



GOOSE CREEK

Consolidated Independent School District

Baytown, Texas



**Comprehensive
Annual Financial Report
For Fiscal Year Ending
August 31, 2012**

GOOSE CREEK CONSOLIDATED INDEPENDENT
SCHOOL DISTRICT

BAYTOWN, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED AUGUST 31, 2012

PREPARED BY THE BUSINESS SERVICES DEPARTMENT

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Chief Financial Officer

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Accounting Analyst

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

AUGUST 31, 2012

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Introductory Section

Goose Creek Consolidated Independent School District
Baytown, Texas



For the Fiscal Year Ended August 31, 2012



GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

January 22, 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 (the "CAFR") of the Goose Creek Consolidated Independent School District (the "District") for the fiscal year ended August 31, 2012, is submitted herewith. The CAFR is the administration's report of financial operations to the Board of Trustees (the "Board"), taxpayers, grantor agencies, employees, the Texas Education Agency (the "TEA"), and other interested parties. The Government-Wide Financial Statements in this report provide an overview of the District's governmental activities, while detailed Fund Financial Statements describe specific activities of each fund group used in accounting for the District's financial transactions. This report has been prepared by the District's Business Services Department in accordance with U.S. generally accepted accounting principles (GAAP) and reporting standards promulgated by the Governmental Accounting Standards Board (GASB) and the official rules published by the TEA.

The CAFR is presented in three sections: Introductory, Financial, and Statistical. The Introductory Section includes this transmittal letter, a list of principal officials and advisors, and an organizational chart. The Financial Section includes the Independent Auditors' Report, Management's Discussion and Analysis (MD&A), basic financial statements, required supplementary information and other supplementary information. The Statistical Section is designed to reflect social and economic data, financial and fiscal trends, and demographic information.

The District's administration assumes full responsibility for the completeness, fairness, and accuracy of the information contained in this report. We believe that the data presented is accurate in all material respects and is presented in a manner to fairly display the financial position of the District as measured by the financial activity of its various funds. We also believe that all necessary disclosures are included to enable the reader to gain a full understanding of the District's financial activities.

The TEA requires all school districts publish within 150 days of the close of each fiscal year a complete set of financial statements presented in conformity with GAAP and audited in accordance with U.S. generally accepted auditing standards (GAAS) by a firm of licensed certified public accountants. The financial statements of the District have been audited by Start & Busch, LLC and the independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the District's financial statements for the year ended August 31, 2012 are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

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



GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

PROFILE OF THE DISTRICT

The District's mission is to pursue academic excellence for every student. The District is committed to an outstanding education for every child by being a nurturing, innovative, and participatory organization that produces citizens who will be equipped to successfully meet the cultural, intellectual, and social challenges of a changing world. The District provides a full range of educational programs to grade levels Pre-K through 12. These include regular and enriched academic education, special education including deaf education, gifted and talented classes and many individualized programs, such as specialized instruction for at-risk students and those with limited English proficiency. These basic programs are supplemented by a wide variety of offerings in career and technology, fine arts, and athletics. The District is fully accredited by the TEA at all levels of instruction.

The District, established in February 1919, is the 57th largest school district in Texas encompassing 134 square miles (containing the City of Baytown and the community of Highlands) with a current population of over 101,000. The District is located 27 miles east of downtown Houston, Texas, in eastern Harris and western Chambers counties. The District is governed by a seven member Board which sets the tone for instruction and service to students and patrons with its mission statement and goals.

Over 2,800 full-time employees are employed by the District, which provides a high quality education to approximately 21,700 students. Student population is currently growing at a rate of approximately one and a half to two percent per year. Approximately 25 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 an instructional support center.

FINANCIAL INFORMATION

Internal and Budgetary Controls

The District has established a comprehensive internal control framework designed both to protect the District's assets from loss, theft or misuse and to compile reliable information for the preparation of the District's financial statements in conformity with GAAP. The system is designed to provide reasonable assurance that assets are safeguarded against loss, theft, or misuse so transactions are executed in accordance with the administration's authorization and recorded properly. The concept of reasonable assurance recognizes the cost of a control should not exceed the benefits likely to be derived, and the evaluation of costs and benefits requires estimates and judgments by the administration.

As a recipient of federal, state and local grants, the District is also responsible for an adequate internal control structure that ensures compliance with applicable laws and regulations related to the grants. All funded grants are subject to testing as part of the District's Single Audit as mandated by the Office of Management and Budget Circular A-133. The results of the District's Single Audit for the fiscal year ended August 31, 2012 reported no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

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



GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

funds adopt project length budgets as outlined in TEA's *Financial Accountability System Resource Guide*. Budgetary controls are established in accordance with TEA regulations and District policy for all managers with line-item responsibility. TEA regulations set the level of budgetary control at the functional expenditure level. The Board must approve all budget amendments impacting functional expenditures of the General, Debt Service and Child Nutrition Funds. Encumbrances lapse at year-end and all outstanding purchase orders are carried forward into the next fiscal year and re-encumbered. The appropriations for these encumbrances are added to the funds to be appropriated for the next year's budget.

Long-Term Financial Planning

In response to state funding shortfalls, the District has implemented an austerity program to reduce expenditures and increase operational efficiencies. The austerity program has helped to increase fund balance in the General Fund \$15.1 million in fiscal year 2011-2012. In November 2012, the Board of Trustees approved changing the District's fiscal year end from August 31, 2013 to June 30, 2013. Although the District adopted a balanced budget for the General Fund for fiscal year 2012-2013, it is anticipated that the General Fund balance will increase again in 2012-2013 due to a shortened (10-month) fiscal year for 2012-2013. These increases in General Fund balance enable the District to compensate for any potential future state funding reductions and meet the challenges of possible future cuts in funding when the Legislature reconvenes in 2013.

With estimated annual student growth rates of 1.65% to 1.96%, the District must plan ahead. Student enrollment drives the District's planning process along with the administration's commitment to providing the best education possible to our students. The District's strategic planning is an ongoing process lead by the Superintendent and Executive Staff. The planning process begins with statistical analysis of the results of State mandated standardized testing and leads to the development of campus plans and educational programs to achieve the District's goals. This planning process identifies the educational needs of the District to drive the campus plans and the proper allocation of all District resources.

It is the responsibility of the Business Services Department to oversee the financial planning, tracking and accounting for the finances of the District in serving the community and its students. The Superintendent's Office and Executive Staff oversee and coordinate all the elements involved in the strategic and financial planning process for the District on a long-term basis each fiscal year.

The District may hold another bond election in May 2013 to address its ongoing student growth and facility needs as the age of the District's school buildings range from 4 to 82 years.

ECONOMIC CONDITION AND OUTLOOK

Education in the State of Texas is funded through two main sources of revenue; local property taxes and State aid that is based on the number of students in the District, the type of instructional services provided, and the school district's property wealth and tax collection efforts. Total revenue has been set at a targeted amount per student. Each legislative biennium, the targeted amount per student may be revised to account for changes in the cost of educating students.

Property tax revenue can be increased by increasing the property tax rate or by an increase in valuation of property within the District. Any change in local property tax revenue received due to growth in property value is offset by a comparable reduction in State aid. The property tax rate for school district maintenance and operations



GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

(M&O) is capped at a maximum \$1.04 per hundred dollars of valuation without voter approval. The District is taxing at the maximum tax rate without receiving approval from the voters.

Decreases in local M&O property tax revenues increase the amount of State aid that will be received under the “hold-harmless” provisions of the state funding formula. The increase or decrease in property tax revenue triggers a corresponding change in State aid to return the total revenue received for the two primary sources of funding to the target revenue amount. Property values for the District increased approximately 3.5% over the prior year.

The local economy is showing signs of improvement as the unemployment rate dropped to 5.8% in November 2012, down from 7.3% in November 2011 although the U.S. rate was 7.4%. The State of Texas is experiencing similar good news as the economy picks up state-wide. The improving economy has generated more tax revenue for the State than was predicted in the last legislative biennium.

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.

Planned new facilities and expansions in West Chambers County will result in significant employment growth within the District’s boundaries. ExxonMobil has both the largest employment and financial base within the District, operating over ten plants in the area, and providing one of the world’s largest industrial complexes. In fact, the Baytown Refinery is the largest in the United States. ExxonMobil is constructing a new world-scale facility in Baytown for producing synthetic lubricant base stocks with construction to be completed in 2013.

Another of the most significant planned new expansions in West Chambers County is the ConocoPhillips joint venture with Chevron to spend \$2.5 billion to build one of the first new ethylene production facilities in the U.S. since 2001. The construction process for this ethane cracker will bring in a possible 10,000 workers – staggered over four years, and is scheduled for completion in 2017. There will be approximately 400 permanent jobs created with this project.

The Houston metropolitan area ranks as the fifth-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 has impacted our local economy. According to Harris County Appraisal District, the Houston area should see modest increases in property values for 2012-2013.

SUMMARY OF ACHIEVEMENTS, AWARDS AND ACKNOWLEDGMENTS

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 tenth consecutive year.



GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

- No academic accountability ratings were issued by the TEA for academic year 2011-2012. In 2010-2011 the District was identified as an Academically Acceptable school district. In 2010-2011, 3 campuses were rated as Exemplary, 7 schools were rated as Recognized, and 11 schools were rated Academically Acceptable.

Certificates of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association (GFOA) of the United States and Canada and the Association of School Business Officials International (ASBO) awarded Certificates of Achievement for Excellence in Financial Reporting to the District for its CAFR for the year ended August 31, 2011. In order to be awarded a Certification of Achievement, a government unit must publish an easily readable and efficiently organized CAFR whose contents conform to program standards. Such reports must satisfy both GAAP and applicable legal requirements.

Each of these awards is valid for a period of one year only. The District has received the GFOA award for fourteen consecutive years and the ASBO award for eighteen consecutive years. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we will once again submit them to the GFOA and the ASBO.

Acknowledgments

We appreciate the support of the Board, the citizens of the District, and the business community, all who work cooperatively to ensure the best education for District students. 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.

The preparation of this report on a timely basis involves the entire staff of the Finance and Business Services Department. We are grateful for everyone's assistance in making this system work smoothly and efficiently. We also want to express our appreciation to the bookkeepers and administrative assistants for their contributions to the process. We also acknowledge the Technology Department for their help and support they provide in managing our databases and helping us with financial reporting.

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

//Signature on File//

Dr. Salvador Cavazos, Superintendent of Schools

//Signature on File//

Peter D. Pape, CFO, Chief Financial Officer



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Goose Creek Consolidated
Independent School District
Texas

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

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.



Christopher P. Morrell

President

Jeffrey R. Enos

Executive Director

Association of School Business Officials International



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

Goose Creek Consolidated Independent School District

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended August 31, 2011*

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards



A handwritten signature in black ink, reading "Brian L. Mee".

Brian L. Mee, SFO, RSBA
President

A handwritten signature in black ink, reading "John D. Musso".

John D. Musso, CAE, RSBA
Executive Director

Goose Creek Consolidated Independent School District
Baytown, Texas

Comprehensive Annual Financial Report
For the Fiscal Year Ended August 31, 2012

Principal Officials and Advisors

Board of Trustees

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

Administrative Staff

Dr. Salvador Cavazos.....	Superintendent
Dr. Byron Terrier	Deputy Superintendent of Administrative Services
Dr. Melissa Martinez.....	Assistant Superintendent for Curriculum and Instruction
Diana Maldonado.....	Executive Director of Curriculum and Instruction
Pete Cote.....	Executive Director of Support Services and Special Projects
Peter D. Pape, CPA	Chief Financial Officer
Frankie Jackson.....	Chief Technology Officer
Kathy Clausen.....	Director of Communications

Accountants and Advisors

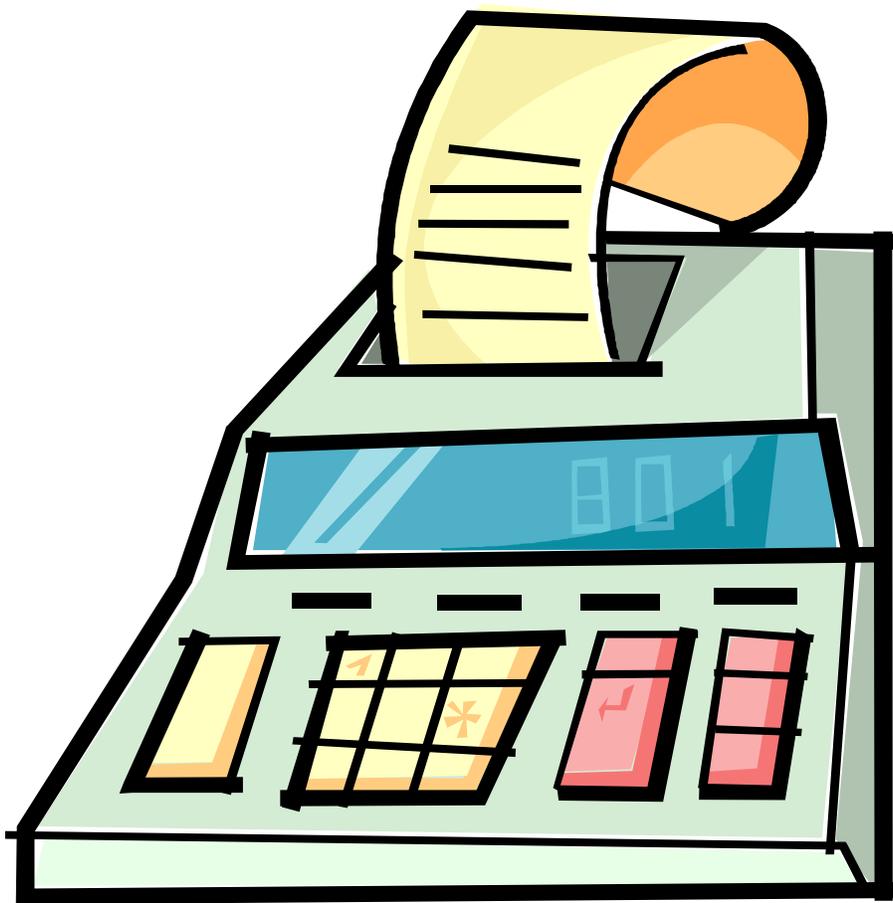
Start & Busch, LLC	Auditors
Certified Public Accountants, Baytown, Texas	
Vinson & Elkins L.L.P.....	Bond Counsel

Report Preparation

Margie M. Grimes, CPA.....	Director of Finance
LeAna R. Dixon.....	Accounting Analyst

Financial Section

Goose Creek Consolidated Independent School District
Baytown, Texas



For the Fiscal Year Ended August 31, 2012

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, 2012, 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, 2012, 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 17 through 26 and 64 through 65, 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 9, 2013



**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

As management of Goose Creek Consolidated Independent School District (the District), we provide this narrative overview of the District's financial performance for the year ended August 31, 2012. We encourage readers to consider the information presented here in conjunction with the information included in the independent auditors' report and the District's Basic Financial Statements which follow this section.

FINANCIAL HIGHLIGHTS

The assets of the District exceeded liabilities at August 31, 2012 by \$187,773,032 on the government-wide financial statements. Of this amount, \$103,527,996 represents unrestricted net assets which may be used to meet the District's ongoing obligations. The District's total net assets increased by \$20,323,354 for the current fiscal year.

The District's governmental funds reported combined ending fund balances of \$122,351,236 at August 31, 2012. Of this amount, \$1,550,543 is non-spendable inventories and prepaid items and \$69,703,521 is unassigned and available to spend at the District's discretion.

At the end of the current fiscal year, the total fund balance for the general fund was \$92,497,527, or 57% of total general fund expenditures. The unassigned fund balance of \$69,703,521 (43% of total general fund expenditures) is available to spend at the District's discretion.

OVERVIEW OF THE FINANCIAL STATEMENTS

Management's discussions and analysis (this section) 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.

- 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 government operates *like businesses*, such as the District's self-insurance workers' compensation program and print shop operations. *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 basic financial statements are followed by a section of other *required supplementary information* that further explains and supports the information in the financial statements. The remainder of this overview section of *management's discussion and analysis* explains the structure and contents of each of the statements.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

Basic 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. All of the District's services are reported in the government-wide financial statements, including instruction, instructional leadership, student support services, curriculum and staff development, general administration and debt services. Property taxes, state foundation funds and grants finance most of these activities.

The Statement of Net Assets includes all of the government's assets and liabilities, with the difference between the two reported as net assets. Net assets are one way to measure the District's financial health or position. 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 fully assess the overall health of the District, however, non-financial factors need to be considered as well, such as changes in the District's average daily attendance, its property tax base and the condition of the District's facilities.

The Statement of Activities presents information for all of the current year's revenues and expenses regardless of when cash is received or paid. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Fund Financial Statements

A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related requirements. 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 fund types:

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, it is useful to compare the information presented for governmental funds, with similar information presented for governmental activities in the government-wide financial statements. In doing so, readers may better understand the long-term impact of the government's near-term financial decisions. To further assist readers, reconciliations are provided that include additional information explaining the relationship (or

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

differences) between the fund financial statements and government-wide financial statements on Exhibits C-2 and C-4.

The District maintains 40 governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund, debt service fund and capital projects fund, which are considered to be major funds. Data from the other governmental funds are combined in a single, aggregated presentation. The District adopts an annual appropriated budget for its General Fund, Child Nutrition Program, and Debt Service Fund. A budgetary comparison schedule has been provided to demonstrate compliance with these budgets.

Proprietary funds – Proprietary funds provide the same type of information as the government-wide financial statements only in more detail. Proprietary funds, like government-wide statements, provide both long- and short-term financial information. The District reports one type of proprietary fund, the Internal Service Fund. *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 workers' compensation program and print shop operations.

Fiduciary funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. 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 a statement of changes in fiduciary net assets. The fiduciary funds are excluded from the activities reported in the District's government-wide financial statements because the District cannot use these assets to finance its operations.

Notes to the Financial Statements

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

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information that further explains and supports the information in the financial statements. The Required Supplementary Information relates to comparison of the original adopted budget, the final amended budget, and the actual results for the fiscal year ended. This is required supplementary information for the general fund and any major special revenue funds. The District did not have any major special revenue funds, therefore, only the general fund is presented as Required Supplementary Information.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Presented in Tables I and II below are summarized Statement of Net Assets and Statement of Changes in Net Assets for both current and prior-year data. Our analysis focuses on the current year and the comparison of prior-year amounts on the net assets (Table I) and changes in net assets (Table II) of the District's governmental activities.

