



COMPREHENSIVE ANNUAL FINANCIAL REPORT



For The Fiscal Year
Ended June 30, 2020

OUR MISSION:
Developing the Whole Child



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GOOSE CREEK CONSOLIDATED INDEPENDENT
SCHOOL DISTRICT

BAYTOWN, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

PREPARED BY THE BUSINESS SERVICES
DEPARTMENT

Margie M. Grimes, CPA
Chief Financial Officer

Renea Woodruff
Director of Finance

LeAna R. Dixon
Controller/Treasurer

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

JUNE 30, 2020

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**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
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Introductory Section

Goose Creek Consolidated Independent School District
Baytown, Texas

For The Fiscal Year Ended June 30, 2020



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CERTIFICATE OF THE BOARD

GOOSE CREEK CONSOLIDATED ISD

Name of School District

Harris

County

101911

Co. – Dist. Number

We, the undersigned, certify that the attached annual financial reports of the above named school district were reviewed and approved for the year ended June 30, 2020 at a meeting of the Board of Trustees of such school district on the 14th day of December, 2020.

Howard E. Sampson

Signature of Board Secretary

[Handwritten Signature]

Signature of Board President

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December 9, 2020

To the Board of Trustees and Citizens of
Goose Creek Consolidated Independent School District:

The Texas Education Code requires that all school districts file and publish a complete set of financial statements with the Texas Education Agency ("TEA") within 150 days of the close of each fiscal year. However, due to the COVID-19 pandemic, TEA approved application of a waiver extending the annual financial report deadline from November 27, 2020 to January 28, 2021. The financial statements must be presented in conformity with accounting principles generally accepted in the United States of America. The financial statements must be audited by a firm of licensed certified public accountants in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Pursuant to these requirements, we hereby issue the Comprehensive Annual Financial Report (CAFR) of the Goose Creek Consolidated Independent School District ("District" or "Goose Creek") for the year ended June 30, 2020.

This report consists of management's representations concerning the financial condition and operations of the District. Accordingly, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed both to help protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the presentation of the District's financial statements in conformity with accounting principles generally accepted in the United States of America. Because the cost of internal controls should not outweigh their benefits, the District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement.

Start, Garcia & Stanley, LLC a firm of licensed certified public accountants, has audited the financial statements of the District. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2020 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall basic financial statement presentation. The independent auditor concluded, based upon the audit, that there was reasonable basis for rendering an unmodified opinion that the District's basic financial statements for the fiscal year ended June 30, 2020 are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the basic financial statements of the District is part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the basic financial statements, but also on the audited government's internal controls and compliance with legal requirements, with emphasis on the administration of federal awards. These reports are presented as part of the CAFR's Federal Awards Section.



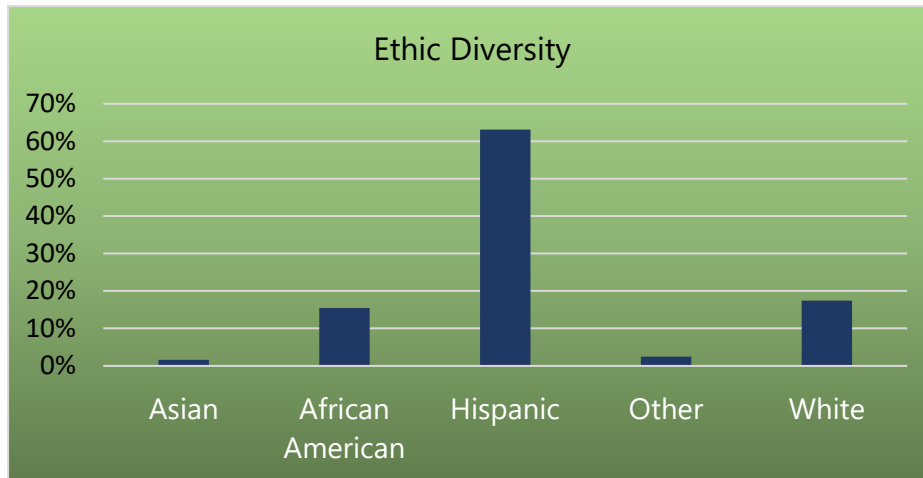


The Governmental Accounting Standards Board (GASB) requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the Management’s Discussion and Analysis (“MD&A”). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District’s MD&A can be found immediately following the Independent Auditor’s Report.

PROFILE OF THE DISTRICT

Established in February 1919, the District is the 57th largest school district in Texas encompassing 134 square miles. The District includes both the City of Baytown and the community of Highlands with a current combined population of over 107,000. The District is located 27 miles east of downtown Houston, Texas, in eastern Harris and western Chambers counties.

Over 3,500 full-time employees are employed by the District, which provides a high-quality education to approximately 24,000 students. Student population is currently growing at a rate of approximately one percent per year. The District prides itself on its diversity. Student demographics for 2019-20 are: 63% Hispanic, 18% White, 15% African American, 1.5% Asian, .4% Native American, 0.1% Native Hawaiian/Pacific Islander, and 2% of two or more races. About 72 percent of students are considered economically disadvantaged.



Residents of the District elect members of the Board of Trustees to four-year terms from each of seven single-member districts. The Trustee seats are up for election on a rotating basis on the second Saturday in May on odd-numbered years. Vacancies may be filled by appointment until the next election. Trustees elect Board officers, including President, Vice President, Secretary and Assistant Secretary. The Trustees serve the citizens of Baytown and Highland’s school system without compensation.

District facilities include one primary school; fifteen elementary schools; five junior schools; three traditional high schools; an early college high school; a career technical education high school; two alternative learning centers, as well as an administration building; maintenance, operations, and transportation center; technology management services center; and an instructional support center.





MISSION, CORE VALUES AND VISION

Mission: "Developing the Whole Child"

Goose Creek CISD develops and enhances each learner's intellectual, social, and emotional well-being facilitated by a highly qualified team committed to **G**rowth, **C**ommunity, **C**ollaboration, **I**nnovation, **S**uccess and **D**etermination.

