgetary Highlights

In August 2010, the Board of Trustees adopted a balanced budget for the general fund for the 2010-2011 year. With increasing salaries and inflation, along with the State reducing funding for education, the District will begin to see tightened budgets in the future years.

Over the course of the year, the District revised its general fund expenditure budgets. One of the significant amendments during the year involved the carry forward of the 2009-2010 purchase orders outstanding at the end of fiscal year 2009-2010 in the amount of \$1.9 million. Other significant amendments included those associated with the closure and relocation of two District facilities (approximately \$1 million).

Even with these adjustments, actual expenditures were approximately \$11.7 million below final budgeted amounts. The most significant variance was in facilities maintenance & operations whereby excess budgets related to federal stabilization funds which were originally to be accounted for in the general fund but ultimately accounted for in the State Fiscal Stabilization Fund (Special Revenue Fund) per instructions from the Texas Education Agency.

The debt service fund has a total fund balance of \$13.2 million for the current fiscal year, all of which is reserved for the payment of debt obligations. The debt service obligations paid within the 2010-2011 fiscal year, including principal, interest, and sinking fund requirements were \$26.8 million.

The capital projects fund has a total fund balance of \$14.7 million. This represents funds remaining from the 2005 Bond program. All major projects from the 2005 bond program have been completed except one and, upon its completion, any remaining monies will be used to minimize the I&S tax rate increase needed due to a decrease in property tax values of approximately \$1.5 billion over the past 3 years. Capital project expenditures during 2010-2011 were approximately \$842,000 and \$6.5 million was transferred to the I&S fund.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District's total capital assets for its governmental activities as of August 31, 2011 were \$391.5 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, furniture and equipment, and construction in progress. This represents an decrease of \$7.2 million from last year.

**Table A-3
District's Capital Assets (000's)
(Net of Depreciation)**

	<u>August 31, 2011</u>	<u>August 31, 2010</u>
Land	\$ 8,985	\$ 8,985
Buildings and Improvements	476,488	463,356
Furniture and Equipment	27,545	26,586
Construction in Progress	316	8,563
Less Accumulated Depreciation	<u>(121,825)</u>	<u>(108,794)</u>
Total Capital Assets	<u>\$ 391,509</u>	<u>\$ 398,696</u>

The District has finished the construction projects that were funded by the April 2005 bond election. Additional information on the District's capital assets can be found in Note II.B on page 43 of this report.

Long-Term Debt

At the end of August 31, 2011, the District had \$333.8 million in bonded debt outstanding (including current portion), a decrease of almost \$10.9 million from the prior fiscal year. This decrease was due primarily to the District paying down debt principal. More detailed information about the District's debt is presented in Note II.E and II.F on pages 45 - 47 of this report.

The District's bonds are guaranteed by the Permanent School Fund of the State of Texas and as a result, Moody's Investors Service and Standard & Poor's Ratings Group rate the District's bonds at a rating of "Aaa" and "AAA", respectively.

ECONOMIC FACTORS, NEXT YEAR'S BUDGETS AND TAX RATES

Indicators, both financial and non-financial, that will impact the District in the immediate future are:

- The Texas Legislature continued the hold-harmless provision in House Bill 3646 (HB 3646) which allows the District to earn the same state revenue and local property tax revenue per student WADA as was generated in the 2008/09 school year (target revenue) and provided a much needed increase in funding of a minimum of \$120 per WADA. For 2011/12, the District is entitled to \$5,774 for each projected WADA making the District's target revenue \$150,000,000, including the High School Allotment of \$1,450,000. The funding formula adds the District's current and delinquent property tax revenues and compares the revenue to the target revenue number. Any difference between the target revenue and tax revenue is adjusted against the District's state aid.
- For 2011/12 taxable property value is projected to remain constant after declining in each of the past three years.
- The 82nd Legislature passed Senate Bill 1 (SB-1) in a special session which reduced education funding in Texas by \$4 billion dollars. The District expects a reduction in state funding of \$12.2 million during the 2011/12 school year and an additional \$1.9 million reduction in the 2012/13 school year. The District also

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

lost \$1.1 million dollars in grants and allotments from the state for the 2011/12 school year and beyond. These grants/allotments were used by the District to provide for District technology and at-risk student tutoring.

- The District received \$3.5 million dollars in Education Job funds from the federal government. The Education Job program is designed to help school districts throughout the United States through this economic crisis. This program is expected to be funded for only the 2011/12 fiscal year.

For fiscal year 2011-2012, general fund revenues were budgeted with a decrease from the 2010-2011 fiscal year of approximately \$8 million dollars due to SB-1 reductions (\$12.2 million) offset by the \$3.5 million in Education Job federal monies the District received. The District's general fund tax rate remained at \$1.04 per \$100 of property valuation.

General fund expenditures were budgeted \$8.7 million or 5 percent less than the 2010-2011 fiscal year budget. The District anticipates reduced personnel costs via attrition, reduced department budgets, and maximizing utility efficiencies.

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. Questions concerning any of the information provided in this report or requests for additional information, should be addressed to the Office of the Director of Accounting, Goose Creek CISD, P.O. Box 30, Baytown, Texas 77522 or (281) 420-4800.

BASIC FINANCIAL STATEMENTS

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET ASSETS
AUGUST 31, 2011

	Primary Government
	Governmental Activities
ASSETS	
Cash and Cash Equivalents	\$ 77,012,347
Current Investments	5,000,950
Property Taxes Receivable (Delinquent)	10,794,496
Allowance for Uncollectible Taxes	(6,908,606)
Due from Other Governments	26,837,822
Accrued Interest	16,753
Due from Fiduciary Funds	37,066
Other Receivables, net	198,893
Inventories	485,099
Deferred Expenses	167,737
Capitalized Bond and Other Debt Issuance Costs	2,193,986
Capital Assets:	
Land	8,985,256
Buildings, Net	370,546,792
Furniture and Equipment, Net	11,661,191
Construction in Progress	315,560
Restricted Assets	12,547,489
Total Assets	519,892,831
LIABILITIES	
Accounts Payable	3,307,321
Payroll Deductions & Withholdings	2,031,609
Accrued Wages Payable	3,222,346
Due to Fiduciary Funds	148,806
Due to Other Governments	69,725
Accrued Expenses	1,462,854
Unearned Revenues	185,593
Payable from Restricted Assets	55,501
Noncurrent Liabilities	
Due Within One Year	11,380,254
Due in More Than One Year	330,579,144
Total Liabilities	352,443,153
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	68,207,444
Restricted for Federal and State Programs	1,444,526
Restricted for Debt Service	13,144,470
Restricted for Campus Activities	1,146,958
Restricted for Other Purposes	501,859
Unrestricted Net Assets	83,004,421
Total Net Assets	\$ 167,449,678

The notes to the financial statements are an integral part of this statement.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED AUGUST 31, 2011

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Gov. Governmental Activities
Primary Government:				
GOVERNMENTAL ACTIVITIES:				
Instruction	\$ 119,150,241	\$ 1,566,228	\$ 16,591,615	\$ (100,992,398)
Instructional Resources and Media Services	2,330,545	-	98,853	(2,231,692)
Curriculum and Staff Development	2,441,088	-	880,856	(1,560,232)
Instructional Leadership	3,380,904	-	552,535	(2,828,369)
School Leadership	11,366,458	-	611,351	(10,755,107)
Guidance, Counseling and Evaluation Services	6,882,313	-	1,129,767	(5,752,546)
Social Work Services	1,083,403	-	296,592	(786,811)
Health Services	1,708,388	-	82,905	(1,625,483)
Student (Pupil) Transportation	6,785,717	120,707	972,400	(5,692,610)
Food Services	12,868,101	3,094,851	8,919,039	(854,211)
Extracurricular Activities	4,940,612	1,515,241	1,210,543	(2,214,828)
General Administration	6,970,645	-	283,918	(6,686,727)
Facilities Maintenance and Operations	23,814,240	52,801	6,356,967	(17,404,472)
Security and Monitoring Services	1,543,394	-	27,519	(1,515,875)
Data Processing Services	2,115,301	-	71,194	(2,044,107)
Community Services	1,740,979	-	1,636,645	(104,334)
Debt Service - Interest on Long Term Debt	15,078,247	-	-	(15,078,247)
Capital Outlay	-	-	17,512	17,512
Payments Related to Shared Services Arrangements	166,708	-	-	(166,708)
Payments to Juvenile Justice Alternative Ed. Prg.	13,355	-	-	(13,355)
[TP] TOTAL PRIMARY GOVERNMENT:	\$ 224,380,639	\$ 6,349,828	\$ 39,740,211	(178,290,600)

General Revenues:

Taxes:	
Property Taxes, Levied for General Purposes	80,662,393
Property Taxes, Levied for Debt Service	20,365,552
State Aid - Formula Grants	82,076,154
Grants and Contributions not Restricted	2,365,003
Investment Earnings	815,806
Miscellaneous Local and Intermediate Revenue	4,383,928
Total General Revenues	190,668,836
Change in Net Assets	12,378,236
Net Assets--Beginning	155,071,442
Net Assets--Ending	\$ 167,449,678

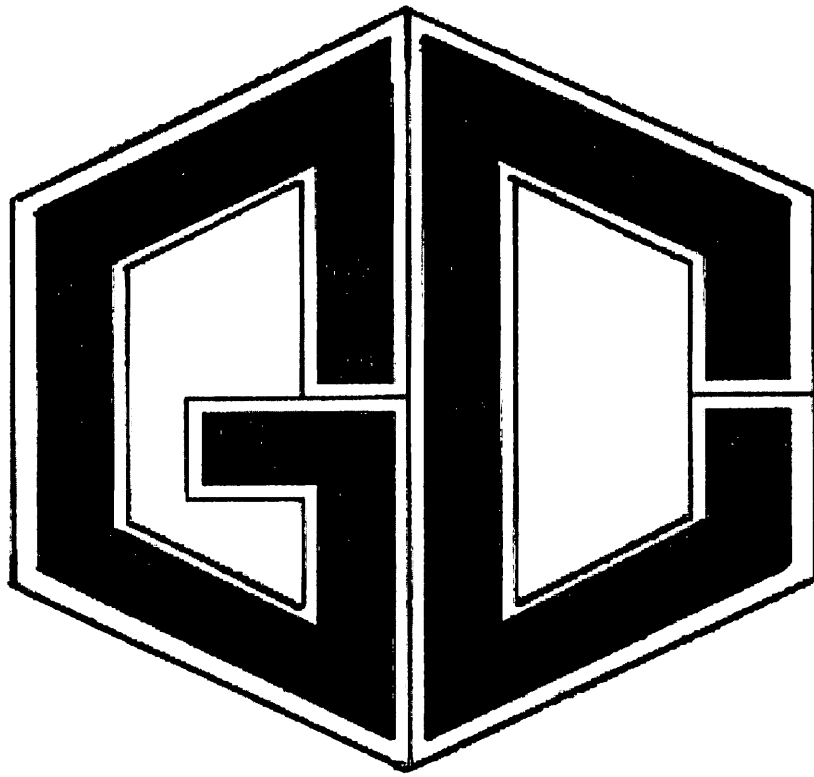
The notes to the financial statements are an integral part of this statement.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
AUGUST 31, 2011

	General Fund	Debt Service Fund	Capital Projects
ASSETS			
Cash and Cash Equivalents	\$ 53,703,423	\$ 1,073,105	\$ 15,199,679
Investments - Current	5,000,950	-	-
Property Taxes - Delinquent	9,069,981	1,724,515	-
Allowance for Uncollectible Taxes (Credit)	(5,808,916)	(1,099,690)	-
Receivables from Other Governments	23,161,373	-	-
Accrued Interest	5,417	11,336	-
Due from Other Funds	10,811,532	8,675	-
Other Receivables	162,247	-	-
Inventories	224,007	-	-
Deferred Expenditures	167,737	-	-
Restricted Assets	-	12,547,489	-
Total Assets	\$ 96,497,751	\$ 14,265,430	\$ 15,199,679
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 2,952,993	\$ 2,900	\$ 24,796
Payroll Deductions and Withholdings Payable	1,910,971	-	-
Accrued Wages Payable	2,936,285	-	-
Due to Other Funds	7,881,854	427,806	433,098
Due to Other Governments	61,807	-	-
Deferred Revenues	3,271,995	624,826	-
Payable from Restricted Assets	55,501	-	-
Total Liabilities	19,071,406	1,055,532	457,894
Fund Balances:			
Nonspendable Fund Balance:			
Inventories	224,007	-	-
Prepaid Items	167,737	-	-
Restricted Fund Balance:			
Federal or State Funds Grant Restriction	-	-	-
Capital Acquisition and Contractual Obligation	-	-	14,741,785
Retirement of Long-Term Debt	-	13,209,898	-
Other Restricted Fund Balance	-	-	-
Committed Fund Balance:			
Construction	5,500,000	-	-
Other Committed Fund Balance	5,000,000	-	-
Assigned Fund Balance:			
Other Assigned Fund Balance	543,799	-	-
Unassigned Fund Balance	65,990,802	-	-
Total Fund Balances	77,426,345	13,209,898	14,741,785
Total Liabilities and Fund Balances	\$ 96,497,751	\$ 14,265,430	\$ 15,199,679

The notes to the financial statements are an integral part of this statement.

Other Funds	Total Governmental Funds
\$ 8,937	\$ 69,985,144
-	5,000,950
-	10,794,496
-	(6,908,606)
3,676,449	26,837,822
-	16,753
2,938,254	13,758,461
28,973	191,220
243,170	467,177
-	167,737
-	12,547,489
<u>\$ 6,895,783</u>	<u>\$ 132,858,643</u>
\$ 300,910	\$ 3,281,599
120,638	2,031,609
285,298	3,221,583
2,921,539	11,664,297
7,918	69,725
166,137	4,062,958
-	55,501
<u>3,802,440</u>	<u>24,387,272</u>
217,458	441,465
-	167,737
1,227,068	1,227,068
-	14,741,785
-	13,209,898
501,859	501,859
-	5,500,000
1,146,958	6,146,958
-	543,799
-	65,990,802
<u>3,093,343</u>	<u>108,471,371</u>
<u>\$ 6,895,783</u>	<u>\$ 132,858,643</u>



GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET ASSETS
AUGUST 31, 2011

Total Fund Balances - Governmental Funds	\$	108,471,371
The District uses internal service funds to charge the costs of the District's self-insured health insurance plan, workers' compensation plan, and print shop. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. The net effect of this consolidation is to increase net assets.		3,357,555
Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. At the end of the year, the cost of these assets was \$513,334,760 and the accumulated depreciation was \$121,825,961. The net effect is an increase to net assets (See Note II. B).		391,508,799
Long-term liabilities, including bonds payable, accrued interest, and liabilities associated with long-term debt, are not due and payable in the current period and therefore are not reported in the governmental funds. The effect of these long-term liabilities is a decrease to net assets (See Note II. E).		(341,959,398)
Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing deferred revenue of \$3,877,365 as revenue and eliminating interfund transactions. Issuance costs related to debt totaling \$2,193,986 is not a financial resource and, therefore, is not reported in the funds. Issuance costs is amortized over the life of the debt. The net effect of these reclassifications and recognitions is an increase in net assets.		6,071,351
Net Assets of Governmental Activities	\$	167,449,678

The notes to the financial statements are an integral part of this statement.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED AUGUST 31, 2011

	General Fund	Debt Service Fund	Capital Projects
REVENUES:			
Total Local and Intermediate Sources	\$ 89,655,179	\$ 21,388,718	\$ 32,865
State Program Revenues	88,249,350	-	-
Federal Program Revenues	3,026,389	-	-
Total Revenues	180,930,918	21,388,718	32,865
EXPENDITURES:			
Current:			
Instruction	98,223,092	-	-
Instructional Resources and Media Services	2,222,548	-	-
Curriculum and Instructional Staff Development	1,447,764	-	-
Instructional Leadership	2,726,577	-	-
School Leadership	10,486,139	-	-
Guidance, Counseling and Evaluation Services	5,558,852	-	-
Social Work Services	549,356	-	-
Health Services	1,585,957	-	-
Student (Pupil) Transportation	8,084,940	-	-
Food Services	-	-	-
Extracurricular Activities	3,581,642	-	-
General Administration	5,554,061	-	-
Facilities Maintenance and Operations	17,673,552	-	-
Security and Monitoring Services	1,461,973	-	-
Data Processing Services	1,971,772	-	-
Community Services	37,410	-	-
Debt Service:			
Principal on Long Term Debt	-	10,860,000	-
Interest on Long Term Debt	-	14,760,242	-
Bond Issuance Cost and Fees	-	12,910	-
Capital Outlay:			
Facilities Acquisition and Construction	3,003,860	-	842,276
Intergovernmental:			
Payments to Fiscal Agent/Member Districts of SSA	166,708	-	-
Payments to Juvenile Justice Alternative Ed. Prg.	13,355	-	-
Other Intergovernmental Charges	932,167	-	-
Total Expenditures	165,281,725	25,633,152	842,276
Excess (Deficiency) of Revenues Over (Under) Expenditures	15,649,193	(4,244,434)	(809,411)
OTHER FINANCING SOURCES (USES):			
Transfers In	3,495,165	6,500,000	-
Transfers Out (Use)	(274,823)	-	(6,500,000)
Other (Uses)	(1,988,555)	(462,483)	-
Total Other Financing Sources (Uses)	1,231,787	6,037,517	(6,500,000)
Net Change in Fund Balances	16,880,980	1,793,083	(7,309,411)
Fund Balance - September 1 (Beginning)	60,545,365	11,416,815	22,051,196
Fund Balance - August 31 (Ending)	\$ 77,426,345	\$ 13,209,898	\$ 14,741,785

The notes to the financial statements are an integral part of this statement.

	Other Funds	Total Governmental Funds
\$	6,450,685	\$ 117,527,447
	2,764,812	91,014,162
	27,673,204	30,699,593
	36,888,701	239,241,202
	13,456,703	111,679,795
	8,513	2,231,061
	827,690	2,275,454
	424,924	3,151,501
	109,075	10,595,214
	856,478	6,415,330
	460,535	1,009,891
	6,512	1,592,469
	-	8,084,940
	12,016,360	12,016,360
	1,032,149	4,613,791
	88,315	5,642,376
	5,743,859	23,417,411
	-	1,461,973
	-	1,971,772
	1,585,439	1,622,849
	-	10,860,000
	-	14,760,242
	-	12,910
	-	3,846,136
	-	166,708
	-	13,355
	-	932,167
	36,616,552	228,373,705
	272,149	10,867,497
	274,823	10,269,988
	(3,337,859)	(10,112,682)
	-	(2,451,038)
	(3,063,036)	(2,293,732)
	(2,790,887)	8,573,765
	5,884,230	99,897,606
\$	3,093,343	\$ 108,471,371

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED AUGUST 31, 2011

Total Net Change in Fund Balances - Governmental Funds	\$	8,573,765
The District uses internal service funds to charge the costs of the District's self-insured health insurance plan, workers' compensation plan, and print shop 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 an increase in net assets.		482,585
Current year capital outlay of \$7,357,977 and long-term debt principal payments of \$10,860,000 are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. The net effect of removing the 2011 capital outlays and debt principal payments is an increase in net assets.		18,217,977
Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The net effect of the current year's depreciation is a decrease in net assets.		(14,396,900)
Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing the change in deferred revenue of \$46,218 to show the revenue earned from the current year's tax levy, eliminating interfund transactions, recognizing the net effect of retirement of capital assets totaling \$147,878, and recognizing the liabilities and issuance costs associated with maturing long-term debt and interest of \$305,095. The net effect of these reclassifications and recognitions is a decrease in net assets.		(499,191)
Change in Net Assets of Governmental Activities	\$	12,378,236

The notes to the financial statements are an integral part of this statement.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 STATEMENT OF NET ASSETS
 PROPRIETARY FUNDS
 AUGUST 31, 2011

	Governmental Activities -
	Total Internal Service Funds
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 7,027,203
Due from Other Funds	4,786,119
Other Receivables	7,673
Inventories	<u>17,922</u>
Total Assets	<u>11,838,917</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable	25,722
Accrued Wages Payable	763
Due to Other Funds	6,992,023
Accrued Expenses	<u>1,462,854</u>
Total Liabilities	<u>8,481,362</u>
NET ASSETS	
Unrestricted Net Assets	<u>3,357,555</u>
Total Net Assets	<u><u>\$ 3,357,555</u></u>

The notes to the financial statements are an integral part of this statement.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED AUGUST 31, 2011

	Governmental Activities -
	Total Internal Service Funds
OPERATING REVENUES:	
Local and Intermediate Sources	\$ 1,448,598
Total Operating Revenues	<u>1,448,598</u>
OPERATING EXPENSES:	
Payroll Costs	670,159
Supplies and Materials	146,200
Other Operating Costs	<u>7,277</u>
Total Operating Expenses	<u>823,636</u>
Operating Income	<u>624,962</u>
NONOPERATING REVENUES (EXPENSES):	
Earnings from Temporary Deposits & Investments	<u>14,929</u>
Total Nonoperating Revenues (Expenses)	<u>14,929</u>
Income Before Transfers	639,891
Transfers Out	<u>(157,306)</u>
Change in Net Assets	482,585
Total Net Assets - September 1 (Beginning)	<u>2,874,970</u>
Total Net Assets - August 31 (Ending)	<u><u>\$ 3,357,555</u></u>

The notes to the financial statements are an integral part of this statement.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED AUGUST 31, 2011

	Governmental Activities -
	Total Internal Service Funds
<u>Cash Flows from Operating Activities:</u>	
Cash Received from User Charges	\$ 1,404,470
Cash Payments for Insurance Claims	(681,828)
Cash Payments for Suppliers	(210,849)
Net Cash Provided by Operating Activities	<u>511,793</u>
<u>Cash Flows from Non-Capital Financing Activities:</u>	
Advances from other funds, net	1,475,391
Operating Transfer Out	(157,306)
Net Cash Provided by Non-Capital Financing Activities	<u>1,318,085</u>
<u>Cash Flows from Investing Activities:</u>	
Interest and Dividends on Investments	<u>14,929</u>
Net Increase in Cash and Cash Equivalents	1,844,807
Cash and Cash Equivalents at Beginning of Year	<u>5,182,396</u>
Cash and Cash Equivalents at End of Year	<u>\$ 7,027,203</u>
<u>Reconciliation of Operating Income to Net Cash</u>	
<u> Provided by Operating Activities:</u>	
Operating Income:	\$ 624,962
Effect of Increases and Decreases in Current Assets and Liabilities:	
Increase in Receivables	(4,201)
Increase in Inventories	(3,607)
Decrease in Accounts Payable	(22,356)
Increase in Accrued Wages Payable	763
Decrease in Due from Other Funds	(39,925)
Decrease in Accrued Expenses	(43,843)
Net Cash Provided by Operating Activities	<u>\$ 511,793</u>

The notes to the financial statements are an integral part of this statement.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
AUGUST 31, 2011

	Private Purpose Trust Fund	Agency Fund
ASSETS		
Cash and Cash Equivalents	\$ 6,465	\$ 510,000
Due from Other Funds	148,806	-
Other Receivables	-	16,128
Total Assets	<u>155,271</u>	<u>\$ 526,128</u>
LIABILITIES		
Accounts Payable	501	\$ 42,664
Due to Other Funds	-	37,066
Due to Student Groups	-	446,398
Total Liabilities	<u>501</u>	<u>\$ 526,128</u>
NET ASSETS		
Restricted for Scholarships	<u>154,770</u>	
Total Net Assets	<u>\$ 154,770</u>	

The notes to the financial statements are an integral part of this statement.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY FUND NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED AUGUST 31, 2011

	Private Purpose Trust Fund
<hr/>	
ADDITIONS:	
Local and Intermediate Sources	\$ 31,288
Total Additions	<u>31,288</u>
DEDUCTIONS:	
Other Operating Costs	5,450
Total Deductions	<u>5,450</u>
Change in Net Assets	25,838
Total Net Assets - September 1 (Beginning)	<u>128,932</u>
Total Net Assets - August 31 (Ending)	<u><u>\$ 154,770</u></u>

The notes to the financial statements are an integral part of this statement.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

I. Summary of Significant Accounting Policies

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

A. Reporting Entity

The Board of Trustees (the "Board"), a seven member group, has fiscal responsibility over all activities related to public elementary and secondary education within the jurisdiction of the District. The public elects the Board that corporately has the exclusive power and duty to govern and oversee the management of the public schools of the District. All powers and duties not specifically delegated by statute to the Texas Education Agency ("TEA") or to the Texas State Board of Education are reserved for the Board, and TEA may not substitute its judgment for the lawful exercise of those powers and duties by the Board. The District is not included in any other governmental "reporting entity" as defined by the GASB in its Statement No. 14, "*The Financial Reporting Entity*".