Net assets

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. For the year ended August 31, 2012, assets exceed liabilities by \$187,773,032.

Table I - Net Assets Summary

	Governmental Activities	
	2012	2011
Current and other assets	\$ 146,813,709	\$ 128,384,032
Capital assets	385,495,285	391,508,799
Total Assets	532,308,994	519,892,831
Current liabilities	19,297,446	21,864,009
Long-term liabilities	325,238,516	330,579,144
Total Liabilities	344,535,962	352,443,153
Net Assets	\$ 187,773,032	\$ 167,449,678
Invested in capital assets, net of related debt	54,765,228	68,207,444
Restricted	29,479,808	16,237,813
Unrestricted	103,527,996	83,004,421
Total Net Assets	\$ 187,773,032	\$ 167,449,678

Investment in capital assets used for governmental activities (e.g., land, buildings and improvements, furniture and equipment, and construction in progress) less any outstanding debt used to acquire those assets, is \$54.8 million as of August 31, 2012. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending.

Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities. Unrestricted net assets for governmental activities, the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements, amounted to \$103.5 million at August 31, 2012.

Changes in Net Assets

The Net Assets of the District increased by \$20,323,354 for the year ended August 31, 2012. The total revenues from taxpayers, user service fees, grants and other sources for the District was \$239.9 million, an increase over fiscal year 2011 of \$3.2 million. Total expenses for the 2012 fiscal year were \$219.7 million or \$4.7 million less than expenses of fiscal year 2011.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

Table II - Changes in Net Assets

	Governmental Activities	
	<u>2012</u>	<u>2011</u>
Revenues		
Program Revenues:		
Charges for services	\$ 6,098,715	\$ 6,349,828
Operating grants and contributions	33,772,035	39,740,211
General Revenues:		
Property taxes	114,686,659	101,027,945
State and other grants	77,697,063	84,441,157
Other	<u>7,724,250</u>	<u>5,199,734</u>
Total Revenues	<u>\$ 239,978,722</u>	<u>\$ 236,758,875</u>
Expenses		
Instructional	\$ 119,394,487	\$ 123,921,874
Instructional leadership	14,522,804	14,747,362
Student support services	34,203,496	34,268,534
General administration	6,841,895	6,970,645
Support services	3,603,517	3,658,695
Community services	1,630,601	1,740,979
Interest expense & debt service fees	13,821,849	15,078,247
Facilities repairs and maintenance	25,260,819	23,814,240
Intergovernmental charges	<u>375,900</u>	<u>180,063</u>
Total Expenses	<u>\$ 219,655,368</u>	<u>\$ 224,380,639</u>
Increase (decrease) in net assets	20,323,354	12,378,236
Beginning Net Assets	<u>167,449,678</u>	<u>155,071,442</u>
Ending Net Assets	<u>\$ 187,773,032</u>	<u>\$ 167,449,678</u>

Governmental Activities

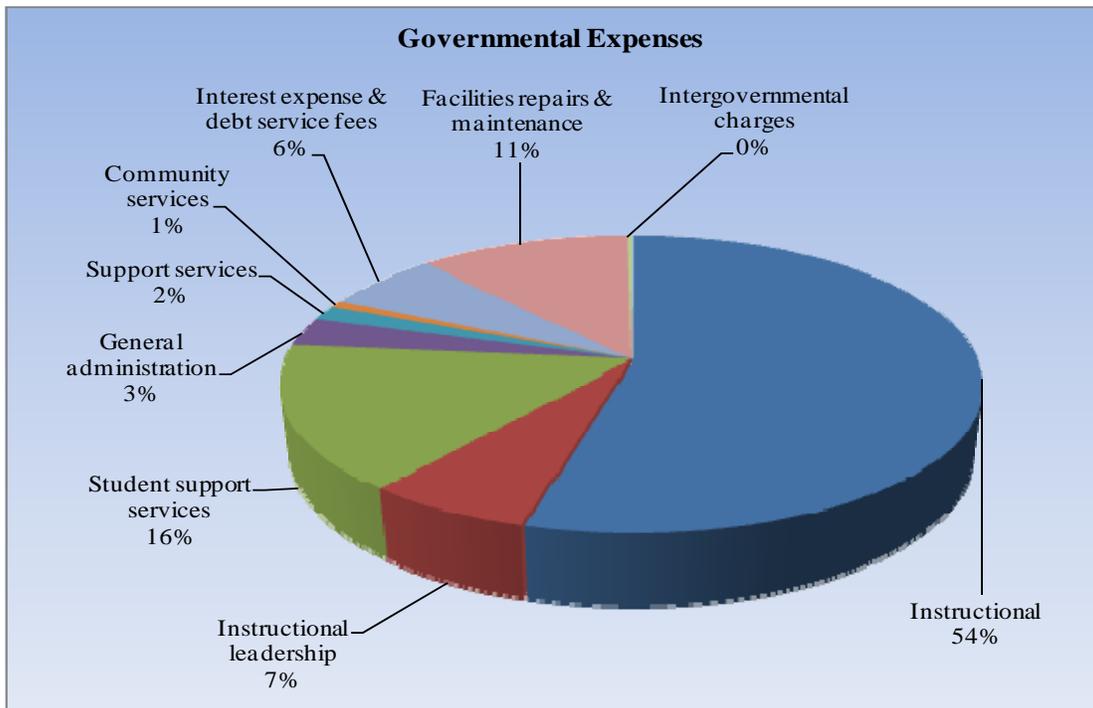
Revenues for the District's governmental activities increased by \$3.2 million or 1.4 percent over fiscal year 2011. The decrease in state funding of approximately \$6.7 million along with a decrease in program revenues of \$6.2 million was offset by increases in other revenues of \$2.5 million and property tax revenues of \$13.6 million. Additional property tax revenues in 2012 were generated from a combination of (1) an increase of \$0.03 in the interest and sinking property tax rate to meet debt service obligations, (2) an increase of 3.5% in property values, and (3) the recognition of property tax penalty and interest receivables.

Approximately 48 percent of the District's revenues came from property taxes, with an additional 46 percent derived from state aid and operating grants.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

Total governmental activities expenses per pupil totaled \$10,967 versus \$11,365 in fiscal year 2011. Expenses for the District’s governmental activities decreased approximately \$4.7 million due to a decrease in salaries and another \$1.5 million decrease in interest expense on long term debt related to the issuance of refunding bonds. The decrease in salary expense is due to a reduction in staff through attrition. These decreases were offset by an increase of approximately \$1.5 million in facilities repairs and maintenance for building and grounds improvements.

Over 60 percent of the District's expenses were expended for instructional activities. When combined with student and other support services such as transportation, counseling and nursing, 78 percent of the District's expenses were spent on direct student services.



FINANCIAL ANALYSIS OF THE DISTRICT’S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance related legal requirements, bond covenants, and segregation for particular purposes.

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

As of August 31, 2012, the District's governmental funds (shown on Exhibit C-1) reported a combined ending fund balance of \$122.4 million, an increase of \$13.9 million over the prior year.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

Of the total fund balance, \$69.7 million, or approximately 57 percent, constitutes unassigned fund balance. The remainder of fund balance is nonspendable, restricted, committed or assigned for particular purposes as follows:

Nonspendable:	
Inventories	\$ 453,066
Prepaid items	1,097,477
Restricted:	
Grant Funds	835,092
Capital acquisitions and contractual programs	1,329,057
Debt service	26,142,292
Restricted for other purposes	281,288
Committed:	
Construction projects	7,500,000
Capital acquisition for equipment	2,500,000
Committed for other purposes	9,608,169
Assigned:	
Assigned for other purposes	2,901,274
Unassigned:	
Unassigned	<u>69,703,521</u>
Total Fund Balances	<u>\$ 122,351,236</u>

The General Fund is the primary fund of the District. At the end of the year, August 31, 2012, unassigned fund balance of the General Fund was \$69.7 million. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 43 percent of the total general fund expenditures, while total fund balance represents 57 percent of that same amount.

The fund balance of the District's general fund increased \$15.1 million during the year ended August 31, 2012. Key factors relating to the change in fund balance are as follows:

- Salaries of \$3.6 million were reallocated from the general fund to the Education Jobs Fund accounted for in a special revenue fund in fiscal year 2012, which contributed to the District increasing committed fund balance for capital acquisitions, construction and other projects from \$10.5 million to \$18.5 million. Expenses for salaries and related benefits also decreased due to a reduction in staff through attrition.
- The District received \$1.8 million over revenue estimates in additional foreign trade zone contractual payments and a one-time payment of \$1.4 million from the Chambers County Permanent School Fund for royalty income earned on approximately 4,400 acres of land which is designated for permanent school funds.
- Budgeted supplies and services of \$2.9 million were encumbered at August 31, 2012 and the outstanding purchase orders were carried forward to fiscal year 2013.
- Revenue of \$1.8 million was accrued for state funding not yet received for 5 days of instruction during fiscal year 2012. In addition, SHARS revenue exceeded revenue estimates by \$1.1 million.
- The District received an additional \$2.8 million over revenue estimates in property taxes primarily due to increased property values.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

The Debt Service Fund realized revenues of \$24.5 million and expenditures of \$24.8 million for the year ended August 31, 2012. Other financing sources included \$12.9 million transferred in from remaining 2005 bond funds after the completion of capital projects. The fund balance of the debt service fund, restricted for the payment of the District's debt, increased by \$12.9 million and totaled \$26.1 million at August 31, 2012.

The District issued \$51,050,000 in unlimited tax refunding bonds, the proceeds of which were used to advance refund \$53,520,000 of bonds which resulted in decreasing the District's total debt service payments by \$3,621,007 over the life of the bonds.

The Capital Projects Fund incurred construction-related expenditures of \$487,882 for the year ended August 31, 2012. The capital projects fund also transferred \$12.9 million to the General Fund from remaining capital project balances funded with series 2005 bonds. The residual fund balance at year end was \$1.3 million.

The Proprietary Funds statements (Exhibit D-1 to D-3) provide the same type of information found in the government-wide financial statement but in more detail.

The District's internal service funds are used to support governmental activities such as the District's self-insured workers' compensation program and print shop operations. Current year operating income in the District's self-insured workers' compensation program and print shop operations increased total net assets to \$3.9 million at August 31, 2012.

General Fund Budgetary Highlights

The District originally adopted a balanced budget for fiscal year 2012. Through budget amendments during the year, the District increased its estimated revenues from \$165.6 million to 167.9 million. In addition, the District increased its expenditures and other sources and uses from \$165.6 million to \$175.9 million, resulting in a deficit of \$8.1 million.

For the fiscal year ended 2012, actual revenues exceeded estimated revenues by \$9.4 million. In addition, actual expenditures fell below budgeted expenditures and other sources and uses by \$13.7 million. The combination of these favorable variances resulted in a total positive variance of \$23.2 million. These favorable variances resulted primarily from the following:

- Property tax and foreign trade zone revenues exceeded estimates by \$4.8 million.
- State funding revenues exceeded estimates by \$3.1 million, of which \$1.8 million resulted from estimated 2013 state funding amounts earned for instructional days in August 2012.
- SHARS revenues exceeded estimates by \$1.1 million.
- Several construction projects are in the planning phase which reflects a positive variance of \$3.4 million. At August 31, 2012, \$1.3 million was encumbered and carried forward into fiscal year 2013.
- \$3.6 million in teacher salaries were funded by the Education Jobs Fund, which was accounted for in a special revenue fund.
- Other functional expenditures reflect positive variances due to fiscal conservatism.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year 2012, the District's investment in capital assets was \$385.5 million, net of accumulated depreciation. The investments in capital assets include a broad range of capital assets, including land, buildings and improvements (including infrastructure), furniture and equipment and construction in progress (see Table III). This amount represents a net decrease (including additions and deductions) of \$6 million or 1.5 percent from last year.

Table III - Capital Asset Summary

	Governmental Activities	
	2012	2011
Land	\$ 9,149,138	\$ 8,985,256
Buildings and Improvements	478,683,513	476,488,453
Furniture and Equipment	29,502,999	27,545,491
Construction in Progress	4,373,562	315,560
Less Accumulated Depreciation	(136,213,927)	(121,825,961)
Total Capital Assets	\$ 385,495,285	\$ 391,508,799

Major additions to capital assets during 2012 included energy efficiency improvements throughout the District, facility improvements (ADA) at two high schools, the career center and three middle schools, plumbing renovations at one high school and the purchase of 11 school buses.

Additional information on the District's capital assets can be found in Note II.B. of the financial statements.

Long-Term Liabilities

At August 31, 2012, the District had long-term liabilities of \$335.4 million. The District issued \$51 million of new debt and retired \$53.5 million of bonds payable during the fiscal year 2012. The District also entered into a loan agreement (LoanSTAR Revolving Loan Program) with the State Energy Conservation Office to reduce consumption of electrical energy throughout the District. The total loan proceeds are estimated at \$4.9 million and the project completion is projected for March 2013. The District also has Qualified Zone Academy Bonds (QZAB) outstanding for which annual payments are made to sinking funds held at Wells Fargo Bank and Bank of New York to be used to pay the principal on the bonds when they mature. More detailed information about the District's debt is presented in Note II.E. and II.F. of the financial statements.

The District's bonds are rated "AAA" by both Standard and Poor's and Fitch Ratings as a result of the guarantee by the Permanent School Fund of the State of Texas.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

Table IV – District’s Outstanding Debt

Governmental Activities	Beginning Balance	Additions	Reductions	Ending Balance
Bonds Payable (net)	333,790,000	51,050,000	(63,130,000)	321,710,000
Other Liabilities	8,169,397	7,112,158	(1,592,486)	13,689,069
Total Long-Term Liabilities	341,959,397	58,162,158	(64,722,486)	335,399,069

ECONOMIC FACTORS, NEXT YEAR’S BUDGETS AND TAX RATES

The State of Texas cut the funding of public education by approximately \$4 billion for the 2012-2013 biennium. The District anticipates a net decrease in state funding for 2012-2013 of approximately \$5 million.

The District adopted a balanced General Fund budget for 2012-2013 of \$169.2 million compared to a \$175.5 million final adopted budget for fiscal year 2012. The reduced budget for 2013 is primarily related to lower budgeted expenditures for facilities acquisition and construction. The 2012-2013 General Fund Budget includes an average 2% raise per employee (\$1.5 million). The Goose Creek CISD 2012-2013 budget included a maintenance and operations tax rate of \$1.04 and a debt service tax rate of \$.29 for a total tax rate of \$1.33 which is unchanged from the prior year. Student enrollment is projected to increase slightly for fiscal year 2013. The District continues to monitor the status of buildings for repair and renovation and the District may consider holding a bond election in 2013 to provide funding for a new elementary school, major renovations to existing facilities, and technology upgrades. In addition, the Board of Trustees has committed \$10 million for construction and acquisition of capital assets and \$8.5 million for disaster recovery.

The District has entered into agreements pursuant to Tax Code, Chapter 313, Texas Economic Development Act, to strengthen the local economy by expanding the ad valorem property tax base. Long-term financial projections include additional local revenues which will help to improve the overall performance of the District’s education system.

The Board of Trustees adopted a balanced budget of \$27 million for fiscal year 2012-2013 for the Debt Service Fund and anticipates a positive fund balance at the end of fiscal year 2013. The advance refunding of certain bonds in fiscal year 2012 at historically low interest rates reduced future debt service requirements.

In November 2012, the Board of Trustees approved changing the District’s fiscal year end from August 31, 2013 to June 30, 2013. Although actual results may vary, the District expects fund balance to increase due to a shortened (10-month) fiscal year for 2012-2013.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the District’s finances and to demonstrate the District’s accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the District’s financial services office.