The District's core values are:

- G**raduate every child
- C**hildren first, in a safe and nurturing educational environment
- C**ollaborative community and parental involvement
- I**ntegrity, respect, humility and transparency
- S**ervice before self
- D**iversity respected

The District's vision is: We empower every student with the knowledge and skills they need to succeed in a global community.

The District provides a full range of educational services for grade levels Pre-K through 12. These programs include regular and enriched academic education, special education for students with disabilities, occupational and vocational education, bilingual instruction for students with limited English proficiency, and specialized instruction for economically disadvantaged students.

Academically talented students may seek challenges in pre-Advanced Placement, Advanced Placement, and dual credit courses in a variety of subjects. In addition, students may study different foreign languages. The District provides programs for gifted students in a variety of settings in grades K-12 that focus on the development of higher-level and cognitive thinking skills. The District is fully accredited by the TEA at all levels of instruction.

FINANCIAL INFORMATION

Internal and Budgetary Controls

The development and evaluation of the District's accounting system considers the adequacy of the internal control structure. The internal control structure is designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition, and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that (1) the cost of controls should not exceed the benefits expected to be derived, and (2) the evaluation of costs and benefits requires estimates and judgments by management.

We believe that the District's accounting controls provide reasonable assurance that errors or irregularities that could be material to the financial statements are prevented or would be detected within a timely period by employees in the normal course of performing their assigned functions.





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 year ended June 30, 2020 reported no material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Budgetary controls are established by regulations of the Texas Education Agency and by District policy for all administrators with line item responsibility. TEA regulations set the level of budgetary control at the major functional expenditure level. Administrators have the responsibility to develop and manage their own program budgets once approved. Revisions within the categories are accepted upon request, but additions in amount or revisions between functions require recommendation of the Superintendent and approval by the Board of Trustees.

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, Child Nutrition, and Debt Service funds. The Capital Project funds adopt project length budgets as outlined in TEA's Financial Accountability System Resource Guide. Encumbrances lapse at year-end and all outstanding purchase orders are carried forward into the next fiscal year and re-encumbered. Fifty percent of unspent campus and departmental local budget allotments are also carried forward into the next fiscal year. The appropriations for these encumbrances and unspent allotments are added to the funds to be appropriated for the next year's budget.

General Educational Functions

Principally, local taxes and state entitlements support general educational activities. Direct federal aid is nominal in the General Fund; however, the Special Revenue Fund receives most of its funding from Federal grants, which are distributed through the Texas Education Agency. General educational activities are accounted for in the General and Special Revenue Funds. State and federal grants or entitlements primarily support the Special Revenue Fund. They include support for the economically and academically disadvantaged, federal support for special and vocational education, and a variety of other projects as described in the Combining Statements.

Fiscal and Strategic Planning

The estimated annual student growth has reduced from an estimated 2 percent growth factor to approximately 1 percent annual growth. As a result, this requires adequate planning to insure appropriate utilization of limited resources. Student enrollment drives the District's planning process along with the administration's commitment to providing the best education possible for 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 has implemented various strategies to ensure a balanced general fund budget is adopted each fiscal year.

The District adopted a total tax rate for 2019-2020 of \$1.3542 per \$100 property valuation. The tax rate adopted for 2020-2021 was reduced to \$1.3411 which resulted from a compression of the maintenance and operations (M&O) rate, as required by the passage of HB3 by the 86th Texas Legislature, and an increase in the interest and sinking (I&S) rate to provide for the incremental debt service payments for the 2020 bonds approved by the voters.

ECONOMIC CONDITION AND OUTLOOK

Funding for Texas's public schools comes from three main sources: local school district property taxes, state funds, and federal funds. Most of the funding comes from local property taxes and state funding which 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 state revenues guarantee school districts a set amount of funds per student. Each legislative biennium, the 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 the 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 funding. The property tax rate for the school district's maintenance and operations (M&O) rate is compressed from \$1.0683 to \$1.0436 per one hundred dollars of valuation.

Decreases in local M&O property tax revenues increase the amount of State funding 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 funding to return the total revenue received for the two primary sources of funding to the target revenue amount. The District's 2020 M&O taxable property values increased approximately 6% from the current year.

Due to the Coronavirus pandemic, the current local unemployment rate has increased to 8.1%, up from 4.1% compared to the prior year and compared to the current national and state unemployment rates of 8.4% and 6.8%, respectively. The economic recovery has lost some momentum with the viral pandemic still squeezing many employers, especially small retailers, hotels, restaurants and airlines, nearly seven months after it paralyzed the economy.

Located in both Harris and West Chambers County, Baytown 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 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. Exxon Mobil’s Baytown complex, which employs a workforce of approximately 7,000, is one of the largest and most technologically advanced refining and petrochemical complexes in the world. The complex is comprised of four manufacturing sites and a global technology center. Exxon Mobil will be expanding its Baytown chemical plant to include a Vistamaxx unit and full-range linear alpha olefins (LAO) production unit. The project startup is anticipated late in 2021 with a total investment of approximately \$1.8 billion. The project is expected to create up to 2,000 construction jobs during peak periods and more than 50 new, local permanent jobs upon completion.

Another of the most significant planned new expansions in West Chambers County is the Covestro, LLC project to construct a new polyurethane and polycarbonate manufacturing units at its Baytown site.

Covestro is one of the leading producers of high-performance polymers in North America and is part of the global Covestro business with 30 production sites around the globe. The Covestro Industrial Park in Baytown is the company’s largest manufacturing site in North America, currently home to about 1,000 employees and 600 contractors. The company estimates the project completion in 2024 with a total investment of approximately \$1.4 billion.