B. Basis of Presentation

1. Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the primary government. The effects of interfund activities not involving services provided and used have been eliminated in these statements. Governmental activities are generally financed through tax revenues and intergovernmental revenues. The District has no business-type activities that rely, to a significant extent, on fees and charges for support.

The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and therefore, are clearly identifiable to a particular function. Indirect costs are allocated based on the ratio of function expense to total expense. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting operational or capital requirements of a particular function. Revenues not classified as program revenues, including taxes, are reported as general revenues.

2. Fund Financial Statements

The District presents separate financial statements for governmental funds, proprietary funds, and fiduciary funds. Fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. All remaining governmental funds are reported in the aggregate as non-major funds.

C. Fund Accounting

District financial records are maintained in fund groups that are organized by sub-funds within a separate set of self-balancing accounts. There are three categories of funds: governmental, proprietary and fiduciary.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

1. Governmental Funds

Most governmental functions of the District are financed through governmental funds. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. The general fund, the debt service fund, and the capital projects fund are the District's major governmental funds.

General Fund – This fund accounts for resources which finance the fundamental operations of the District. It includes all financial resources not required to be accounted for in another fund. Major revenue sources include local property taxes and state funding under the Foundation School Program. All expenditures related to the daily operations of the District are included except specific program expenditures funded by the federal or state government, food service, debt service, and capital projects. This is a budgeted fund and any fund balances are considered resources available for current operations.

Debt Service Fund – This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

Capital Projects Fund – This fund accounts for proceeds from the sale of voter-approved bonds and other resources to be used for Board authorized acquisition, construction, and renovations of major capital facilities as well as providing their furnishings and equipment. Upon completion of a bond project, any unused proceeds are transferred to the debt service fund to retire related bond principal.

2. Proprietary Fund

The internal service fund is used to charge the costs of certain services and activities to other individual funds of the District. The District's self-insured health insurance plan is accounted for in the internal service fund on a cost reimbursement basis; however, the District's self-insured health insurance plan was discontinued January 1, 2009 (See Note III. B). Activity in the District's self-insured health insurance plan during fiscal year 2011 represents residual payments on previously filed claims and expenses. The District's statutory workers' compensation obligations are accounted for in the internal service fund on a cost reimbursement basis (See Note III. A). All funds within the District that expend resources for salaries and wages contribute a percentage of salary and wage expenditures to the workers' compensation program to fund the cost of workers' compensation claims, re-insurance premiums, and administrative fees. Furthermore, the internal service fund also accounts for the District's printing services on a cost reimbursement basis. The District's printing services include, but are not limited to, photocopying materials, supplies, and services.

Proprietary funds report operating and non-operating revenues and expenses. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The District's proprietary funds are not budgeted funds.

3. Fiduciary Funds

The private purpose trust fund accounts for donations to scholarship funds received by the District for awards to current and former students for post-secondary education purposes.

The agency fund accounts for the resources of student groups and other campus organizations received by the District in a custodial capacity that do not constitute District property.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

D. Measurement Focus and Basis of Accounting

1. Government-Wide Financial Statements

The government-wide financial statements are prepared using a flow of economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements while agency funds have no measurement focus. All assets and liabilities associated with the operation of the District are included in the statement of net assets. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recorded as revenues in the year of levy.

2. Fund Financial Statements

All governmental fund statements are prepared using a flow of current financial resources measurement focus and the modified accrual basis. Only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reflects the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. Revenues are recognized when measurable and available. Revenues (excluding property taxes) are considered available if they are expected to be collected during the current budgetary period or within 60 days thereafter to pay liabilities outstanding at the close of the budgetary period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims, and judgments, are recorded only when payment is due. To reflect the differences in the manner in which the District accounts for its financial resources in the government-wide financial statements and the fund financial statements, reconciliations are provided in the fund financial statements.

Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State of Texas are recognized under the susceptible-to-accrual concept, meaning they must be available and measurable. Miscellaneous revenues, recorded when received, are generally not measurable until actually received; however, interest revenue and building rentals are recorded when earned since they are measurable and available.

Revenues from state and federal grants are considered earned to the extent of expenditures made under the provisions of the grant. Funds received but unearned are reflected as deferred revenues or if required, returned to the grantor agency. Funds expended but not yet received are shown as receivables. The District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted funds are available.

E. Assets, Liabilities, and Net Assets or Fund Equity

1. Deposits and Investments

Under Texas state law, a bank serving as the school depository must have a bond, or in lieu thereof, deposited or pledged securities with the District or an independent third party agent, in an amount equal to the highest daily balance of all deposits the District may have during the term of the depository contract, less any applicable FDIC insurance.

2. Cash and Cash Equivalents

For purposes of the statement of cash flows for proprietary funds, the District considers cash on hand, demand deposits, and short-term investments with maturities of three months or less from the date of acquisition to be cash and cash equivalents.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

3. Property Taxes

Property taxes are considered available when collected within the current period. The District levies taxes on October 1 in conformity with Subtitle E, Texas Property Tax Code. Taxes are due upon receipt of the tax bill and become past due, subject to interest and penalty, if not paid by February 1 of the year following the October 1 levy date. On January 1 of each year, a tax lien attaches to property securing payment of all taxes, penalties, and interest ultimately imposed. The tax rates assessed for the year ended August 31, 2011 to finance general fund operations and voter approved debt service principal and interest payments were \$1.04 and \$.26213, respectively, per \$100 of assessed valuation.

Current tax collections for the year ended August 31, 2011 were 98% of the year-end adjusted levy. Delinquent taxes are prorated between maintenance and debt service based on rates adopted for the year of levy. A significant portion of delinquent taxes outstanding at any fiscal year end is generally not collected in the ensuing fiscal year. Allowances for uncollectible taxes within the general and debt service funds are based on historical experience in collecting taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. The property taxes receivable allowance is equal to 65% of outstanding property taxes receivable at August 31, 2011.

Property taxes (and payments in lieu of property taxes) collected from three major petrochemical complexes within the District for fiscal year 2011 accounted for approximately 20% of the District's total combined revenues.

4. Due From (To) Other Funds

Interfund receivables and payables arise from interfund transactions and are recorded in all affected funds in the period in which transactions are executed in the normal course of operations. Interfund receivables and payables are eliminated in the government-wide financial statements as well as transfers between funds.

5. Inventories

The District reports inventories of supplies using the first-in, first-out method of accounting. Inventories for food, school, maintenance, and custodial supplies are carried at cost and charged to a respective fund expenditure account when consumed. Inventories of food commodities are recorded at fair values. Although commodities are received at no cost, their fair value is provided by the Texas Department of Agriculture and recorded as inventory and deferred revenue when received. When requisitioned, inventory and deferred revenue are relieved, expenditures are charged, and revenue is recognized in an equal amount.

6. Deferred Expenditures/Expenses

Certain payments to vendors reflect costs applicable to the next fiscal period and are recorded as prepaid items in both government-wide and fund financial statements using the consumption method.

7. Capital Assets

Land, buildings and improvements, furniture, and equipment either acquired or constructed for general purposes through the governmental funds are recorded as capital assets in the government-wide financial statements. Donated assets are recorded at their estimated fair market value on the date of acceptance. Furniture and equipment costing in excess of \$5,000 are capitalized. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend its life are not capitalized. When assets are retired or disposed of, the related costs or other recorded amounts are removed.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

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

<u>Capital Asset:</u>	<u>Years</u>
Land Improvements	20
Buildings	40-60
Building Improvements	20
Furniture, Fixtures & Equipment	7-10
Computer Equipment	5
Automobiles & Light Duty Trucks	7
Buses	15

8. Compensated Absences

District employees earning vacation leave are permitted to accumulate up to five unused days to be used in the next fiscal year. Such days do not vest. Accordingly, no liability has been recorded in the accompanying financial statements.

District employees are entitled to sick leave based on category/class of employment. Sick leave accumulates but does not vest. Therefore, a liability for unused sick leave has not been recorded in the accompanying financial statements.

9. Long-Term Obligations

In the government-wide financial statements and in the proprietary fund types in the fund financial statements, long-term indebtedness is reported as a liability. Bond premiums and discounts, as well as issuance and defeasance costs, are deferred and amortized over the life of the bonds using the straight-line method in the government-wide financial statements. Bonds payable are reported net of the applicable bond premium, discount, and other costs.

In the fund financial statements, bond premiums (net of discounts) are recognized in the current period and recorded as other financing sources. Issuance costs are recognized in the current period as debt service expenditures. The face amount of the debt issued is reported as an other financing source; whereas, bonds refunded during the period are recorded as an other financing use.

10. Fund Balance

During fiscal year 2011, the District implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent.

Fund Balance Classification – The government fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective government funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- *Nonspendable* – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. (Inventories and Prepaid Items are considered *Nonspendable* as these items are not expected to be converted to cash or are not expected to be converted to cash within the next year.)
- *Restricted* – includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

- *Committed* – includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board. These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.
- *Assigned* – includes amounts that are constrained by the District’s intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board or through the Board delegating this responsibility to the Superintendent or Chief Financial Officer through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the *general fund*.
- *Unassigned* – includes the residual fund balance for amounts that have not been assigned to other funds or restricted, committed, or assigned to a specific purpose within the *general fund*. The *Unassigned* classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of *Assigned* fund balance amounts.

The Board has adopted a minimum fund balance policy for the *general fund* to have sufficient working capital and a margin of safety to address local and regional emergencies without borrowing. This policy requires the District to maintain total fund balance and unassigned fund balance in the general fund sufficient to cover 33 and 25 percent, respectively, of total general fund operating expenditures.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board has provided otherwise in its commitment or assignment actions.

11. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consist of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or law or regulations of other governments. The District’s policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

12. Use of Estimates

The preparation of financial statements in conformity with GAAP requires the use of management’s estimates. Accordingly, actual results could differ from those estimates.

13. Reclassifications

Certain amounts in the prior year financial statements have been reclassified to conform with the presentation in the current year financials.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

II. Detailed Notes On All Funds

A. Deposits and Investments

A summary of the District's cash and investments at August 31, 2011 is shown below: (000's)

	Cash and Deposits	Investment Pools	Total Cash & Cash Equivalents	Investment U.S. Agencies	Total Cash & Investments
Governmental funds:					
General fund	\$ 17,392	\$ 36,311	\$ 53,703	\$ 5,001	\$ 58,704
Debt service fund	-	1,073	1,073	-	1,073
Capital projects fund	-	15,200	15,200	-	15,200
Other governmental funds	9	-	9	-	9
Total governmental funds	17,401	52,584	69,985	5,001	74,986
Proprietary funds	-	7,027	7,027	-	7,027
Fiduciary funds	6	510	516	-	516
Total	\$ 17,407	\$ 60,121	\$ 77,528	\$ 5,001	\$ 82,529

At August 31, 2011, the net carrying amount of the District's cash and deposits was \$17,407,720 and the bank balance was \$19,522,106. At August 31, 2011, and during the year ended August 31, 2011, the District's combined deposits were fully insured by FDIC insurance or collateralized with securities held by the Bank's agent in the District's name.

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

Statutes authorize the District to invest in: (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) securities lending programs, (6) repurchase agreements, (7) bankers acceptances, (8) mutual funds, (9) investment pools, and (10) guaranteed investment contracts.

The District's cash equivalents and investments at August 31, 2011 are as shown below: (000's)

Investment Type:	Cost	Fair Value **	Investment Maturity in Years	
			Less Than 1 Year	1 - 2 Years
Cash in Bank	\$ 17,407	\$ 17,407	\$ 17,407	\$ -
Local Government Investment Pools	60,121	60,121	60,121	-
Cash and Cash Equivalents - subtotal	77,528	77,528	77,528	-
US Agencies	5,001	5,001	-	5,001
Investments - subtotal	5,001	5,001	-	5,001
Total Cash & Investments	\$ 82,529	\$ 82,529	\$ 77,528	\$ 5,001

**The fair value of the position in the external investment pools is the same as the value of the pool shares. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. Most investments are reported at amortized cost when the investments have remaining maturities of one year or

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

less at time of purchase. External investment pools are permitted to report short-term debt investments at amortized cost, provided that the fair value of those investments is not significantly affected by the impairment of the credit standing of the issuer, or other factors. For that purpose, a pool's short-term investments are those with remaining maturities of up to ninety days.

Texas Local Government Investment Pool ("TexPool") is organized in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, the Act, and Chapter 2256 of the Texas Government Code. The Texas Comptroller of Public Accounts is the sole officer, director and shareholder of the Texas Treasury Safekeeping Trust Company, which is authorized to operate TexPool. During the fiscal year ended August 31, 2011, Federated Investors, Inc. (Federated), provided administrative and investment services to TexPool, while the Comptroller maintained oversight of the services provided by Federated. In addition, the TexPool Advisory Board advises on TexPool's Investment Policy. As required by the Act, this board is composed equally of participants in TexPool and other persons who do not have a business relationship with TexPool who are qualified to advise TexPool. Only those investments authorized under the Act are invested in by TexPool. State Street Bank serves as custodian to TexPool. TexPool is currently rated AAAM by Standard and Poor's. This rating indicates excellent safety and a superior capacity to maintain principal value and limit exposure to loss. TexPool's securities are marked to market daily to maintain an accurate net asset value and must maintain a ratio between .995 and 1.005. The District's investments in TexPool (\$23,897,823) are stated at cost, which approximates fair value.

The Lone Star Investment Pool ("LSIP") is a Texas public investment pool sponsored by the Texas Association of School Boards (TASB) for investment of funds by state and local government entities. First Public, LLC provides administrative duties to LSIP while the Pool's custodian is the Bank of New York. In addition, American Beacon Advisors and BNY Mellon Cash Investment Strategies provide investment management services to LSIP regarding the investment and reinvestment of the pool's assets. At August 31, 2011, the District's investments at LSIP are in the Corporate Overnight Fund which has earned Standard & Poor's AAA rating which meets the standards set by the Act. The Corporate Overnight Fund seeks to maintain a net asset value of one dollar. All LSIP funds participate only in investments authorized by the Act. The District's fair value in LSIP (\$21,183,548) is the same as the value of the pool shares.

Texas Short Term Asset Reserve (TexStar) Cash Reserve Fund is a local government investment pool organized in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. These two acts provide for the creation of public funds investment pools and authorize eligible governmental entities to invest the public funds under their control through the investment pools. JPMorgan Investment Management, Inc. (JPMIM) and First Southwest Asset Management, Inc. (FSAM) serve as co-administrators for TexStar under an agreement with the TexStar board of directors. JPMIM provides investment services and FSAM provides participant services and marketing. Custodial, transfer agency, fund accounting and depository services are provided by JPMorgan Chase Bank and/or its subsidiary J.P. Morgan Investor Services Co. TexStar is currently rated AAAM by Standard & Poor's. The District's investments in TexStar (\$15,039,723) are stated at cost, which approximates fair value.

The District's sinking funds at August 31, 2011 were invested in the following: (000's)

<u>Investment</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Maturity</u>
Federal Home Loan Mortgage Corporation Discount Note	\$ 10,194	\$ 10,461	09/15/11
United States Treasury Note	<u>2,059</u>	<u>2,086</u>	11/15/11
Total Restricted Assets	<u>\$ 12,253</u>	<u>\$ 12,547</u>	

Each of the above sinking funds is held in the District's name. The sinking funds were established to invest the annual contributions required for future principal payments on the Series 2001 and Series 2005 Qualified Zone Academy Bonds ("QZAB"). These annual contributions will continue until each of the bonds mature in fiscal years 2015 and 2022, respectively. Use of each of the sinking funds is restricted for the QZAB principal payments only (See Note II. E).

The District management believes that it complied with the requirements of the Act and the District's investment policies.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

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

- 1) **Credit Risk** – State law and the District’s Investment Policy restrict time and demand deposits to those fully collateralized or FDIC insured from eligible depositories (banks and savings banks) doing business in Texas. By State law Certificate of Deposits are further collateralized to 100%. The District’s Investment Policy requires 102% with pledged securities (with 110% margin on mortgage backed securities) and all collateral is to be held by an independent custodian. State law and the District’s Investment Policy limit repurchase agreements to banks and primary dealers. The law requires an industry standard, written master repurchase agreement; independent safekeeping of collateral; and a 102% margin on collateral. Repurchase agreements are not limited to a maximum maturity. Fully collateralized flex repurchase agreements are restricted to the use in bond funds and are required to match the expenditure plan on the bond proceed funds. Commercial paper is restricted by state law and the District’s Investment Policy to dual rated A1/P1 paper and is limited by the District’s Investment Policy to mature in 90 days or less. State of Texas local government investment pools, as defined by State law (2256.016) and approved by the District’s Investment Policy are authorized. By State law all local government pools must be rated AAA or equivalent by at least one NRSRO. The District’s Investment Policy allows investment in AAA rated money market mutual fund accounts. As of August 31, 2011, the District’s portfolio included the following:

Investment Type	Percent of Total Portfolio
Local Government Investment Pools	71%
FDIC fully insured checking accounts	23%
US Government Securities rated AAA	6%

- 2) **Custodial Credit Risk** – To control custody risk State law and the District’s Investment Policy require collateral for all time and demand deposits and repurchase agreements with securities transferred only on a delivery versus payment basis and held by an independent party approved by the District and held in the District’s name. The custodian is required to provide original safekeeping receipts and monthly reporting of positions and position descriptions including market value. Repurchase agreements and deposits must be collateralized to 102% (with 110% on mortgage-backed securities) and transactions are required to be executed under a written agreement. As of August 31, 2011, the District was not exposed to custodial credit risk.
- 3) **Concentration of Credit Risk** – The District’s Investment Policy requires diversification on all authorized investment types which are monitored on at least a monthly basis. The District’s Investment Policy requires the following diversification:

Type of Investment	Maximum Allowed % of Portfolio	Actual % of Portfolio at August 31, 2011
US Treasury Obligations	100%	n/a
US Agency Obligations	100%	6%
Commercial Paper	25%	n/a
Local Government Investment Pools	100%	71%
Repurchase Agreements	100%	n/a
Certificates of Deposit	40%	n/a
Money Market Mutual Funds	15%	n/a
Money Market Accounts	100%	n/a

- 4) **Interest Rate Risk** – In order to limit interest and market rate risk from changes in interest rates, the District’s Investment Policy sets a maximum maturity of two (2) years (3 years for Bond Funds) and a maximum weighted average maturity (WAM) of 180 days for operating, trust, and agency funds and 90 days for debt service funds. As of August 31, 2011, the portfolio contained no securities with a stated maturity greater than June, 2012. The dollar weighted average maturity of the total portfolio was 39 days.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

B. Capital Assets

Capital asset activity for the fiscal year ended August 31, 2011, was as follows: (000's)