BASIC FINANCIAL STATEMENTS

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET ASSETS
AUGUST 31, 2012

	Primary Government
	Governmental Activities
ASSETS	
Cash and Cash Equivalents	\$ 91,750,390
Current Investments	15,607,912
Property Taxes Receivable (Delinquent)	18,991,080
Allowance for Uncollectible Taxes	(9,684,353)
Due from Other Governments	11,801,352
Accrued Interest	64,792
Other Receivables, Net	154,794
Inventories	473,134
Deferred Expenses	1,097,477
Deferred Charges, Net	2,146,377
Other Current Assets	10,000
Capital Assets:	
Land	9,149,138
Buildings, Net	360,404,513
Furniture and Equipment, Net	11,568,072
Construction in Progress	4,373,562
Restricted Assets	14,400,754
Total Assets	532,308,994
LIABILITIES	
Accounts Payable	3,161,112
Payroll Deductions & Withholdings	1,397,121
Accrued Wages Payable	2,086,167
Due to Other Governments	154,341
Accrued Expenses	1,345,570
Unearned Revenues	738,972
Payable from Restricted Assets	253,610
Noncurrent Liabilities	
Due Within One Year	10,160,553
Due in More Than One Year	325,238,516
Total Liabilities	344,535,962
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	54,765,228
Restricted for Federal and State Programs	992,903
Restricted for Debt Service	27,097,448
Restricted for Campus Activities	1,108,169
Restricted for Other Purposes	281,288
Unrestricted Net Assets	103,527,996
Total Net Assets	\$ 187,773,032

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, 2012

	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	\$ 113,969,625	\$ 1,261,531	\$ 18,994,809	\$ (93,713,285)
Instructional Resources and Media Services	2,813,407	-	86,783	(2,726,624)
Curriculum and Staff Development	2,611,455	-	904,879	(1,706,576)
Instructional Leadership	3,453,276	-	542,906	(2,910,370)
School Leadership	11,069,528	-	502,023	(10,567,505)
Guidance, Counseling and Evaluation Services	6,772,661	-	963,370	(5,809,291)
Social Work Services	1,085,807	-	304,722	(781,085)
Health Services	1,689,956	-	77,395	(1,612,561)
Student (Pupil) Transportation	7,007,457	-	183,478	(6,823,979)
Food Services	12,805,743	3,129,428	8,839,055	(837,260)
Extracurricular Activities	4,841,872	1,219,805	123,372	(3,498,695)
General Administration	6,841,895	269,824	237,108	(6,334,963)
Facilities Maintenance and Operations	25,260,819	59,583	641,370	(24,559,866)
Security and Monitoring Services	1,571,309	-	31,309	(1,540,000)
Data Processing Services	2,032,208	-	72,372	(1,959,836)
Community Services	1,630,601	158,544	1,267,084	(204,973)
Debt Service - Interest on Long Term Debt	13,821,849	-	-	(13,821,849)
Payments related to Shared Services Arrangements	375,000	-	-	(375,000)
Payments to Juvenile Justice Alternative Ed. Prg.	900	-	-	(900)
[TP] TOTAL PRIMARY GOVERNMENT:	\$ 219,655,368	\$ 6,098,715	\$ 33,772,035	(179,784,618)

General Revenues:

Taxes:	
Property Taxes, Levied for General Purposes	89,812,714
Property Taxes, Levied for Debt Service	24,873,945
State Aid - Formula Grants	74,130,858
Grants and Contributions not Restricted	3,566,205
Investment Earnings	918,457
Miscellaneous Local and Intermediate Revenue	6,805,793
Total General Revenues	200,107,972
Change in Net Assets	20,323,354
Net Assets--Beginning	167,449,678
Net Assets--Ending	\$ 187,773,032

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, 2012

	General Fund	Debt Service Fund	Capital Projects Fund
ASSETS			
Cash and Cash Equivalents	\$ 70,901,907	\$ 10,692,804	\$ 2,195,787
Investments - Current	14,585,832	1,022,080	-
Property Taxes - Delinquent	15,943,646	3,047,434	-
Allowance for Uncollectible Taxes (Credit)	(8,295,641)	(1,388,712)	-
Receivables from Other Governments	2,517,565	-	-
Accrued Interest	63,042	1,750	-
Due from Other Funds	9,390,901	24,904	-
Other Receivables	45,778	-	19,729
Inventories	318,322	-	-
Deferred Expenditures	1,074,410	-	-
Other Current Assets	10,000	-	-
Restricted Assets	-	14,400,754	-
Total Assets	\$ 106,555,762	\$ 27,801,014	\$ 2,215,516
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 2,633,077	\$ -	\$ 14,096
Payroll Deductions and Withholdings Payable	1,296,718	-	-
Accrued Wages Payable	1,942,278	-	-
Due to Other Funds	24,904	-	872,363
Due to Other Governments	154,341	-	-
Deferred Revenues	7,960,401	1,658,722	-
Payable from Restricted Assets	46,516	-	-
Total Liabilities	14,058,235	1,658,722	886,459
Fund Balances:			
Nonspendable Fund Balance:			
Inventories	318,322	-	-
Prepaid items	1,074,410	-	-
Restricted Fund Balance:			
Grant funds	-	-	-
Capital acquisition and contractual programs	-	-	1,329,057
Retirement of long-term debt	-	26,142,292	-
Restricted for other purposes	-	-	-
Committed Fund Balance:			
Construction projects	7,500,000	-	-
Capital acquisition for equipment	2,500,000	-	-
Committed for other purposes	8,500,000	-	-
Assigned Fund Balance:			
Assigned for other purposes	2,901,274	-	-
Unassigned Fund Balance	69,703,521	-	-
Total Fund Balances	92,497,527	26,142,292	1,329,057
Total Liabilities and Fund Balances	\$ 106,555,762	\$ 27,801,014	\$ 2,215,516

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

Non-major Governmental Funds	Total Governmental Funds
\$ 2,720,473	\$ 86,510,971
-	15,607,912
-	18,991,080
-	(9,684,353)
9,283,787	11,801,352
-	64,792
-	9,415,805
89,287	154,794
134,744	453,066
23,067	1,097,477
-	10,000
-	14,400,754
<u>\$ 12,251,358</u>	<u>\$ 148,823,650</u>
\$ 474,423	\$ 3,121,596
100,403	1,397,121
143,474	2,085,752
8,517,028	9,414,295
-	154,341
426,576	10,045,699
207,094	253,610
<u>9,868,998</u>	<u>26,472,414</u>
134,744	453,066
23,067	1,097,477
835,092	835,092
-	1,329,057
-	26,142,292
281,288	281,288
-	7,500,000
-	2,500,000
1,108,169	9,608,169
-	2,901,274
-	69,703,521
<u>2,382,360</u>	<u>122,351,236</u>
<u>\$ 12,251,358</u>	<u>\$ 148,823,650</u>



GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET ASSETS
AUGUST 31, 2012

Total Fund Balances - Governmental Funds	\$	122,351,236
 The District uses internal service funds to charge the costs of the District's self-insured 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.		3,872,476
 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 \$521,709,212 and the accumulated depreciation was \$136,213,927. The net effect is an increase to net assets (See Note II. B).		385,495,285
 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).		(335,399,069)
 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 \$9,306,727 as revenue and eliminating interfund transactions. Issuance costs related to debt totaling \$2,146,377 are not financial resources and, therefore, are not reported in the funds. Issuance costs are amortized over the life of the debt. The net effect of these reclassifications and recognitions is an increase in net assets.		11,453,104
 Net Assets of Governmental Activities	<u>\$</u>	<u>187,773,032</u>

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, 2012

	General Fund	Debt Service Fund	Capital Projects Fund
REVENUES:			
Total Local and Intermediate Sources	\$ 93,070,345	\$ 24,513,955	\$ 35,816
State Program Revenues	80,488,890	-	-
Federal Program Revenues	3,686,957	-	-
Total Revenues	177,246,192	24,513,955	35,816
EXPENDITURES:			
Current:			
Instruction	89,956,384	-	-
Instructional Resources and Media Services	2,699,964	-	-
Curriculum and Instructional Staff Development	1,299,487	-	-
Instructional Leadership	2,748,327	-	-
School Leadership	10,297,017	-	-
Guidance, Counseling and Evaluation Services	5,615,340	-	-
Social Work Services	522,717	-	-
Health Services	1,572,019	-	-
Student (Pupil) Transportation	7,653,234	-	-
Food Services	-	-	-
Extracurricular Activities	3,493,271	-	-
General Administration	5,431,749	-	-
Facilities Maintenance and Operations	23,396,207	-	-
Security and Monitoring Services	1,465,129	-	-
Data Processing Services	1,890,386	-	-
Community Services	63,712	-	-
Debt Service:			
Principal on Long Term Debt	-	9,610,000	-
Interest on Long Term Debt	-	14,639,327	-
Bond Issuance Cost and Fees	-	579,449	-
Capital Outlay:			
Facilities Acquisition and Construction	2,615,230	-	487,882
Intergovernmental:			
Payments to Fiscal Agent/Member Districts of SSA	375,000	-	-
Payments to Juvenile Justice Alternative Ed. Prg.	900	-	-
Other Intergovernmental Charges	950,493	-	-
Total Expenditures	162,046,566	24,828,776	487,882
Excess (Deficiency) of Revenues Over (Under) Expenditures	15,199,626	(314,821)	(452,066)
OTHER FINANCING SOURCES (USES):			
Refunding Bonds Issued	-	51,050,000	-
Non-Current Loans	-	-	-
Transfers In	180,057	12,894,883	96,549
Premium or Discount on Issuance of Bonds	-	9,699,676	-
Prepaid Interest	-	120,746	-
Transfers Out (Use)	(308,501)	-	(13,057,211)
Payment to Bond Refunding Escrow Agent (Use)	-	(60,518,090)	-
Total Other Financing Sources (Uses)	(128,444)	13,247,215	(12,960,662)
Net Change in Fund Balances	15,071,182	12,932,394	(13,412,728)
Fund Balance - September 1 (Beginning)	77,426,345	13,209,898	14,741,785
Fund Balance - August 31 (Ending)	\$ 92,497,527	\$ 26,142,292	\$ 1,329,057

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

Non-major Governmental Funds		Total Governmental Funds	
\$	5,747,490	\$	123,367,606
	4,060,789		84,549,679
	22,945,118		26,632,075
	<u>32,753,397</u>		<u>234,549,360</u>
	16,011,131		105,967,515
	39,166		2,739,130
	1,129,722		2,429,209
	463,955		3,212,282
	-		10,297,017
	684,676		6,300,016
	487,315		1,010,032
	-		1,572,019
	-		7,653,234
	12,107,858		12,107,858
	1,024,797		4,518,068
	48,509		5,480,258
	226,110		23,622,317
	-		1,465,129
	-		1,890,386
	1,453,094		1,516,806
	-		9,610,000
	-		14,639,327
	-		579,449
	4,141,875		7,244,987
	-		375,000
	-		900
	-		950,493
	<u>37,818,208</u>		<u>225,181,432</u>
	<u>(5,064,811)</u>		<u>9,367,928</u>
	-		51,050,000
	4,141,875		4,141,875
	211,953		13,383,442
	-		9,699,676
	-		120,746
	-		(13,365,712)
	-		(60,518,090)
	<u>4,353,828</u>		<u>4,511,937</u>
	<u>(710,983)</u>		<u>13,879,865</u>
	<u>3,093,343</u>		<u>108,471,371</u>
\$	<u>2,382,360</u>	\$	<u>122,351,236</u>

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, 2012

Total Net Change in Fund Balances - Governmental Funds	\$	13,879,865
 The District uses internal service funds to charge the costs of the District's self-insured 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.		514,921
 Current year capital outlay of \$9,040,813 and long-term debt principal payments, net of refunding proceeds of \$6,560,329, 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 2012 capital outlays and debt principal payments and bond proceeds is an increase in net assets.		15,601,142
 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.		(14,733,799)
 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 \$5,429,362 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 \$(320,528), and recognizing the liabilities and issuance costs associated with maturing long-term debt and interest of \$(47,609). The net effect of these reclassifications and recognitions is an increase in net assets.		5,061,225
 Change in Net Assets of Governmental Activities	<u>\$</u>	<u>20,323,354</u>

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, 2012

	Governmental Activities -
	Total Internal Service Funds
<hr/>	
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 5,239,419
Inventories	20,068
Total Assets	5,259,487
LIABILITIES	
Current Liabilities:	
Accounts Payable	39,516
Payroll Deductions and Withholdings Payable	415
Due to Other Funds	1,510
Accrued Expenses	1,345,570
Total Liabilities	1,387,011
NET ASSETS	
Unrestricted Net Assets	3,872,476
Total Net Assets	\$ 3,872,476

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, 2012

	Governmental Activities -
	Total Internal Service Funds
<hr/>	
OPERATING REVENUES:	
Local and Intermediate Sources	\$ 1,293,441
Total Operating Revenues	1,293,441
OPERATING EXPENSES:	
Payroll Costs	633,360
Supplies and Materials	127,430
Total Operating Expenses	760,790
Income Before Transfers	532,651
Transfers Out	(17,730)
Change in Net Assets	514,921
Total Net Assets - September 1 (Beginning)	3,357,555
Total Net Assets - August 31 (Ending)	\$ 3,872,476

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, 2012

	Governmental Activities -
	Total Internal Service Funds
<u>Cash Flows from Operating Activities:</u>	
Cash Received from User Charges	\$ 1,333,366
Cash Payments for Insurance Claims	(661,148)
Cash Payments for Suppliers	(197,953)
Net Cash Provided by Operating Activities	<u>474,265</u>
<u>Cash Flows from Non-Capital Financing Activities:</u>	
Advances to other funds, net	(2,244,319)
Operating Transfer Out	(17,730)
Net Cash Used for Non-Capital Financing Activities	<u>(2,262,049)</u>
Net Decrease in Cash and Cash Equivalents	(1,787,784)
Cash and Cash Equivalents at Beginning of Year	<u>7,027,203</u>
Cash and Cash Equivalents at End of Year	<u>\$ 5,239,419</u>
<u>Reconciliation of Operating Income to Net Cash</u>	
<u>Provided by Operating Activities:</u>	
Operating Income:	\$ 532,651
Effect of Increases and Decreases in Current Assets and Liabilities:	
Decrease (increase) in Receivables	7,673
Decrease (increase) in Inventories	(2,146)
Increase (decrease) in Accounts Payable	13,794
Increase (decrease) in Accrued Wages Payable	(348)
Increase (decrease) in Accrued Expenses	(117,284)
Increase (decrease) in Due to Other Funds	39,925
Net Cash Provided by Operating Activities	<u>\$ 474,265</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, 2012

	Private Purpose Trust Fund	Agency Fund
ASSETS		
Cash and Cash Equivalents	\$ 158,645	\$ 536,715
Total Assets	<u>158,645</u>	<u>\$ 536,715</u>
LIABILITIES		
Accounts Payable	1,500	\$ 62,641
Due to Student Groups	<u>-</u>	<u>474,074</u>
Total Liabilities	<u>1,500</u>	<u>\$ 536,715</u>
NET ASSETS		
Held in Trust for Private Purposes	<u>157,145</u>	
Total Net Assets	<u>\$ 157,145</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, 2012

	Private Purpose Trust Fund
ADDITIONS:	
Local and Intermediate Sources	\$ 12,125
Total Additions	12,125
DEDUCTIONS:	
Other Operating Costs	9,750
Total Deductions	9,750
Change in Net Assets	2,375
Total Net Assets - September 1 (Beginning)	154,770
Total Net Assets - August 31 (Ending)	\$ 157,145

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, 2012**

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, 2012**

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.

The other governmental funds of the District account for grants and other resources of the District whose uses are restricted to, or designated for, specific purposes by a grantor. Federal and state financial assistance generally is accounted for in a special revenue fund. Generally, unused balances are returned to the grantor at the close of the specified project periods. With respect to the food service and campus activity funds, funds are rolled over from year to year for use in the program.

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 on a cost reimbursement basis. The following internal service funds are used by the District:

Workers' Compensation Fund – This fund accounts for workers' compensation obligations 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.

Print Shop Fund – This fund 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.

3. Fiduciary Funds

Private Purpose Trust Fund – This fund accounts for donations to scholarship funds received by the District for awards to current and former students for post-secondary education purposes.

Agency Fund – This 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, 2012**

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 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.

Investments consist of balances in privately managed public funds investment pools and investments in municipal bonds and United States Securities. The District reports all investments at fair value based on quoted market prices at year-end date. The reported value of the pools is the same as the fair value of the pool shares.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

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.

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, 2012 to finance general fund operations and voter approved debt service principal and interest payments were \$1.04 and \$.29213, respectively, per \$100 of assessed valuation.

Current tax collections for the year ended August 31, 2012 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 51% of outstanding property taxes receivable at August 31, 2012.

Property taxes (and payments in lieu of property taxes) collected from three major petrochemical complexes within the District for fiscal year 2012 accounted for approximately 22% 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.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

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.

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

Capital Asset:	Years
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

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:

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012

- *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.
- *Committed* – includes amounts constrained to specific purposes by the District itself, using its highest level of decision-making authority (i.e., the Board of Trustees). These amounts cannot be used for any other purposes unless the Board removes or changes the constraint. The District establishes (and modifies or rescinds) fund balance commitments by passage of a resolution or ordinance. A fund balance commitment is further indicated in the budget document as a commitment of the fund.
- *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.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

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.

The amount of state foundation revenue a school district earns for a year, can and does vary until the time when final values for each of the factors in the formula become available. Availability can be as late as midway into the next fiscal year. It is at least reasonably possible that the foundation revenue estimate as of August 31 will change and those changes could be material.

II. Detailed Notes On All Funds

A. Deposits and Investments

A summary of the District's cash and investments at August 31, 2012 is shown below: **(000's)**

	Cash and Deposits	Investment Pools	Total Cash & Cash Equivalents	Investment - Municipal Bonds	Total Cash & Investments
Governmental funds:					
General fund	\$ 11,095	\$ 59,807	\$ 70,902	\$ 14,586	\$ 85,488
Debt service fund	-	10,693	10,693	1,022	11,715
Capital projects fund	-	2,196	2,196	-	2,196
Other governmental funds	<u>2,720</u>	<u>-</u>	<u>2,720</u>	<u>-</u>	<u>2,720</u>
Total governmental funds	<u>13,815</u>	<u>72,696</u>	<u>86,511</u>	<u>15,608</u>	<u>102,119</u>
Proprietary funds	<u>5,239</u>	<u>-</u>	<u>5,239</u>	<u>-</u>	<u>5,239</u>
Fiduciary funds	<u>185</u>	<u>510</u>	<u>695</u>	<u>-</u>	<u>695</u>
Total	<u>\$ 19,239</u>	<u>\$ 73,206</u>	<u>\$ 92,445</u>	<u>\$ 15,608</u>	<u>\$ 108,053</u>

At August 31, 2012, the net carrying amount of the District's cash and deposits was \$19,239,424 and the bank balance was \$21,731,735. At August 31, 2012, and during the year ended August 31, 2012, 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.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

The District's cash equivalents and investments at August 31, 2012 are as shown below: (000's)

<u>Investment Type:</u>	<u>Cost</u>	<u>Fair Value **</u>	<u>Investment Maturity in Years</u>	
			<u>Less Than 1</u>	<u>1 - 2 Years</u>
			<u>Year</u>	<u>1 - 2 Years</u>
Cash in Bank	\$ 19,239	\$ 19,239	\$ 19,239	\$ -
Local Government Investment Pools	73,206	73,206	73,206	-
Cash and Cash Equivalents - subtotal	92,445	92,445	92,445	-
Municipal Bonds	15,682	15,608	15,608	-
Investments - subtotal	15,682	15,608	15,608	-
Total Cash & Investments	\$ 108,127	\$ 108,053	\$ 108,053	\$ -

**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 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, 2012, 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 (\$36,917,378) 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, 2012, 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 (\$21,232,907) 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,

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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 (\$15,056,041) are stated at cost, which approximates fair value.

The District's sinking funds at August 31, 2012 were invested in the following: **(000's)**

<u>Investment</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Maturity</u>
Federal Agricultural Mortgage Corporation Discount Note	\$ 11,535	\$ 11,837	09/17/12
United States Treasury Bill	2,517	2,563	11/15/12
Total Restricted Assets	<u>\$ 14,052</u>	<u>\$ 14,400</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.

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 requires inclusion of a procedure to monitor and act as necessary to changes in credit rating on any investment which requires a rating.

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.