- The Houston metropolitan area ranks as the fourth largest metropolitan area in the country. Since the dramatic fall of oil prices that occurred in late 2014, Houston’s economy slowed significantly and grew at a lesser pace in 2015, 2016 and 2017 than its’ average annual rate. Even though Houston’s economy experienced accelerated growth in 2017, it was well below Houston’s potential due to the impact of Hurricane Harvey, which paralyzed the city for several weeks in August 2017. Houston’s resiliency to overcome immense devastation led to an up-tick in consumer spending within weeks after the event and within a years’ time the city was back in growth mode. However, persistent economic uncertainty surrounding the Coronavirus pandemic will continue as the pace of the economic recovery decelerated in July. Progress is heavily reliant on the reasonable containment of the pandemic. It is estimated that the economic recovery in Houston will begin by mid-2021, driven first by recovery in the U.S. economy beginning in 2021 and then by rising oil prices in 2022 and 2023.

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 achieved a “superior” rating on the Schools Financial Integrity Rating System of Texas (FIRST) for the seventeenth consecutive year.
- Due to the Coronavirus Pandemic, all districts received a label of “Not Rated: Declared State of Disaster” for their 2020 accountability ratings. For 2019, the District received a “B” for recognized overall performance. This shows how well the district prepared students for success, both in school and after high school in college, a career, or the military.





Certificates of Achievement for Excellence in Financial Reporting

For the year ended June 30, 2019, the District was awarded the “Certificate of Achievement for Excellence in Financial Reporting” by the Government Finance Officers Association (GFOA) of the United States and Canada and the “Certificate of Excellence in Financial Reporting Award” by the Association of School Business Officials International (ASBO). In order to be awarded a Certification in Financial Reporting, 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 twenty-two consecutive years and the ASBO award for twenty-six 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 the help and support they provide in managing our databases and helping us with financial reporting.

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

Dr. Randal O’Brien, Superintendent of Schools

Margie M. Gimes, Chief Financial Officer



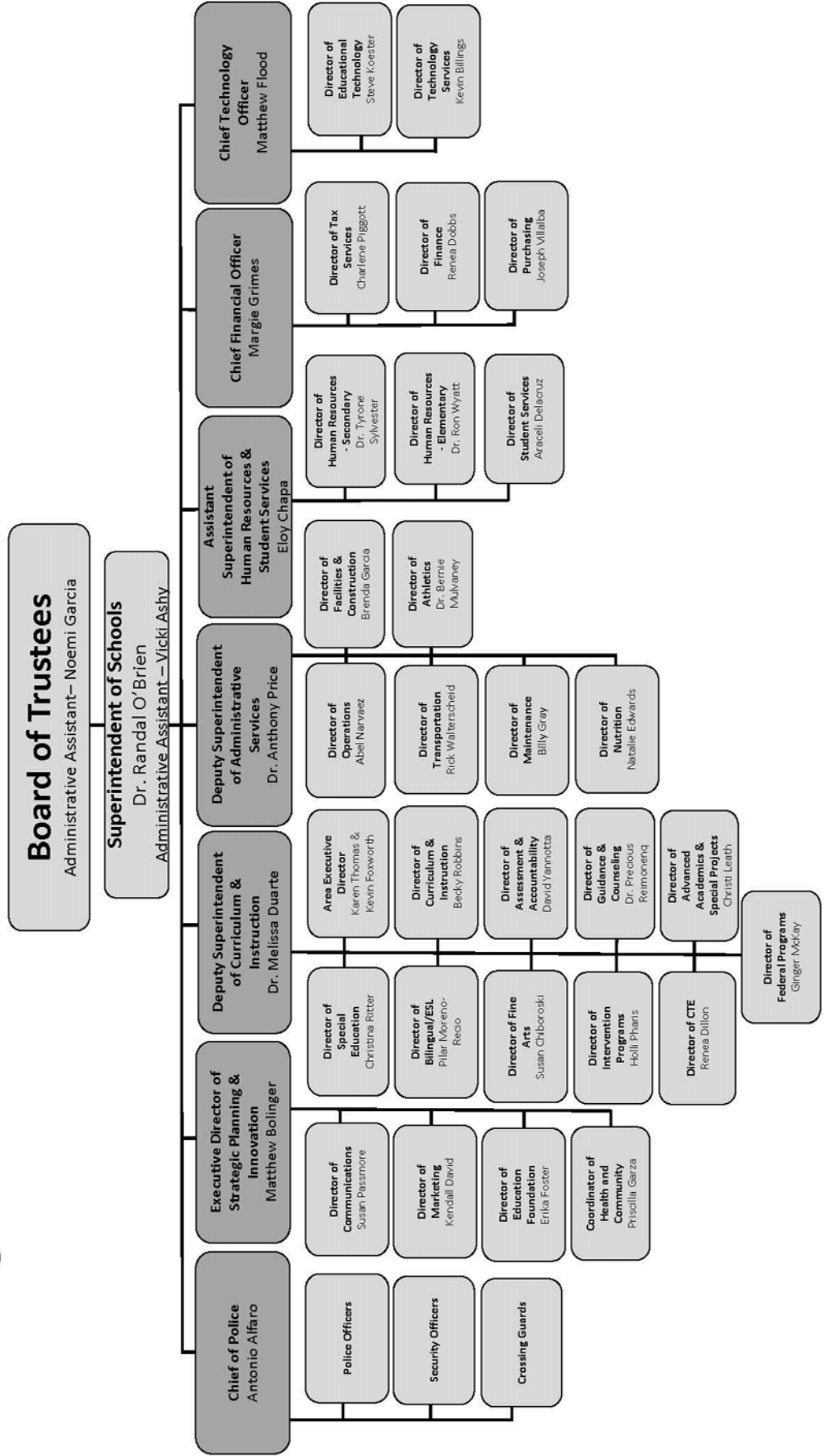
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Goose Creek Consolidated Independent School District Superintendent of Schools