	Beginning Balances	Additions	Deletions	Transfers	Ending Balances
<u>Capital assets not being depreciated:</u>					
Land	\$ 8,985	\$ -	\$ -	\$ -	\$ 8,985
Construction in progress	<u>8,563</u>	<u>10</u>	<u>-</u>	<u>(8,257)</u>	<u>316</u>
Total capital assets not being depreciated	<u>17,548</u>	<u>10</u>	<u>-</u>	<u>(8,257)</u>	<u>9,301</u>
<u>Capital assets being depreciated:</u>					
Buildings and improvements	463,355	4,876	-	8,257	476,488
Furniture and equipment	<u>26,586</u>	<u>2,472</u>	<u>(1,513)</u>	<u>-</u>	<u>27,545</u>
Total capital assets being depreciated	<u>489,941</u>	<u>7,348</u>	<u>(1,513)</u>	<u>8,257</u>	<u>504,033</u>
<u>Less accumulated depreciation for:</u>					
Buildings and improvements	(93,774)	(12,167)	-	-	(105,941)
Furniture and equipment	<u>(15,019)</u>	<u>(2,230)</u>	<u>1,365</u>	<u>-</u>	<u>(15,884)</u>
Total accumulated depreciation	<u>(108,793)</u>	<u>(14,397)</u>	<u>1,365</u>	<u>-</u>	<u>(121,825)</u>
Capital assets, net	<u>\$ 398,696</u>	<u>\$ (7,039)</u>	<u>\$ (148)</u>	<u>\$ -</u>	<u>\$ 391,509</u>

Depreciation expense was charged to the following functions as follows: (000's)

Instruction	\$ 8,130
Instructional resources and media services	162
Curriculum and staff development	166
Instructional leadership	229
School leadership	771
Guidance, counseling and evaluation services	467
Social work services	74
Health services	116
Student (pupil) transportation	589
Food services	875
Extracurricular activities	336
General administration	410
Facilities maintenance and operations	1,705
Security and monitoring services	106
Data processing services	143
Community services	118
Total depreciation expense	<u>\$ 14,397</u>

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

C. Receivables and Deferred Revenue

Receivables as of August 31, 2011, for the District's individual major funds and non-major funds including the applicable allowances for uncollectible accounts are as follows: (000's)

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Taxes	\$ 9,070	\$ 1,724	\$ -	\$ 10,794
Due from other governments	23,161	-	3,676	26,837
Interest	5	11	-	16
Other receivables	162	-	29	191
Gross receivables	32,398	1,735	3,705	37,838
Less: allowance for uncollectibles	(5,809)	(1,100)	-	(6,909)
Net total receivables	<u>\$ 26,589</u>	<u>\$ 635</u>	<u>\$ 3,705</u>	<u>\$ 30,929</u>

Deferred revenue at August 31, 2011, for the District's governmental funds is as follows: (000's)

	<u>Unavailable</u>	<u>Unearned</u>
Delinquent property taxes receivable - General Fund	\$ 3,261	\$ -
Delinquent property taxes receivable - Debt Service Fund	624	-
Federal food commodities	-	26
Athletic revenue	-	11
Advance funding	-	140
Total deferred revenue	<u>\$ 3,885</u>	<u>\$ 177</u>

D. Interfund Receivables, Payables and Transfers

Interfund balances in the fund financial statements at August 31, 2011 consisted of the following: (000's)

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
General Fund:		
Debt Service Fund	\$ 428	\$ 9
Capital Projects Fund	433	-
Other Governmental Funds	2,922	2,938
Proprietary Funds	4,786	6,992
Fiduciary Funds	37	149
Total General Fund	<u>\$ 8,605</u>	<u>\$ 10,088</u>
Debt Service Fund:		
General Fund	\$ 9	\$ 428
Capital Projects Fund		
General Fund	\$ -	\$ 433
Other Governmental Funds:		
General Fund	\$ 2,938	\$ 2,922
Proprietary Funds:		
General Fund	\$ 6,992	\$ 4,786
Fiduciary Funds:		
General Fund	\$ 149	\$ 37

District expenditures are paid from a centralized-pooled operating bank account maintained in the general fund. Since all cash transactions flow through this account, each District fund carries a receivable/payable balance with the general fund. This balance will be repaid within one year.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

Interfund transfers in the fund financial statements at August 31, 2011 consisted of the following: (000's)

<u>Transfers from</u>	<u>Transfers to</u>	<u>Amount</u>
Capital Projects	Debt Service Fund	\$ 6,500
Other Governmental Funds	General Fund	3,338
General Fund	Other Governmental Funds	275
Proprietary Fund	General Fund	157
Total Transfers		<u>\$ 10,270</u>

The District transferred surplus construction ("bond") proceeds of \$6.5 million from the capital projects fund to the debt service fund to pay down debt. In fiscal year 2009, the District transferred \$3.3 million into a special revenue fund for repairs associated with Hurricane Ike. All necessary hurricane repairs were made without expending the transferred funds. Accordingly, in fiscal year 2011, the money (\$3.3 million) was transferred back to the general fund. The District transferred \$275 thousand from the general fund into special revenue funds for technology expenditures and various local programs. The Board also voted to transfer surplus funds of \$157 thousand from its discontinued self-insured health insurance plan accounted for in the internal service fund to the general fund.

E. Long-Term Debt

Bonded debt as of August 31, 2011 is as follows: (000's)

<u>Description</u>	<u>Interest Rate Payable</u>	<u>Maturity Date</u>	<u>Original Issue</u>	<u>Outstanding August 31, 2011</u>
Unlimited Tax School Building Bonds, Series 2001 QZAB	0%	03/15/15	\$ 16,000	\$ 16,000
Unlimited Tax Refunding & Schoolhouse Bonds, Series 2002	4.7-5.75%	02/15/20	32,520	15,645
Unlimited Tax Refunding Bonds, Series 2003	3.8-5.0%	02/15/16	13,075	12,390
Unlimited Tax Refunding Bonds, Series 2004	4.00-5.00%	02/15/18	31,425	30,930
Unlimited Tax Schoolhouse Bonds, Series 2005	3.5-4.55%	02/15/30	60,000	58,800
Unlimited Tax School Building Bonds, Series 2005A QZAB	0.25%	11/15/21	8,000	8,000
Unlimited Tax Schoolhouse & Refunding Bonds, Series 2006	4.00-5.00%	02/15/30	127,335	125,855
Unlimited Tax Schoolhouse Bonds, Series 2007	3.5-5.00%	02/15/30	54,440	49,105
Unlimited Tax Schoolhouse Bonds, Series 2007A	4.625-6.00%	02/15/30	8,000	7,465
Unlimited Tax Refunding Bonds, Series 2008	3.625-5.00%	02/15/16	13,290	9,600
			<u>\$ 364,085</u>	<u>\$ 333,790</u>

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

Long-term liability activity for the year ended August 31, 2011, was as follows: (000's)

Governmental Activities	Beginning			Ending	
	Balance	Additions	Reductions	Balance	Due within One Year
General Obligation - 2001 (QZAB)	\$ 16,000	\$ -	\$ -	\$ 16,000	\$ -
General Obligation - 2002	20,240	-	(4,595)	15,645	4,800
General Obligation - 2003	12,550	-	(160)	12,390	1,585
General Obligation - 2004	30,930	-	-	30,930	-
General Obligation - 2005	59,150	-	(350)	58,800	350
General Obligation - 2005 (QZAB)	8,000	-	-	8,000	-
General Obligation - 2006	126,300	-	(445)	125,855	530
General Obligation - 2007	50,540	-	(1,435)	49,105	1,460
General Obligation - 2007A	7,650	-	(185)	7,465	195
General Obligation - 2008	<u>13,290</u>	<u>-</u>	<u>(3,690)</u>	<u>9,600</u>	<u>1,770</u>
Total Bonds Payable	344,650	-	(10,860)	333,790	10,690
Other Liabilities:					
Accrued Interest	640	50	-	690	690
Deferred Gain/Loss on Defeasance of Bonds	(3,631)	-	546	(3,085)	-
Accumulated Accretion on Capital Appreciation Bonds	2,938	289	-	3,227	-
Premium on Issuance of Bonds	10,031	-	(878)	9,153	-
Discount on Issuance of Bonds	(1,920)	-	104	(1,816)	-
Arbitrage Liability	<u>1,202</u>	<u>-</u>	<u>(1,202)</u>	<u>-</u>	<u>-</u>
Total Other Liabilities	<u>9,260</u>	<u>339</u>	<u>(1,430)</u>	<u>8,169</u>	<u>690</u>
Total Long-term Liabilities	<u>\$ 353,910</u>	<u>\$ 339</u>	<u>\$ (12,290)</u>	<u>\$ 341,959</u>	<u>\$ 11,380</u>

Long-term debt includes par bonds, capital appreciation (deep discount) serial bonds, contractual obligations and loans. The District has no local policies regarding debt limitation or debt margin, but must comply with State requirements. At August 31, 2011, outstanding bonds include capital appreciation bonds carried at their principal amount of \$3.1 million (present value of \$6.3 million).

During each year while bonds are outstanding, the District is required to levy and collect sufficient ad valorem taxes to provide for the payment of principal and interest through the debt service fund as the payments become due.

The 2001 QZAB requires annual payments (approximately \$800,000 per year) to a sinking fund held at the Bank of New York, which will be used to pay the principal on the bonds when they mature in fiscal year 2015 (See Note II. A). The 2005 QZAB requires annual payments (approximately \$400,000) to a sinking fund held at Wells Fargo Bank which will be used to pay the principal on the bonds when they mature in fiscal year 2022 (See Note II. A).

Debt service requirements at August 31, 2011 were as follows: (000's)

Fiscal Year Ending	General Obligation	
	Principal	Interest
August 31,		
2012	\$ 10,690	\$ 15,146
2013	9,165	16,671
2014	12,365	13,469
2015	28,955	12,873
2016	14,415	12,209
2017-2021	70,925	50,607
2022-2026	98,045	31,262
2027-2031	<u>89,230</u>	<u>8,122</u>
Total	<u>\$ 333,790</u>	<u>\$ 160,359</u>

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

F. Debt Issuances and Defeased Debt

The District has defeased certain general obligation and other bonds in prior years by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At August 31, 2011, bonds outstanding of \$9.3 million were considered defeased.

G. Arbitrage

In accordance with the provisions of Section 148(f) of the Internal Revenue Code of 1986, as amended, bonds must satisfy certain arbitrage rebate requirements. Positive arbitrage is the excess of (1) the amount earned on investments purchased with bond proceeds over (2) the amount that such investments would have earned had such investments been invested at a rate equal to the yield on the bond issue. In order to comply with the arbitrage rebate requirements, positive arbitrage must be paid to the U.S. Treasury at the end of each five year anniversary date of the bond issue. As of August 31, 2011, the District does not anticipate any arbitrage liability.

H. Operating Leases

The District leases certain equipment and facilities under non-cancelable operating leases. Total rental expenditures for fiscal year 2011 were \$1.4 million and made from the general fund. Future minimum lease payments are as follows: (000's)

<u>Fiscal Year Ending August 31,</u>	<u>Lease Payment</u>
2012	\$ 676
2013	568
2014	<u>520</u>
Total	<u>\$ 1,764</u>

III. Other Information

A. Risk Management

Property Casualty

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases property casualty insurance to protect against these risks. For the year ended August 31, 2011, physical damage to property is limited to an annual aggregate of \$250 million. Additionally, coverage is limited to \$50 million for windstorm and \$25 million for flood damage. Policy deductibles range from \$25 thousand to \$1 million, depending on the nature of the loss. Settled claims have not exceeded the coverage in any of the past three fiscal years.

Workers' Compensation

During the year ended August 31, 2011, the District met its statutory workers' compensation obligations through participation in the TASB Risk Management Fund (the "Fund"). The Fund was created and is operated under the provisions of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code. The Fund's program is authorized by Chapter 504, Texas Labor Code. All members participating in the Fund execute Interlocal Agreements that define the responsibilities of the parties. The Fund provides statutory workers' compensation benefits to its members and their injured employees.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

The District participates in the Fund's reimbursable aggregate deductible program. As such, the District is responsible for a certain amount of claims liability as outlined in the District's Contribution and Coverage Summary document. After the District's deductible has been met, the Fund is responsible for all additional claims.

The Fund and its members are protected against higher than expected claims costs through the purchase of stop-loss coverage for any claim in excess of the Fund's self-insured retention of \$1.5 million. The Fund uses the services of an independent actuary to determine reserve adequacy and fully funds those reserves. As of August 31, 2011, the Fund carried a discounted reserve of \$73 million for future development on reported claims and claims that have been incurred but not yet reported. For the year ended August 31, 2011, the Fund anticipates no additional liability to member districts beyond their contractual obligations for payment of contributions and reimbursable aggregate deductibles.

The liability estimation, obtained from an actuarial report prepared by Turner Consulting, Inc., requires the estimate of loss development over an extended period of time. During this time numerous internal and external factors will affect the ultimate settlement value of claims. Due to the inherent uncertainty with regard to the impact of these factors, there can be no guarantee that actual losses will not vary, perhaps significantly, from the estimates. The following is a summary of the changes in the balances of claims liabilities for workers' compensation for the years ended August 31, (000's):

	2011	2010
Liability, beginning of period	\$ 1,507	\$ 1,376
Changes in the est. for current & prior period claims	452	549
Payments on claims	(496)	(418)
Liability, end of period	\$ 1,463	\$ 1,507

The Fund engages the services of independent auditors to conduct a financial audit after the close of each plan year on August 31. The audit is accepted by the Fund's Board of Trustees in February of the following year. The Fund's audited financial statements as of August 31, 2010 are available at the TASB offices and have been filed with the Texas Department of Insurance in Austin, Texas.

B. Health Care

On January 1, 2009, the District changed from self-funded medical insurance coverage for its employees to the TRS-Active Care insurance provided by TRS. This is a premium-based plan: payments are made on a monthly basis for all covered employees. The District contributes \$225 per month for each employee enrolled in the health insurance plan. Employees are able to choose from three types of coverage and are responsible for premiums in excess of the District subsidy, including dependent coverage.

C. Retiree Health Plan

Plan Description. The District contributes to the Texas Public School Retired Employees Group Insurance Program (TRS-Care), a cost-sharing multiple employer defined benefit postemployment health care plan administered by the Teacher Retirement System of Texas. TRS-Care provides health care coverage for certain persons (and their dependents) who retired under the Teacher Retirement System of Texas. The statutory authority for the program is Texas Insurance Code, Chapter 1575. Section 1575.052 grants the TRS Board of Trustees the authority to establish and amend basic and optional group insurance coverage for participants. The TRS issues a publicly available financial report that includes financial statements and required supplementary information for TRS-Care. That report may be obtained by writing to the TRS Communications Department, 1000 Red River Street, Austin, Texas 78701, by calling the TRS Communications Department at 1-800-223-8778, or by downloading the report from the TRS Internet website, www.trs.state.tx.us under the TRS Publications heading.

Funding Policy. Contribution requirements are not actuarially determined but are legally established each biennium by the Texas Legislature. Texas Insurance Code, Sections 1575.202, 203, and 204 establish state, active employee, and public school contributions, respectively. The State of Texas and

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

active public school employee contribution rates were 1.0% and 0.65% of public school payroll, respectively, with school districts contributing a percentage of payroll set at 0.55% for fiscal years 2011, 2010 and 2009. The State's on-behalf contribution is recorded as revenues and expenditures/expenses in the financial statements. Per Texas Insurance Code, Chapter 1575, the public school contribution may not be less than 0.25% or greater than 0.75% of the salary of each active employee of the public school. The District's contributions equaled the required contributions each year. The required contributions to TRS-Care for the years ended August 31, were: (000's)

<u>Contributions</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
State	\$ 1,169	\$ 1,258	\$ 1,201
District	702	692	661
Employee	829	818	781

D. Medicare Part D

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, effective January 1, 2006, established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare Part D allows for the Texas Public School Retired Employee Group Insurance Program (TRS-Care) to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. For the fiscal years ended August 31, 2011, 2010, and 2009, the subsidy payments received by TRS-Care on-behalf of the District were \$294,828, \$313,008, and \$266,595, respectively. The information for the year ended August 31, 2011 is an estimate provided by the TRS. These payments are recorded as equal revenues and expenditures/expenses in the financial statements of the District.

E. Pension Plan

Plan Description. The District contributes to the Teacher Retirement System of Texas (TRS), a cost-sharing multiple employer defined benefit pension plan. TRS administers retirement and disability annuities, and death and survivor benefits to employees and beneficiaries of employees of the public school systems of Texas. It operates primarily under the provisions of the Texas Constitution, Article XVI, Sec. 67, and Texas Government Code, Title 8, Subtitle C. TRS also administers proportional retirement benefits and service credit transfer under Texas Government Code, Title 8, Chapters 803 and 805, respectively. The Texas state legislature has the authority to establish and amend benefit provisions of the pension plan and may, under certain circumstances, grant special authority to the TRS Board of Trustees. TRS issues a publicly available financial report that includes financial statements and required supplementary information for the defined benefit pension plan. That report may be obtained by writing to the TRS Communications Department, 1000 Red River Street, Austin, Texas 78701, by calling the TRS Communications Department at 1-800-223-8778, or by downloading the report from the TRS Internet website, www.trs.state.tx.us, under the TRS Publications heading.

Funding Policy. Contribution requirements are not actuarially determined but are established and amended by the Texas state legislature. The state funding policy is as follows: (1) The state constitution requires the legislature to establish a member contribution rate of not less than 6.0% of the member's annual compensation and a state contribution rate of not less than 6.0% and not more than 10% of the aggregate annual compensation of all members of the system; (2) A state statute prohibits benefit improvements or contribution reductions 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. State law provided a state contribution rate of 6.644% for fiscal years 2011 and 2010 and 6.58% for fiscal year 2009. State law further provided a member contribution rate of 6.4% for fiscal years 2011, 2010, and 2009. The State's on-behalf contribution is recorded as revenues and expenditures/expenses in the

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

financial statements. In certain instances, the reporting district was required to make all or a portion of the state's 6.644% contribution for fiscal years 2011 and 2010, limited to 6.4% for the period of September through December 2009 and increased to 6.644% for the period of January 2010 through August 2011.

<u>Contributions</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
State	\$ 6,090	\$ 5,961	\$ 5,938
District	1,611	1,567	1,537
Employee	8,166	8,051	7,689

Money Purchase Pension Plan

The District also sponsors a defined contribution pension plan, the Goose Creek Consolidated Independent School District Money Purchase Pension Plan, (the "Pension Plan") for all full-time employees with eligibility attained immediately upon employment with the District. The Pension Plan is administered by the District's Executive Director of Business Services and a seven member Administrative Committee. The Trustees for the Pension Plan are the same as the Administrative Committee. The Board of Trustees of the School District have the sole right to amend the Pension Plan.

The District annually contributes an amount equal to 6.65% of participating employees' salaries (up to the Social Security wage base). For the year ended August 31, 2011, the District's contribution was \$4.1 million, funded from the general and special revenue funds.

Benefits provided are based solely on the amount contributed to a participant's account. Effective July 1, 2009, a participant is immediately 100% vested in his or her account. Prior to July 1, 2009, amounts credited to a participant's account that were not vested when the participant terminated employment were forfeited. The Pension Plan allows employees to make an annual election to participate in the Pension Plan or to receive the District's contribution as part of the employee's annual salary. The Pension Plan issues separate financial statements from the District. This annual financial report and other required disclosure information can be requested in writing from the Goose Creek Consolidated Independent School District Business Office, P.O. Box 30, Baytown, Texas 77522.

F. Shared Service Arrangements

The District participates in the East Harris County Cooperative For Deaf Education Regional Day School Program For the Deaf, a Shared Service Arrangement (SSA), with eight member Districts: Barbers Hill Independent School District, Channelview Independent School District, Crosby Independent School District, Deer Park Independent School District, Galena Park Independent School District, La Porte Independent School District, Pasadena Independent School District, and Sheldon Independent School District. The District is acting as the fiscal agent for the parties involved. This program is to provide a system of direct and supportive special education services to eligible hearing impaired students.

Funding for this program is provided by the TEA and by the member districts at a per pupil cost of approximately \$8,970. In 2011, approximately 45% of the funding was from the state grant and 55% from the member districts. Revenue from the respective member districts, including the District's contribution, was as follows: (000's)

Barbers Hill ISD	\$	49
Channelview ISD		74
Crosby ISD		39
Deer Park ISD		71
Galena Park ISD		136
La Porte ISD		73
Pasadena ISD		495
Sheldon ISD		90
Goose Creek CISD		58
		<u>58</u>
	<u>\$</u>	<u>1,083</u>

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

As fiscal agent, the District is responsible for reporting all financial activities of the SSA. The District accounts for the activity in Special Revenue Fund #435. No fund balance accumulates in the SSA and there are no separately issued financial statements. The SSA is an annually renewable agreement.

G. Litigation and Contingencies

The District is a party to various legal actions none of which the Administration, based on consultation with its legal counsel, believes will have a material effect on the financial condition of the District. Accordingly, no provisions for gains or losses have been recorded in the accompanying government-wide or fund financial statements for contingencies.

The District participates in numerous state and federal grant programs governed by various rules and regulations of the grantor agencies. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. To the extent that the District has not complied with the rules and regulations governing the grants, if any, claims may be disallowed. Any disallowed claims, including amounts already collected, may constitute a liability of the District. In the opinion of the Administration, no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants exist; therefore, no provision has been recorded in the accompanying government-wide or fund financial statements.

H. Outstanding Encumbrances

The District utilizes encumbrance accounting in its governmental funds. Encumbrances represent commitments related to contracts not yet performed (executory contracts), and are used to control expenditures for the year and to enhance cash management. A school district often issues purchase orders or signs contracts for the purchase of goods and services to be received in the future. At the time these commitments are made, which in its simplest form means that when a purchase order is prepared, the appropriate accounts are checked for available funds. If an adequate balance exists, the amount of the order is immediately charged to the account to reduce the available balance for control purposes.

Prior to the end of the year, every effort should be made to liquidate outstanding encumbrances. When encumbrances are outstanding at year end, the school district likely will honor the open purchase orders or contracts that support the encumbrances. For reporting purposes, outstanding encumbrances are not considered expenditures for the fiscal year, only a commitment to expend resources. If the school district allows encumbrances to lapse, even though it plans to honor encumbrances, the appropriations authority expires and the items represented by the encumbrances are usually reappropriated in the following year's budget. Open encumbrances at fiscal year are included in restricted, committed, or assigned fund balance, as appropriate.