Municipal obligations of the State of Texas or any other state or political subdivision must be rated A or better by at least two nationally recognized securities ratings organizations (NRSRO).

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.

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As of August 31, 2012, the District's portfolio included the following:

<u>Investment Type</u>	<u>Percent of Total Portfolio</u>
Local Government Investment Pools	68%
FDIC fully insured checking accounts	18%
Municipal Obligations rated A	14%

- 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, 2012, 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:

<u>Type of Investment</u>	<u>Maximum Allowed % of Portfolio</u>	<u>Actual % of Portfolio at August 31, 2012</u>
US Treasury Obligations	100%	n/a
US Agency Obligations	100%	14%
Commercial Paper	25%	n/a
Local Government Investment Pools	100%	68%
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, 2012, the portfolio contained no securities with a stated maturity greater than August, 2013. The dollar weighted average maturity of the total portfolio was 30 days.

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B. Capital Assets

Capital asset activity for the fiscal year ended August 31, 2012, was as follows: **(000's)**

	Beginning Balances	Additions	Deletions	Transfers	Ending Balances
<u>Capital assets not being depreciated:</u>					
Land	\$ 8,985	\$ 164	\$ -	\$ -	\$ 9,149
Construction in progress	316	4,328	-	(270)	4,374
Total capital assets not being depreciated	<u>9,301</u>	<u>4,492</u>	<u>-</u>	<u>(270)</u>	<u>13,523</u>
<u>Capital assets being depreciated:</u>					
Buildings and improvements	476,488	2,483	(557)	270	478,684
Furniture and equipment	27,545	2,066	(109)	-	29,502
Total capital assets being depreciated	<u>504,033</u>	<u>4,549</u>	<u>(666)</u>	<u>270</u>	<u>508,186</u>
<u>Less accumulated depreciation for:</u>					
Buildings and improvements	(105,941)	(12,587)	250	-	(118,278)
Furniture and equipment	(15,884)	(2,147)	96	-	(17,935)
Total accumulated depreciation	<u>(121,825)</u>	<u>(14,734)</u>	<u>346</u>	<u>-</u>	<u>(136,213)</u>
Capital assets, net	<u>\$ 391,509</u>	<u>\$ (5,693)</u>	<u>\$ (320)</u>	<u>\$ -</u>	<u>\$ 385,496</u>

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

Instruction	\$ 8,296
Instructional resources and media services	205
Curriculum and staff development	182
Instructional leadership	241
School leadership	773
Guidance, counseling and evaluation services	473
Social work services	76
Health services	118
Student (pupil) transportation	574
Food services	908
Extracurricular activities	339
General administration	411
Facilities maintenance and operations	1,772
Security and monitoring services	110
Data processing services	142
Community services	114
Total depreciation expense	<u>\$ 14,734</u>

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
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C. Receivables and Deferred Revenue

Receivables as of August 31, 2012, 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>Capital Projects Funds</u>	<u>Non-major Governmental Funds</u>	<u>Total</u>
Taxes	\$ 8,753	\$ 1,834	\$ -	\$ -	\$ 10,587
Taxes - penalty & interest	7,191	1,213	-	-	8,404
Due from other governments	2,517	-	-	9,284	11,801
Interest	63	2	-	-	65
Other receivables	46	-	20	89	155
Gross receivables	18,570	3,049	20	9,373	31,012
Less: allowance for uncollectibles	(8,296)	(1,389)	-	-	(9,685)
Net total receivables	<u>\$ 10,274</u>	<u>\$ 1,660</u>	<u>\$ 20</u>	<u>\$ 9,373</u>	<u>\$ 21,327</u>

Deferred revenue at August 31, 2012, for the District's governmental funds is as follows: **(000's)**

	<u>Unavailable</u>	<u>Unearned</u>
Delinquent property taxes receivable - General Fund	\$ 7,648	\$ -
Delinquent property taxes receivable - Debt Service Fund	1,658	-
Federal food commodities	-	43
Athletic revenue	-	8
Advance funding	-	689
Total deferred revenue	<u>\$ 9,306</u>	<u>\$ 740</u>

D. Interfund Receivables, Payables and Transfers

Interfund balances in the fund financial statements at August 31, 2012 consisted of the following: **(000's)**

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
General Fund:		
Debt Service Fund	\$ -	\$ 25
Capital Projects Fund	872	-
Non-major Governmental Funds	8,517	-
Proprietary Funds	2	-
Total General Fund	\$ 9,391	\$ 25
Debt Service Fund:		
General Fund	\$ 25	\$ -
Capital Projects Fund		
General Fund	\$ -	\$ 872
Non-major Governmental Funds:		
General Fund	\$ -	\$ 8,517
Proprietary Funds:		
General Fund	\$ -	\$ 2

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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.

Interfund transfers in the fund financial statements at August 31, 2012 consisted of the following: **(000's)**

<u>Transfers from</u>	<u>Transfers to</u>	<u>Amount</u>
Capital Projects	Debt Service Fund	\$ 12,895
General Fund	Other Governmental Funds	212
General Fund	Capital Projects	97
Capital Projects	General Fund	162
Proprietary Fund	General Fund	17
Total Transfers		<u>\$ 13,383</u>

The District transferred surplus construction (“bond”) proceeds of \$12.9 million from the capital projects fund to the debt service fund to pay down debt. The District transferred \$215 thousand from the general fund into special revenue funds for technology expenditures and various local programs. The District transferred \$97 thousand and \$162 thousand between the general fund and capital projects funds to cover project shortfalls and return excess funds funded by the general fund. The District transferred \$17 thousand of residual funds from its discontinued self-insured health insurance plan accounted for in the internal service fund to the general fund.

E. Long-Term Liabilities

General obligation bonds are direct obligations and pledge the full faith and credit of the District. These are issued as current interest bonds, term bonds, and capital appreciation bonds (CAB) with various amounts of principal maturing each year. Bonded debt as of August 31, 2012 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, 2012</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	1,470
Unlimited Tax Refunding Bonds, Series 2003	3.8-5.0%	02/15/16	13,075	10,805
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	44,375
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	96,335
Unlimited Tax Schoolhouse Bonds, Series 2007	3.5-5.00%	02/15/30	54,440	47,645
Unlimited Tax Schoolhouse Bonds, Series 2007A	4.625-6.00%	02/15/30	8,000	7,270
Unlimited Tax Refunding Bonds, Series 2008	3.625-5.00%	02/15/16	13,290	7,830
Unlimited Tax Refunding Bonds, Series 2011	2.0-5.0%	02/15/20	9,890	9,890
Unlimited Tax Refunding Bonds, Series 2012	5.0%	02/15/24	41,160	41,160
			<u>\$ 415,135</u>	<u>\$ 321,710</u>

In November 2011, the District issued \$9,890,000 in Unlimited Tax Refunding Bonds, Series 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 \$138,379. 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 this refunding, the District reduced its total debt service requirements by \$1,361,074 and realized a present value savings of \$1,351,708.

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In March 2012, the District issued \$41,160,000 in Unlimited Tax Refunding Bonds, Series 2012 to refund \$14,075,000 of the outstanding Unlimited Tax Schoolhouse Bonds, Series 2005 and \$28,990,000 of the Unlimited Tax Schoolhouse and Refunding Bonds, Series 2006. The bonds were issued at a premium of \$8,703,684 and issuance costs of \$429,448. The bonds bear interest at 5% and are due in annual installments ranging from \$7,385,000 to \$11,935,000 through February 15, 2024. As a result of this refunding, the District reduced its total debt service requirements by \$2,259,933 and realized a present value savings of \$1,801,018.

In March 2012, the District entered into a loan agreement (LoanSTAR Revolving Loan Program) sponsored by the State Energy Conservation Office (SECO) totaling \$4.8 million to reduce consumption of electrical energy. The loan is payable in quarterly installments of principal and interest and bears interest at 3%. The balance outstanding at August 31, 2012 is \$4,141,875.

Long-term liability activity for the year ended August 31, 2012, was as follows: (000's)

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending</u> <u>Balance</u>	<u>Due within</u> <u>One Year</u>
Governmental Activities					
General Obligation - 2001 (QZAB)	\$ 16,000	\$ -	\$ -	\$ 16,000	\$ -
General Obligation - 2002	15,645	-	(14,175)	1,470	1,470
General Obligation - 2003	12,390	-	(1,585)	10,805	2,510
General Obligation - 2004	30,930	-	-	30,930	300
General Obligation - 2005	58,800	-	(14,425)	44,375	350
General Obligation - 2005 (QZAB)	8,000	-	-	8,000	-
General Obligation - 2006	125,855	-	(29,520)	96,335	695
General Obligation - 2007	49,105	-	(1,460)	47,645	1,595
General Obligation - 2007A	7,465	-	(195)	7,270	205
General Obligation - 2008	9,600	-	(1,770)	7,830	1,840
General Obligation - 2011	-	9,890	-	9,890	320
General Obligation - 2012	-	41,160	-	41,160	-
Total Bonds Payable	333,790	51,050	(63,130)	321,710	9,285
Other Liabilities:					
Accrued Interest	690	13	-	703	703
Deferred Gain/Loss on Defeasance of Bonds	(3,085)	(6,998)	1,568	(8,515)	-
Accumulated Accretion on Capital Appreciation Bonds	3,227	254	(845)	2,636	-
Premium on Issuance of Bonds	9,153	9,700	(2,527)	16,326	-
Discount on Issuance of Bonds	(1,816)	-	211	(1,605)	-
SECO-LoanSTAR Revolving Loan	-	4,142	-	4,142	172
Total Other Liabilities	8,169	7,111	(1,593)	13,687	875
Total Long-term Liabilities	<u>\$ 341,959</u>	<u>\$ 58,161</u>	<u>\$ (64,723)</u>	<u>\$ 335,397</u>	<u>\$ 10,160</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, 2012, outstanding bonds include capital appreciation bonds carried at their principal amount of \$1.5 million (present value of \$4.1 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. Principal and interest expenditures for note and loan payables are accounted for in the general fund.

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).

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Debt service requirements at August 31, 2012 were as follows: (000's)

Fiscal Year Ending August 31,	General Obligation		Notes and Loans		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2013	\$ 9,285	\$ 16,519	\$ 172	\$ 125	\$ 25,804	\$ 16,644
2014	12,465	13,338	479	114	25,803	13,452
2015	29,035	12,764	494	99	41,799	12,863
2016	14,490	12,105	509	84	26,595	12,189
2017	14,290	11,390	524	69	25,680	11,459
2018-2022	79,825	46,851	1,964	112	126,676	46,963
2023-2027	93,910	26,751	-	-	120,661	26,751
2028-2030	68,410	4,607	-	-	73,017	4,607
Total	<u>\$ 321,710</u>	<u>\$ 144,325</u>	<u>\$ 4,142</u>	<u>\$ 603</u>	<u>\$ 466,035</u>	<u>\$ 144,928</u>

F. 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, 2012, bonds outstanding of \$43 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, 2012, 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 2012 were \$1.3 million and made from the general fund. Future minimum lease payments are as follows: (000's)

Fiscal Year Ending August 31,	Lease Payment
2013	\$ 568
2014	520
Total	<u>\$ 1,088</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, 2012, physical damage to property is limited to an annual aggregate of \$250 million. Additionally, coverage is limited

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to \$25 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, 2012, 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.

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, 2012, 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)

	2012	2011
Liability, beginning of period	\$ 1,463	\$ 1,507
Changes in the est. for current & prior period claims	443	452
Payments on claims	(560)	(496)
Liability, end of period	\$ 1,346	\$ 1,463

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, 2011 are available at the TASB offices and have been filed with the Texas Department of Insurance in Austin, Texas.

B. Health Care

The District provides medical insurance coverage for its employees through the TRS-Active Care insurance provided by the Texas Retirement System of Texas. 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.

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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 visiting the TRS Internet website at www.trs.state.tx.us, by calling the TRS Communications Department at 1-800-223-8778, or by writing to the TRS Communications Department, 1000 Red River Street, Austin, Texas 78701.

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 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 2012-2010. 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 District contributed 100% of the annual required contributions for fiscal year 2012, 2011, and 2010. The required contributions to TRS-Care for the years ended August 31, were: **(000's)**

<u>Contributions</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
State	\$ 464	\$ 467	\$ 466
District	782	702	692
Employee	809	829	818

D. Medicare Part D – On-Behalf Payments

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, 2012, 2011, and 2010, the subsidy payments received by TRS-Care on-behalf of the District were \$323,255, \$294,828, and \$313,008, respectively. These payments are recorded as equal revenues and expenditures/expenses in the financial statements.

E. Early Retiree Reinsurance Program – On-Behalf Payments

The Early Retiree Reinsurance Program (ERRP) is a provision of the Patient Protection and Affordable Care Act (PPACA). A provision of the PPACA allows the Texas Public School Retired Employee Group Insurance Program (TRS-Care) to receive a reimbursement from the federal government for a portion of the cost to provide health benefits to retirees between the ages of 55 and 64 and their covered dependents regardless of age. The on-behalf payment of \$305,695 was recognized for the year ended August 31, 2012, as equal revenues and expenditures/expenses in the financial statements.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

F. 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 downloading the report from the TRS Internet website, www.trs.state.tx.us, under the TRS Publications heading, by calling the TRS Communications Department at 1-800-223-8778, or by writing to the TRS Communications Department, 1000 Red River Street, Austin, Texas 78701.

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 member contribution rate of 6.4% for fiscal years 2012-2010 and a state contribution rate of 6% for fiscal year 2012 and 6.644% for fiscal years 2011-2010. The State's on-behalf contribution is recorded as revenues and expenditures/expenses in the financial statements. In certain instances, the reporting district is required to make all or a portion of the state's contribution. The following is a schedule of contributions for the fiscal years ended August 31: **(000's)**

<u>Contributions</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
State	\$ 5,433	\$ 6,090	\$ 5,961
District	1,380	1,611	1,567
Employee	7,970	8,166	8,051

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, 2012, the District's contribution was \$3.9 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 on the date the participant becomes a member on the Pension Plan. 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.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

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. 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 17 member Districts. 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 \$7831. In 2012, approximately 51% of the funding was from the state grant and 49% from the member districts. Revenue from the respective member districts, including the District's contribution, is as follows: **(000's)**

Anahuac ISD	\$	2
Barbers Hill ISD		30
Channelview ISD		59
Cleveland ISD		12
Crosby ISD		45
Dayton ISD		44
Deer Park ISD		59
Devers ISD		3
Galena Park ISD		161
Goose Creek CISD		217
Hardin ISD		2
Hull-Daisetta ISD		3
La Porte ISD		76
Liberty ISD		24
Pasadena ISD		509
Sheldon ISD		19
Tarkington ISD		2
		2
	\$	1,267

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.

I. 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

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

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, 2012, 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:

Fund	Restricted	Committed	Assigned	Total
General	\$ -	\$ -	\$ 2,901,274	\$ 2,901,274
Capital Projects	76,745	-	-	76,745
Other Governmental Funds	1,045,636	42,350	-	1,087,986
 Total	 <u>\$ 1,122,381</u>	 <u>\$ 42,350</u>	 <u>\$ 2,901,274</u>	 <u>\$ 4,066,005</u>

J. 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.

K. Instructional Materials Allotment

In May 2011, Senate Bill 6, repealed the technology allotment used by Texas schools and created an Instructional Materials Allotment (IMA) for the purchase of instructional materials, technology equipment, and technology related services. Under the IMA, instructional material purchases must be made through TEA’s online requisition system. Instructional materials purchased from IMA totaling \$2,451,659 are recorded as revenues and expenditures/expenses in the financial statements.

L. Subsequent Events

In November 2012, the Board approved a change in the District’s fiscal year end from August 31, 2013 to June 30, 2013. The District has submitted the required application to TEA.

The District has evaluated subsequent events through January 9, 2013, 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, 2012

	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
Total Local and Intermediate Sources	\$ 87,410,000	\$ 87,284,366	\$ 93,070,345	\$ 5,785,979
State Program Revenues	76,120,000	77,883,602	80,488,890	2,605,288
Federal Program Revenues	2,090,000	2,725,000	3,686,957	961,957
Total Revenues	165,620,000	167,892,968	177,246,192	9,353,224
EXPENDITURES:				
Current:				
Instruction	95,142,480	94,562,094	89,956,384	4,605,710
Instructional Resources and Media Services	2,207,630	3,047,691	2,699,964	347,727
Curriculum and Instructional Staff Development	1,657,391	1,752,392	1,299,487	452,905
Instructional Leadership	2,875,743	2,967,468	2,748,327	219,141
School Leadership	10,826,394	10,885,820	10,297,017	588,803
Guidance, Counseling and Evaluation Services	5,223,447	5,869,378	5,615,340	254,038
Social Work Services	512,752	585,441	522,717	62,724
Health Services	1,633,320	1,654,919	1,572,019	82,900
Student (Pupil) Transportation	8,327,596	8,523,737	7,653,234	870,503
Extracurricular Activities	3,435,302	3,797,872	3,493,271	304,601
General Administration	5,517,877	5,555,930	5,431,749	124,181
Facilities Maintenance and Operations	23,320,047	25,057,271	23,396,207	1,661,064
Security and Monitoring Services	1,385,468	1,578,171	1,465,129	113,042
Data Processing Services	1,472,523	2,089,787	1,890,386	199,401
Community Services	104,729	104,729	63,712	41,017
Capital Outlay:				
Facilities Acquisition and Construction	352,591	6,010,848	2,615,230	3,395,618
Intergovernmental:				
Payments to Fiscal Agent/Member Districts of SSA	-	375,000	375,000	-
Payments to Juvenile Justice Alternative Ed. Prg.	34,000	34,000	900	33,100
Other Intergovernmental Charges	1,025,680	1,025,680	950,493	75,187
Total Expenditures	165,054,970	175,478,228	162,046,566	13,431,662
Excess (Deficiency) of Revenues Over (Under) Expenditures	565,030	(7,585,260)	15,199,626	22,784,886
OTHER FINANCING SOURCES (USES):				
Transfers In	-	55,000	180,057	125,057
Transfers Out (Use)	(215,000)	(216,512)	(308,501)	(91,989)
Other (Uses)	(350,000)	(350,000)	-	350,000
Total Other Financing Sources (Uses)	(565,000)	(511,512)	(128,444)	383,068
Net Change in Fund Balances	30	(8,096,772)	15,071,182	23,167,954
Fund Balance - September 1 (Beginning)	77,426,345	77,426,345	77,426,345	-
Fund Balance - August 31 (Ending)	\$ 77,426,375	\$ 69,329,573	\$ 92,497,527	\$ 23,167,954

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012**

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, 2012.