2019-2020

Organizational Chart



Goose Creek Consolidated Independent School District Baytown, Texas

Board of Trustees

<u>Name</u>	<u>Position</u>	<u>Length of Service</u>	<u>Term Expires May</u>	<u>Occupation</u>
Mr. Agustin Loredo III	President – District 2	14 Years	2021	Teacher
Ms. Jessica Woods	Vice President – District 3	5 Years	2023	Executive Director
Mr. Ben Pape	Secretary – District 5	3 Years	2021	Senior Director
Mr. Howard Sampson	Assistant Secretary – District 1	11 Years	2021	Retired
Mr. Richard Clem	Board Member – District 4	3 Year	2021	Retired
Ms. Tiffany Guy	Board Member – District 6	1 Year	2023	Counselor
Mr. Shae Cottar	Board Member – District 7	1 Year	2023	Real Estate Broker

Administrative Staff

Dr. Randal O'Brien.....Superintendent

Dr. Demetrius D. McCall.....Deputy Superintendent for Administrative Services

Dr. Melissa Duarte.....Deputy Superintendent of Curriculum and Instruction

Eloy ChapaAssistant Superintendent of Human Resources and Student Services

Margie M. Grimes, CPA.....Chief Financial Officer

Matthew FloodChief Technology Officer

Matthew Bolinger.....Executive Director Strategic Planning and Support Services

Karen Thomas.....Area Executive Director

Kevin Foxworth.....Area Executive Director

Susan Passmore.....Director of Communications

Accountants and Advisors

Start, Garcia & Stanley, LLC.....Auditors
Certified Public Accountants, Baytown, Texas

Andrews Kurth, LLP.....Bond Counsel

Hutchinson Shockey Erley & Co.....Financial Advisor

Report Preparation

Margie M. Grimes, CPAChief Financial Officer

Renea Woodruff.....Director of Finance

LeAna R. DixonController/Treasurer



Government Finance Officers Association

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

June 30, 2019

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

**Goose Creek Consolidated
Independent School District**

for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2019.

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink that reads 'Claire Hertz'. The signature is written in a cursive style.

Claire Hertz, SFO
President

A handwritten signature in black ink that reads 'David J. Lewis'. The signature is written in a cursive style.

David J. Lewis
Executive Director



Financial Section

Goose Creek Consolidated Independent School District
Baytown, Texas

For The Fiscal Year Ended June 30, 2020



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Start, Garcia & Stanley, LLC
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

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

Report on the Financial Statements

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 June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 June 30, 2020, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with U.S. generally accepted accounting principles.

Change in Accounting Principle

As described in Notes I.B.1 to the financial statements, the District adopted new accounting guidance, Governmental Accounting Standards Board Statements No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

U.S. generally accepted accounting principles require that the management’s discussion and analysis, budgetary comparison information, and TRS pension and OPEB schedules on pages 21-32, 89-98, 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 management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District’s basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, compliance schedules required by the Texas Education Agency, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and compliance schedules required by the Texas Education Agency are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with U.S. generally accepted auditing standards. In our opinion, the combining and individual nonmajor fund financial statements and compliance schedules required by the Texas Education Agency are fairly stated, in all material respects, in relation to the basic 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2020, on our consideration of the District’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District’s internal control over financial reporting and compliance.

Start, Garcia & Stanley
Start, Garcia & Stanley, LLC

Baytown, Texas
December 9, 2020

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2020**

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 June 30, 2020. We encourage readers to consider the information presented below 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 District's total assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources at June 30, 2020 by \$83,525,314 on the government-wide financial statements. Of this amount, \$(31,078,6894) represents unrestricted net position, which may be used to meet the District's ongoing obligations. Changes in revenue and expenses compared to the prior year continue to reflect the overall effects of GASB 68 and 75. In prior years, the District adopted GASB Statement No. 68, Accounting and Financial Reporting for Pensions and GASB Statement No. 75, Accounting and Reporting for Other Post-Employment Benefit Plans (OPEB). With GASB No. 68, the District must recognize their long-term obligation for pension benefits as a liability and with GASB No. 75, their proportionate share of the Net Other Post-Employment Benefits (OPEB) liability of the Teacher Retirement System. The District's net Pension and OPEB liabilities at year end were \$84.8 million and \$95.7 million, respectively. The 86th Legislature passed HB3 which provided an increase in the regular program allotment and additional funding for special programs of approximately \$20 million. Other local revenue was generated in the current fiscal year from the District's chapter 313 value limitation agreements. The District's total net position increased by \$21.9 million for the current fiscal period.

The District's governmental funds reported combined ending fund balances of \$257,372,131 at June 30, 2020. Of this amount, \$197,039,468 is classified as non-spendable, restricted, committed or assigned primarily for long-term debt, disaster recovery and construction obligations, resulting in \$60,332,663 unassigned and available to spend at the District's discretion.

At the end of the current fiscal period, the total fund balance for the general fund was \$116,255,611, or 50% of total general fund expenditures. The unassigned fund balance of \$60,332,663 (25% of total general fund expenditures) is available to spend at the District's discretion.

OVERVIEW OF THE FINANCIAL STATEMENTS

Management's discussion 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. *Fiduciary fund*

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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.

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 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 Position includes all the government's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two reported as total net position. Net position is one way to measure the District's financial health or position. Over time, increases or decreases in the District's net positions are indicators 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 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 used by the District 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

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

The District maintains numerous 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 project funds, 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.

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 the District's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary fund net position. 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 period. 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 during the period.

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GOVERNMENT-WIDE FINANCIAL ANALYSIS

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

Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's total financial position. As of June 30, 2020, assets and deferred outflows of resources exceed liabilities and deferred inflows by \$83.5 million which is a net increase of \$21.9 million from 2019.

Table I - Net Position Summary

	Governmental Activities	
	<u>2020</u>	<u>2019</u>
Current and other assets	\$ 329,037,422	\$ 244,144,826
Capital assets	604,926,660	541,880,297
Total Assets	<u>933,964,082</u>	<u>786,025,123</u>
Deferred Outflows of Resources	<u>69,492,362</u>	<u>68,925,419</u>
Current liabilities	60,188,889	79,020,937
Long-term liabilities	802,401,442	675,679,279
Total Liabilities	<u>862,590,331</u>	<u>754,700,216</u>
Deferred Inflows of Resources	<u>57,340,799</u>	<u>38,623,414</u>
Net Investment in Capital Assets	83,492,392	67,247,356
Restricted	31,111,611	29,109,860
Unrestricted	(31,078,689)	(34,730,304)
Total Net Position	<u>\$ 83,525,314</u>	<u>\$ 61,626,912</u>

Net Investment in Capital Assets used for governmental activities (e.g., land, buildings and improvements, furniture and equipment, and construction in progress) is \$83.5 million as of June 30, 2020. 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 position, which can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements, amounted to \$(31.1) million at June 30, 2020.