At August 31, 2011, certain amounts which were previously restricted, committed, or assigned for specific purposes have been encumbered in the governmental funds. Significant encumbrances included in governmental fund balances are as follows:

Encumbrances Included in the Following Fund Balance:

<u>Fund</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>	<u>Total</u>
General	\$ -	\$ -	\$ 543,799	\$ 543,799
Capital Projects	77,417	-	-	77,417
Other Governmental Funds	<u>63,337</u>	<u>9,104</u>	-	<u>72,441</u>
Total	<u>\$ 140,754</u>	<u>\$ 9,104</u>	<u>\$ 543,799</u>	<u>\$ 693,657</u>

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

I. Related Organizations

The Goose Creek CISD Education Foundation (“Foundation”), a non-profit entity which was organized in 2009 to provide funds for District teaching and education programs, is a “related organization” as defined by *Government Accounting Standards Board* Statement No. 14. The members of the Board of Directors of the Foundation serve without financial compensation.

J. Subsequent Events

The District issued \$9,980,000 in Unlimited Tax Refunding Bonds, Series 2011 in November 2011 to refund \$10,455,000 of the outstanding Unlimited Tax Refunding and Schoolhouse Bonds, Series 2002. The bonds were issued at a premium of \$995,992 and issuance costs of \$154,744. The bonds bear interest from 2% to 5% and are due in annual installments ranging from \$305,000 to \$2,535,000 through February 15, 2020. As a result of the refunding, the District reduced its total debt service requirements by \$1,361,074 and realized a present value savings of \$1,351,708.

The District has evaluated subsequent events through January 20, 2012, the date the financials were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED AUGUST 31, 2011

	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
Total Local and Intermediate Sources	\$ 89,683,200	\$ 90,655,323	\$ 89,655,179	\$ (1,000,144)
State Program Revenues	78,720,000	79,828,500	88,249,350	8,420,850
Federal Program Revenues	1,590,000	1,590,000	3,026,389	1,436,389
Total Revenues	<u>169,993,200</u>	<u>172,073,823</u>	<u>180,930,918</u>	<u>8,857,095</u>
EXPENDITURES:				
Current:				
Instruction	98,537,290	98,595,921	98,223,092	372,829
Instructional Resources and Media Services	2,385,416	2,387,998	2,222,548	165,450
Curriculum and Instructional Staff Development	1,652,175	1,681,176	1,447,764	233,412
Instructional Leadership	2,676,255	2,739,417	2,726,577	12,840
School Leadership	11,269,962	11,307,918	10,486,139	821,779
Guidance, Counseling and Evaluation Services	5,836,904	5,831,633	5,558,852	272,781
Social Work Services	564,592	574,592	549,356	25,236
Health Services	1,617,597	1,637,546	1,585,957	51,589
Student (Pupil) Transportation	6,251,000	8,587,295	8,084,940	502,355
Extracurricular Activities	3,400,176	3,615,191	3,581,642	33,549
General Administration	5,855,170	5,909,797	5,554,061	355,736
Facilities Maintenance and Operations	24,043,029	24,076,779	17,673,552	6,403,227
Security and Monitoring Services	1,516,677	1,549,728	1,461,973	87,755
Data Processing Services	2,023,517	2,062,247	1,971,772	90,475
Community Services	40,226	73,226	37,410	35,816
Capital Outlay:				
Facilities Acquisition and Construction	379,994	5,077,674	3,003,860	2,073,814
Intergovernmental:				
Payments to Fiscal Agent/Member Districts of SSA	250,000	222,000	166,708	55,292
Payments to Juvenile Justice Alternative Ed. Prg.	25,000	25,000	13,355	11,645
Other Intergovernmental Charges	1,025,680	1,025,680	932,167	93,513
Total Expenditures	<u>169,350,660</u>	<u>176,980,818</u>	<u>165,281,725</u>	<u>11,699,093</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>642,540</u>	<u>(4,906,995)</u>	<u>15,649,193</u>	<u>20,556,188</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	-	3,443,306	3,495,165	51,859
Transfers Out (Use)	(292,500)	(292,500)	(274,823)	17,677
Other (Uses)	(350,000)	(2,150,000)	(1,988,555)	161,445
Total Other Financing Sources (Uses)	<u>(642,500)</u>	<u>1,000,806</u>	<u>1,231,787</u>	<u>230,981</u>
Net Change in Fund Balances	40	(3,906,189)	16,880,980	20,787,169
Fund Balance - September 1 (Beginning)	<u>60,545,365</u>	<u>60,545,365</u>	<u>60,545,365</u>	<u>-</u>
Fund Balance - August 31 (Ending)	<u>\$ 60,545,405</u>	<u>\$ 56,639,176</u>	<u>\$ 77,426,345</u>	<u>\$ 20,787,169</u>

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011**

Compliance

Budgetary Information

The District adopts an “appropriated budget” for the General Fund, the Debt Service Fund, and the Child Nutrition Fund using the same method of accounting as for financial reporting, as required by law. The remaining Special Revenue Funds (primarily federal grant programs) utilize a managerial type budget approved at the fund level by the Board of Trustees upon acceptance of the grants. These grants are subject to Federal, State and locally imposed length budgets and monitoring through submission of reimbursement reports.

Expenditures may not legally exceed budgeted appropriations at the function or activity level. Expenditure requests which would require an increase in total budgeted appropriations must be approved by the Trustees through formal budget amendment. State law prohibits trustees from making budget appropriations in excess of funds available or estimated revenues. State law also prohibits amendment of the budget after fiscal year end. Supplemental appropriations were made to the General Fund budget during the fiscal year ending August 31, 2011.

The administrative level at which responsibility for control of budgeted appropriations begins is at the organizational level within each function of operations. The finance department reviews closely the expenditure requests submitted by the various organizational heads (principal and department heads) throughout the year to ensure proper spending compliance. No public funds of the District shall be expended in any manner other than as provided for in the budget adopted by the Board of Trustees.

The official school budget was prepared for adoption for budgeted governmental fund types by August 31, 2010. The budget was adopted by the Board of Trustees at a duly advertised public meeting prior to the expenditure of funds. The final amended budget is filed with the Texas Education Agency (TEA) through inclusion in the annual financial and compliance report.

Encumbrance accounting is utilized in all government fund types. Encumbrances for goods and purchased services are documented by purchase orders or contracts. Under Texas law, appropriations lapse at year-end and encumbrances outstanding at that time are appropriately provided for in the subsequent year’s budget.



**COMBINING AND INDIVIDUAL
FUND STATEMENTS AND SCHEDULES**

Non-major Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for particular purposes. Most, but not all, of these funds must be applied for through the Standard Application System (SAS).

ESEA, Title IV, Safe and Drug Free Schools – Develop programs for drug, alcohol and violence prevention from pre-kindergarten through grade twelve.

ESEA, Title I, Part A, Improving Basic Programs – Provide supplemental educational opportunities to help economically disadvantaged children master state academic standards.

ESEA, Title I, Part C, Migrant Program – Develop programs to meet the special educational needs of children of migratory agricultural workers.

IDEA, Title VI, Part B, Formula – Provide instructional personnel, supplies, equipment and related services to students with disabilities.

IDEA, Title VI, Part B, Preschool – Provide instructional personnel, supplies, equipment and related services to preschool students with disabilities.

Child Nutrition Program – Support programs using federal reimbursement revenues from the United States Department of Agriculture (USDA).

Career and Technical Preparation – Provide funds for training teachers to teach with application strategies and for training counselors to assist students with career choices.

Carl Perkins – Basic Grant – Provide educational programs which allow students the opportunity to apply academic skills in a vocational setting.

ESEA, Title II, Part A Teacher and Principal Training and Recruiting Fund – To increase student achievement through improving teacher and principal quality and increasing the number of highly qualified teachers in classrooms and highly qualified principals and assistant principals in schools.

ESEA, Title II, Part D – Enhancing Education Through Technology – To improve student academic achievement through the use of technology in elementary and secondary schools.

ESEA, Title III, LEP – To improve the education of limited English proficient students.

Title IV, Part B - 21st Century Community Learning – Provide funds to rural and inner-city public schools to enable them to plan, implement or expand projects that benefit the educational, health, social services, cultural and recreational needs of the community.

Title XIV ARRA State Stabilization Funds – This program is to help ensure that state school districts and open-enrollment charter schools have the resources to avert cuts and retain teachers.

Title II, Part D ARRA – Education Technology – Enhance existing technology and acquire new technology to support education reforms and to improve student achievement.

IDEA, Part B, ARRA Formula – Two year stimulus grant to provide instructional personnel, supplies, equipment and related services to students with disabilities.

IDEA, Part B, ARRA Preschool – Two year stimulus grant to provide instructional personnel, supplies, equipment and related services to preschool students with disabilities.

ESEA, Title I, Part A, Improving Basic Program ARRA – Two year stimulus grant to provide supplemental educational opportunities to help economically disadvantaged children master state academic standards.

Federal Emergency Management Assistance – To provide financial assistance to offset the expenses incurred due to Hurricane Ike.

Title VI, Part A, Summer LEP Program – Provide funding for summer program for students with limited English proficiency.

SSA – IDEA-Part B, Discretionary Deaf – To supplement the level of state and local funds for students with disabilities. This program serves nine member districts including Goose Creek CISD.

SSA – IDEA-Part B, Deaf – To provide an equitable education to all students with disabilities. This program serves nine member districts including Goose Creek CISD.

SSA – IDEA-Part B, Preschool Deaf – To supplement the level of state and local funds for three through five-year old students with disabilities. This program serves nine member districts including Goose Creek CISD.

SSA – IDEA-Part C, Early Intervention Deaf – Provide funding for early intervention programs for infants and toddlers who are deaf.

Visually Impaired Co-op – Provide supplies, salary, and travel for a teacher to teach parents and visually impaired infants. Funds are provided by the six participating member districts.

Texas Successful Schools – Awards to individual campuses for achievement based on Academic Excellence Indicator System.

Life Skills Grant for Student Parents – Provide needed services to enable pregnant students and teen parents to remain in school.

Advanced Placement Incentives – Reward campuses for performance on the Advanced Placement and International Baccalaureate Examinations.

Texas Fitness Now Grant – To ensure that students in the identified grade levels participate in physical activity.

Student Success Initiative Grant – Funding used to provide immediate, targeted interventions for students in grades K-8 who have been identified as at risk for reading difficulties, including dyslexia, and/or math difficulties.

Early College High School Grant – the purpose is to create collaborative partnerships between school districts and institutions of higher education to open small high school that provide students at risk of dropping out school an opportunity to earn a high school diploma and 60 credit hours towards an associate's degree at no cost to the student.

Technology Allotment – To purchase technological software or equipment that contributes to student learning for educational personnel involved in the use of such materials.

TX BESS Grant – Provide funding through Region IV Education Service Center for staff development and training for beginning teachers. (state portion)

Read to Succeed – Funds provided by state through the sale of specialty license plates for public school libraries and to strengthen campus reading programs.

SSA – Regional Day School for the Deaf – Provide funding for staff and activities of the Regional Day School for the Deaf. This program serves nine member districts including Goose Creek CISD.

Campus Activity Funds – To account for transactions related to the principals' activity funds.

PEP Childcare Program – Provide free childcare for children of Goose Creek students to enable them to remain in school.

ExxonMobil Math Program – To enhance the math program by providing funding for teacher training.

Chevron-Phillips Math Night – Provide funding for Math night at one of the elementary schools.

AVID Program – Provide funding through Lee College from the GEAR UP Program to prepare first generation potential college students for entrance into higher education.

Local Funded Special Revenue Fund – Locally funded special revenue fund not specified above.

Houston Endowment Inc. – An initiative to increase the college going rate at Goose Creek CISD.

Instructional Excellence Grant – To help students develop skills necessary for a better understanding of mathematical concepts.

ExxonMobil Science Program Donations – To enhance the science program by providing funding for field trips for students and training for teachers.

Houston A+ Challenge – An initiative to provide administrators and teachers in schools and classrooms with the training and tools necessary to ensure that students achieve.

Drop-Out Prevention Program – To provide the opportunity for eligible students to recover lost credits who are at risk of losing credit due to excessive absences.

Getting Attitudes Positive – Provides after school and summer programs for students at all age levels.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 AUGUST 31, 2011

	204 ESEA Title IV Safe & Drug Free Schools	211 ESEA I, A Improving Basic Program	212 ESEA Title I Part C Migrant	224 IDEA - Part B Formula
ASSETS				
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
Receivables from Other Governments	8,359	716,529	161,038	587,077
Due from Other Funds	-	-	-	-
Other Receivables	-	-	-	-
Inventories	-	-	-	-
Total Assets	<u>\$ 8,359</u>	<u>\$ 716,529</u>	<u>\$ 161,038</u>	<u>\$ 587,077</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ 8,431	\$ 762	\$ 4,729
Payroll Deductions and Withholdings Payable	-	37,811	3,879	28,741
Accrued Wages Payable	-	98,861	995	71,445
Due to Other Funds	8,359	571,426	155,402	482,162
Due to Other Governments	-	-	-	-
Deferred Revenues	-	-	-	-
Total Liabilities	<u>8,359</u>	<u>716,529</u>	<u>161,038</u>	<u>587,077</u>
Fund Balances:				
Nonspendable Fund Balance:				
Inventories	-	-	-	-
Restricted Fund Balance:				
Federal or State Funds Grant Restriction	-	-	-	-
Other Restricted Fund Balance	-	-	-	-
Committed Fund Balance:				
Other Committed Fund Balance	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 8,359</u>	<u>\$ 716,529</u>	<u>\$ 161,038</u>	<u>\$ 587,077</u>

225 IDEA - Part B Preschool	240 Child Nutrition Program	243 Career and Technical Preparation	244 Carl Perkins Basic Grant	255 ESEA II,A Training and Recruiting	262 Title II, D Education Technology	263 Title III, A LEP	265 Title IV, B 21st Century Learning
\$ -	\$ 8,937	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
7,965	340,005	491	110,833	210,313	-	45,731	27,708
-	726,448	-	-	-	5,854	-	-
-	24,795	-	-	-	1,952	-	-
-	243,170	-	-	-	-	-	-
<u>\$ 7,965</u>	<u>\$ 1,343,355</u>	<u>\$ 491</u>	<u>\$ 110,833</u>	<u>\$ 210,313</u>	<u>\$ 7,806</u>	<u>\$ 45,731</u>	<u>\$ 27,708</u>
\$ -	\$ 153,838	\$ -	\$ -	\$ 2,495	\$ -	\$ -	\$ -
501	27,401	-	-	5,713	-	1,903	-
914	14,574	-	-	20,972	-	4,173	-
6,550	-	491	110,833	181,133	-	39,655	27,708
-	-	-	-	-	7,806	-	-
-	25,712	-	-	-	-	-	-
<u>7,965</u>	<u>221,525</u>	<u>491</u>	<u>110,833</u>	<u>210,313</u>	<u>7,806</u>	<u>45,731</u>	<u>27,708</u>
-	217,458	-	-	-	-	-	-
-	904,372	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	1,121,830	-	-	-	-	-	-
<u>\$ 7,965</u>	<u>\$ 1,343,355</u>	<u>\$ 491</u>	<u>\$ 110,833</u>	<u>\$ 210,313</u>	<u>\$ 7,806</u>	<u>\$ 45,731</u>	<u>\$ 27,708</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 AUGUST 31, 2011

	266 Title XIV ARRA State Stabilization	279 Title II, D ARRA - Ed. Technology	283 IDEA, Pt. B ARRA Formula	284 IDEA, Pt. B ARRA Preschool
ASSETS				
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
Receivables from Other Governments	462,679	66,954	253,738	4,970
Due from Other Funds	-	-	-	-
Other Receivables	-	2,173	-	-
Inventories	-	-	-	-
Total Assets	<u>\$ 462,679</u>	<u>\$ 69,127</u>	<u>\$ 253,738</u>	<u>\$ 4,970</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ 29,262	\$ -
Payroll Deductions and Withholdings Payable	-	-	2,096	369
Accrued Wages Payable	-	-	-	-
Due to Other Funds	462,679	69,127	222,380	4,601
Due to Other Governments	-	-	-	-
Deferred Revenues	-	-	-	-
Total Liabilities	<u>462,679</u>	<u>69,127</u>	<u>253,738</u>	<u>4,970</u>
Fund Balances:				
Nonspendable Fund Balance:				
Inventories	-	-	-	-
Restricted Fund Balance:				
Federal or State Funds Grant Restriction	-	-	-	-
Other Restricted Fund Balance	-	-	-	-
Committed Fund Balance:				
Other Committed Fund Balance	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 462,679</u>	<u>\$ 69,127</u>	<u>\$ 253,738</u>	<u>\$ 4,970</u>

285 ESEA I,A Improving Basic Program	288 Federal Emergency Mgmt Assist	289 Title VI, A Summer LEP Program	315 SSA IDEA, Part B Discretionary	316 SSA IDEA, Part B Deaf	317 SSA - IDEA, B Preschool Deaf	340 SSA - IDEA C Deaf - Early Intervention	385 Visually Impaired Co-Op
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
443,429	-	-	15,593	7,499	103	65	750
-	-	-	-	-	-	-	20,939
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 443,429</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,593</u>	<u>\$ 7,499</u>	<u>\$ 103</u>	<u>\$ 65</u>	<u>\$ 21,689</u>
\$ 4,275	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 65	\$ 210
1,597	-	-	517	263	4	-	308
-	-	-	3,141	1,099	-	-	-
437,557	-	-	11,935	6,137	99	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	21,171
<u>443,429</u>	<u>-</u>	<u>-</u>	<u>15,593</u>	<u>7,499</u>	<u>103</u>	<u>65</u>	<u>21,689</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 443,429</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,593</u>	<u>\$ 7,499</u>	<u>\$ 103</u>	<u>\$ 65</u>	<u>\$ 21,689</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 AUGUST 31, 2011

	393 Texas Successful Schools	394 Life Skills for Student Parents	397 Advanced Placement Incentives	402 Texas Fitness Now Grant
ASSETS				
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
Receivables from Other Governments	-	3,313	-	911
Due from Other Funds	558	-	51,178	-
Other Receivables	-	-	-	-
Inventories	-	-	-	-
Total Assets	<u>\$ 558</u>	<u>\$ 3,313</u>	<u>\$ 51,178</u>	<u>\$ 911</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Payroll Deductions and Withholdings Payable	-	22	-	-
Accrued Wages Payable	-	-	-	-
Due to Other Funds	-	3,291	-	799
Due to Other Governments	-	-	-	112
Deferred Revenues	558	-	51,178	-
Total Liabilities	<u>558</u>	<u>3,313</u>	<u>51,178</u>	<u>911</u>
Fund Balances:				
Nonspendable Fund Balance:				
Inventories	-	-	-	-
Restricted Fund Balance:				
Federal or State Funds Grant Restriction	-	-	-	-
Other Restricted Fund Balance	-	-	-	-
Committed Fund Balance:				
Other Committed Fund Balance	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 558</u>	<u>\$ 3,313</u>	<u>\$ 51,178</u>	<u>\$ 911</u>

404 Student Success Initiative	409 Early College High School Grant	411 Technology Allotment	426 TX Bess Grant	429 Read to Succeed	435 SSA Regional Day School - Deaf	461 Campus Activity Funds	482 PEP Childcare Program
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
54,945	48,824	-	-	448	94,491	-	-
-	-	362,932	87	1,724	-	1,160,352	80,112
-	-	-	-	-	-	53	-
-	-	-	-	-	-	-	-
<u>\$ 54,945</u>	<u>\$ 48,824</u>	<u>\$ 362,932</u>	<u>\$ 87</u>	<u>\$ 2,172</u>	<u>\$ 94,491</u>	<u>\$ 1,160,405</u>	<u>\$ 80,112</u>
\$ -	\$ 2,100	\$ 37,236	\$ -	\$ -	\$ 1,504	\$ 13,447	\$ -
6	878	-	-	-	8,433	-	-
-	9,346	3,000	-	-	56,778	-	-
54,939	36,500	-	-	-	27,776	-	-
-	-	-	-	-	-	-	-
-	-	-	87	2,172	-	-	-
<u>54,945</u>	<u>48,824</u>	<u>40,236</u>	<u>87</u>	<u>2,172</u>	<u>94,491</u>	<u>13,447</u>	<u>-</u>
-	-	-	-	-	-	-	-
-	-	322,696	-	-	-	-	-
-	-	-	-	-	-	-	80,112
-	-	-	-	-	-	1,146,958	-
-	-	322,696	-	-	-	1,146,958	80,112
<u>\$ 54,945</u>	<u>\$ 48,824</u>	<u>\$ 362,932</u>	<u>\$ 87</u>	<u>\$ 2,172</u>	<u>\$ 94,491</u>	<u>\$ 1,160,405</u>	<u>\$ 80,112</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 AUGUST 31, 2011

	484 ExxonMobil Math Program	486 Chevron Philips Math Night	487 AVID Program	488 Local Funded Special Revenue Fund
ASSETS				
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
Receivables from Other Governments	-	-	-	-
Due from Other Funds	2,491	19	11,834	300,000
Other Receivables	-	-	-	-
Inventories	-	-	-	-
Total Assets	<u>\$ 2,491</u>	<u>\$ 19</u>	<u>\$ 11,834</u>	<u>\$ 300,000</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 40	\$ -	\$ -	\$ -
Payroll Deductions and Withholdings Payable	-	-	-	-
Accrued Wages Payable	-	-	-	-
Due to Other Funds	-	-	-	-
Due to Other Governments	-	-	-	-
Deferred Revenues	2,451	19	11,834	-
Total Liabilities	<u>2,491</u>	<u>19</u>	<u>11,834</u>	<u>-</u>
Fund Balances:				
Nonspendable Fund Balance:				
Inventories	-	-	-	-
Restricted Fund Balance:				
Federal or State Funds Grant Restriction	-	-	-	-
Other Restricted Fund Balance	-	-	-	300,000
Committed Fund Balance:				
Other Committed Fund Balance	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>300,000</u>
Total Liabilities and Fund Balances	<u>\$ 2,491</u>	<u>\$ 19</u>	<u>\$ 11,834</u>	<u>\$ 300,000</u>