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, 2012. 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 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 – 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 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 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.

Education Jobs Fund – To create education jobs for the 2011-12 school year. Jobs funded under this program include those that provide educational and related services for early childhood, elementary, and secondary education.

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.

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

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.

State Instructional Materials Fund – To account for funds awarded to school districts under the textbook allotment.

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

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 Fund – 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.

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.

State Energy Conservation Program – LoneSTAR revolving loan program to provide funding for efficiencies in energy related consumption.

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, 2012

	211 ESEA I, A Improving Basic Program	212 ESEA Title I Part C Migrant	224 IDEA - Part B Formula	225 IDEA - Part B Preschool
ASSETS				
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
Receivables from Other Governments	1,164,332	169,825	1,634,165	18,157
Other Receivables	-	-	-	-
Inventories	-	-	-	-
Deferred Expenditures	-	-	-	-
Total Assets	<u>\$ 1,164,332</u>	<u>\$ 169,825</u>	<u>\$ 1,634,165</u>	<u>\$ 18,157</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 12,614	\$ 11,978	\$ 121	\$ -
Payroll Deductions and Withholdings Payable	31,034	4,162	25,381	462
Accrued Wages Payable	49,582	11,408	40,898	-
Due to Other Funds	1,071,102	142,277	1,567,765	17,695
Deferred Revenues	-	-	-	-
Payable from Restricted Assets	-	-	-	-
Total Liabilities	<u>1,164,332</u>	<u>169,825</u>	<u>1,634,165</u>	<u>18,157</u>
Fund Balances:				
Nonspendable Fund Balance:				
Inventories	-	-	-	-
Prepaid items	-	-	-	-
Restricted Fund Balance:				
Grant funds	-	-	-	-
Restricted for other purposes	-	-	-	-
Committed Fund Balance:				
Committed for other purposes	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 1,164,332</u>	<u>\$ 169,825</u>	<u>\$ 1,634,165</u>	<u>\$ 18,157</u>

240 Child Nutrition Program	244 Career and Technical - Basic Grant	255 ESEA II,A Training and Recruiting	263 Title III, A English Lang. Acquisition	265 Title IV, B Community Learning	279 Title II, D ARRA - Ed. Technology	283 IDEA, Pt. B ARRA Formula	284 IDEA, Pt. B ARRA Preschool
\$ 829,095	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
225,034	37,500	354,446	90,311	13,753	-	-	-
67,532	-	-	-	-	-	-	-
134,744	-	-	-	-	-	-	-
23,067	-	-	-	-	-	-	-
<u>\$ 1,279,472</u>	<u>\$ 37,500</u>	<u>\$ 354,446</u>	<u>\$ 90,311</u>	<u>\$ 13,753</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 220,326	\$ 11,913	\$ 5,233	\$ 357	\$ -	\$ -	\$ -	\$ -
23,480	-	4,293	2,007	-	-	-	-
-	-	16,254	-	-	-	-	-
-	25,587	328,666	87,947	13,753	-	-	-
42,763	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>286,569</u>	<u>37,500</u>	<u>354,446</u>	<u>90,311</u>	<u>13,753</u>	<u>-</u>	<u>-</u>	<u>-</u>
134,744	-	-	-	-	-	-	-
23,067	-	-	-	-	-	-	-
835,092	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>992,903</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 1,279,472</u>	<u>\$ 37,500</u>	<u>\$ 354,446</u>	<u>\$ 90,311</u>	<u>\$ 13,753</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 AUGUST 31, 2012

	285 ESEA I,A Improving Basic Program	287 Education Jobs Fund	289 Title VI, A Summer LEP Program	315 SSA IDEA, Part B Discretionary
ASSETS				
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
Receivables from Other Governments	-	1,244,501	-	42,907
Other Receivables	-	-	-	-
Inventories	-	-	-	-
Deferred Expenditures	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 1,244,501</u>	<u>\$ -</u>	<u>\$ 42,907</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ -	\$ 957
Payroll Deductions and Withholdings Payable	-	-	-	490
Accrued Wages Payable	-	-	-	-
Due to Other Funds	-	1,244,501	-	41,460
Deferred Revenues	-	-	-	-
Payable from Restricted Assets	-	-	-	-
Total Liabilities	<u>-</u>	<u>1,244,501</u>	<u>-</u>	<u>42,907</u>
Fund Balances:				
Nonspendable Fund Balance:				
Inventories	-	-	-	-
Prepaid items	-	-	-	-
Restricted Fund Balance:				
Grant funds	-	-	-	-
Restricted for other purposes	-	-	-	-
Committed Fund Balance:				
Committed for other purposes	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 1,244,501</u>	<u>\$ -</u>	<u>\$ 42,907</u>

316 SSA IDEA, Part B Deaf	317 SSA - IDEA, B Preschool Deaf	340 SSA - IDEA C Deaf - Early Intervention	397 Advanced Placement Incentives	409 High School Completion and Success	410 State Instructional Materials	411 Technology Allotment	429 Read to Succeed
\$ -	\$ -	\$ -	\$ 42,756	\$ -	\$ 175,728	\$ -	\$ 1,879
35,441	5,267	120	-	-	-	-	448
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 35,441</u>	<u>\$ 5,267</u>	<u>\$ 120</u>	<u>\$ 42,756</u>	<u>\$ -</u>	<u>\$ 175,728</u>	<u>\$ -</u>	<u>\$ 2,327</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 135,126	\$ -	\$ -
425	76	-	-	-	-	-	-
-	-	-	-	-	-	-	-
35,016	5,191	120	-	-	-	-	-
-	-	-	42,756	-	40,602	-	2,327
-	-	-	-	-	-	-	-
<u>35,441</u>	<u>5,267</u>	<u>120</u>	<u>42,756</u>	<u>-</u>	<u>175,728</u>	<u>-</u>	<u>2,327</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 35,441</u>	<u>\$ 5,267</u>	<u>\$ 120</u>	<u>\$ 42,756</u>	<u>\$ -</u>	<u>\$ 175,728</u>	<u>\$ -</u>	<u>\$ 2,327</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 AUGUST 31, 2012

	435 SSA Regional Day School - Deaf	461 Campus Activity Fund	482 PEP Childcare Program	484 ExxonMobil Math Program
ASSETS				
Cash and Cash Equivalents	\$ 236,746	\$ 1,107,780	\$ 50,381	\$ 4,923
Receivables from Other Governments	39,536	-	-	-
Other Receivables	-	17,785	3,970	-
Inventories	-	-	-	-
Deferred Expenditures	-	-	-	-
Total Assets	<u>\$ 276,282</u>	<u>\$ 1,125,565</u>	<u>\$ 54,351</u>	<u>\$ 4,923</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 1,585	\$ 17,396	\$ -	\$ -
Payroll Deductions and Withholdings Payable	7,940	-	540	-
Accrued Wages Payable	25,332	-	-	-
Due to Other Funds	-	-	-	-
Deferred Revenues	241,425	-	-	4,923
Payable from Restricted Assets	-	-	-	-
Total Liabilities	<u>276,282</u>	<u>17,396</u>	<u>540</u>	<u>4,923</u>
Fund Balances:				
Nonspendable Fund Balance:				
Inventories	-	-	-	-
Prepaid items	-	-	-	-
Restricted Fund Balance:				
Grant funds	-	-	-	-
Restricted for other purposes	-	-	53,811	-
Committed Fund Balance:				
Committed for other purposes	-	1,108,169	-	-
Total Fund Balances	<u>-</u>	<u>1,108,169</u>	<u>53,811</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 276,282</u>	<u>\$ 1,125,565</u>	<u>\$ 54,351</u>	<u>\$ 4,923</u>

487 AVID Program	488 Local Funded Special Revenue Fund	489 State Energy Conservation Program	490 Houston Endowment Incorporated	491 Instructional Excellence Program	492 ExxonMobil Science Program	493 Houston A+ Challenge	495 Drop-out Prevention Program
\$ 12,683	\$ 101,195	\$ -	\$ 30,912	\$ -	\$ 126,282	\$ -	\$ -
-	-	4,141,875	-	8,681	-	-	57,488
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 12,683</u>	<u>\$ 101,195</u>	<u>\$ 4,141,875</u>	<u>\$ 30,912</u>	<u>\$ 8,681</u>	<u>\$ 126,282</u>	<u>\$ -</u>	<u>\$ 57,488</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 56,817
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	3,934,781	-	496	-	-	671
12,683	-	-	30,912	8,185	-	-	-
-	-	207,094	-	-	-	-	-
<u>12,683</u>	<u>-</u>	<u>4,141,875</u>	<u>30,912</u>	<u>8,681</u>	<u>-</u>	<u>-</u>	<u>57,488</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	101,195	-	-	-	126,282	-	-
-	-	-	-	-	-	-	-
<u>-</u>	<u>101,195</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>126,282</u>	<u>-</u>	<u>-</u>
<u>\$ 12,683</u>	<u>\$ 101,195</u>	<u>\$ 4,141,875</u>	<u>\$ 30,912</u>	<u>\$ 8,681</u>	<u>\$ 126,282</u>	<u>\$ -</u>	<u>\$ 57,488</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 AUGUST 31, 2012

	496 Getting Attitudes Positive	Total Non-major Governmental Funds
ASSETS		
Cash and Cash Equivalents	\$ 113	\$ 2,720,473
Receivables from Other Governments	-	9,283,787
Other Receivables	-	89,287
Inventories	-	134,744
Deferred Expenditures	-	23,067
Total Assets	<u>\$ 113</u>	<u>\$ 12,251,358</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts Payable	\$ -	\$ 474,423
Payroll Deductions and Withholdings Payable	113	100,403
Accrued Wages Payable	-	143,474
Due to Other Funds	-	8,517,028
Deferred Revenues	-	426,576
Payable from Restricted Assets	-	207,094
Total Liabilities	<u>113</u>	<u>9,868,998</u>
Fund Balances:		
Nonspendable Fund Balance:		
Inventories	-	134,744
Prepaid items	-	23,067
Restricted Fund Balance:		
Grant funds	-	835,092
Restricted for other purposes	-	281,288
Committed Fund Balance:		
Committed for other purposes	-	1,108,169
Total Fund Balances	<u>-</u>	<u>2,382,360</u>
Total Liabilities and Fund Balances	<u>\$ 113</u>	<u>\$ 12,251,358</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, 2012

	211 ESEA I, A Improving Basic Program	212 ESEA Title I Part C Migrant	224 IDEA - Part B Formula	225 IDEA - Part B Preschool
REVENUES:				
Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
State Program Revenues	-	-	-	-
Federal Program Revenues	4,738,454	723,928	3,236,567	40,795
Total Revenues	<u>4,738,454</u>	<u>723,928</u>	<u>3,236,567</u>	<u>40,795</u>
EXPENDITURES:				
Current:				
Instruction	3,102,106	315,310	2,678,831	40,795
Instructional Resources and Media Services	4,374	-	-	-
Curriculum and Instructional Staff Development	460,620	11,531	146,401	-
Instructional Leadership	13,243	232,262	157,316	-
Guidance, Counseling and Evaluation Services	-	78,251	254,019	-
Social Work Services	-	-	-	-
Food Services	-	-	-	-
Extracurricular Activities	-	-	-	-
General Administration	-	-	-	-
Facilities Maintenance and Operations	-	-	-	-
Community Services	1,158,111	86,574	-	-
Capital Outlay:				
Facilities Acquisition and Construction	-	-	-	-
Total Expenditures	<u>4,738,454</u>	<u>723,928</u>	<u>3,236,567</u>	<u>40,795</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):				
Non-Current Loans	-	-	-	-
Transfers In	-	-	-	-
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>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

240 Child Nutrition Program	244 Career and Technical - Basic Grant	255 ESEA II,A Training and Recruiting	263 Title III, A English Lang. Acquisition	265 Title IV, B Community Learning	279 Title II, D ARRA - Ed. Technology	283 IDEA, Pt. B ARRA Formula	284 IDEA, Pt. B ARRA Preschool
\$ 3,139,876	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
234,910	-	-	-	-	-	-	-
8,829,255	159,981	780,950	246,733	84,274	8,688	264,664	1,745
12,204,041	159,981	780,950	246,733	84,274	8,688	264,664	1,745
-	113,039	578,592	246,248	-	8,688	178,728	1,745
-	-	-	-	-	-	-	-
-	23,289	153,849	485	-	-	9,584	-
-	12,601	-	-	-	-	-	-
-	11,052	-	-	-	-	76,352	-
-	-	-	-	67,050	-	-	-
12,107,858	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	48,509	-	-	-	-	-
225,110	-	-	-	-	-	-	-
-	-	-	-	17,224	-	-	-
-	-	-	-	-	-	-	-
12,332,968	159,981	780,950	246,733	84,274	8,688	264,664	1,745
(128,927)	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
(128,927)	-	-	-	-	-	-	-
1,121,830	-	-	-	-	-	-	-
\$ 992,903	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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, 2012

	285 ESEA I,A Improving Basic Program	287 Education Jobs Fund	289 Title VI, A Summer LEP Program	315 SSA IDEA, Part B Discretionary
REVENUES:				
Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
State Program Revenues	-	-	-	-
Federal Program Revenues	4,532	3,602,192	16,647	106,334
Total Revenues	<u>4,532</u>	<u>3,602,192</u>	<u>16,647</u>	<u>106,334</u>
EXPENDITURES:				
Current:				
Instruction	1,532	3,602,192	16,647	36,641
Instructional Resources and Media Services	-	-	-	-
Curriculum and Instructional Staff Development	3,000	-	-	-
Instructional Leadership	-	-	-	-
Guidance, Counseling and Evaluation Services	-	-	-	69,693
Social Work Services	-	-	-	-
Food Services	-	-	-	-
Extracurricular Activities	-	-	-	-
General Administration	-	-	-	-
Facilities Maintenance and Operations	-	-	-	-
Community Services	-	-	-	-
Capital Outlay:				
Facilities Acquisition and Construction	-	-	-	-
Total Expenditures	<u>4,532</u>	<u>3,602,192</u>	<u>16,647</u>	<u>106,334</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):				
Non-Current Loans	-	-	-	-
Transfers In	-	-	-	-
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>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

316 SSA IDEA, Part B Deaf	317 SSA - IDEA, B Preschool Deaf	340 SSA - IDEA C Deaf - Early Intervention	397 Advanced Placement Incentives	409 High School Completion and Success	410 State Instructional Materials	411 Technology Allotment	429 Read to Succeed
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	17,628	129,437	2,451,659	-	-
83,469	12,193	3,717	-	-	-	-	-
83,469	12,193	3,717	17,628	129,437	2,451,659	-	-
79,522	12,193	3,717	-	93,564	2,451,659	-	-
-	-	-	-	-	-	-	-
1,141	-	-	17,628	152	-	274,163	-
-	-	-	-	-	-	48,533	-
2,806	-	-	-	35,721	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
83,469	12,193	3,717	17,628	129,437	2,451,659	322,696	-
-	-	-	-	-	-	(322,696)	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	(322,696)	-
-	-	-	-	-	-	322,696	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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, 2012

	435 SSA Regional Day School - Deaf	461 Campus Activity Fund	482 PEP Childcare Program	484 ExxonMobil Math Program
REVENUES:				
Total Local and Intermediate Sources	\$ 1,187,816	\$ 972,008	\$ 160,446	\$ 3,028
State Program Revenues	1,227,155	-	-	-
Federal Program Revenues	-	-	-	-
Total Revenues	<u>2,414,971</u>	<u>972,008</u>	<u>160,446</u>	<u>3,028</u>
EXPENDITURES:				
Current:				
Instruction	2,255,736	-	-	3,028
Instructional Resources and Media Services	-	-	-	-
Curriculum and Instructional Staff Development	2,420	-	-	-
Instructional Leadership	-	-	-	-
Guidance, Counseling and Evaluation Services	155,815	-	-	-
Social Work Services	-	-	-	-
Food Services	-	-	-	-
Extracurricular Activities	-	1,010,797	-	-
General Administration	-	-	-	-
Facilities Maintenance and Operations	1,000	-	-	-
Community Services	-	-	186,747	-
Capital Outlay:				
Facilities Acquisition and Construction	-	-	-	-
Total Expenditures	<u>2,414,971</u>	<u>1,010,797</u>	<u>186,747</u>	<u>3,028</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>(38,789)</u>	<u>(26,301)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):				
Non-Current Loans	-	-	-	-
Transfers In	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	(38,789)	(26,301)	-
Fund Balance - September 1 (Beginning)	<u>-</u>	<u>1,146,958</u>	<u>80,112</u>	<u>-</u>
Fund Balance - August 31 (Ending)	<u>\$ -</u>	<u>\$ 1,108,169</u>	<u>\$ 53,811</u>	<u>\$ -</u>

487 AVID Program	488 Local Funded Special Revenue Fund	489 State Energy Conservation Program	490 Houston Endowment Incorporated	491 Instructional Excellence Program	492 ExxonMobil Science Program	493 Houston A+ Challenge	495 Drop-out Prevention Program
\$ 19,152	\$ -	\$ -	\$ -	\$ 540	\$ 38,000	\$ 20,000	\$ 57,488
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>19,152</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>540</u>	<u>38,000</u>	<u>20,000</u>	<u>57,488</u>
5,152	151,866	-	-	-	13,600	20,000	-
-	34,792	-	-	-	-	-	-
-	6,742	-	-	540	18,177	-	-
-	-	-	-	-	-	-	-
-	967	-	-	-	-	-	-
-	-	-	-	-	-	-	269,441
-	-	-	-	-	-	-	-
14,000	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	4,438	-	-	-	-	-	-
-	-	4,141,875	-	-	-	-	-
<u>19,152</u>	<u>198,805</u>	<u>4,141,875</u>	<u>-</u>	<u>540</u>	<u>31,777</u>	<u>20,000</u>	<u>269,441</u>
-	(198,805)	(4,141,875)	-	-	6,223	-	(211,953)
-	-	4,141,875	-	-	-	-	-
-	-	-	-	-	-	-	211,953
-	-	4,141,875	-	-	-	-	211,953
-	(198,805)	-	-	-	6,223	-	-
-	300,000	-	-	-	120,059	-	-
<u>\$ -</u>	<u>\$ 101,195</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 126,282</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, 2012

	496 Getting Attitudes Positive	Total Non-major Governmental Funds
REVENUES:		
Total Local and Intermediate Sources	\$ 149,136	\$ 5,747,490
State Program Revenues	-	4,060,789
Federal Program Revenues	-	22,945,118
Total Revenues	149,136	32,753,397
EXPENDITURES:		
Current:		
Instruction	-	16,011,131
Instructional Resources and Media Services	-	39,166
Curriculum and Instructional Staff Development	-	1,129,722
Instructional Leadership	-	463,955
Guidance, Counseling and Evaluation Services	-	684,676
Social Work Services	150,824	487,315
Food Services	-	12,107,858
Extracurricular Activities	-	1,024,797
General Administration	-	48,509
Facilities Maintenance and Operations	-	226,110
Community Services	-	1,453,094
Capital Outlay:		
Facilities Acquisition and Construction	-	4,141,875
Total Expenditures	150,824	37,818,208
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,688)	(5,064,811)
OTHER FINANCING SOURCES (USES):		
Non-Current Loans	-	4,141,875
Transfers In	-	211,953
Total Other Financing Sources (Uses)	-	4,353,828
Net Change in Fund Balance	(1,688)	(710,983)
Fund Balance - September 1 (Beginning)	1,688	3,093,343
Fund Balance - August 31 (Ending)	\$ -	\$ 2,382,360

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 discontinued self-funded health insurance plan during fiscal year 2012 represents a transfer of residual funds to the General Fund.