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Changes in Net Position

The Net Position of the District increased by \$21.9 million for the fiscal year ended June 30, 2020. The total revenue from taxpayers, user service fees, grants and other sources for the District was \$294.5 million, an increase from fiscal year 2019 of \$20.5 million. Total expenses net of program revenues for 2020 were \$272.6 million or \$14.7 million higher than 2019 expenses.

Table II - Changes in Net Position

	Governmental Activities	
	2020	2019
Revenues		
Program Revenues:		
Charges for services	\$ 5,296,976	\$ 6,393,626
Operating grants and contributions	53,594,160	46,226,661
General Revenues:		
Property taxes	171,975,609	165,252,655
State and other grants	91,873,800	69,963,526
Other	30,659,605	39,266,896
Total Revenues	<u>353,400,150</u>	<u>327,103,364</u>
Expenses		
Instructional	188,653,831	174,425,023
Instructional leadership	23,109,247	21,327,537
Student support services	47,139,666	46,271,729
General administration	9,676,620	8,348,006
Support services	40,241,679	40,948,998
Community services	596,414	728,758
Interest expense & debt service fees	20,596,707	17,064,818
Intergovernmental charges	1,487,584	1,429,828
Total Expenses	<u>331,501,748</u>	<u>310,544,697</u>
Increase (decrease) in net position	21,898,402	16,558,667
Beginning Net Position	61,626,912	45,068,245
Prior Period Adjustment	-	-
Ending Net Position	<u>\$ 83,525,314</u>	<u>\$ 61,626,912</u>

The increase in Net Position of \$21.9 million is attributed to additional state funding (86th Legislature, HB3) and local revenue from chapter 313 value limitation agreements and the continuing fluctuation in cost of post-employment benefits associated with Governmental Accounting Standards Board (GASB), Statement No.75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions* and pension related costs associated with Governmental Accounting Standards Board (GASB), Statement No.68, *Accounting and Financial Reporting for Pensions*. GASB Statement No. 75 established accounting and financial reporting requirements for governments that provide their employees with Post-Employment benefits other than pensions and GASB Statement No. 68 established accounting and financial reporting requirements for governments that provide their employees with pensions. The primary objective of these Statements was to improve accounting and financial reporting by state and local governments.

The District participates in a statewide teacher retirement system (TRS), a cost-sharing multiple employer defined benefit pension plan. TRS is the largest public retirement system in Texas in both membership and assets. The TRS trust fund is sustained principally by three sources — earnings on investments, employer

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contributions, and member contributions. In fiscal year 2015, governments providing defined benefit pension plans were required to recognize their long-term obligation for pension benefits as a liability on their accrual-based, government-wide statement of net position. This provides citizens and other users of these financial reports with a clearer picture of the size and nature of the financial obligations to current and former employees. The Statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information (RSI).

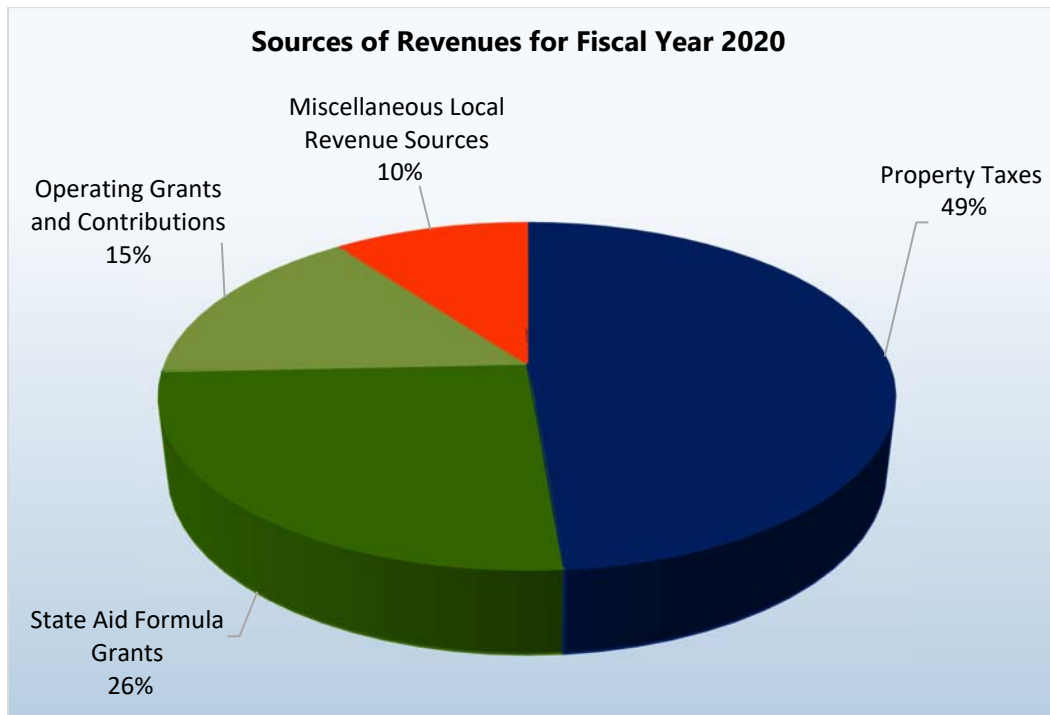
This was an important change that clearly depicts the government’s financial position. While this information will, in some cases, give the appearance that a government is financially weaker than it was previously, the financial reality of the government’s situation will not have changed. Reporting the net pension liability on the face of the financial statements will more clearly portray the government’s financial status because the pension liability will be placed on an equal footing with other long-term obligations.