490 Houston Endowment Inc.	491 Instructional Excellence Grant	492 ExxonMobil Science Program	493 Houston A+ Challenge	495 Drop-Out Prevention Program	496 Getting Attitudes Positive	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,937
-	-	-	-	-	1,688	3,676,449
30,912	43	120,361	20,000	42,214	196	2,938,254
-	-	-	-	-	-	28,973
-	-	-	-	-	-	243,170
<u>\$ 30,912</u>	<u>\$ 43</u>	<u>\$ 120,361</u>	<u>\$ 20,000</u>	<u>\$ 42,214</u>	<u>\$ 1,884</u>	<u>\$ 6,895,783</u>
\$ -	\$ -	\$ 302	\$ -	\$ 42,214	\$ -	\$ 300,910
-	-	-	-	-	196	120,638
-	-	-	-	-	-	285,298
-	-	-	-	-	-	2,921,539
-	-	-	-	-	-	7,918
30,912	43	-	20,000	-	-	166,137
<u>30,912</u>	<u>43</u>	<u>302</u>	<u>20,000</u>	<u>42,214</u>	<u>196</u>	<u>3,802,440</u>
-	-	-	-	-	-	217,458
-	-	-	-	-	-	1,227,068
-	-	120,059	-	-	1,688	501,859
-	-	-	-	-	-	1,146,958
-	-	120,059	-	-	1,688	3,093,343
<u>\$ 30,912</u>	<u>\$ 43</u>	<u>\$ 120,361</u>	<u>\$ 20,000</u>	<u>\$ 42,214</u>	<u>\$ 1,884</u>	<u>\$ 6,895,783</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2011

	204 ESEA Title IV Safe & Drug Free Schools	211 ESEA I, A Improving Basic Program	212 ESEA Title I Part C Migrant	224 IDEA - Part B Formula
REVENUES:				
Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
State Program Revenues	-	-	-	-
Federal Program Revenues	24,995	4,538,329	720,864	3,069,172
Total Revenues	<u>24,995</u>	<u>4,538,329</u>	<u>720,864</u>	<u>3,069,172</u>
EXPENDITURES:				
Current:				
Instruction	6,411	3,309,675	355,201	2,779,983
Instructional Resources and Media Services	-	-	-	-
Curriculum and Instructional Staff Development	18,584	24,260	-	29,269
Instructional Leadership	-	19,741	192,119	-
School Leadership	-	-	-	-
Guidance, Counseling and Evaluation Services	-	-	90,299	259,920
Social Work Services	-	-	-	-
Health Services	-	-	-	-
Food Services	-	-	-	-
Extracurricular Activities	-	-	-	-
General Administration	-	-	-	-
Facilities Maintenance and Operations	-	-	741	-
Community Services	-	1,184,653	82,504	-
Total Expenditures	<u>24,995</u>	<u>4,538,329</u>	<u>720,864</u>	<u>3,069,172</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	-	-
Transfers Out (Use)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance - September 1 (Beginning)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Fund Balance - August 31 (Ending)	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>

225 IDEA - Part B Preschool	240 Child Nutrition Program	243 Career and Technical Preparation	244 Carl Perkins Basic Grant	255 ESEA II,A Training and Recruiting	262 Title II, D Education Technology	263 Title III, A LEP	265 Title IV, B 21st Century Learning
\$ -	\$ 3,106,885	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,000
-	246,769	6,374	-	-	-	-	-
76,366	8,521,853	491	301,511	1,006,237	-	278,989	112,102
<u>76,366</u>	<u>11,875,507</u>	<u>6,865</u>	<u>301,511</u>	<u>1,006,237</u>	<u>-</u>	<u>278,989</u>	<u>114,102</u>
76,366	-	5,622	266,804	723,287	-	273,677	-
-	-	-	-	-	-	-	-
-	-	1,243	5,970	194,635	-	5,312	-
-	-	-	14,024	-	-	-	-
-	-	-	146	-	-	-	-
-	-	-	14,567	-	-	-	-
-	-	-	-	-	-	-	114,102
-	-	-	-	-	-	-	-
-	12,016,360	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	88,315	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>76,366</u>	<u>12,016,360</u>	<u>6,865</u>	<u>301,511</u>	<u>1,006,237</u>	<u>-</u>	<u>278,989</u>	<u>114,102</u>
-	(140,853)	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	(140,853)	-	-	-	-	-	-
-	1,262,683	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 1,121,830</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2011

	266 Title XIV ARRA State Stabilization	279 Title II, D ARRA - Ed. Technology	283 IDEA, Pt. B ARRA Formula	284 IDEA, Pt. B ARRA Preschool
REVENUES:				
Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
State Program Revenues	-	-	-	-
Federal Program Revenues	5,742,377	67,719	1,438,716	26,319
Total Revenues	<u>5,742,377</u>	<u>67,719</u>	<u>1,438,716</u>	<u>26,319</u>
EXPENDITURES:				
Current:				
Instruction	-	59,505	1,236,784	26,319
Instructional Resources and Media Services	-	-	-	-
Curriculum and Instructional Staff Development	-	8,214	49,950	-
Instructional Leadership	-	-	-	-
School Leadership	-	-	-	-
Guidance, Counseling and Evaluation Services	-	-	151,241	-
Social Work Services	-	-	-	-
Health Services	-	-	-	-
Food Services	-	-	-	-
Extracurricular Activities	-	-	-	-
General Administration	-	-	-	-
Facilities Maintenance and Operations	5,742,377	-	741	-
Community Services	-	-	-	-
Total Expenditures	<u>5,742,377</u>	<u>67,719</u>	<u>1,438,716</u>	<u>26,319</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	-	-
Transfers Out (Use)	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance - September 1 (Beginning)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - August 31 (Ending)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

285 ESEA I,A Improving Basic Program	288 Federal Emergency Mgmt Assist	289 Title VI, A Summer LEP Program	315 SSA IDEA, Part B Discretionary	316 SSA IDEA, Part B Deaf	317 SSA - IDEA, B Preschool Deaf	340 SSA - IDEA C Deaf - Early Intervention	385 Visually Impaired Co-Op
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 79,373
-	194,644	-	-	-	-	-	-
1,539,924	-	23,637	102,432	65,213	12,116	3,842	-
<u>1,539,924</u>	<u>194,644</u>	<u>23,637</u>	<u>102,432</u>	<u>65,213</u>	<u>12,116</u>	<u>3,842</u>	<u>79,373</u>
1,260,081	-	23,637	25,850	59,552	12,116	3,842	79,373
8,481	-	-	-	-	-	-	-
171,719	-	-	-	3,418	-	-	-
-	-	-	14	-	-	-	-
-	-	-	-	-	-	-	-
18,000	-	-	76,568	2,243	-	-	-
-	-	-	-	-	-	-	-
6,512	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
75,131	-	-	-	-	-	-	-
<u>1,539,924</u>	<u>-</u>	<u>23,637</u>	<u>102,432</u>	<u>65,213</u>	<u>12,116</u>	<u>3,842</u>	<u>79,373</u>
-	194,644	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	(3,337,859)	-	-	-	-	-	-
-	(3,337,859)	-	-	-	-	-	-
-	(3,143,215)	-	-	-	-	-	-
-	3,143,215	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2011

	393 Texas Successful Schools	394 Life Skills for Student Parents	397 Advanced Placement Incentives	402 Texas Fitness Now Grant
REVENUES:				
Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
State Program Revenues	-	77,920	9,705	39,719
Federal Program Revenues	-	-	-	-
Total Revenues	-	77,920	9,705	39,719
EXPENDITURES:				
Current:				
Instruction	-	-	140	39,719
Instructional Resources and Media Services	-	-	-	-
Curriculum and Instructional Staff Development	-	-	9,565	-
Instructional Leadership	-	-	-	-
School Leadership	-	-	-	-
Guidance, Counseling and Evaluation Services	-	-	-	-
Social Work Services	-	-	-	-
Health Services	-	-	-	-
Food Services	-	-	-	-
Extracurricular Activities	-	-	-	-
General Administration	-	-	-	-
Facilities Maintenance and Operations	-	-	-	-
Community Services	-	77,920	-	-
Total Expenditures	-	77,920	9,705	39,719
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	-	-
Transfers Out (Use)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balance	-	-	-	-
Fund Balance - September 1 (Beginning)	-	-	-	-
Fund Balance - August 31 (Ending)	\$ -	\$ -	\$ -	\$ -

404 Student Success Initiative	409 Early College High School Grant	411 Technology Allotment	426 TX Bess Grant	429 Read to Succeed	435 SSA Regional Day School - Deaf	461 Campus Activity Funds	482 PEP Childcare Program
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,375,589	\$ 1,083,306	\$ 209,992
182,066	191,111	576,812	-	102,907	1,135,097	-	-
-	-	-	-	-	-	-	-
<u>182,066</u>	<u>191,111</u>	<u>576,812</u>	<u>-</u>	<u>102,907</u>	<u>2,510,686</u>	<u>1,083,306</u>	<u>209,992</u>
182,066	(2,320)	220,025	-	47,485	2,350,307	-	-
-	-	-	-	32	-	-	-
-	214	218,827	-	55,390	1,366	-	-
-	-	142,023	-	-	-	-	-
-	108,590	-	-	-	-	-	-
-	84,627	-	-	-	159,013	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	1,020,799	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	162,930
<u>182,066</u>	<u>191,111</u>	<u>580,875</u>	<u>-</u>	<u>102,907</u>	<u>2,510,686</u>	<u>1,020,799</u>	<u>162,930</u>
-	-	(4,063)	-	-	-	62,507	47,062
-	-	77,500	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	77,500	-	-	-	-	-
-	-	73,437	-	-	-	62,507	47,062
-	-	249,259	-	-	-	1,084,451	33,050
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 322,696</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,146,958</u>	<u>\$ 80,112</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2011

	484 ExxonMobil Math Program	486 Chevron Philips Math Night	487 AVID Program	488 Local Funded Special Revenue Fund
REVENUES:				
Total Local and Intermediate Sources	\$ 3,639	\$ -	\$ 16,675	\$ 300,000
State Program Revenues	-	-	-	-
Federal Program Revenues	-	-	-	-
Total Revenues	3,639	-	16,675	300,000
EXPENDITURES:				
Current:				
Instruction	3,300	-	5,325	-
Instructional Resources and Media Services	-	-	-	-
Curriculum and Instructional Staff Development	-	-	-	-
Instructional Leadership	-	-	-	-
School Leadership	339	-	-	-
Guidance, Counseling and Evaluation Services	-	-	-	-
Social Work Services	-	-	-	-
Health Services	-	-	-	-
Food Services	-	-	-	-
Extracurricular Activities	-	-	11,350	-
General Administration	-	-	-	-
Facilities Maintenance and Operations	-	-	-	-
Community Services	-	-	-	-
Total Expenditures	3,639	-	16,675	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	300,000
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	-	-
Transfers Out (Use)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balance	-	-	-	300,000
Fund Balance - September 1 (Beginning)	-	-	-	-
Fund Balance - August 31 (Ending)	\$ -	\$ -	\$ -	\$ 300,000

490 Houston Endowment Inc.	491 Instructional Excellence Grant	492 ExxonMobil Science Program	493 Houston A+ Challenge	495 Drop-Out Prevention Program	496 Getting Attitudes Positive	Total Nonmajor Governmental Funds
\$ 86,115	\$ -	\$ 38,001	\$ -	\$ -	\$ 149,110	\$ 6,450,685
-	-	-	-	-	1,688	2,764,812
-	-	-	-	-	-	27,673,204
<u>86,115</u>	<u>-</u>	<u>38,001</u>	<u>-</u>	<u>-</u>	<u>150,798</u>	<u>36,888,701</u>
6,173	-	20,398	-	-	-	13,456,703
-	-	-	-	-	-	8,513
20,638	-	9,116	-	-	-	827,690
57,003	-	-	-	-	-	424,924
-	-	-	-	-	-	109,075
-	-	-	-	-	-	856,478
-	-	-	-	197,323	149,110	460,535
-	-	-	-	-	-	6,512
-	-	-	-	-	-	12,016,360
-	-	-	-	-	-	1,032,149
-	-	-	-	-	-	88,315
-	-	-	-	-	-	5,743,859
2,301	-	-	-	-	-	1,585,439
<u>86,115</u>	<u>-</u>	<u>29,514</u>	<u>-</u>	<u>197,323</u>	<u>149,110</u>	<u>36,616,552</u>
-	-	8,487	-	(197,323)	1,688	272,149
-	-	-	-	197,323	-	274,823
-	-	-	-	-	-	(3,337,859)
-	-	-	-	197,323	-	(3,063,036)
-	-	8,487	-	-	1,688	(2,790,887)
-	-	111,572	-	-	-	5,884,230
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 120,059</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,688</u>	<u>\$ 3,093,343</u>



Proprietary Funds

Internal Service Fund – District Print Shop

The District's printing services are accounted for in the internal service fund using a cost reimbursement basis. The District's printing services include, but are not limited to, photocopying materials, supplies, and services.

Internal Service Fund – Health Insurance

The District's self-funded health insurance plan was accounted for in the internal service fund using a cost reimbursement basis. The plan was intended to be self-supporting to provide health insurance benefits for eligible employees. As of January 1, 2009, the District no longer participated in a self-funded insurance plan. Activity in the District's self-funded health insurance plan during fiscal year 2011 represents residual payments on previously filed claims and expenses.

Internal Service Fund – Workers' Compensation

The District's statutory workers' compensation obligations are accounted for in the internal service fund using a cost reimbursement basis. All funds within the District that expend resources for salaries and wages contribute a percentage to the workers' compensation program.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF NET ASSETS
 PROPRIETARY FUNDS
 AUGUST 31, 2011

	752 Internal Service Fund Print Shop	753 Internal Service Fund Insurance	773 Internal Service Fund Workers' Comp	Total Internal Service Funds
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ -	\$ 7,027,203	\$ -	\$ 7,027,203
Due from Other Funds	39,925	-	4,746,194	4,786,119
Other Receivables	-	7,673	-	7,673
Inventories	17,922	-	-	17,922
Total Assets	<u>57,847</u>	<u>7,034,876</u>	<u>4,746,194</u>	<u>11,838,917</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable	599	25,123	-	25,722
Accrued Wages Payable	763	-	-	763
Due to Other Funds	-	6,992,023	-	6,992,023
Accrued Expenses	-	-	1,462,854	1,462,854
Total Liabilities	<u>1,362</u>	<u>7,017,146</u>	<u>1,462,854</u>	<u>8,481,362</u>
NET ASSETS				
Unrestricted Net Assets	<u>56,485</u>	<u>17,730</u>	<u>3,283,340</u>	<u>3,357,555</u>
Total Net Assets	<u>\$ 56,485</u>	<u>\$ 17,730</u>	<u>\$ 3,283,340</u>	<u>\$ 3,357,555</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2011

	752 Internal Service Fund Print Shop	753 Internal Service Fund Insurance	773 Internal Service Fund Workers' Comp	Total Internal Service Funds
OPERATING REVENUES:				
Local and Intermediate Sources	\$ 228,460	\$ 27,073	\$ 1,193,065	\$ 1,448,598
Total Operating Revenues	<u>228,460</u>	<u>27,073</u>	<u>1,193,065</u>	<u>1,448,598</u>
OPERATING EXPENSES:				
Payroll Costs	68,343	-	601,816	670,159
Supplies and Materials	139,693	6,507	-	146,200
Other Operating Costs	-	7,277	-	7,277
Total Operating Expenses	<u>208,036</u>	<u>13,784</u>	<u>601,816</u>	<u>823,636</u>
Operating Income	<u>20,424</u>	<u>13,289</u>	<u>591,249</u>	<u>624,962</u>
NONOPERATING REVENUES (EXPENSES):				
Earnings from Temporary Deposits & Investments	-	14,929	-	14,929
Total Nonoperating Revenues (Expenses)	<u>-</u>	<u>14,929</u>	<u>-</u>	<u>14,929</u>
Income Before Transfers	20,424	28,218	591,249	639,891
Transfers Out	<u>-</u>	<u>(157,306)</u>	<u>-</u>	<u>(157,306)</u>
Change in Net Assets	20,424	(129,088)	591,249	482,585
Total Net Assets - September 1 (Beginning)	<u>36,061</u>	<u>146,818</u>	<u>2,692,091</u>	<u>2,874,970</u>
Total Net Assets - August 31 (Ending)	<u>\$ 56,485</u>	<u>\$ 17,730</u>	<u>\$ 3,283,340</u>	<u>\$ 3,357,555</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2011

	752 Internal Service Fund Print Shop	753 Internal Service Fund Insurance	773 Internal Service Fund Workers' Comp	Total Internal Service Funds
<u>Cash Flows from Operating Activities:</u>				
Cash Received from User Charges	\$ 188,535	\$ 22,872	\$ 1,193,063	\$ 1,404,470
Cash Payments for Insurance Claims	-	(7,242)	(674,586)	(681,828)
Cash Payments for Suppliers	(210,849)	-	-	(210,849)
Net Cash Provided by (Used for) Operating Activities	<u>(22,314)</u>	<u>15,630</u>	<u>518,477</u>	<u>511,793</u>
<u>Cash Flows from Non-Capital Financing Activities:</u>				
Advances from other funds, net	-	6,221,584	(4,746,193)	1,475,391
Operating Transfer Out	-	(157,306)	-	(157,306)
Net Cash Provided by (Used for) Non-Capital Financing Activities	<u>-</u>	<u>6,064,278</u>	<u>(4,746,193)</u>	<u>1,318,085</u>
<u>Cash Flows from Investing Activities:</u>				
Interest and Dividends on Investments	-	14,929	-	14,929
Net Increase (Decrease) in Cash and Cash Equivalents	(22,314)	6,094,837	(4,227,716)	1,844,807
Cash and Cash Equivalents at Beginning of Year	22,314	932,366	4,227,716	5,182,396
Cash and Cash Equivalents at End of Year	<u>\$ -</u>	<u>\$ 7,027,203</u>	<u>\$ -</u>	<u>\$ 7,027,203</u>
<u>Reconciliation of Operating Income to Net Cash Provided by (Used for) Operating Activities:</u>				
Operating Income:	\$ 20,424	\$ 13,289	\$ 591,249	\$ 624,962
Effect of Increases and Decreases in Current Assets and Liabilities:				
Increase in Receivables	-	(4,201)	-	(4,201)
Increase in Inventories	(3,607)	-	-	(3,607)
Decrease in Accounts Payable	31	6,542	(28,929)	(22,356)
Increase in Accrued Wages Payable	763	-	-	763
Decrease in Due from Other Funds	(39,925)	-	-	(39,925)
Decrease in Accrued Expenses	-	-	(43,843)	(43,843)
Net Cash Provided by (Used for) Operating Activities	<u>\$ (22,314)</u>	<u>\$ 15,630</u>	<u>\$ 518,477</u>	<u>\$ 511,793</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE YEAR ENDED AUGUST 31, 2011

	BALANCE SEPTEMBER 1 2010	ADDITIONS	DEDUCTIONS	BALANCE AUGUST 31 2011
STUDENT ACTIVITY ACCOUNT				
Assets:				
Cash and Temporary Investments	\$ 510,000	\$ -	\$ -	\$ 510,000
Other Receivables	20,293	-	4,165	16,128
Total Assets	<u>\$ 530,293</u>	<u>\$ -</u>	<u>\$ 4,165</u>	<u>\$ 526,128</u>
Liabilities:				
Accounts Payable	\$ 25,499	\$ 17,165	\$ -	\$ 42,664
Due to Other Funds	67,325	-	30,259	37,066
Due to Student Groups	437,469	8,929	-	446,398
Total Liabilities	<u>\$ 530,293</u>	<u>\$ 26,094</u>	<u>\$ 30,259</u>	<u>\$ 526,128</u>
TOTAL AGENCY FUNDS				
Assets:				
Cash and Temporary Investments	\$ 510,000	\$ -	\$ -	\$ 510,000
Other Receivables	20,293	-	4,165	16,128
Total Assets	<u>\$ 530,293</u>	<u>\$ -</u>	<u>\$ 4,165</u>	<u>\$ 526,128</u>
Liabilities:				
Accounts Payable	\$ 25,499	\$ 17,165	\$ -	\$ 42,664
Due to Other Funds	67,325	-	30,259	37,066
Due to Student Groups	437,469	8,929	-	446,398
Total Liabilities	<u>\$ 530,293</u>	<u>\$ 26,094</u>	<u>\$ 30,259</u>	<u>\$ 526,128</u>



COMPLIANCE SCHEDULES

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
FISCAL YEAR ENDED AUGUST 31, 2011

Last 10 Years Ended August 31	(1)	(2)	(3)
	Tax Rates		Assessed/Appraised Value for School Tax Purposes
	Maintenance	Debt Service	
2002 and prior years	Various	Various	\$ Various
2003	1.489600	0.204690	6,765,608,308
2004	1.500000	0.183710	6,735,677,343
2005	1.500000	0.183710	7,016,913,245
2006	1.500000	0.227500	7,508,776,945
2007	1.330000	0.265620	8,627,872,865
2008	1.000000	0.301960	8,532,304,585
2009	1.040000	0.242130	8,813,382,486
2010	1.040000	0.242130	8,363,261,562
2011 (School year under audit)	1.040000	0.262130	7,379,255,424
1000 TOTALS			

(10) Beginning Balance 9/1/2010	(20) Current Year's Total Levy	(31) Maintenance Collections	(32) Debt Service Collections	(40) Entire Year's Adjustments	(50) Ending Balance 8/31/2011
\$ 3,240,284	\$ -	\$ 66,779	\$ 8,736	\$ (410,518)	\$ 2,754,251
513,892	-	18,254	2,643	(90,953)	402,042
575,707	-	39,679	4,865	(47,374)	483,789
674,482	-	52,530	6,404	(47,149)	568,399
814,858	-	90,392	11,184	(47,523)	665,759
830,775	-	93,811	15,361	(25,160)	696,443
857,617	-	97,459	25,260	(16,362)	718,536
1,419,056	-	(17,167)	(7,113)	(458,480)	984,856
2,283,569	-	(673,074)	(175,510)	(1,719,682)	1,412,471
-	96,087,499	80,014,580	20,182,285	6,217,316	2,107,950
<u>\$ 11,210,240</u>	<u>\$ 96,087,499</u>	<u>\$ 79,783,243</u>	<u>\$ 20,074,115</u>	<u>\$ 3,354,115</u>	<u>\$ 10,794,496</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES FOR COMPUTATIONS OF INDIRECT COST FOR 2012-2013
GENERAL AND SPECIAL REVENUE FUNDS
AUGUST 31, 2011