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, 2012

	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	\$ -	\$ -	\$ 5,239,419	\$ 5,239,419
Inventories	20,068	-	-	20,068
Total Assets	<u>20,068</u>	<u>-</u>	<u>5,239,419</u>	<u>5,259,487</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable	2,439	-	37,077	39,516
Payroll Deductions and Withholdings Payable	415	-	-	415
Due to Other Funds	1,510	-	-	1,510
Accrued Expenses	-	-	1,345,570	1,345,570
Total Liabilities	<u>4,364</u>	<u>-</u>	<u>1,382,647</u>	<u>1,387,011</u>
NET ASSETS				
Held in Trust for Private Purposes	<u>15,704</u>	<u>-</u>	<u>3,856,772</u>	<u>3,872,476</u>
Total Net Assets	<u>\$ 15,704</u>	<u>\$ -</u>	<u>\$ 3,856,772</u>	<u>\$ 3,872,476</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, 2012

	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	\$ 156,518	\$ -	\$ 1,136,923	\$ 1,293,441
Total Operating Revenues	<u>156,518</u>	<u>-</u>	<u>1,136,923</u>	<u>1,293,441</u>
OPERATING EXPENSES:				
Payroll Costs	69,869	-	563,491	633,360
Supplies and Materials	127,430	-	-	127,430
Total Operating Expenses	<u>197,299</u>	<u>-</u>	<u>563,491</u>	<u>760,790</u>
Income (Loss) Before Transfers	(40,781)	-	573,432	532,651
Transfers Out	<u>-</u>	<u>(17,730)</u>	<u>-</u>	<u>(17,730)</u>
Change in Net Assets	(40,781)	(17,730)	573,432	514,921
Total Net Assets - September 1 (Beginning)	<u>56,485</u>	<u>17,730</u>	<u>3,283,340</u>	<u>3,357,555</u>
Total Net Assets - August 31 (Ending)	<u>\$ 15,704</u>	<u>\$ -</u>	<u>\$ 3,856,772</u>	<u>\$ 3,872,476</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2012

	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	\$ 196,443	\$ -	\$ 1,136,923	\$ 1,333,366
Cash Payments for Insurance Claims	-	(17,450)	(643,698)	(661,148)
Cash Payments for Suppliers	(197,953)	-	-	(197,953)
Net Cash Provided by (Used for) Operating Activities	<u>(1,510)</u>	<u>(17,450)</u>	<u>493,225</u>	<u>474,265</u>
<u>Cash Flows from Non-Capital Financing Activities:</u>				
Advances to other funds, net	1,510	(6,992,023)	4,746,194	(2,244,319)
Operating Transfer Out	-	(17,730)	-	(17,730)
Net Cash Provided by (Used for) Non-Capital Financing Activities	<u>1,510</u>	<u>(7,009,753)</u>	<u>4,746,194</u>	<u>(2,262,049)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	-	(7,027,203)	5,239,419	(1,787,784)
Cash and Cash Equivalents at Beginning of Year	-	7,027,203	-	7,027,203
Cash and Cash Equivalents at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,239,419</u>	<u>\$ 5,239,419</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</u>				
Operating Income (Loss):	\$ (40,781)	\$ -	\$ 573,432	\$ 532,651
Effect of Increases and Decreases in Current Assets and Liabilities:				
Decrease (increase) in Receivables	-	7,673	-	7,673
Decrease (increase) in Inventories	(2,146)	-	-	(2,146)
Increase (decrease) in Accounts Payable	1,840	(25,123)	37,077	13,794
Increase (decrease) in Accrued Wages Payable	(348)	-	-	(348)
Increase (decrease) in Accrued Expenses	-	-	(117,284)	(117,284)
Increase (decrease) in Due to Other Funds	39,925	-	-	39,925
Net Cash Provided by (Used for) Operating Activities	<u>\$ (1,510)</u>	<u>\$ (17,450)</u>	<u>\$ 493,225</u>	<u>\$ 474,265</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE YEAR ENDED AUGUST 31, 2012

	BALANCE SEPTEMBER 1 2011	ADDITIONS	DEDUCTIONS	BALANCE AUGUST 31 2012
STUDENT ACTIVITY ACCOUNT				
Assets:				
Cash and Temporary Investments	\$ 510,000	\$ 26,715	\$ -	\$ 536,715
Other Receivables	16,128	-	16,128	-
Total Assets	<u>\$ 526,128</u>	<u>\$ 26,715</u>	<u>\$ 16,128</u>	<u>\$ 536,715</u>
Liabilities:				
Accounts Payable	\$ 42,664	\$ 19,977	\$ -	\$ 62,641
Due to Other Funds	37,066	-	37,066	-
Due to Student Groups	446,398	35,516	7,840	474,074
Total Liabilities	<u>\$ 526,128</u>	<u>\$ 55,493</u>	<u>\$ 44,906</u>	<u>\$ 536,715</u>
TOTAL AGENCY FUNDS				
Assets:				
Cash and Temporary Investments	\$ 510,000	\$ 26,715	\$ -	\$ 536,715
Other Receivables	16,128	-	16,128	-
Total Assets	<u>\$ 526,128</u>	<u>\$ 26,715</u>	<u>\$ 16,128</u>	<u>\$ 536,715</u>
Liabilities:				
Accounts Payable	\$ 42,664	\$ 19,977	\$ -	\$ 62,641
Due to Other Funds	37,066	-	37,066	-
Due to Student Groups	446,398	35,516	7,840	474,074
Total Liabilities	<u>\$ 526,128</u>	<u>\$ 55,493</u>	<u>\$ 44,906</u>	<u>\$ 536,715</u>



COMPLIANCE SCHEDULES

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
FISCAL YEAR ENDED AUGUST 31, 2012

Last 10 Years Ended August 31	(1)	(2)	(3)
	Tax Rates		Assessed/Appraised Value for School Tax Purposes
	Maintenance	Debt Service	
2003 and prior years	Various	Various	\$ Various
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	1.040000	0.262130	7,379,255,424
2012 (School year under audit)	1.040000	0.292130	7,754,582,202
1000 TOTALS			

(10) Beginning Balance 9/1/2011	(20) Current Year's Total Levy	(31) Maintenance Collections	(32) Debt Service Collections	(40) Entire Year's Adjustments	(50) Ending Balance 8/31/2012
\$ 3,156,293	\$ -	\$ 79,478	\$ 12,214	\$ (285,256)	\$ 2,779,345
483,789	-	25,389	3,110	(10,612)	444,678
568,399	-	46,549	5,701	(8,984)	507,165
665,759	-	42,496	6,445	(27,364)	589,454
696,443	-	60,734	12,129	(33,599)	589,981
718,536	-	88,309	26,666	(19,924)	583,637
984,856	-	199,727	46,500	722	739,351
1,412,471	-	286,010	66,588	(2,494)	1,057,379
2,107,950	-	549,841	138,586	(145,814)	1,273,709
-	103,301,116	82,962,802	23,303,772	4,988,219	2,022,761
<u>\$ 10,794,496</u>	<u>\$ 103,301,116</u>	<u>\$ 84,341,335</u>	<u>\$ 23,621,711</u>	<u>\$ 4,454,894</u>	<u>\$ 10,587,460</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF EXPENDITURES FOR COMPUTATIONS OF INDIRECT COST FOR 2013-2014
 GENERAL AND SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2012

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	\$ 60,829	\$ 22,003	\$ 246,580	\$ 4,586,509	\$ -	\$ -	\$ 4,915,921
6149	Leave for Separating Employees in Fn 41 & 53	-	-	-	92,201	-	-	92,201
6149	Leave - Separating Employees not in 41 & 53	-	-	-	-	-	-	-
6211	Legal Services	-	-	292,877	-	3,100	-	295,977
6212	Audit Services	-	-	-	119,250	-	-	119,250
6213	Tax Appraisal/Collection - Appraisal in Fn 99	-	950,493	-	-	-	-	950,493
6214	Lobbying	-	-	-	-	-	-	-
621X	Other Professional Services	-	-	-	-	-	-	-
6220	Tuition and Transfer Payments	-	-	-	-	-	-	-
6230	Education Service Centers	-	-	-	-	-	-	-
6240	Contr. Maint. and Repair	-	-	-	-	163,510	-	163,510
6250	Utilities	-	-	-	-	-	-	-
6260	Rentals	-	2,000	-	97,383	-	-	99,383
6290	Miscellaneous Contr.	27,693	33,619	31,301	520,287	-	-	612,900
6320	Textbooks and Reading	-	387	724	2,658	-	-	3,769
6330	Testing Materials	-	-	-	-	-	-	-
63XX	Other Supplies Materials	10,323	94,091	21,062	301,012	-	-	426,488
6410	Travel, Subsistence, Stipends	14,424	2,154	4,474	39,655	-	-	60,707
6420	Ins. and Bonding Costs	-	-	-	1,295	-	-	1,295
6430	Election Costs	10,394	-	-	-	-	-	10,394
6490	Miscellaneous Operating	16,107	4,310	27,748	103,046	-	-	151,211
6500	Debt Service	-	-	-	-	-	-	-
6600	Capital Outlay	-	-	-	-	-	-	-
6000	TOTAL	\$ 139,770	\$ 1,109,057	\$ 624,766	\$ 5,863,296	\$ 166,610	\$ -	\$ 7,903,499

Total expenditures/expenses for General and Special Revenue Funds: (9) \$ 199,864,774

LESS: Deductions of Unallowable Costs

FISCAL YEAR

Total Capital Outlay (6600)	(10)	\$ 8,504,712
Total Debt & Lease(6500)	(11)	-
Plant Maintenance (Function 51, 6100-6400)	(12)	23,215,200
Food (Function 35, 6341 and 6499)	(13)	6,104,217
Stipends (6413)	(14)	-
Column 4 (above) - Total Indirect Cost		5,863,296

SubTotal: 43,687,425

Net Allowed Direct Cost \$ 156,177,349

CUMULATIVE

Total Cost of Buildings before Depreciation (1520)	(15)	\$ 478,683,512
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)	\$ 29,503,000
Historical Cost of Furniture & Equipment over 16 years old	(19)	\$ -
Amount of Federal Money in Furniture & Equipment (Net of #19)	(20)	\$ 808,066

(8) NOTE A: \$1,472,748 in Function 53 expenditures are included in this report on administrative costs.
 \$950,493 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, 2012

	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
Total Local and Intermediate Sources	\$ 4,397,477	\$ 4,397,477	\$ 3,139,876	\$ (1,257,601)
State Program Revenues	241,034	241,034	234,910	(6,124)
Federal Program Revenues	8,414,227	8,414,227	8,829,255	415,028
Total Revenues	13,052,738	13,052,738	12,204,041	(848,697)
EXPENDITURES:				
Food Services	12,867,537	13,179,881	12,107,858	1,072,023
Facilities Maintenance and Operations	250,000	300,000	225,110	74,890
Total Expenditures	13,117,537	13,479,881	12,332,968	1,146,913
Excess (Deficiency) of Revenues Over (Under) Expenditures	(64,799)	(427,143)	(128,927)	298,216
OTHER FINANCING SOURCES (USES):				
Transfers In	-	1,512	-	(1,512)
Total Other Financing Sources (Uses)	-	1,512	-	(1,512)
Net Change in Fund Balances	(64,799)	(425,631)	(128,927)	296,704
Fund Balance - September 1 (Beginning)	1,121,830	1,121,830	1,121,830	-
Fund Balance - August 31 (Ending)	\$ 1,057,031	\$ 696,199	\$ 992,903	\$ 296,704

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, 2012

	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
Total Local and Intermediate Sources	\$ 23,239,100	\$ 23,239,100	\$ 24,513,955	\$ 1,274,855
Total Revenues	23,239,100	23,239,100	24,513,955	1,274,855
EXPENDITURES:				
Debt Service:				
Principal on Long Term Debt	11,864,148	11,864,148	9,610,000	2,254,148
Interest on Long Term Debt	15,146,498	15,267,245	14,639,327	627,918
Bond Issuance Cost and Fees	50,000	646,586	579,449	67,137
Total Expenditures	27,060,646	27,777,979	24,828,776	2,949,203
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,821,546)	(4,538,879)	(314,821)	4,224,058
OTHER FINANCING SOURCES (USES):				
Refunding Bonds Issued	-	51,050,000	51,050,000	-
Transfers In	3,821,900	16,716,783	12,894,883	(3,821,900)
Premium or Discount on Issuance of Bonds	-	9,699,676	9,699,676	-
Prepaid Interest	-	120,747	120,746	(1)
Payment to Bond Refunding Escrow Agent (Use)	-	(60,518,090)	(60,518,090)	-
Total Other Financing Sources (Uses)	3,821,900	17,069,116	13,247,215	(3,821,901)
Net Change in Fund Balances	354	12,530,237	12,932,394	402,157
Fund Balance - September 1 (Beginning)	13,209,898	13,209,898	13,209,898	-
Fund Balance - August 31 (Ending)	\$ 13,210,252	\$ 25,740,135	\$ 26,142,292	\$ 402,157

Statistical Section

Goose Creek Consolidated Independent School District
Baytown, Texas



For the Fiscal Year Ended August 31, 2012

**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.

Page

Financial Trends102

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.....110

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

Debt Capacity115

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 Information122

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

Operating Information125

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,	2003	2004	2005	2006
Governmental Activities:				
Invested in Capital Assets, Net of Related Debt	\$ 62,626,231	\$ 70,707,109	\$ 77,423,136	\$ 77,913,026
Restricted for Federal and State Programs	657,861	1,463,735	1,686,245	1,872,374
Restricted for Debt Service	4,660,907	5,040,847	5,547,406	7,581,958
Restricted for Capital Projects	13,190,967	4,877,262	1,591,065	5,913,256
Restricted for Campus Activities	-	-	-	-
Restricted for Other Purposes	-	-	-	-
Unrestricted Net Assets	<u>34,184,053</u>	<u>37,586,468</u>	<u>44,133,997</u>	<u>49,418,265</u>
Total Net Assets	<u>\$ 115,320,019</u>	<u>\$ 119,675,421</u>	<u>\$ 130,381,849</u>	<u>\$ 142,698,879</u>