At June 30, 2020, the District reported a net pension liability of \$84.8 million for its proportionate share of TRS’s net pension liability and a net OPEB liability of \$95.7 million for its proportional share of the Districts Other Post-employment benefits other than Pension.

Governmental Activities

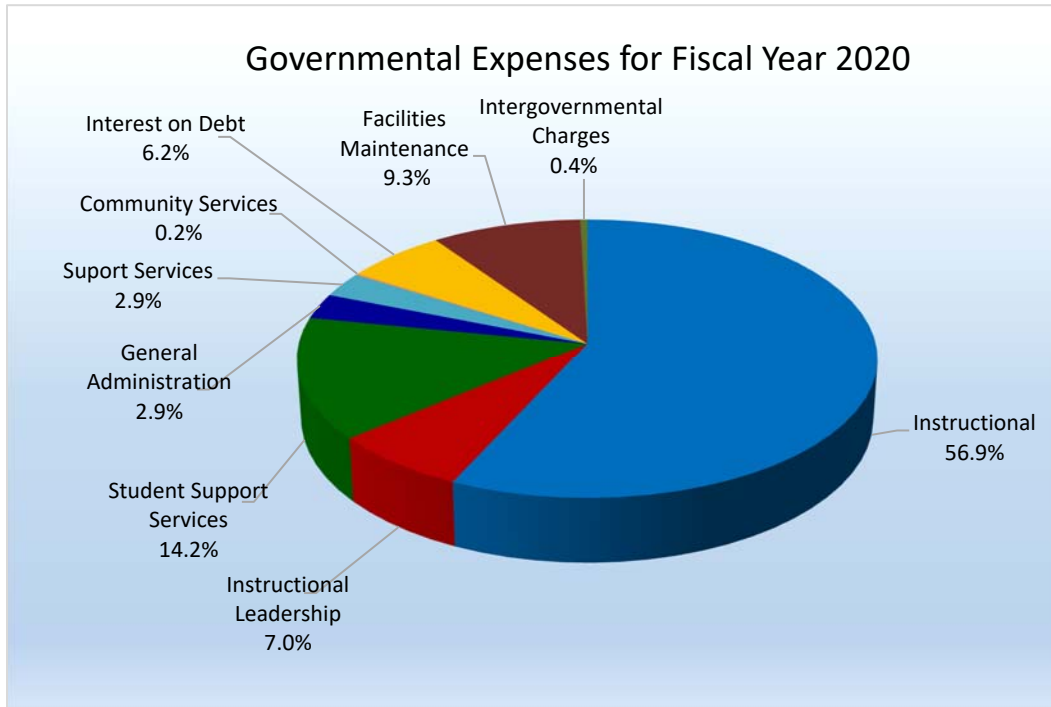
Total revenues for the District’s governmental activities for the fiscal year increased by \$26 million or 8 percent over fiscal year 2019. Local property tax revenues increased by \$6.7 million and state funding, local and program revenues increased by \$19.6 million. Total expenses increased by \$20.9 million.

Approximately 59% percent of the District’s revenues came from property taxes, charges for services, and other local revenue, while 41% percent was derived from state aid and operating grants.



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The District expended 57% percent of total governmental expense 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 for direct student services. Total governmental activities expenses per pupil in average daily attendance totaled \$14,256 in 2020 versus \$14,096 in 2019.



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 the balances available for spending. 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 June 30, 2020, the District's governmental funds (shown on Exhibit C-1) reported a combined ending fund balance of \$257 million, an increase of \$77 million from the prior year, June 30, 2019.

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Of the total fund balance, \$60.3 million, or approximately 25 percent, constitutes unassigned fund balance. The remainder of fund balance is non-spendable, restricted, committed or assigned for particular purposes as follows:

Nonspendable:	
Inventories	\$ 672,681
Prepaid items	655,079
Restricted:	
Grant Funds	2,641,832
Capital acquisitions and contractual obligation	84,519,456
Debt service	33,108,449
Restricted for other purposes	278,300
Committed:	
Committed for construction	19,366,917
Committed for other purposes	985,902
Assigned:	
Assigned for other purposes	54,810,852
Unassigned:	
Unassigned	<u>60,332,663</u>
Total Fund Balances	<u><u>\$ 257,372,131</u></u>

The General Fund is the primary fund of the District. As of June 30, 2020, unassigned fund balance of the General Fund was \$60.3 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 25 percent of total general fund expenditures for the year ended June 30, 2020, while total fund balance represents 50 percent of that same amount.

The fund balance of the District's general fund increased \$18.7 million for the year ended June 30, 2020. The increase in fund balance resulted from a variety of sources but primarily from revenue protection payments received from various Chapter 313 agreements with industry, reduced operating expenditures as schools were closed approximately 2 ½ months during the national Coronavirus pandemic.

The Debt Service Fund realized revenues of \$44.7 million and expenditures of \$41 million for the year ended June 30, 2020. The fund balance of the debt service fund, restricted for the payment of the District's debt, increased by \$3.7 million and totaled \$33.1 million as of June 30, 2020. Annual payments have been made to a sinking fund, reported on the balance sheet as Restricted Assets, which will be used to pay the principal on the 2005A QZAB bonds upon maturity in fiscal year 2022.

The Capital Projects fund includes revenues of \$17.1 million from Ch 313 pilot (supplemental) payments, foreign trade zone revenues and investment earnings. In addition, the District received other financing sources of \$128 million from the sale of series 2019A & 2019B unlimited tax school building bonds pursuant to the voter approved bond election in 2019. The Capital Projects Fund incurred construction-related expenditures of \$89.9 million for the year ended June 30, 2020. Projects for 2020 included facility district-wide improvements to various facilities, continued expansion of the Stuart Career Tech high school, acquisition and reconstruction of a new education service center, construction of E.F. Green Junior High School, design and land acquisition for the replacement of San Jacinto Elementary School, purchases of buses and equipment for various departments and district-wide upgrades of energy-related infrastructure.