FUNCTION 41 AND RELATED FUNCTION 53 - GENERAL ADMINISTRATION, 99 - APPRAISAL DISTRICT COST

Account Number	Account Name	1	2	3	4	5	6	7
		(702) School Board	(703) Tax Collections	(701) Supt's Office	(750) Indirect Cost	(720) Direct Cost	(other) Miscellaneous	Total
611X-6146	PAYROLL COSTS	\$ 64,646	\$ 358,956	\$ 308,868	\$ 3,829,024	\$ -	\$ -	\$ 4,561,494
6149	Leave for Separating Employees in Fn 41 & 53	-	-	-	80,145	-	-	80,145
6149	Leave - Separating Employees not in 41 & 53	-	-	-	-	-	-	-
6211	Legal Services	-	-	150,866	-	-	-	150,866
6212	Audit Services	-	-	-	97,000	-	-	97,000
6213	Tax Appraisal/Collection - Appraisal in Fn 99	-	932,167	-	-	-	-	932,167
621X	Other Professional Services	-	-	-	27,969	-	-	27,969
6220	Tuition and Transfer Payments	-	-	-	-	-	-	-
6230	Education Service Centers	-	-	-	-	-	-	-
6240	Contr. Maint. and Repair	-	-	-	-	333,651	-	333,651
6250	Utilities	-	-	-	-	-	-	-
6260	Rentals	-	-	-	122,591	-	-	122,591
6290	Miscellaneous Contr.	1,231	-	63,109	521,177	-	-	585,517
6320	Textbooks and Reading	-	-	1,444	1,065	-	-	2,509
6330	Testing Materials	-	-	-	-	-	-	-
63XX	Other Supplies Materials	17,804	-	15,891	406,142	-	-	439,837
6410	Travel, Subsistence, Stipends	12,060	-	3,321	47,228	-	-	62,609
6420	Ins. and Bonding Costs	-	-	-	1,680	-	-	1,680
6430	Election Costs	13,100	-	-	-	-	-	13,100
6490	Miscellaneous Operating	18,783	-	14,417	92,034	-	-	125,234
6500	Debt Service	-	-	-	-	-	-	-
6600	Capital Outlay	-	-	-	-	-	14,616	14,616
6000	TOTAL	\$ 127,624	\$ 1,291,123	\$ 557,916	\$ 5,226,055	\$ 333,651	\$ 14,616	\$ 7,550,985

Total expenditures/expenses for General and Special Revenue Funds: (9) \$ 201,898,277

LESS: Deductions of Unallowable Costs

FISCAL YEAR

Total Capital Outlay (6600)	(10)	\$ 5,866,465
Total Debt & Lease(6500)	(11)	-
Plant Maintenance (Function 51, 6100-6400)	(12)	22,107,674
Food (Function 35, 6341 and 6499)	(13)	6,243,885
Stipends (6413)	(14)	-
Column 4 (above) - Total Indirect Cost		5,226,055

SubTotal:

39,444,079

Net Allowed Direct Cost

\$ 162,454,198

CUMULATIVE

Total Cost of Buildings before Depreciation (1520)	(15)	\$ 476,488,452
Historical Cost of Building over 50 years old	(16)	\$ -
Amount of Federal Money in Building Cost (Net of #16)	(17)	\$ -
Total Cost of Furniture & Equipment before Depreciation (1530 & 1540)	(18)	\$ 27,545,492
Historical Cost of Furniture & Equipment over 16 years old	(19)	\$ -
Amount of Federal Money in Furniture & Equipment (Net of #19)	(20)	\$ 684,661

(8) NOTE A: \$1,064,757 in Function 53 expenditures are included in this report on administrative costs.

\$932,167 in Function 99 expenditures for appraisal district costs are included in this report on administrative costs.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CHILD NUTRITION PROGRAM
FOR THE YEAR ENDED AUGUST 31, 2011

	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
Total Local and Intermediate Sources	\$ 4,416,869	\$ 4,416,869	\$ 3,106,885	\$ (1,309,984)
State Program Revenues	249,420	260,920	246,769	(14,151)
Federal Program Revenues	7,598,063	7,598,063	8,521,853	923,790
Total Revenues	12,264,352	12,275,852	11,875,507	(400,345)
EXPENDITURES:				
Food Services	12,264,352	12,339,852	12,016,360	323,492
Facilities Maintenance and Operations	224,000	224,000	-	224,000
Total Expenditures	12,488,352	12,563,852	12,016,360	547,492
Net Change in Fund Balances	(224,000)	(288,000)	(140,853)	147,147
Fund Balance - September 1 (Beginning)	1,262,682	1,262,683	1,262,683	-
Fund Balance - August 31 (Ending)	\$ 1,038,682	\$ 974,683	\$ 1,121,830	\$ 147,147

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - DEBT SERVICE FUND
FOR THE YEAR ENDED AUGUST 31, 2011

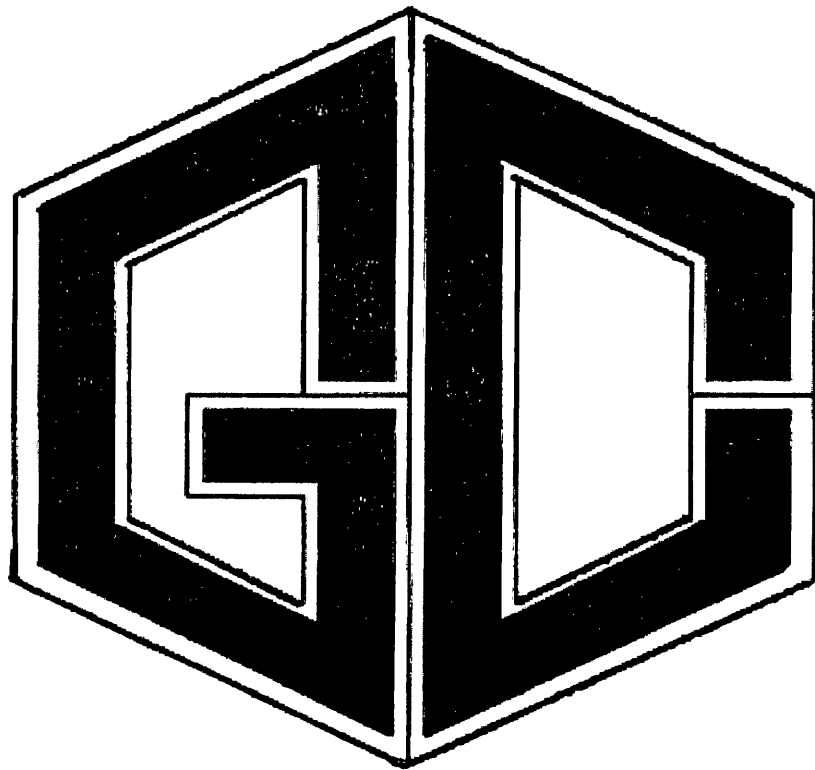
	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
Total Local and Intermediate Sources	\$ 23,955,000	\$ 20,355,000	\$ 21,388,718	\$ 1,033,718
Total Revenues	23,955,000	20,355,000	21,388,718	1,033,718
EXPENDITURES:				
Debt Service:				
Principal on Long Term Debt	12,052,500	12,052,500	10,860,000	1,192,500
Interest on Long Term Debt	14,777,000	14,777,000	14,760,242	16,758
Bond Issuance Cost and Fees	50,000	50,000	12,910	37,090
Total Expenditures	26,879,500	26,879,500	25,633,152	1,246,348
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,924,500)	(6,524,500)	(4,244,434)	2,280,066
OTHER FINANCING SOURCES (USES):				
Transfers In	2,924,500	9,424,500	6,500,000	(2,924,500)
Other (Uses)	-	(500,000)	(462,483)	37,517
Total Other Financing Sources (Uses)	2,924,500	8,924,500	6,037,517	(2,886,983)
Net Change in Fund Balances	-	2,400,000	1,793,083	(606,917)
Fund Balance - September 1 (Beginning)	11,416,815	11,416,815	11,416,815	-
Fund Balance - August 31 (Ending)	\$ 11,416,815	\$ 13,816,815	\$ 13,209,898	\$ (606,917)

Statistical Section

Goose Creek Consolidated Independent School District
Baytown, Texas



For the Fiscal Year Ended August 31, 2011



Statistical Section (Unaudited)

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

Financial Trends **page 92**

These schedules include trend information to assist the reader in following the District's financial performance and condition over a period of time.

Revenue Capacity **page 100**

These schedules contain information to help evaluate the District's most significant local revenue source, the property tax.

Debt Capacity **page 105**

These schedules present information to assess the District's current outstanding debt level. This information may also be useful in measuring the District's ability to issue additional debt.

Demographic and Economic Information **page 112**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Operating Information **page 115**

These schedules contain service and infrastructure data to aid in evaluating how the information in the District's comprehensive annual financial report relates to the services the District provides and the activities it performs.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NET ASSETS BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

Fiscal Year Ended August 31,	2002	2003	2004	2005
Governmental Activities:				
Invested in Capital Assets, Net of Related Debt	\$ 70,457,279	\$ 62,626,231	\$ 70,707,109	\$ 77,423,136
Restricted for Federal and State Programs	560,076	657,861	1,463,735	1,686,245
Restricted for Debt Service	4,284,199	4,660,907	5,040,847	5,547,406
Restricted for Capital Projects	24,471,366	13,190,967	4,877,262	1,591,065
Restricted for Campus Activities	-	-	-	-
Restricted for Other Purposes	-	-	-	-
Unrestricted Net Assets	<u>11,482,469</u>	<u>34,184,053</u>	<u>37,586,468</u>	<u>44,133,997</u>
Total Net Assets	<u>\$ 111,255,389</u>	<u>\$ 115,320,019</u>	<u>\$ 119,675,421</u>	<u>\$ 130,381,849</u>

Source of Information: Goose Creek Consolidated Independent School District's Financial Statements

	2006	2007	2008	2009	2010	2011
\$	77,913,026	\$ 96,245,296	\$ 86,323,324	\$ 79,955,505	\$ 74,454,021	\$ 68,207,444
	1,872,374	2,341,517	2,429,343	2,287,044	1,656,564	1,444,526
	7,581,958	9,244,765	11,177,265	12,061,453	11,376,054	13,144,470
	5,913,256	14,155,683	-	-	-	-
	-	-	695,259	979,820	1,084,451	1,146,958
	-	-	-	-	3,143,215	501,859
	49,418,265	42,660,731	57,952,738	63,298,628	63,357,137	83,004,421
\$	<u>142,698,879</u>	<u>\$ 164,647,992</u>	<u>\$ 158,577,929</u>	<u>\$ 158,582,450</u>	<u>\$ 155,071,442</u>	<u>\$ 167,449,678</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
CHANGES IN NET ASSETS
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

Fiscal Year Ended August 31,	2002	2003	2004	2005	2006
Governmental Activities Expenses:					
Instruction	\$ 71,904,213	\$ 80,495,293	\$ 80,177,907	\$ 83,497,576	\$ 91,014,357
Facilities Acquisition and Construction	2,454,359	654,815	2,158,703	1,167,709	2,467,645
Instructional Resources and Media Services	2,038,913	2,049,495	1,973,054	1,998,851	2,225,164
Curriculum and Staff Development	1,622,817	1,655,118	2,171,213	2,096,749	2,464,911
Instructional Leadership	2,531,064	2,619,318	2,264,063	2,493,783	2,760,728
School Leadership	6,774,627	7,413,386	7,769,557	8,170,274	8,458,796
Guidance, Counseling and Evaluation Services	5,175,622	5,547,295	5,609,766	5,699,537	6,040,698
Social Work Services	935,860	1,026,755	1,221,079	1,452,034	1,569,249
Health Services	1,016,429	1,097,365	1,154,843	1,219,890	1,297,163
Student (Pupil) Transportation	3,440,653	3,761,332	3,794,476	4,160,627	4,578,961
Food Services	6,590,341	7,550,625	7,559,900	8,367,789	8,697,947
Cocurricular/Extracurricular Activities	3,175,274	3,297,298	3,189,527	3,584,437	3,372,122
General Administration	4,899,220	5,481,972	5,243,188	5,464,038	5,687,757
Plant Maintenance and Operations	16,830,759	18,216,937	17,618,636	17,809,802	21,213,744
Security and Monitoring Services	954,522	1,017,067	848,328	883,076	1,085,818
Data Processing Services	1,574,441	2,669,683	1,722,455	1,629,677	1,967,227
Community Services	933,111	956,454	1,101,771	1,333,553	1,275,851
Debt Service - Interest on Long Term Debt	8,228,203	8,124,082	7,587,243	7,351,963	11,266,698
Debt Service - Bond Issuance Cost and Fees	-	-	-	-	-
Intergovernmental - Shared Service Arrangements	-	-	-	-	-
Intergovernmental - Juvenile Justice Alt Ed Prg	-	-	12,241	13,894	3,241
Intergovernmental - County Appraisal Districts	-	-	-	-	-
Total Governmental Activities Expenses	\$ 141,080,428	\$ 153,634,290	\$ 153,177,949	\$ 158,395,259	\$ 177,448,077
Governmental Activities Program Revenues:					
Charges for Services - Instruction	\$ 332,854	\$ 544,576	\$ 685,051	\$ 816,453	\$ 845,194
Charges for Services - Instructional Leadership	-	-	49,680	66,444	77,151
Charges for Services - School Leadership	-	15,259	12,578	12,036	9,493
Charges for Services - Guidance, Counseling and Evaluation Services	-	-	16,272	20,739	30,032
Charges for Services - Student (Pupil) Transportation	146,985	98,466	114,022	84,381	62,805
Charges for Services - Food Services	2,465,373	2,460,015	2,587,612	2,638,536	2,784,555
Charges for Services - Extracurricular Activities	944,320	757,476	649,510	649,002	187,638
Charges for Services - General Administration	-	157,100	-	291,715	168,281
Charges for Services - Plant Maintenance and Operations	111,648	97,180	74,552	80,899	69,593
Charges for Services - Data Processing Services	-	-	-	-	-
Charges for Services - Community Services	-	144,964	125,777	144,429	151,885
Operating Grants and Contributions	18,919,280	23,428,955	22,877,022	25,044,534	29,869,558
Total Governmental Activities Program Revenues	22,920,460	27,703,991	27,192,076	29,849,168	34,256,185
Total Governmental Activities Net Expenses	\$ (118,159,968)	\$ (125,930,299)	\$ (125,985,873)	\$ (128,546,091)	\$ (143,191,892)
Governmental Activities General Revenues and Other Changes in Net Assets:					
Property Taxes - General	99,660,158	102,180,834	102,750,036	107,276,830	113,259,667
Property Taxes - Debt Service	14,359,913	14,044,290	12,668,527	13,204,289	17,230,558
State Aid - Formula Grants	8,372,942	10,887,406	11,582,134	12,888,193	11,873,462
Grants and Contributions not Restricted	699,522	737,126	477,369	474,741	1,655,319
Investment Earnings	2,254,751	1,121,456	785,059	2,315,418	7,936,325
Miscellaneous	3,058,551	1,946,975	2,135,003	3,093,048	3,553,587
Special Item:					
Gain (loss) on Disposition of Capital Assets	1,083,973	(923,157)	(56,854)	-	-
Total Governmental Activities General Revenues and Other Changes in Net Assets	\$ 129,489,810	\$ 129,994,930	\$ 130,341,274	\$ 139,252,519	\$ 155,508,918
Changes in Net Assets	\$ 11,329,842	\$ 4,064,631	\$ 4,355,401	\$ 10,706,428	\$ 12,317,026

Source of Information: Goose Creek Consolidated Independent School District's Financial Statements

	2007	2008	2009	2010	2011
\$	95,065,297	\$ 110,121,461	\$ 113,590,565	\$ 120,182,389	\$ 119,150,241
	5,100,836	6,171,671	729,185	-	-
	2,268,931	2,508,398	2,548,650	2,803,948	2,330,545
	2,503,966	2,819,730	2,558,346	2,863,752	2,441,088
	2,834,236	3,276,102	4,858,913	3,473,690	3,380,904
	8,743,692	10,576,520	11,221,000	11,809,372	11,366,458
	5,000,160	6,322,310	6,694,847	7,066,868	6,882,313
	1,624,792	1,518,986	1,294,189	1,237,309	1,083,403
	1,306,277	1,565,918	1,618,504	1,734,571	1,708,388
	4,989,255	6,119,006	5,774,167	6,773,261	6,785,717
	9,444,275	10,429,483	10,828,376	11,419,538	12,868,101
	3,500,807	3,802,916	4,714,827	5,272,188	4,940,612
	5,876,011	6,723,930	5,887,902	6,312,786	6,970,645
	23,058,584	26,892,771	27,100,297	28,022,912	23,814,240
	1,138,839	1,347,928	1,358,817	1,548,343	1,543,394
	1,856,997	2,135,838	2,114,207	2,212,660	2,115,301
	1,311,456	1,324,037	1,402,576	1,513,932	1,740,979
	15,657,124	17,587,872	14,563,383	15,234,934	15,065,337
	26,522	-	33,249	-	12,910
	-	195,600	324,004	317,955	166,708
	5,087	22,340	8,779	4,506	13,355
	-	-	1,037,957	1,006,628	-
\$	<u>191,313,144</u>	<u>\$ 221,462,817</u>	<u>\$ 220,262,740</u>	<u>\$ 230,811,542</u>	<u>\$ 224,380,639</u>
\$	906,608	\$ 1,321,782	\$ 1,390,298	\$ 1,475,167	\$ 1,566,228
	59,935	40,810	88,132	45,105	-
	-	-	-	-	-
	135,169	40,810	44,066	90,209	-
	91,247	-	63,177	152,160	120,707
	3,129,619	3,361,950	3,302,714	3,432,050	3,094,851
	235,932	205,216	226,140	250,113	1,515,241
	209,299	225,552	211,979	211,042	-
	858,658	396,873	428,278	547,142	52,801
	73,255	-	-	-	-
	-	162,964	185,123	199,870	-
	27,076,734	28,981,161	31,496,481	38,527,389	39,740,211
	32,776,456	34,737,118	37,436,388	44,930,247	46,090,039
\$	<u>(158,536,688)</u>	<u>\$ (186,725,699)</u>	<u>\$ (182,826,352)</u>	<u>\$ (185,881,295)</u>	<u>\$ (178,290,600)</u>
	115,373,738	88,985,560	97,749,888	90,820,085	80,662,393
	22,753,694	26,920,116	22,706,494	21,111,355	20,365,552
	24,559,511	50,013,133	51,200,913	62,822,847	82,076,154
	607,548	726,072	1,542,580	1,530,490	2,365,003
	12,583,388	8,763,643	3,642,065	1,124,782	815,806
	4,607,922	4,865,551	5,951,310	4,960,728	4,383,928
	-	381,561	37,623	-	-
\$	<u>180,485,801</u>	<u>\$ 180,655,636</u>	<u>\$ 182,830,873</u>	<u>\$ 182,370,287</u>	<u>\$ 190,668,836</u>
\$	<u>21,949,113</u>	<u>\$ (6,070,063)</u>	<u>\$ 4,521</u>	<u>\$ (3,511,008)</u>	<u>\$ 12,378,236</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (modified accrual basis of accounting)
 (Unaudited)

Fiscal Year Ended August 31,	2002	2003	2004	2005
General Fund:				
Nonspendable	\$ 1,207,956	\$ 1,327,948	\$ 1,074,631	\$ 948,670
Committed	-	-	-	-
Assigned	1,775,468	1,493,287	1,050,669	931,293
Unassigned	<u>33,857,270</u>	<u>36,142,121</u>	<u>36,483,752</u>	<u>45,890,010</u>
Total General Fund	<u>\$ 36,840,694</u>	<u>\$ 38,963,356</u>	<u>\$ 38,609,052</u>	<u>\$ 47,769,973</u>
All Other Governmental Funds:				
Debt Service Fund:				
Restricted	<u>\$ 4,284,199</u>	<u>\$ 4,660,907</u>	<u>\$ 5,040,847</u>	<u>\$ 5,547,406</u>
Total Debt Service Fund	<u>\$ 4,284,199</u>	<u>\$ 4,660,907</u>	<u>\$ 5,040,847</u>	<u>\$ 5,547,406</u>
Capital Projects Funds				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Assigned	-	-	-	-
Restricted	<u>25,014,748</u>	<u>13,190,967</u>	<u>4,877,262</u>	<u>52,462,012</u>
Total Capital Projects Funds	<u>\$ 25,014,748</u>	<u>\$ 13,190,967</u>	<u>\$ 4,877,262</u>	<u>\$ 52,462,012</u>
Special Revenue Funds				
Nonspendable	\$ -	\$ 82,548	\$ 19,946	\$ -
Restricted	633,063	757,442	812,461	1,114,493
Committed	<u>636,981</u>	<u>684,630</u>	<u>631,330</u>	<u>571,752</u>
Total Special Revenue Funds	<u>\$ 1,270,044</u>	<u>\$ 1,524,620</u>	<u>\$ 1,463,737</u>	<u>\$ 1,686,245</u>
Total All Other Governmental Funds	<u>\$ 30,568,991</u>	<u>\$ 19,376,494</u>	<u>\$ 11,381,846</u>	<u>\$ 59,695,663</u>

Source of Information: Goose Creek Consolidated Independent School District's Financial Statements
 This statement was updated August 31, 2011 to accommodate the changes in Fund Balance classification per GASB 54.
 Fiscal years 2002-2010 were restated.
 Changes in Fund Balances are explained in Management Discussion and Analysis section of this CAFR.