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

	2007	2008	2009	2010	2011	2012
\$	96,245,296	\$ 86,323,324	\$ 79,955,505	\$ 74,454,021	\$ 68,207,444	54,765,228
	2,341,517	2,429,343	2,287,044	1,656,564	1,444,526	992,903
	9,244,765	11,177,265	12,061,453	11,376,054	13,144,470	27,097,448
	14,155,683	-	-	-	-	-
	-	695,259	979,820	1,084,451	1,146,958	1,108,169
	-	-	-	3,143,215	501,859	281,288
	42,660,731	57,952,738	63,298,628	63,357,137	83,004,421	103,527,996
\$	<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>	<u>\$ 187,773,032</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,	2003	2004	2005	2006
Governmental Activities Expenses:				
Instruction	\$ 80,495,293	\$ 80,177,907	\$ 83,497,576	\$ 91,014,357
Facilities Acquisition and Construction	654,815	2,158,703	1,167,709	2,467,645
Instructional Resources and Media Services	2,049,495	1,973,054	1,998,851	2,225,164
Curriculum and Staff Development	1,655,118	2,171,213	2,096,749	2,464,911
Instructional Leadership	2,619,318	2,264,063	2,493,783	2,760,728
School Leadership	7,413,386	7,769,557	8,170,274	8,458,796
Guidance, Counseling and Evaluation Services	5,547,295	5,609,766	5,699,537	6,040,698
Social Work Services	1,026,755	1,221,079	1,452,034	1,569,249
Health Services	1,097,365	1,154,843	1,219,890	1,297,163
Student (Pupil) Transportation	3,761,332	3,794,476	4,160,627	4,578,961
Food Services	7,550,625	7,559,900	8,367,789	8,697,947
Cocurricular/Extracurricular Activities	3,297,298	3,189,527	3,584,437	3,372,122
General Administration	5,481,972	5,243,188	5,464,038	5,687,757
Facilities Maintenance and Operations	18,216,937	17,618,636	17,809,802	21,213,744
Security and Monitoring Services	1,017,067	848,328	883,076	1,085,818
Data Processing Services	2,669,683	1,722,455	1,629,677	1,967,227
Community Services	956,454	1,101,771	1,333,553	1,275,851
Debt Service - Interest on Long Term Debt	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:	\$ 153,634,290	\$ 153,177,949	\$ 158,395,259	\$ 177,448,077
Governmental Activities Program Revenues:				
Charges for Services:				
Instruction	\$ 544,576	\$ 685,051	\$ 816,453	\$ 845,194
Instructional Leadership	-	49,680	66,444	77,151
School Leadership	15,259	12,578	12,036	9,493
Guidance, Counseling and Evaluation Services	-	16,272	20,739	30,032
Student (Pupil) Transportation	98,466	114,022	84,381	62,805
Food Services	2,460,015	2,587,612	2,638,536	2,784,555
Extracurricular Activities	757,476	649,510	649,002	187,638
General Administration	157,100	-	291,715	168,281
Facilities Maintenance & Operations	97,180	74,552	80,899	69,593
Data Processing Services	-	-	-	-
Community Services	144,964	125,777	144,429	151,885
Operating Grants and Contributions	23,428,955	22,877,022	25,044,534	29,869,558
Total Governmental Activities Program Revenue:	27,703,991	27,192,076	29,849,168	34,256,185
Total Governmental Activities Net Expense:	\$ (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	102,180,834	102,750,036	107,276,830	113,259,667
Property Taxes - Debt Service	14,044,290	12,668,527	13,204,289	17,230,558
State Aid - Formula Grants	10,887,406	11,582,134	12,888,193	11,873,462
Grants and Contributions not Restricted	737,126	477,369	474,741	1,655,319
Investment Earnings	1,121,456	785,059	2,315,418	7,936,325
Miscellaneous	1,946,975	2,135,003	3,093,048	3,553,587
Special Item:				
Gain (loss) on Disposition of Capital Assets	(923,157)	(56,854)	-	-
Total Governmental Activities General Revenues and Other				
Changes in Net Assets	\$ 129,994,930	\$ 130,341,274	\$ 139,252,519	\$ 155,508,918
Changes in Net Assets	\$ 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	2012
\$	95,065,297	\$ 110,121,461	\$ 113,590,565	\$ 120,182,389	\$ 119,150,241	\$ 113,969,625
	5,100,836	6,171,671	729,185	-	-	-
	2,268,931	2,508,398	2,548,650	2,803,948	2,330,545	2,813,407
	2,503,966	2,819,730	2,558,346	2,863,752	2,441,088	2,611,455
	2,834,236	3,276,102	4,858,913	3,473,690	3,380,904	3,453,276
	8,743,692	10,576,520	11,221,000	11,809,372	11,366,458	11,069,528
	5,000,160	6,322,310	6,694,847	7,066,868	6,882,313	6,772,661
	1,624,792	1,518,986	1,294,189	1,237,309	1,083,403	1,085,807
	1,306,277	1,565,918	1,618,504	1,734,571	1,708,388	1,689,956
	4,989,255	6,119,006	5,774,167	6,773,261	6,785,717	7,007,457
	9,444,275	10,429,483	10,828,376	11,419,538	12,868,101	12,805,743
	3,500,807	3,802,916	4,714,827	5,272,188	4,940,612	4,841,872
	5,876,011	6,723,930	5,887,902	6,312,786	6,970,645	6,841,895
	23,058,584	26,892,771	27,100,297	28,022,912	23,814,240	25,260,819
	1,138,839	1,347,928	1,358,817	1,548,343	1,543,394	1,571,309
	1,856,997	2,135,838	2,114,207	2,212,660	2,115,301	2,032,208
	1,311,456	1,324,037	1,402,576	1,513,932	1,740,979	1,630,601
	15,657,124	17,587,872	14,563,383	15,234,934	15,065,337	13,821,849
	26,522	-	33,249	-	12,910	-
	-	195,600	324,004	317,955	166,708	375,000
	5,087	22,340	8,779	4,506	13,355	900
	-	-	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>	<u>219,655,368</u>
\$	906,608	\$ 1,321,782	\$ 1,390,298	\$ 1,475,167	\$ 1,566,228	\$ 1,261,531
	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	3,129,428
	235,932	205,216	226,140	250,113	1,515,241	1,219,805
	209,299	225,552	211,979	211,042	-	269,824
	858,658	396,873	428,278	547,142	52,801	59,583
	73,255	-	-	-	-	-
	-	162,964	185,123	199,870	-	158,544
	27,076,734	28,981,161	31,496,481	38,527,389	39,740,211	33,772,035
	32,776,456	34,737,118	37,436,388	44,930,247	46,090,039	39,870,750
\$	<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>	<u>(179,784,618)</u>
	115,373,738	88,985,560	97,749,888	90,820,085	80,662,393	89,812,714
	22,753,694	26,920,116	22,706,494	21,111,355	20,365,552	24,873,945
	24,559,511	50,013,133	51,200,913	62,822,847	82,076,154	74,130,858
	607,548	726,072	1,542,580	1,530,490	2,365,003	3,566,205
	12,583,388	8,763,643	3,642,065	1,124,782	815,806	918,457
	4,607,922	4,865,551	5,951,310	4,960,728	4,383,928	6,805,793
	-	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>200,107,972</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>	<u>20,323,354</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,	2003	2004	2005	2006	2007
General Fund:					
Nonspendable	\$ 1,327,948	\$ 1,074,631	\$ 948,670	\$ 615,473	\$ 706,393
Committed	-	-	-	11,000,000	21,500,000
Assigned	1,493,287	1,050,669	931,293	1,597,550	2,860,979
Unassigned	<u>36,142,121</u>	<u>36,483,752</u>	<u>45,890,010</u>	<u>42,874,423</u>	<u>50,795,209</u>
Total General Fund	<u>\$ 38,963,356</u>	<u>\$ 38,609,052</u>	<u>\$ 47,769,973</u>	<u>\$ 56,087,446</u>	<u>\$ 75,862,581</u>
All Other Governmental Funds:					
Debt Service Fund:					
Restricted	<u>\$ 4,660,907</u>	<u>\$ 5,040,847</u>	<u>\$ 5,547,406</u>	<u>\$ 7,581,958</u>	<u>\$ 9,244,765</u>
Total Debt Service Fund	<u>\$ 4,660,907</u>	<u>\$ 5,040,847</u>	<u>\$ 5,547,406</u>	<u>\$ 7,581,958</u>	<u>\$ 9,244,765</u>
Capital Projects Funds					
Nonspendable	\$ -	\$ -	\$ -	\$ 1,558,595	\$ 1,749,072
Assigned	-	-	-	-	-
Restricted	<u>13,190,967</u>	<u>4,877,262</u>	<u>52,462,012</u>	<u>152,181,570</u>	<u>127,830,407</u>
Total Capital Projects Funds	<u>\$ 13,190,967</u>	<u>\$ 4,877,262</u>	<u>\$ 52,462,012</u>	<u>\$ 153,740,165</u>	<u>\$ 129,579,479</u>
Special Revenue Funds					
Nonspendable	\$ 82,548	\$ 19,946	\$ -	\$ -	\$ -
Restricted	757,442	812,461	1,114,493	1,252,362	1,779,657
Committed	<u>684,630</u>	<u>631,330</u>	<u>571,752</u>	<u>620,012</u>	<u>561,860</u>
Total Special Revenue Funds	<u>\$ 1,524,620</u>	<u>\$ 1,463,737</u>	<u>\$ 1,686,245</u>	<u>\$ 1,872,374</u>	<u>\$ 2,341,517</u>
Total All Other Governmental Funds	<u>\$ 19,376,494</u>	<u>\$ 11,381,846</u>	<u>\$ 59,695,663</u>	<u>\$ 163,194,497</u>	<u>\$ 141,165,761</u>

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

2008	2009	2010	2011	2012
\$ 492,590	\$ 432,498	\$ 458,669	\$ 391,744	\$ 1,392,732
11,500,000	11,500,000	5,500,000	10,500,000	18,500,000
2,381,982	8,932,480	21,511,356	543,799	2,901,274
54,509,908	43,742,066	33,075,340	65,990,802	69,703,521
<u>\$ 68,884,480</u>	<u>\$ 64,607,044</u>	<u>\$ 60,545,365</u>	<u>\$ 77,426,345</u>	<u>\$ 92,497,527</u>
\$ 11,177,265	\$ 12,061,453	\$ 11,416,815	\$ 13,209,898	\$ 26,142,292
<u>\$ 11,177,265</u>	<u>\$ 12,061,453</u>	<u>\$ 11,416,815</u>	<u>\$ 13,209,898</u>	<u>\$ 26,142,292</u>
\$ 895,778	\$ 154,534	\$ -	\$ -	\$ -
-	10,012,500	-	-	-
58,774,409	23,131,293	22,051,196	14,741,785	1,329,057
<u>\$ 59,670,187</u>	<u>\$ 33,298,327</u>	<u>\$ 22,051,196</u>	<u>\$ 14,741,785</u>	<u>\$ 1,329,057</u>
\$ -	\$ -	\$ 277,123	\$ 217,458	\$ 157,811
2,429,343	5,287,044	4,522,656	1,728,927	1,116,380
695,259	979,820	1,084,451	1,146,958	1,108,169
<u>\$ 3,124,602</u>	<u>\$ 6,266,864</u>	<u>\$ 5,884,230</u>	<u>\$ 3,093,343</u>	<u>\$ 2,382,360</u>
\$ 73,972,054	\$ 51,626,644	\$ 39,352,241	\$ 31,045,026	\$ 29,853,709

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

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

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.

	2007	2008	2009	2010	2011	2012
\$	137,029,670	\$ 116,446,720	\$ 119,096,988	\$ 110,808,234	\$ 99,857,358	\$ 106,266,574
	<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>	<u>17,101,032</u>
	162,742,471	137,659,256	135,294,005	125,168,124	117,527,447	123,367,606
	34,724,002	61,005,773	62,807,640	72,920,041	91,014,162	84,549,679
	17,462,191	18,685,490	21,426,639	29,960,685	30,699,593	26,632,075
	<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>	<u>234,549,360</u>
	88,463,419	97,216,978	104,544,789	110,973,691	111,679,795	105,967,515
	2,182,094	2,209,757	2,364,191	2,556,079	2,231,061	2,739,130
	2,377,460	2,587,087	2,428,312	2,694,606	2,275,454	2,429,209
	2,641,585	2,897,931	3,199,037	3,196,572	3,151,501	3,212,282
	8,041,012	9,191,572	10,352,578	10,705,244	10,595,214	10,297,017
	4,649,060	5,593,492	6,227,209	6,557,904	6,415,330	6,300,016
	1,581,410	1,457,020	1,248,678	1,167,778	1,009,891	1,010,032
	1,198,959	1,354,761	1,493,244	1,571,776	1,592,469	1,572,019
	4,598,414	5,482,629	5,562,601	6,137,460	8,084,940	7,653,234
	9,539,103	10,429,483	10,895,279	11,419,538	12,016,360	12,107,858
	3,297,300	3,485,232	4,577,368	4,887,617	4,613,791	4,518,068
	5,417,826	5,841,823	5,498,949	5,736,959	5,642,376	5,480,258
	22,221,406	26,195,723	25,219,413	26,017,983	23,417,411	23,622,317
	1,061,847	1,269,871	1,290,214	1,504,718	1,461,973	1,465,129
	1,759,137	2,164,273	2,766,856	2,030,098	1,971,772	1,890,386
	1,311,062	1,322,881	1,402,126	1,513,263	1,622,849	1,516,806
	7,040,000	6,398,541	6,470,797	6,735,662	10,860,000	9,610,000
	15,482,019	19,651,105	18,448,585	18,588,211	14,760,242	14,639,327
	497,475	258,025	33,249	1,240,971	12,910	579,449
	96,940,788	82,591,545	29,544,538	17,869,692	3,846,136	7,244,987
	<u>5,087</u>	<u>217,940</u>	<u>1,370,740</u>	<u>1,329,089</u>	<u>1,112,230</u>	<u>1,326,393</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>	<u>225,181,432</u>
	(65,377,799)	(70,467,150)	(25,410,469)	(16,386,061)	10,867,497	9,367,928
	-	13,290,000	-	-	-	51,050,000
	62,440,000	-	-	-	-	-
	50,210	547,377	37,623	15,500	-	-
	-	-	-	-	-	4,141,875
	1,150,481	6,455,360	6,362,027	5,529,349	10,269,988	13,383,442
	559,992	648,615	-	-	-	9,699,676
	73,996	6,567	-	-	-	120,746
	(1,150,481)	(9,198,516)	(7,612,027)	(4,758,911)	(10,112,682)	(13,365,712)
	-	(13,750,746)	-	-	-	(60,518,090)
	-	(1,703,315)	-	(735,959)	(2,451,038)	-
	63,124,198	(3,704,658)	(1,212,377)	49,979	(2,293,732)	4,511,937
\$	<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>	<u>13,879,865</u>
	12.32%	12.69%	11.72%	11.78%	11.60%	11.49%

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			
	2003	2004	2005	2006
Baytown, City of	\$ 0.73703	\$ 0.73703	\$ 0.73703	\$ 0.73703
Cedar Bayou Park UD	0.19500	0.19500	0.17500	0.17500
Chambers County	0.47995	0.48080	0.46687	0.49679
Chambers County ID #1	0.00000	0.19000	0.19000	0.19000
Chambers County MUD #1	0.82000	0.82000	0.82000	0.82000
Goose Creek CISD	1.68371	1.68371	1.72750	1.59562
Harris County WCID #1	0.32000	0.30000	0.28500	0.28000
Harris County FWSD #1A	0.50000	0.50000	0.50000	0.50000
Harris County FWSD #27	0.35000	0.62000	0.65500	0.65500
Harris County	0.38803	0.39986	0.39986	0.40239
Harris County Hospital District	0.19021	0.19021	0.19216	0.19216
Harris County Department of Education	0.00629	0.00629	0.00630	0.00600
Harris County Flood Control District	0.04174	0.03318	0.03322	0.03241
Harris County Port of Houston Authority	0.02000	0.01673	0.01474	0.01302
Lake MUD	0.68000	0.67000	0.67000	0.67000
Lee College District	0.20841	0.20841	0.20680	0.20200
Spring Meadows MUD	1.25000	1.25000	1.25000	1.25000
	<u>\$ 7.87037</u>	<u>\$ 8.30122</u>	<u>\$ 8.32948</u>	<u>\$ 8.21742</u>

Source of Information: Harris and Chambers County Appraisal Districts

Tax Year

	2007	2008	2009	2010	2011	2012
\$	0.73703	\$ 0.78703	\$ 0.78703	\$ 0.78703	\$ 0.78703	\$ 0.82203
	0.17500	0.10000	0.10000	0.10000	0.10000	0.10000
	0.49679	0.49679	0.49679	0.49679	0.49679	0.49679
	0.19000	0.42000	0.60000	0.62000	0.62000	0.60000
	0.80500	0.80500	0.80500	0.80500	0.94000	0.98000
	1.30196	1.28213	1.28213	1.30213	1.30213	1.33213
	0.28000	0.25000	0.25000	0.25000	0.25000	0.23000
	0.50000	0.50000	0.50000	0.55000	0.55000	0.55000
	0.63000	0.62000	0.62000	0.67500	0.67500	0.73500
	0.39239	0.38923	0.39224	0.38805	0.38805	0.40021
	0.19216	0.19216	0.19216	0.19216	0.19216	0.18216
	0.00585	0.00605	0.00605	0.00658	0.00658	0.00662
	0.03106	0.03086	0.02922	0.02923	0.02923	0.02809
	0.01437	0.01773	0.01636	0.20540	0.20540	0.01952
	0.67000	0.67000	0.67000	0.67000	0.67000	0.70000
	0.20678	0.20588	0.22120	0.25200	0.25200	0.24100
	<u>1.25000</u>	<u>1.23000</u>	<u>1.23000</u>	<u>1.21000</u>	<u>1.21000</u>	<u>1.21000</u>
\$	<u>7.87839</u>	<u>\$ 8.00286</u>	<u>\$ 8.19818</u>	<u>\$ 8.53937</u>	<u>\$ 8.67437</u>	<u>\$ 8.63355</u>

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

Fiscal Year Ended August 31,	Actual/Appraised Value (1)			Less: Exemptions	Total Assessed/Taxable Value*	Total Direct Tax Rate (2)	Assessed/Taxable Value as a Percentage of Actual/Appraised Value
	Real Property	Personal Property	Total Property				
2003	7,184,673,368	637,952,918	7,822,626,286	1,007,713,083	6,814,913,203	1.6943	87%
2004	7,176,049,487	664,383,336	7,840,432,823	1,046,776,579	6,793,656,244	1.6837	87%
2005	7,420,376,158	669,510,693	8,089,886,851	957,683,621	7,132,203,230	1.6837	88%
2006	7,793,016,349	803,533,702	8,596,550,051	1,012,657,026	7,583,893,025	1.7275	88%
2007	8,847,629,781	861,610,074	9,709,239,855	1,188,810,429	8,520,429,426	1.5956	88%
2008	9,977,982,381	1,152,172,749	11,130,155,130	2,166,282,123	8,963,873,007	1.3020	81%
2009	10,052,310,137	1,345,488,446	11,397,798,583	2,323,726,668	9,074,071,915	1.2821	80%
2010	9,616,603,691	1,256,531,033	10,873,134,724	2,053,550,562	8,819,584,162	1.2821	81%
2011	8,570,541,301	1,571,145,165	10,141,686,466	2,189,723,734	7,951,962,732	1.3021	78%
2012	8,169,010,660	1,916,540,624	10,085,551,284	2,230,345,324	7,855,205,960	1.3321	78%

* Source: Harris 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/assessed value. Taxable/assessed value times the tax rate set by the District's Board of Trustees equals the tax levy.