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Other projects included the repurpose of the old technology management center for policy and tax office operations and acquisition of property for future use. Fund balance in the Capital Projects Fund at June 30, 2020 was \$102.8 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 fund is used to support governmental activities of the District's self-insured workers' compensation program. The District's self-insured workers' compensation program total net position was \$2.6 million at June 30, 2020.

General Fund Budgetary Highlights

The District adopted an operating budget for fiscal year 2020 with revenues exceeding expenditures by \$18.7 million dollars. The adopted budget revenues for 2020 were increased \$13.3 million (from \$233.1M to \$246.4M) due to additional net revenues received from tax code chapter 313 agreements and increased revenues from overall finance reform as a result of the passage of HOUSE BILL 3 (HB 3) during the 86th legislative session. In addition, the District increased its budgeted operating expenditures by \$9 million (from \$233.1M to \$242.1M), resulting in an excess of budgeted revenues over expenditures of budget of \$4.3 million. These budget amendments were primarily for encumbrance carryforwards, staffing expenditures and additional instruction program allotments funding with the passage of HOUSE BILL 3 (HB 3).

For the year ended June 30, 2020, actual revenues were higher than estimated revenues by \$286 thousand. In addition, actual expenditures fell below budgeted expenditures and other sources and uses by \$14.4 million. This resulted in a net favorable budget variance of \$14.4 million. This favorable variance resulted primarily from both higher revenues and lower operating costs than projected. However, due to the reduction to the Foundation School Program and ESSER (CARES Act) grant, it should be noted that General Fund revenues and expenditures were both reduced by approximately \$4.1 million and funds were reclassified to offset the grant award. Also, a delay in receiving goods and services ordered resulted in outstanding encumbrances to be rolled forward to the next fiscal year.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of June 30, 2020, the District's investment in capital assets was \$605 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 increase (including additions and deductions) of \$63 million or 12 percent from last year.

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Table III - Capital Asset Summary

	Governmental Activities	
	2020	2019
Land	\$ 24,304,504	\$ 20,155,019
Buildings and Improvements	705,883,286	699,881,883
Furniture and Equipment	63,881,104	49,340,323
Construction in Progress	75,873,256	15,064,460
Less Accumulated Depreciation	(265,015,490)	(242,561,388)
Total Capital Assets	\$ 604,926,660	\$ 541,880,297

The most significant additions to capital assets during 2020 was facility improvements to various campuses district-wide, remaining costs for the repurpose of the old technology management facility, acquisition and reconstruction of the educational service center and construction in progress. Additional information on the District's capital assets can be found in Note II.B. of the financial statements.

Long-Term Liabilities

At June 30, 2020, the District had long-term liabilities of \$621.9 million. The District also has a loan agreement (LoanSTAR Revolving Loan Program) with the State Energy Conservation Office to reduce consumption of electrical energy throughout the District. The original loan totaled \$4.9 million, the project was completed March 2013 and a balance of 856,867 is owed on the loan at June 30, 2020. In addition, Maintenance Tax Notes, Series 2019 totaling \$32 million was issued to fund energy savings projects within the District. The project was near completion at June 30, 2020 and there has been no change in the outstanding debt balance.

The District also has Series 2005 Qualified Zone Academy Bonds (QZAB) outstanding for which annual payments are made to sinking funds held at Wells Fargo Bank 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.

Table IV – District's Outstanding Debt

Governmental Activities	Beginning Balance	Additions	Reductions	Ending Balance
Bonds Payable (net)	\$ 477,403,463	\$ 159,032,380	\$ (55,198,052)	\$ 581,237,791
Other Liabilities	7,037,925	1,043,328	-	8,081,253
Loans	33,231,603	-	(648,736)	32,582,867
Total Long-Term Liabilities	\$ 517,672,991	\$ 160,075,708	\$ (55,846,788)	\$ 621,901,911

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Economic Factors, Next Year's Budgets and Tax Rates

House Bill 3 (HB 3), a sweeping and historic school finance bill was passed by the 86th Texas Legislature in 2019. HB 3 is one of the most transformative Texas education bills in recent history. The bill provides more money for Texas classrooms, increases teacher compensation, reduces recapture and cuts local property taxes for Texas taxpayers. The Basic Allotment increased from \$5,140 to \$6,160 for the 2019 school year, however there was no increase in the basic allotment for the 2020 school year. HB 3 establishes an optional Teacher Incentive Allotment with a stated goal of a six-figure salary for teachers who prioritize teaching in high needs areas and rural district campuses. The District's letter of intent submitted to the Texas Education Agency (TEA) for development of a local teacher designation system (for strategic compensation based on teacher effectiveness) is to be implemented for funding in the Spring or Fall 2023. An Early Education Allotment for grades K-3 will provide funding for educationally disadvantaged or limited English proficient students and HB 3 requires full-day Pre-K for all eligible 4-year olds. The District is in the initial design phase of construction for a new Early Learning Center to be located centrally within the district's boundaries. In addition, new funding is provided for college, career and military readiness plans and the expansion of career technical education programs. Various other changes were made to equalize funding for Texas school districts.

The impact of COVID-19 this year has been far-reaching in virtually all aspects of education. The decline in expected student population this year has been an understandable fallout of the pandemic. Downward enrollment trends may continue if Coronavirus cases rise, yet parents may feel safe sending their children to school upon the availability of a vaccine. The District anticipates modest growth over the next five years, estimated at approximately one percent annually. However, with a statewide decline in public education enrollment since the Coronavirus pandemic, the 2020-2021 school year enrollment estimate of 23,946 is based on no growth.

The 2020-2021 adopted General Fund budget appropriates \$243 million compared to a \$246.4 million final amended budget for the fiscal year ended June 30, 2020. The board of trustees approved a resolution, effective with the 2021 school year, to account for Ch 313 revenue protection and supplemental payments in the Capital Improvement Fund to provide funding for the acquisition and/or construction of various capital assets. The 2020-2021 General Fund Budget will be amended to include a one-time lump-sum incentive compensation payment of \$1,500 to all full-time employees hired on or before October 30, 2020.