	2006	2007	2008	2009	2010	2011
\$	615,473	\$ 706,393	\$ 492,590	\$ 432,498	\$ 458,669	\$ 391,744
	11,000,000	21,500,000	11,500,000	11,500,000	5,500,000	10,500,000
	1,597,550	2,860,979	2,381,982	8,932,480	21,511,356	543,799
	42,874,423	50,795,209	54,509,908	43,742,066	33,075,340	65,990,802
\$	<u>56,087,446</u>	<u>\$ 75,862,581</u>	<u>\$ 68,884,480</u>	<u>\$ 64,607,044</u>	<u>\$ 60,545,365</u>	<u>\$ 77,426,345</u>
\$	<u>7,581,958</u>	<u>\$ 9,244,765</u>	<u>\$ 11,177,265</u>	<u>\$ 12,061,453</u>	<u>\$ 11,416,815</u>	<u>\$ 13,209,898</u>
\$	<u>7,581,958</u>	<u>\$ 9,244,765</u>	<u>\$ 11,177,265</u>	<u>\$ 12,061,453</u>	<u>\$ 11,416,815</u>	<u>\$ 13,209,898</u>
\$	1,558,595	\$ 1,749,072	\$ 895,778	\$ 154,534	\$ -	\$ -
	-	-	-	10,012,500	-	-
	152,181,570	127,830,407	58,774,409	23,131,293	22,051,196	14,741,785
\$	<u>153,740,165</u>	<u>\$ 129,579,479</u>	<u>\$ 59,670,187</u>	<u>\$ 33,298,327</u>	<u>\$ 22,051,196</u>	<u>\$ 14,741,785</u>
\$	-	\$ -	\$ -	\$ -	\$ 277,123	\$ 217,458
	1,252,362	1,779,657	2,429,343	5,287,044	4,522,656	1,728,927
	620,012	561,860	695,259	979,820	1,084,451	1,146,958
\$	<u>1,872,374</u>	<u>\$ 2,341,517</u>	<u>\$ 3,124,602</u>	<u>\$ 6,266,864</u>	<u>\$ 5,884,230</u>	<u>\$ 3,093,343</u>
\$	<u>163,194,497</u>	<u>\$ 141,165,761</u>	<u>\$ 73,972,054</u>	<u>\$ 51,626,644</u>	<u>\$ 39,352,241</u>	<u>\$ 31,045,026</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (modified accrual basis of accounting)
 (Unaudited)

For the Fiscal Year Ended August 31,	2002	2003	2004	2005	2006
Revenues:					
Local:					
Property Tax	\$ 112,761,057	\$ 115,037,056	\$ 114,405,998	\$ 119,620,627	\$ 128,804,398
Other	10,607,318	8,594,420	8,783,771	11,320,840	16,681,391
Total Local Revenue	123,368,375	123,631,476	123,189,769	130,941,467	145,485,789
State Revenue	15,807,412	21,327,261	19,967,995	21,324,881	21,221,561
Federal Revenue	12,046,744	13,481,092	14,675,259	17,130,594	22,118,729
Total Revenues	151,222,531	158,439,829	157,833,023	169,396,942	188,826,079
Expenditures By Function:					
Instruction	69,038,051	76,534,920	76,404,946	79,399,622	86,077,644
Instructional Resources and Media Services	1,944,236	1,933,127	1,857,006	1,880,380	2,037,909
Curriculum and Instructional Staff Development	1,569,834	1,593,610	2,099,160	2,021,804	2,371,284
Instructional Leadership	2,446,536	2,516,944	2,159,260	2,390,130	2,573,473
School Leadership	6,447,360	6,994,433	7,310,200	7,689,106	7,897,030
Guidance and Counseling Service	4,957,553	5,273,040	5,305,839	5,392,120	5,666,188
Attendance and Social Work Service	913,967	1,004,452	1,195,526	1,425,325	1,569,249
Health Service	967,251	1,035,417	1,086,833	1,147,535	1,203,536
Student Transportation	4,185,851	4,209,761	3,570,640	4,177,923	4,298,079
Food Services	6,617,436	7,543,282	7,550,442	8,389,569	8,697,947
Cocurricular Activities	3,050,976	3,137,604	3,031,071	3,399,173	3,192,692
General Administration	4,672,324	5,170,177	4,935,868	5,143,144	5,410,794
Plant Maintenance And Operations	16,397,094	17,662,079	16,857,759	17,421,546	20,210,190
Security and Monitoring Services	926,925	978,202	798,186	849,336	1,031,841
Data Processing Services	1,756,619	2,600,907	1,636,958	2,071,542	2,049,972
Community Service	931,363	954,052	1,101,394	1,333,180	1,275,851
Debt Service - Principal on Long Term Debt	6,243,367	7,106,586	12,327,020	6,070,685	5,095,000
Debt Service - Interest on Long Term Debt	8,780,396	7,650,557	6,550,314	7,065,322	10,955,355
Debt Service - Bond Issuance Cost and Fees	-	407,073	418	853,057	1,189,116
Facilities Acquisition and Construction	49,713,248	13,013,013	10,065,469	14,464,769	24,381,625
Intergovernmental Charges	-	-	11,511	13,062	3,241
Total Expenditures	191,560,386	167,319,236	165,855,820	172,598,330	197,188,016
Excess (Deficiency) of Revenues Over (Under) Expenditures	(40,337,855)	(8,879,407)	(8,022,797)	(3,201,388)	(8,361,937)
Other Financing Sources (Uses):					
Refunding Bonds Issued	17,517,576	26,673,680	-	31,425,000	19,715,000
Bonds Issued	15,930,000	-	-	60,000,000	115,620,000
Proceeds from Capital Leases	222,051	-	-	-	-
Proceeds from Loan	-	-	-	-	-
Sale of Real and Personal Property	-	21,665	52,000	77,857	52,161
Transfers In	2,176,850	1,626,209	7,781,113	383,301	365,340
Premium/Discount on Issuance of Bonds	251,141	1,463,970	-	4,036,912	5,303,943
Prepaid Interest	-	-	-	-	411,900
Transfers Out	(2,176,850)	(1,626,209)	(7,870,639)	(400,726)	(365,340)
Payment to Bond Refunding Escrow Agent	(16,621,516)	(27,698,756)	-	(34,601,490)	(20,924,760)
Other Uses	(74,905)	(111,384)	(288,631)	(244,727)	-
Total Other Financing Sources (Uses)	17,224,347	349,175	(326,157)	60,676,127	120,178,244
Special Item - Sale of Real Property	-	-	-	-	-
Net Change in Fund Balances	\$ (23,113,508)	\$ (8,530,232)	\$ (8,348,954)	\$ 57,474,739	\$ 111,816,307
Debt Service as a percentage of NonCapital Expenditures	10.56%	9.88%	12.00%	8.89%	9.92%

This table includes all governmental fund types of the Goose Creek Consolidated Independent School District.
 Expenditure classifications are in accordance with those prescribed by the Texas Education Agency.

Source of Information: Goose Creek Consolidated Independent School District's Financial Statements

	2007	2008	2009	2010	2011
\$	137,029,670	\$ 116,446,720	\$ 119,096,988	\$110,808,234	\$ 99,857,358
	<u>25,712,801</u>	<u>21,212,536</u>	<u>16,197,017</u>	<u>14,359,890</u>	<u>17,670,089</u>
	162,742,471	137,659,256	135,294,005	125,168,124	117,527,447
	34,724,002	61,005,773	62,807,640	72,920,041	91,014,162
	<u>17,462,191</u>	<u>18,685,490</u>	<u>21,426,639</u>	<u>29,960,685</u>	<u>30,699,593</u>
	<u>214,928,664</u>	<u>217,350,519</u>	<u>219,528,284</u>	<u>228,048,850</u>	<u>239,241,202</u>
	88,463,419	97,216,978	104,544,789	110,973,691	111,679,795
	2,182,094	2,209,757	2,364,191	2,556,079	2,231,061
	2,377,460	2,587,087	2,428,312	2,694,606	2,275,454
	2,641,585	2,897,931	3,199,037	3,196,572	3,151,501
	8,041,012	9,191,572	10,352,578	10,705,244	10,595,214
	4,649,060	5,593,492	6,227,209	6,557,904	6,415,330
	1,581,410	1,457,020	1,248,678	1,167,778	1,009,891
	1,198,959	1,354,761	1,493,244	1,571,776	1,592,469
	4,598,414	5,482,629	5,562,601	6,137,460	8,084,940
	9,539,103	10,429,483	10,895,279	11,419,538	12,016,360
	3,297,300	3,485,232	4,577,368	4,887,617	4,613,791
	5,417,826	5,841,823	5,498,949	5,736,959	5,642,376
	22,221,406	26,195,723	25,219,413	26,017,983	23,417,411
	1,061,847	1,269,871	1,290,214	1,504,718	1,461,973
	1,759,137	2,164,273	2,766,856	2,030,098	1,971,772
	1,311,062	1,322,881	1,402,126	1,513,263	1,622,849
	7,040,000	6,398,541	6,470,797	6,735,662	10,860,000
	15,482,019	19,651,105	18,448,585	18,588,211	14,760,242
	497,475	258,025	33,249	1,240,971	12,910
	96,940,788	82,591,545	29,544,538	17,869,692	3,846,136
	<u>5,087</u>	<u>217,940</u>	<u>1,370,740</u>	<u>1,329,089</u>	<u>1,112,230</u>
	<u>280,306,463</u>	<u>287,817,669</u>	<u>244,938,753</u>	<u>244,434,911</u>	<u>228,373,705</u>
	(65,377,799)	(70,467,150)	(25,410,469)	(16,386,061)	10,867,497
	-	13,290,000	-	-	-
	62,440,000	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	50,210	16,700	-	-	-
	1,150,481	6,455,360	6,362,027	5,529,349	10,269,988
	559,992	648,615	-	-	-
	73,996	6,567	-	-	-
	(1,150,481)	(9,198,516)	(7,612,027)	(4,758,911)	(10,112,682)
	-	(13,750,746)	-	-	-
	-	(1,703,315)	-	(735,959)	(2,451,038)
	<u>63,124,198</u>	<u>(4,235,335)</u>	<u>(1,250,000)</u>	<u>34,479</u>	<u>(2,293,732)</u>
	-	530,677	37,623	15,500	-
\$	<u>(2,253,601)</u>	<u>\$ (74,171,808)</u>	<u>\$ (26,622,846)</u>	<u>\$ (16,336,082)</u>	<u>\$ 8,573,765</u>
	12.32%	12.69%	11.72%	11.78%	11.60%

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX RATES PER \$100 OF ASSESSED VALUE
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(Unaudited)

Taxing Entity	Tax Year			
	2002	2003	2004	2005
Baytown, City of	\$ 0.73703	\$ 0.73703	\$ 0.73703	\$ 0.73703
Cedar Bayou Park UD	0.19500	0.19500	0.19500	0.17500
Chambers County	0.49501	0.47995	0.48080	0.46687
Chambers County ID #1	0.00000	0.00000	0.19000	0.19000
Chambers County MUD #1	0.82000	0.82000	0.82000	0.82000
Goose Creek CISD	1.69429	1.68371	1.68371	1.72750
Harris Co. WCID #1	0.25000	0.32000	0.30000	0.28500
Harris Co.FWSD #1A	0.50000	0.50000	0.50000	0.50000
Harris Co.FWSD #27	0.35000	0.35000	0.62000	0.65500
Harris County	0.38814	0.38803	0.39986	0.39986
Harris County Hospital District	0.19021	0.19021	0.19021	0.19216
Harris County Education Dist.	0.00629	0.00629	0.00629	0.00630
Harris County Flood Control Dist.	0.04174	0.04174	0.03318	0.03322
Lake MUD	0.71000	0.68000	0.67000	0.67000
Lee College District	0.20841	0.20841	0.20841	0.20680
Port of Houston Authority	0.01989	0.02000	0.01673	0.01474
Spring Meadows MUD	1.25000	1.25000	1.25000	1.25000
	<u>\$ 7.85601</u>	<u>\$ 7.87037</u>	<u>\$ 8.30122</u>	<u>\$ 8.32948</u>

Source of Information: Harris and Chambers County Appraisal Districts

Tax Year						
	2006	2007	2008	2009	2010	2011
\$	0.73703	\$ 0.73703	\$ 0.78703	\$ 0.78703	\$ 0.78703	\$ 0.78703
	0.17500	0.17500	0.10000	0.10000	0.10000	0.10000
	0.49679	0.49679	0.49679	0.49679	0.49679	0.49679
	0.19000	0.19000	0.42000	0.60000	0.62000	0.62000
	0.82000	0.80500	0.80500	0.80500	0.80500	0.94000
	1.59562	1.30196	1.28213	1.28213	1.30213	1.30213
	0.28000	0.28000	0.25000	0.25000	0.25000	0.25000
	0.50000	0.50000	0.50000	0.50000	0.55000	0.55000
	0.65500	0.63000	0.62000	0.62000	0.67500	0.67500
	0.40239	0.39239	0.38923	0.39224	0.38805	0.38805
	0.19216	0.19216	0.19216	0.19216	0.19216	0.19216
	0.00600	0.00585	0.00605	0.00605	0.00658	0.00658
	0.03241	0.03106	0.03086	0.02922	0.02923	0.02923
	0.67000	0.67000	0.67000	0.67000	0.67000	0.67000
	0.20200	0.20678	0.20588	0.22120	0.25200	0.25200
	0.01302	0.01437	0.01773	0.01636	0.20540	0.20540
	<u>1.25000</u>	<u>1.25000</u>	<u>1.23000</u>	<u>1.23000</u>	<u>1.21000</u>	<u>1.21000</u>
\$	<u>8.21742</u>	<u>\$ 7.87839</u>	<u>\$ 8.00286</u>	<u>\$ 8.19818</u>	<u>\$ 8.53937</u>	<u>\$ 8.67437</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 (Unaudited)

Year		Actual Value			Less: Exemptions	Total Assessed Value*	Maintenance & Operations Tax Rate	Debt Service Tax Rate	Total Direct Tax Rate (2)	Assessed Value Per Capita (3)
Tax Roll Levy	Fiscal Ended 8/31:	Real Property Value (1)	Personal Property Value (1)							
2001	2002	6,903,448,607	636,430,129	911,601,613	6,628,277,123	1.4896	0.2147	1.7043	73,930	
2002	2003	7,184,673,368	637,952,918	1,007,713,083	6,814,913,203	1.4896	0.2047	1.6943	75,634	
2003	2004	7,176,049,487	664,383,336	1,046,776,579	6,793,656,244	1.5000	0.1837	1.6837	75,023	
2004	2005	7,420,376,158	669,510,693	957,683,621	7,132,203,230	1.5000	0.1837	1.6837	78,369	
2005	2006	7,793,016,349	803,533,702	1,012,657,026	7,583,893,025	1.5000	0.2275	1.7275	82,918	
2006	2007	8,847,629,781	861,610,074	1,188,810,429	8,520,429,426	1.3300	0.2656	1.5956	92,694	
2007	2008	9,977,982,381	1,152,172,749	2,166,282,123	8,963,873,007	1.0000	0.3020	1.3020	97,033	
2008	2009	10,052,310,137	1,345,488,446	2,323,726,668	9,074,071,915	1.0400	0.2421	1.2821	97,737	
2009	2010	9,616,603,691	1,256,531,033	2,053,550,562	8,819,584,162	1.0400	0.2421	1.2821	94,524	
2010	2011	8,570,541,301	1,571,145,165	2,189,723,734	7,951,962,732	1.0400	0.2621	1.3021	80,264	

(1) The value is the appraised value at original certification but fluctuates due to property owner protests and preliminary values at the time of certification.

(2) Tax rates are per \$100 of assessed value

(3) See *Demographic* Schedule for population detail

* Source: Harris County (Texas) and Chambers County (Texas) Appraisal Districts annually provide the District's Tax Office with appraised values for properties within the District's taxing authority. Appraised value equals actual value. Actual value less exemptions equals taxable value. Taxable value times the tax rate set by the District's Board of Trustees each fall equals the tax levy. The term "assessed value" means taxable value.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAXPAYERS
 CURRENT YEAR AND NINE YEARS AGO
 (Unaudited)

Taxpayer	Type Of Property	Tax Year 2010 Assessed Value (1)	Rank	Percent of Total Value	Tax Year 2002 Assessed Value (1)	Rank	Percent of Total Value
ExxonMobil	Oil Refining, Storage, & Chemical Plant	\$ 2,027,005,454	1	25.49%	\$ 2,537,105,715	1	37.23%
Bayer Material Science	Chemical Plant	990,727,700	2	12.46%	1,206,917,330	2	17.71%
Chevron Chemical	Petro Chemical Plant	396,529,949	3	4.99%	413,603,720	3	6.07%
NRG Texas Power LLC	Generation, Electric Power	195,682,400	4	2.46%	-		0.00%
Wal-Mart Stores, Inc.	Retail	142,432,552	5	2.62%	-		0.00%
Baytown Energy Center LP	Oil & Gas Production	97,840,940	6	1.23%	-		0.00%
First Chemical Texas LLP	Chemical Plant	69,100,500	7	0.79%	37,846,090	8	0.56%
Air Products	Hydrogen Production	65,042,010	8	0.82%			0.00%
Center Point Energy (formerly Houston Lighting & Power Co.)	Electric Utility	65,934,861	9	0.83%	67,167,290	5	0.99%
Home Depot	Retail	56,854,685	10	0.79%	-		0.00%
Calpine Energy Group	Oil & Gas Production	-		0.00%	261,759,390	4	3.84%
Reliant Energy	Electric Utility	-		0.00%	56,501,700	6	0.83%
Eldorado Nitrogen	Chemical Plant	-		0.00%	47,573,250	7	0.70%
Texas Brine Corporation	Chemical Plant	-		0.00%	34,859,820	9	0.51%
Verizon Southwest	Communications	-		0.00%	29,731,660	10	0.44%
Totals		<u>\$ 4,107,151,051</u>		52.47%	<u>\$ 4,693,065,965</u>		68.86%
Total Assessed Value Goose Creek CISD (1)		<u>\$ 7,951,962,732</u>			<u>\$ 6,814,913,203</u>		

(1) See Assessed Value and Actual Value of Taxable Property Schedule
 Source of Information: District Tax Office

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)

Tax Roll and Levy Year	Fiscal Year Ended August 31,	Adjusted Tax Levy for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Net Tax Levy		Amount	Percent of Total Tax Collections to Net Tax Levy
2001	2002	\$ 112,965,727	\$ 110,833,002	98.11%	\$ 1,776,776	\$ 112,609,778	99.68%
2002	2003	115,464,371	113,255,610	98.09%	1,806,719	115,062,329	99.65%
2003	2004	114,385,470	112,278,698	98.16%	1,622,983	113,901,681	99.58%
2004	2005	120,085,619	117,831,391	98.12%	1,685,829	119,517,220	99.53%
2005	2006	131,011,752	127,060,727	96.98%	3,285,266	130,345,993	99.49%
2006	2007	135,953,676	133,555,293	98.24%	1,701,940	135,257,233	99.49%
2007	2008	116,706,041	114,312,947	97.95%	1,674,558	115,987,505	99.38%
2008	2009	119,588,025	117,154,457	97.97%	1,448,712	118,603,169	99.18%
2009	2010	111,630,204	109,346,635	97.95%	871,098	110,217,733	98.73%
2010	2011	102,304,814	100,196,865	97.94%	-	100,196,865	97.94%

Source of Information: Schedule of Delinquent Taxes Receivable,
General Ledger

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year Ended August 31,	General Obligation Debt (2)	Capital Leases	Loans	Total	Taxable Assessed Value (1)	Ratio of Total Debt to Taxable Assessed Value (1)	Student Average Daily Attendance (3)	Population	Total Debt Per Capita (3)	Total Debt Per ADA (3)
2002	158,130,000	4,473,067	2,671,938	\$ 165,275,005	6,628,277,123	2.49%	16,827	89,656	1,843	9,822
2003	151,483,680	4,176,123	2,346,133	\$ 158,005,936	6,814,913,203	2.32%	17,372	90,104	1,754	9,095
2004	145,420,000	45,686	210,000	\$ 145,675,686	6,793,656,244	2.14%	17,729	90,555	1,609	8,217
2005	199,500,000	-	105,000	\$ 199,605,000	7,132,203,230	2.80%	18,047	91,007	2,193	11,060
2006	309,010,000	-	-	\$ 309,010,000	7,583,893,025	4.07%	18,533	91,462	3,379	16,674
2007	364,410,000	-	-	\$ 364,410,000	8,520,429,426	4.28%	18,628	91,920	3,964	19,562
2008	357,856,459	-	-	\$ 357,856,459	8,963,873,007	3.99%	18,801	92,379	3,874	19,034
2009	351,385,662	-	-	\$ 351,385,662	9,074,071,915	3.87%	19,071	92,841	3,785	18,425
2010	344,650,000	-	-	\$ 344,650,000	8,819,584,162	3.91%	19,314	93,306	3,694	17,845
2011	333,790,000	-	-	\$ 333,790,000	7,951,962,732	4.20%	19,743	99,072	3,369	16,907

(1) See *Assessed Value and Actual Value of Taxable Property* Schedule

(2) See *Ratio of Outstanding Debt by Type* Schedule

(3) See *Demographic and Economic Statistics* Schedule for details on population and student data. Personal income data was unavailable.

Source of Information: Goose Creek Consolidated Independent School District's Financial Statements

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS
 (Unaudited)

	Fiscal Year Ended August 31,			
	2002	2003	2004	2005
Debt Limit	\$ 662,827,712	\$ 681,491,320	\$ 679,365,624	\$ 713,220,323
Total Net Debt Applicable to Limit	<u>153,845,801</u>	<u>146,822,773</u>	<u>140,379,153</u>	<u>193,952,594</u>
Legal Debt Margin	<u>\$ 508,981,911</u>	<u>\$ 534,668,547</u>	<u>\$ 538,986,471</u>	<u>\$ 519,267,729</u>
Total Net Debt Applicable to the limit as a percentage of debt limit	23.21%	21.54%	20.66%	27.19%

The debt limit percentage is in accordance with the Codification of Governmental Accounting and Financial Reporting Standards (Cod. Sec. 2800.103).