- (1) Represents original certified appraised value which are subject to change after protests and preliminary values are certified.
- (2) Tax rates are per \$100 of assessed value

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

Taxpayer	Type Of Property	Tax Year 2011 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	\$ 2,176,646,274	1	27.71%	\$ 2,537,105,715	1	37.23%
Bayer Material Science	Chemical Plant	1,038,170,200	2	13.22%	1,206,917,330	2	17.71%
Chevron Chemical	Petro Chemical Plant	418,498,000	3	5.33%	413,603,720	3	6.07%
Wal-Mart Stores, Inc.	Retail	182,568,511	4	2.32%	-	-	-
NRG Texas Power LLC	Generation, Electric Power	161,872,500	5	2.06%	-	-	-
Baytown Energy Center LP	Oil & Gas Production	99,826,947	6	1.27%	-	-	-
First Chemical Texas LLP	Chemical Plant	71,075,042	7	0.90%	37,846,090	8	0.56%
Air Products	Hydrogen Production	70,954,320	8	0.90%	-	-	-
IPSCO Koppel Tubulars Corp	Manufacturing	61,318,595	9	0.78%	-	-	-
Home Depot	Retail	60,180,352	10	0.77%	-	-	-
Center Point Energy	Electric Utility	-	-	-	67,167,290	5	0.99%
Calpine Energy Group	Oil & Gas Production	-	-	-	261,759,390	4	3.84%
Reliant Energy	Electric Utility	-	-	-	56,501,700	6	0.83%
Eldorado Nitrogen	Chemical Plant	-	-	-	47,573,250	7	0.70%
Texas Brine Corporation	Chemical Plant	-	-	-	34,859,820	9	0.51%
Verizon Southwest	Communications	-	-	-	29,731,660	10	0.44%
Totals		<u>4,341,110,741</u>		55.26%	<u>4,693,065,965</u>		68.86%
Total Assessed Value Goose Creek CISD (1)		<u>\$ 7,855,205,960</u>			<u>\$ 6,814,913,203</u>		

Source of Information: District Tax Office

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

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			Total Collections to Date	
			Amount	Percentage of Net Tax Levy	Collections in Subsequent Years	Amount	Percent of Total Tax Collections to Net Tax Levy
2002	2003	115,464,371	113,255,610	98.09%	2,183,667	115,439,277	99.98%
2003	2004	114,385,470	112,278,698	98.16%	1,662,094	113,940,792	99.61%
2004	2005	120,085,619	117,831,391	98.12%	1,747,063	119,578,454	99.58%
2005	2006	131,011,752	127,060,727	96.98%	3,361,571	130,422,298	99.55%
2006	2007	135,953,676	133,555,293	98.24%	1,808,402	135,363,695	99.57%
2007	2008	116,706,041	114,312,947	97.95%	1,809,457	116,122,404	99.50%
2008	2009	119,588,025	117,154,457	97.97%	1,694,217	118,848,674	99.38%
2009	2010	111,630,204	109,346,635	97.95%	1,226,190	110,572,825	99.05%
2010	2011	102,304,814	100,196,865	97.94%	834,241	101,031,106	98.75%
2011	2012	108,289,335	106,266,574	98.13%	-	106,266,574	98.13%

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 Payable	Total Primary Government	Percentage of Debt to Assessed Value (1)	Debt Per Capita (3)	Debt Per Student (3)	Percentage of Debt to Personal Income (3)
2003	151,483,680	4,176,123	2,346,133	\$ 158,005,936	2.32%	1,754	9,095	12.68%
2004	145,420,000	45,686	210,000	\$ 145,675,686	2.14%	1,609	8,217	11.64%
2005	199,500,000	-	105,000	\$ 199,605,000	2.80%	2,193	11,060	15.86%
2006	309,010,000	-	-	\$ 309,010,000	4.07%	3,379	16,674	20.20%
2007	364,410,000	-	-	\$ 364,410,000	4.28%	3,964	19,562	24.22%
2008	357,856,459	-	-	\$ 357,856,459	3.99%	3,874	19,034	18.97%
2009	351,385,662	-	-	\$ 351,385,662	3.87%	3,785	18,425	21.02%
2010	344,650,000	-	-	\$ 344,650,000	3.91%	3,694	17,845	21.45%
2011	333,790,000	-	-	\$ 333,790,000	4.20%	3,369	16,907	20.90%
2012	321,710,000	-	4,141,875	\$ 325,851,875	4.15%	3,215	16,294	19.94%

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

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

(2) See *Schedule of Bonds*

(3) See *Demographic and Economic Statistics* schedule for details on population, student data and personal income

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

	Fiscal Year Ended August 31,			
	2003	2004	2005	2006
Debt Limit	\$ 681,491,320	\$ 679,365,624	\$ 713,220,323	\$ 758,389,302
Total Net Debt Applicable to Limit	<u>146,822,773</u>	<u>140,379,153</u>	<u>193,952,594</u>	<u>301,428,042</u>
Legal Debt Margin	<u>\$ 534,668,547</u>	<u>\$ 538,986,471</u>	<u>\$ 519,267,729</u>	<u>\$ 456,961,260</u>
Total Net Debt Applicable to the limit as a percentage of debt limit	21.54%	20.66%	27.19%	39.75%

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,					
2007	2008	2009	2010	2011	2012
\$ 852,042,943	\$ 896,387,301	\$ 907,407,192	\$ 881,958,416	\$ 795,196,273	\$ 785,520,596
<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>295,567,708</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>	<u>\$ 489,952,888</u>
41.68%	38.68%	37.39%	37.78%	40.31%	37.63%

Legal Debt Margin Calculation for Fiscal Year 2012

Assessed/Taxable Value 2012	\$ 7,855,205,960
Debt Limit Percent of Assessed Value	<u>10%</u>
Amount of Debt Applicable to Debt Limit	<u>785,520,596</u>
Total Bonded Debt	\$ 321,710,000
Less Amounts Available for Retirement of Bonds	<u>26,142,292</u>
Amount of Debt Applicable to Debt Limit	<u>295,567,708</u>
Legal Debt Margin	<u>\$ 489,952,888</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF BONDS
FOR THE FISCAL YEAR ENDED AUGUST 31, 2012
(Unaudited)

Date of Issue	Description	Interest Rate Payable	Amounts Original Issue	Amounts Outstanding 08/31/11	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	15,645,000	-	10,455,000
14-Jul-03	Refunding Bonds Series 2003	3.80 - 5.00%	13,075,000	12,390,000	-	-
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	58,800,000	-	14,075,000
24-Oct-05	** General Obligation Qualified Zone Academy Bonds Series 2005A	0.25%	8,000,000	8,000,000	-	-
27-Mar-06	General Obligation Series 2006	4.00 - 5.00%	127,335,000	125,855,000	-	28,990,000
12-Feb-07	General Obligation Series 2007	3.50 - 5.00%	54,440,000	49,105,000	-	-
25-Jun-07	General Obligation Series 2007A	4.625 - 6.00%	8,000,000	7,465,000	-	-
01-Aug-08	Refunding Bonds Series 2008	3.625 - 5.00%	13,290,000	9,600,000	-	-
29-Nov-11	Refunding Bonds Series 2011	2.00 - 5.00%	9,890,000	-	9,890,000	-
17-Apr-12	Refunding Bonds Series 2012	5.00%	41,160,000	-	41,160,000	-
	TOTALS			<u>\$ 333,790,000</u>	<u>\$ 51,050,000</u>	<u>\$ 53,520,000</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 8/31/12	Interest Current Year	Requirements				9/1/14 To Maturity Interest
			Year Ending 8/31/13		Year Ending 8/31/14		
			Principal	Interest	Principal	Interest	
-	16,000,000	-	-	-	-	-	-
3,720,000	1,470,000	85,560	1,470,000	2,745,000	-	-	-
1,585,000	10,805,000	1,332,800	2,510,000	437,600	2,665,000	327,437	274,988
-	30,930,000	1,532,750	300,000	1,526,750	2,565,000	1,469,450	3,123,475
350,000	44,375,000	2,287,315	350,000	1,955,540	350,000	1,941,540	23,799,618
-	8,000,000	20,000	-	20,000	-	20,000	160,000
530,000	96,335,000	5,383,944	695,000	4,634,694	505,000	4,610,694	49,474,856
1,460,000	47,645,000	2,185,685	1,595,000	2,109,311	1,715,000	2,026,561	17,287,803
195,000	7,270,000	362,750	205,000	350,750	215,000	338,150	2,814,463
1,770,000	7,830,000	385,513	1,840,000	307,912	1,915,000	226,687	193,406
-	9,890,000	296,977	320,000	373,250	2,535,000	319,350	1,093,275
-	41,160,000	766,033	-	2,058,000	-	2,058,000	16,246,250
<u>\$ 9,610,000</u>	<u>\$ 321,710,000</u>	<u>\$ 14,639,327</u>	<u>\$ 9,285,000</u>	<u>\$ 16,518,807</u>	<u>\$ 12,465,000</u>	<u>\$ 13,337,869</u>	<u>\$ 114,468,134</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,	Schoolhouse and Refunding Bonds Outstanding	Less Reserve Available for Retirement of Debt	Net Bonded Debt Outstanding at Year End	Percentage of Bonded Debt to Actual Property Value (1)	Net Bonded Debt Per Student (2)
2003	151,483,680	4,660,907	146,822,773	1.88%	8,452
2004	145,420,000	5,040,847	140,379,153	1.79%	7,918
2005	199,500,000	5,547,406	193,952,594	2.40%	10,747
2006	309,010,000	7,581,958	301,428,042	3.51%	16,264
2007	364,410,000	9,244,765	355,165,235	3.66%	19,066
2008	357,856,459	11,177,265	346,679,194	3.11%	18,439
2009	351,385,662	12,061,453	339,324,209	2.98%	17,793
2010	344,650,000	11,416,815	333,233,185	3.06%	17,253
2011	333,790,000	13,209,898	320,580,102	3.16%	16,237
2012	321,710,000	26,142,292	295,567,708	2.93%	14,780

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

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

(2) See *Demographic* and *Operating* Sections for student data

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
COMPUTATION OF ESTIMATED DIRECT AND OVERLAPPING DEBT
AUGUST 31, 2012

(Unaudited)

Governmental Unit	Debt Outstanding	As of	Percentage Overlapping (1)	Estimated Overlapping Debt
Baytown, City of	\$ 167,810,000	8/31/2012	100.00%	\$ 167,810,000
Chambers County *	12,455,000	8/31/2012	34.15%	4,253,383
Chambers County ID #1	34,860,000	8/31/2012	96.26%	33,556,236
Chambers County MUD #1	10,120,000	8/31/2012	100.00%	10,120,000
Harris County *	2,345,417,190	8/31/2012	2.14%	50,191,928
Harris County Department of Education	7,795,000	8/31/2012	2.14%	166,813
Harris County Flood Control District	96,470,000	8/31/2012	2.14%	2,064,458
Harris County FWSD #1-A	420,000	8/31/2012	100.00%	420,000
Harris County FWSD #27	1,315,000	8/31/2012	100.00%	1,315,000
Harris County WCID #1	2,410,000	8/31/2012	100.00%	2,410,000
Lake MUD	8,315,000	8/31/2012	100.00%	8,315,000
Lee College District	12,045,000	8/31/2012	100.00%	12,045,000
Port of Houston Authority	731,969,397	8/31/2012	2.14%	15,664,145
Spring Meadows MUD	16,030,000	8/31/2012	100.00%	16,030,000
				<hr/>
				Total Overlapping Debt
				324,361,962
				<hr/>
				Goose Creek CISD Direct Debt
				321,710,000
				<hr/>
				Total Direct and Overlapping Net Debt
				\$ 646,071,962

Source: The Municipal Advisory Council of Texas.

* Goose Creek CISD is located in both Harris and Chambers County.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses within the boundaries of the District. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

(1) The percentage of overlapping debt is estimated using assessed/taxable property values. Percentages were estimated by determining the portion of the overlapping tax authority's assessed/taxable value that is within the District's boundaries and dividing it by the overlapping taxing authority's total assessed/taxable value.

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

Fiscal Year Ended August 31,	Estimated Population (1)	Personal Income (2)	Per Capita Personal Income (2)	Unemployment Rate (3)				Percentage of Students in Free/Reduced Lunch Program (4)	Average Daily Attendance (4)
				Harris County	Chambers County	Texas	United States		
2003	90,104	1,245,784,540	13,826	7.10%	6.40%	6.90%	6.10%	60.42%	17,372
2004	90,555	1,252,013,463	13,826	6.20%	6.20%	6.00%	5.40%	61.52%	17,729
2005	91,008	1,258,273,530	13,826	5.40%	6.60%	5.30%	4.90%	63.77%	18,047
2006	91,463	1,529,571,318	16,723	5.10%	5.50%	5.00%	4.70%	67.57%	18,533
2007	91,920	1,504,705,356	16,370	4.30%	4.80%	4.30%	4.60%	73.46%	18,628
2008	92,380	1,886,824,864	20,425	5.20%	6.00%	5.30%	6.10%	65.74%	18,801
2009	92,841	1,671,629,784	18,005	8.20%	9.90%	8.00%	9.60%	65.76%	19,071
2010	93,306	1,606,961,280	17,223	8.60%	9.20%	8.30%	9.50%	76.63%	19,314
2011	99,072	1,597,377,346	16,123	8.50%	9.40%	8.20%	9.00%	70.71%	19,743
2012	101,369	1,634,412,793	16,123	7.00%	8.40%	7.00%	8.10%	72.08%	19,998

(1) Years 2002- 2010 based on 2000 U.S. Census Data and increased .5% each year thereafter; 2011 & 2012 based on annual Census Data

(2) Years 2005-2011 based on U.S. Census Bureau/American Community Survey annual data; 2003 & 2004 estimated from 2005 data and 2012 estimated from 2011 data.

(3) Bureau of Labor Statistics

(4) Free/Reduced Lunch Program and Average Daily Attendance information obtained from Texas Education Agency Summary of Finance

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

Employer	2012			2003		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Exxon Mobil-Baytown Complex	3,785	1	12.20%	2,130	2	7.62%
Goose Creek Consolidated ISD	3,012	2	9.71%	2,400	1	8.59%
San Jacinto Methodist Hospital	1,687	3	5.44%	1,377	3	4.93%
Bayer, Inc	1,100	4	3.55%	830	4	2.97%
JSW Steel	800	5	2.58%	-	-	-
Chevron Phillips Chemical Company	685	6	2.21%	200	10	0.72%
Wal-Mart Distribution	600	7	1.93%	-	-	-
Home Depot Distribution Center	325	8	1.05%	-	-	-
TMK-IPSCO	245	9	0.79%	-	-	-
Exel Logistics	200	10	0.64%	-	-	-
City of Baytown	-	-	-	300	7	1.07%
Kroger	-	-	-	250	9	0.89%
Kellogg Brown & Root	-	-	-	350	5	1.25%
Lee College	-	-	-	345	6	1.23%
May Department Stores Company	-	-	-	250	8	0.89%
	<u>12,439</u>		<u>40.11%</u>	<u>8,432</u>		<u>28.21%</u>

Source of information : West Chambers County Economic Development Corp. and Baytown Chamber of Commerce

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

Fiscal Year Ended August 31,	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Instruction	1,420	1,381	1,419	1,305	1,513	1,578	1,649	1,692	1,733	1,621
Instructional Resources and Media Services	30	30	30	27	29	29	33	32	29	26
Curriculum and Instructional Staff Development	13	12	12	13	17	17	16	16	16	20
Instructional Leadership	41	40	37	34	41	43	49	56	48	58
School Leadership	151	158	162	161	173	176	191	200	195	189
Guidance, Counseling and Evaluation Services	98	96	94	94	69	75	81	83	79	77
Social Work Services	11	10	10	9	11	11	11	10	11	10
Health Services	24	22	24	23	24	24	26	27	27	27
Student (Pupil) Transportation	141	129	133	132	132	149	156	166	166	161
Food Services	137	137	136	129	137	154	162	169	171	165
Extracurricular Activities	17	17	13	24	27	23	29	32	32	28
General Administration	51	51	50	55	55	55	50	59	61	59
Facilities Maintenance and Operations	205	214	214	222	236	246	256	269	287	260
Security and Monitoring Services	14	12	13	13	14	16	18	18	18	19
Data Processing Services	19	20	20	19	19	20	21	21	21	21
Community Services	17	19	23	18	22	23	21	22	23	20
Facilities Acquisition and Construction	4	4	2	3	5	5	4	4	5	5
Grand Total	<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>	<u>2,766</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)
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
2012	191,326,920	19,998	9,567	219,655,368	10,984	1,354	15.89

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 Association of School Business Officials (TASBO's) eFACTS+

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
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
2012	11.02	51,045	50,383	48,375

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

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 INSTRUCTIONAL BUILDING DATA
 AUGUST 31, 2012
 (Unaudited)

Instructional Facility	Year of Construction	Square Feet	Instructional Capacity	Final 11-12 Enrollment	Final 10-11 Enrollment
<u>High Schools:</u>					
Robert E. Lee	1930	392,391	2,319	1,534	1,616
Ross S. Sterling	1966	405,788	2,408	2,358	2,184
Goose Creek Memorial High School	2008	370,000	1,800	1,700	1,660
Impact Early College	(2)	(2)	(2)	195	105
Peter Hyland Center	2010	29,000	(1)	89	107
Point Alternative Learning Center	2003	25,000	(1)	22	0
Stuart Career Center	1973	34,066	(1)	(1)	(1)
High Point and JJAEP High School	n/a	n/a	n/a	5	0
<u>Junior Highs:</u>					
Baytown Junior High	1982	153,230	825	742	710
Cedar Bayou Junior High	2002	176,730	1,024	987	1,015
Gentry Junior High	1980	147,958	803	992	1,043
Highlands Junior High	2008	111,072	675	1,052	1,137
Horace Mann Junior High	1994	151,839	975	872	736
Point Alternative Learning Center	2003	25,000	(1)	4	0
<u>Elementaries:</u>					
Alamo Elementary	1980	77,252	584	545	615
Ashbel Smith Elementary	1994	95,000	782	732	676
Austin Elementary	1994	110,785	807	968	906
Bowie Elementary	2008	64,686	705	833	874
Carver Elementary	2002	96,196	811	694	849
Crockett Elementary	1981	66,170	618	595	742
DeZavala Elementary	1992	94,953	807	743	660
Harlem Elementary	1992	94,953	807	927	887
Highlands Elementary	1992	94,953	807	801	758
Hopper Primary	1980	58,778	551	476	457
Lamar Elementary	1994	95,000	807	788	829
San Jacinto Elementary	1982	69,513	553	533	504
Travis Elementary	2002	96,196	811	829	983
Victoria Walker Elementary	2007	96,799	825	968	958
Total			19,303	20,984	21,011

Source: District records, GCCISD May 2011 & 2012 Membership Reports, Summary of Finance and 2011-12 AEIS report

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

Goose Creek C.I.S.D. District Map