Fiscal Year Ended August 31,						
	2006	2007	2008	2009	2010	2011
\$	758,389,302	\$ 852,042,943	\$ 896,387,301	\$ 907,407,192	\$ 881,958,416	\$ 795,196,273
	<u>301,428,042</u>	<u>355,165,235</u>	<u>346,679,194</u>	<u>339,324,209</u>	<u>333,233,185</u>	<u>320,580,102</u>
\$	<u>456,961,260</u>	<u>\$ 496,877,708</u>	<u>\$ 549,708,107</u>	<u>\$ 568,082,983</u>	<u>\$ 548,725,231</u>	<u>\$ 474,616,171</u>
	39.75%	41.68%	38.68%	37.39%	37.78%	40.31%

Legal Debt Margin Calculation for Fiscal Year 2011

Taxable Assessed Value 2010	\$ 7,951,962,732
Debt Limit Percent of Assessed Value	<u>10%</u>
Amount of Debt Applicable to Debt Limit	<u>795,196,273</u>

Total Bonded Debt	\$ 333,790,000
Less Amounts Available for Retirement of Bonds	<u>13,209,898</u>
Amount of Debt Applicable to Debt Limit	<u>320,580,102</u>
Legal Debt Margin	<u>\$ 474,616,171</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF BONDS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2011
(Unaudited)

Date of Issue	Description	Interest Rate Payable	Amounts Original Issue	Amounts Outstanding 08/31/10	Issued Current Year	Refunded Current Year
01-March-01	* General Obligation Qualified Zone Academy Bonds Series 2001	0.00%	16,000,000	16,000,000	-	-
25-Mar-02	Refunding Bonds Series 2002	4.70 - 5.75%	32,520,000	20,240,000	-	-
14-Jul-03	Refunding Bonds Series 2003	3.80 - 5.00%	13,075,000	12,550,000	-	-
23-Aug-04	Refunding Bonds Series 2004	4.00 - 5.00%	31,425,000	30,930,000	-	-
23-May-05	General Obligation Series 2005	3.50 - 4.55%	60,000,000	59,150,000	-	-
24-Oct-05	** General Obligation Qualified Zone Academy Bonds Series 2006	0.25%	8,000,000	8,000,000	-	-
27-Mar-06	General Obligation Series 2006	4.00 - 5.00%	127,335,000	126,300,000	-	-
12-Feb-07	General Obligation Series 2007	3.50 - 5.00%	54,440,000	50,540,000	-	-
25-Jun-07	General Obligation Series 2007A	4.625 - 6.00%	8,000,000	7,650,000	-	-
01-Aug-08	Refunding Bonds Series 2008	3.625 - 5.00%	13,290,000	<u>13,290,000</u>	-	-
TOTALS				<u>\$ 344,650,000</u>	<u>\$ -</u>	<u>\$ -</u>

* Qualified Zone Academy Bonds Series 2001 require an annual payment of \$798,500 to a sinking fund held at the Bank of New York.

** Qualified Zone Academy Bonds Series 2006 require an annual payment of \$375,648 to a sinking fund held at Wells Fargo.

Retired Current Year	Amounts Outstanding 8/31/11	Interest Current Year	Requirements				9/1/13 To Maturity Interest
			Year Ending 8/31/12		Year Ending 8/31/13		
			Principal	Interest	Principal	Interest	
-	16,000,000	-	-	-	-	-	-
4,595,000	15,645,000	827,004	4,800,000	613,216	1,670,000	3,243,116	1,823,874
160,000	12,390,000	490,600	1,585,000	1,332,800	2,510,000	437,600	602,426
-	30,930,000	1,532,750	-	1,532,750	300,000	1,526,750	4,592,925
350,000	58,800,000	2,619,090	350,000	2,605,090	350,000	2,591,090	31,209,833
-	8,000,000	20,000	-	20,000	-	20,000	180,000
445,000	125,855,000	6,128,194	530,000	6,108,694	695,000	6,084,194	67,246,049
1,435,000	49,105,000	2,258,061	1,460,000	2,185,686	1,595,000	2,109,311	19,314,363
185,000	7,465,000	374,150	195,000	362,750	205,000	350,750	3,152,613
<u>3,690,000</u>	<u>9,600,000</u>	<u>510,394</u>	<u>1,770,000</u>	<u>385,512</u>	<u>1,840,000</u>	<u>307,912</u>	<u>420,094</u>
<u>\$ 10,860,000</u>	<u>\$ 333,790,000</u>	<u>\$ 14,760,243</u>	<u>\$ 10,690,000</u>	<u>\$ 15,146,498</u>	<u>\$ 9,165,000</u>	<u>\$ 16,670,723</u>	<u>\$ 128,542,176</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
RATIO OF NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year Ended August 31,	Gross Bonded Debt (2)	Less Reserve Available for Retirement of Debt	Net Bonded Debt Outstanding at Year End	Ratio of Net Bonded Debt to Assessed Value (1)	Net Bonded Debt Per Capita (3)	Net Bonded Debt Per ADA (3)
2002	158,130,000	4,284,199	153,845,801	2.32%	1,716	9,143
2003	151,483,680	4,660,907	146,822,773	2.15%	1,629	8,452
2004	145,420,000	5,040,847	140,379,153	2.07%	1,550	7,918
2005	199,500,000	5,547,406	193,952,594	2.72%	2,131	10,747
2006	309,010,000	7,581,958	301,428,042	3.97%	3,296	16,264
2007	364,410,000	9,244,765	355,165,235	4.17%	3,864	19,066
2008	357,856,459	11,177,265	346,679,194	3.87%	3,753	18,439
2009	351,385,662	12,061,453	339,324,209	3.74%	3,655	17,793
2010	344,650,000	11,416,815	333,233,185	3.78%	3,571	17,253
2011	333,790,000	13,209,898	320,580,102	4.03%	3,236	16,237

(1) See *Assessed Value and Actual Value of Taxable Property* Schedule

(2) Gross Bonded Debt includes all long-term general obligation debt

(3) See *Demographic* Schedule for details on population and student data

Source of Information: Goose Creek Consolidated Independent School District's Financial Statements

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
AUGUST 31, 2011

(Unaudited)

Taxing Entity	Amount (1)	As of	Overlapping	
			Percent ²	Amount
Baytown, City of	\$ 167,170,000	8/31/2011	100.00%	\$ 167,170,000
Chambers County *	6,005,000	8/31/2011	34.15%	2,050,708
Chambers County ID #1	31,020,000	8/31/2011	98.57%	30,576,414
Chambers County MUD #1	10,265,000	8/31/2011	100.00%	10,265,000
Harris County *	2,452,281,628	8/31/2011	2.14%	52,478,827
Harris County Department of Education	7,980,000	8/31/2011	2.14%	170,772
Harris County Flood Control District	100,020,000	8/31/2011	2.14%	2,140,428
Harris County FWSD #1-A	460,000	8/31/2011	100.00%	460,000
Harris County FWSD #27	1,360,000	8/31/2011	100.00%	1,360,000
Harris County WCID #1	2,570,000	8/31/2011	100.00%	2,570,000
Lake MUD	8,615,000	8/31/2011	100.00%	8,615,000
Lee College District	13,265,000	8/31/2011	100.00%	13,265,000
Port of Houston Authority	745,874,397	8/31/2011	2.14%	15,961,712
Spring Meadows MUD	16,620,000	8/31/2011	100.00%	16,620,000
Total Overlapping Debt				\$ 323,703,860
Goose Creek CISD Debt	333,790,000		100.00%	333,790,000
Total Direct and Overlapping Net Debt				\$ 657,493,860
Fiscal Year 2011 Assessed Value	³			\$ 7,951,962,732
Fiscal Year 2011 Estimated Population	⁴			99,072
Ratio of Total Direct and Overlapping Debt to Fiscal Year 2011 Assessed Value				8.27%
Total Direct and Overlapping Debt per Capita				\$ 6,637
Assessed Value per Capita				\$ 80,264

Gross Debt ¹

The estimated percentage applicable is obtained from ²
the Municipal Advisory Council of Texas.

See Assessed Value and Actual Value of Taxable Property Schedule ³

See Demographic Schedule for details on population ⁴

The Goose Creek ISD is located within two counties.

A resident would either reside in Harris County or Chambers County, not ^{*}
both

Source: Data secured from individual jurisdictions and/or the Texas Municipal Reports published by the Municipal Advisory Council of Texas.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 DEMOGRAPHIC AND
 ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS
 (Unaudited)

Fiscal Year Ended August 31,	Estimated Population (1)	Residential Units (3)	Assessed Value of Residential Units (3)	Unemployment Rate (4)	Percentage of Students in Free/Reduced Lunch Program (2)	Total Personal Income (5)	Per Capita Personal Income (5)
2002	89,656	22,922	1,664,277,150	6.30%		168,934,738	34,056
2003	90,104	23,658	1,790,241,650	7.00%	60.42%	175,725,720	34,725
2004	90,555	24,338	1,986,466,690	6.20%	61.52%	190,773,950	36,991
2005	91,007	24,711	2,145,854,440	5.40%	63.77%	209,654,538	39,868
2006	91,462	25,016	2,238,492,090	5.10%	67.57%	234,210,877	42,984
2007	91,920	25,629	2,379,402,926	4.30%	73.46%	249,785,299	44,872
2008	92,379	26,361	2,605,873,505	5.20%	65.74%	280,247,010	49,147
2009	92,841	26,480	2,754,801,254	8.10%	65.76%	273,246,563	46,691
2010	93,306	26,570	2,708,181,009	8.60%	76.63%	281,841,716	47,156
2011	99,072	28,615	2,743,886,822	8.60%	70.71%	290,296,967 ⁶	47,628 ⁷

(1) 2002- 2010 Based on 2000 Census Data and increased 5% each year thereafter, 2011 based on 2010 Census Data)

(2) Free/Reduced Lunch Program information obtained from Texas Education Agency Summary of Finance (only 9 years available)

(3) Residential Units and Assessed Value of Residential Units obtained from District Tax Office and Texas Comptroller of Public Accounts

(4) Texas Workforce Commission

(5) Bureau of Economic Analysis, Houston-Sugar Land-Baytown, TX Metropolitan Statistical Area

(6) Based on estimated growth of 3 percent per year per Bureau of Economic Analysis

(7) Based on estimated growth of 1 percent per year per Bureau of Economic Analysis

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 PRINCIPAL EMPLOYERS
 CURRENT YEAR AND NINE YEARS AGO
 (unaudited)

Employer	2011			2002		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Exxon Mobil-Baytown Complex	3,785	1	12.71%	3,515	1	4.16%
Goose Creek Consolidated ISD	2,928	2	9.83%	2,250	2	6.45%
San Jacinto Methodist Hospital	1,621	3	5.44%	1,400	4	4.01%
Bayer, Inc	967	4	3.25%	1,650	3	4.73%
City of Baytown	743	5	2.50%	638	6	1.83%
Chevron Phillips Chemical Company	637	6	2.14%	650	5	1.85%
Wal-Mart Distribution	550	7	1.85%	n/a	n/a	n/a
Lee College	355	8	1.19%	385	7	1.12%
Home Depot Distribution Center	319	9	1.07%	n/a	n/a	n/a
TMK-IPSCO	215	10	72.00%	n/a	n/a	n/a
	<u>12,120</u>		<u>40.71%</u>	<u>10,488</u>		<u>28.21%</u>

Source of information : Baytown Chamber of Commerce and City of Baytown

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 FULL TIME EQUIVALENT EMPLOYEES BY FUNCTION
 LAST TEN FISCAL YEARS
 (unaudited)

<u>Fiscal Year Ended August 31,</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Instruction	1,368	1,420	1,381	1,419	1,305	1,513	1,578	1,649	1,692	1,733
Instructional Resources and Media Services	32	30	30	30	27	29	29	33	32	29
Curriculum and Instructional Staff Development	13	13	12	12	13	17	17	16	16	16
Instructional Leadership	40	41	40	37	34	41	43	49	56	48
School Leadership	147	151	158	162	161	173	176	191	200	195
Guidance, Counseling and Evaluation Services	97	98	96	94	94	69	75	81	83	79
Social Work Services	10	11	10	10	9	11	11	11	10	11
Health Services	23	24	22	24	23	24	24	26	27	27
Student (Pupil) Transportation	140	141	129	133	132	132	149	156	166	166
Food Services	139	137	137	136	129	137	154	162	169	171
Cocurricular/Extracurricular Activities	15	17	17	13	24	27	23	29	32	32
General Administration	53	51	51	50	55	55	55	50	59	61
Plant Maintenance and Operations	207	205	214	214	222	236	246	256	269	287
Security and Monitoring Services	14	14	12	13	13	14	16	18	18	18
Data Processing Services	19	19	20	20	19	19	20	21	21	21
Community Services	20	17	19	23	18	22	23	21	22	23
Facilities Acquisition and Construction	4	4	4	2	3	5	5	4	4	5
Grand Total	<u>2,341</u>	<u>2,393</u>	<u>2,352</u>	<u>2,391</u>	<u>2,281</u>	<u>2,522</u>	<u>2,642</u>	<u>2,773</u>	<u>2,875</u>	<u>2,920</u>

Source: District records and PEIMS submissions

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 OPERATING STATISTICS
 LAST TEN FISCAL YEARS
 (Unaudited)

Fiscal Year Ended August 31,	Operating Expenditures (1)	Average Daily Attendance	Cost Per Student ADA	Government Wide Expenses	Cost Per Student ADA	Teaching Staff (2)	Student to Teacher Ratio (2)
2002	127,181,884	16,827	7,558	141,080,428	8,384	1,157	15.80
2003	138,349,976	17,372	7,964	153,634,290	8,844	1,167	16.10
2004	138,492,116	17,729	7,812	153,177,949	8,640	1,217	15.70
2005	143,406,877	18,047	7,946	158,395,259	8,777	1,228	15.70
2006	156,566,823	18,533	8,448	177,448,077	9,575	1,130	17.80
2007	163,758,829	18,628	8,791	191,313,144	10,270	1,298	15.50
2008	181,023,461	18,801	9,628	221,462,817	11,779	1,343	15.10
2009	187,881,323	19,071	9,852	220,262,740	11,550	1,423	14.40
2010	198,862,589	19,314	10,296	230,811,542	11,950	1,463	14.50
2011	195,410,475	19,743	9,898	224,380,639	11,365	1,476	14.30

Source: District records and Texas Education Agency

(1) Operating expenditures are total expenditures less debt service and capital outlay (to the extent capitalized for the government-wide statement of net assets) and expenditures for capitalized assets included within the functional expenditures categories.

(2) Teacher information and Student/Teacher Ratio obtained from Texas Education Agency Academic Excellence Indicator System

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 TEACHER SALARY DATA
 LAST TEN FISCAL YEARS
 (unaudited)

Fiscal Year Ended August 31,	Average Years Experience of Teachers	District Average Teacher Salary	Education Region Average Teacher Salary	State Average Teacher Salary
2002	12.50	40,697	41,149	39,232
2003	12.50	42,180	41,964	39,974
2004	12.30	42,455	42,531	40,478
2005	11.70	43,463	43,107	41,011
2006	11.60	44,793	43,852	41,744
2007	11.00	46,992	46,675	44,897
2008	11.00	48,953	48,053	46,179
2009	11.00	50,698	49,186	47,159
2010	10.70	50,503	50,129	48,263
2011	10.80	51,360	50,616	48,638

Source: TEA Academic Excellence Indicator System Staff Information Teachers Regular Duty only

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
INSTRUCTIONAL BUILDING DATA
AUGUST 31, 2011
(Unaudited)

Instructional Facility	Year of Construction	Square Feet	Instructional Capacity	Final 10-11 (3) Enrollment	Final 09-10 (2) Enrollment
<u>High Schools:</u>					
Robert E. Lee	1930	392,391	2,319	1,616	1,787
Ross S. Sterling	1966	405,788	2,408	2,184	2,231
Goose Creek Memorial High School	2008	370,000	1,800	1,660	1,559
Impact Early College	(4)	(4)	(4)	105	0
West Town (Alternative Learning Program, Special Education)	1983	116,443	(1)	(1)	(1)
School, Community Guidance Center (includes Night School)	2003	25,000	(1)	107	12
Stuart Career Center	1973	34,066	(1)	(1)	(1)
<u>Junior Highs:</u>					
Baytown Junior High	1982	153,230	825	710	744
Cedar Bayou Junior High	2002	176,730	1,024	1,015	1,001
Gentry Junior High	1980	147,958	803	1,043	1,029
Highlands Junior High	2008	111,072	675	1,137	1,063
Horace Mann Junior High	1994	151,839	975	736	736
<u>Elementaries:</u>					
Alamo Elementary	1980	77,252	584	615	586
Ashbel Smith Elementary	1994	95,000	782	676	651
Austin Elementary	1994	110,785	807	906	874
Bowie Elementary	2008	64,686	705	874	893
Carver Elementary	2002	96,196	811	849	879
Crockett Elementary	1981	66,170	618	742	722
DeZavala Elementary	1992	94,953	807	660	612
Harlem Elementary	1992	94,953	807	887	856
Highlands Elementary	1992	94,953	807	758	708
Hopper Primary	1980	58,778	551	457	468
Lamar Elementary	1994	95,000	807	829	786
San Jacinto Elementary	1982	69,513	553	504	491
Travis Elementary	2002	96,196	811	983	935
Victoria Walker Elementary	2007	96,799	825	958	1,024
Total			19,304	21,011	20,647

Note: The District utilized temporary buildings which provided additional classrooms at schools where enrollment exceeded building capacity.

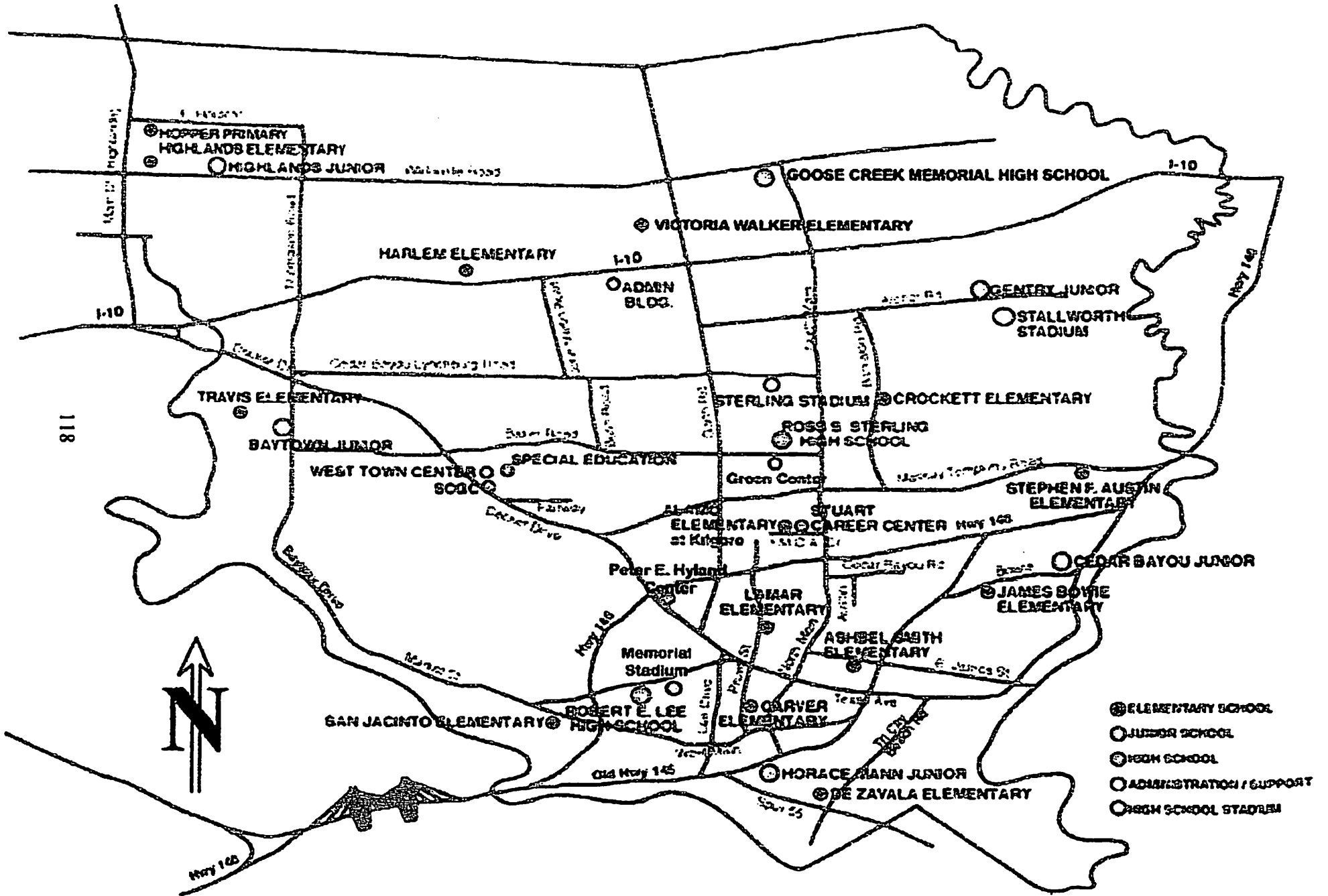
(1) Alternative Learning Program, Special Education, Guidance Center, Stuart Career Center are considered programs rather than campuses. Students enrolled in these programs are reported in PEIMS data according to their home campus.

(2) May 16, 2011 Membership Report

(3) May 17, 2010 Membership Report

(4) Impact Early College began in the 10-11 & is located within Lee College Campus.

Source: District records, GCCISD Membership Report, 2010-2011 AEIS report and Summary of Finance



- ELEMENTARY SCHOOL
- JUNIOR SCHOOL
- HIGH SCHOOL
- ADMINISTRATION / SUPPORT
- HIGH SCHOOL STADIUM