The Goose Creek CISD 2020-2021 budget included a maintenance and operations tax rate of \$1.0436 and a debt service tax rate of \$.2975 for a total tax rate of \$1.3411 which represents a decrease in the total tax rate of \$0.0131 from the prior year.

In May 2019 the voters authorized the issuance of bonds totaling \$335,725,000 for the construction, acquisition and equipment of school buildings, including facility renovations and improvements and district-wide technology upgrades, the purchase of necessary sites for school buildings, and the purchase of new school buses. The District sold \$128 million in bonds during fiscal year 2020 and \$118 million in September of 2020. The district has \$90 million remaining authorized and outstanding bonds to be sold in the fall of 2021.

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

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projections include additional local revenues which will help to improve the overall performance of the District's education system.

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

For The Fiscal Year Ended June 30, 2020



GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2020

EXHIBIT A-1

Data Control Codes	Primary Government Governmental Activities
ASSETS	
1110 Cash and Cash Equivalents	\$ 172,230,142
1120 Current Investments	103,133,324
1220 Property Taxes - Delinquent	16,761,986
1230 Allowance for Uncollectible Taxes	(7,947,211)
1240 Due from Other Governments	35,892,057
1250 Accrued Interest	392,400
1290 Other Receivables, Net	378,466
1300 Inventories	672,681
1410 Prepayments	655,079
1490 Other Current Assets	495
Capital Assets:	
1510 Land	24,304,504
1520 Buildings, Net	471,372,585
1530 Furniture and Equipment, Net	33,376,315
1580 Construction in Progress	75,873,256
1800 Restricted Assets	6,868,003
1000 Total Assets	933,964,082
DEFERRED OUTFLOWS OF RESOURCES	
1701 Deferred Charge for Refunding	8,966,934
1705 Deferred Outflow Related to TRS Pension	40,538,402
1706 Deferred Outflow Related to TRS OPEB	19,987,026
1700 Total Deferred Outflows of Resources	69,492,362
LIABILITIES	
2110 Accounts Payable	21,624,477
2150 Payroll Deductions and Withholdings	1,994,769
2160 Accrued Wages Payable	23,581,879
2180 Due to Other Governments	3,000,979
2200 Accrued Expenses	4,321,185
2300 Unearned Revenue	5,665,600
Noncurrent Liabilities:	
2501 Due Within One Year	31,815,549
2502 Due in More Than One Year	590,086,362
2540 Net Pension Liability (District's Share)	84,841,576
2545 Net OPEB Liability (District's Share)	95,657,955
2000 Total Liabilities	862,590,331
DEFERRED INFLOWS OF RESOURCES	
2605 Deferred Inflow Related to TRS Pension	15,957,747
2606 Deferred Inflow Related to TRS OPEB	41,383,052
2600 Total Deferred Inflows of Resources	57,340,799
NET POSITION	
3200 Net Investment in Capital Assets	83,492,392
3820 Restricted for Federal and State Programs	3,957,496
3850 Restricted for Debt Service	26,875,815
3890 Restricted for Other Purposes	278,300
3900 Unrestricted	(31,078,689)
3000 Total Net Position	\$ 83,525,314

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 JUNE 30, 2020

EXHIBIT B-1

Data Control Codes	1	Program Revenues		6
		3	4	6
Codes	Expenses	Charges for Services	Operating Grants and Contributions	Primary Gov. Governmental Activities
Primary Government:				
GOVERNMENTAL ACTIVITIES:				
11 Instruction	\$ 180,754,693	\$ 1,202,335	\$ 28,677,227	\$ (150,875,131)
12 Instructional Resources and Media Services	2,630,316	-	204,392	(2,425,924)
13 Curriculum and Instructional Staff Development	5,268,822	-	2,405,031	(2,863,791)
21 Instructional Leadership	6,014,993	-	999,169	(5,015,824)
23 School Leadership	17,094,254	-	2,488,024	(14,606,230)
31 Guidance, Counseling and Evaluation Services	10,243,427	179,547	1,470,029	(8,593,851)
32 Social Work Services	2,201,219	-	686,818	(1,514,401)
33 Health Services	3,049,071	-	715,520	(2,333,551)
34 Student (Pupil) Transportation	10,785,558	41,401	820,033	(9,924,124)
35 Food Services	14,012,976	2,387,676	10,575,788	(1,049,512)
36 Extracurricular Activities	6,847,415	1,003,782	418,003	(5,425,630)
41 General Administration	9,676,620	117,722	971,056	(8,587,842)
51 Facilities Maintenance and Operations	30,681,420	156,673	1,325,308	(29,199,439)
52 Security and Monitoring Services	4,547,246	-	471,431	(4,075,815)
53 Data Processing Services	5,013,013	-	659,422	(4,353,591)
61 Community Services	596,414	207,840	153,558	(235,016)
72 Debt Service - Interest on Long-Term Debt	20,596,707	-	553,351	(20,043,356)
99 Other Intergovernmental Charges	1,487,584	-	-	(1,487,584)
[TP] TOTAL PRIMARY GOVERNMENT:	\$ 331,501,748	\$ 5,296,976	\$ 53,594,160	(272,610,612)

Data Control Codes	General Revenues:	
	Taxes:	
MT	Property Taxes, Levied for General Purposes	128,444,274
DT	Property Taxes, Levied for Debt Service	43,531,335
SF	State Aid - Formula Grants	90,598,930
GC	Grants and Contributions not Restricted	1,274,870
IE	Investment Earnings	4,823,080
MI	Miscellaneous Local and Intermediate Revenue	25,836,525
TR	Total General Revenues	294,509,014
CN	Change in Net Position	21,898,402
NB	Net Position - Beginning	61,626,912
NE	Net Position - Ending	\$ 83,525,314

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

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020

Data Control Codes	10 General Fund	50 Debt Service Fund	60 Capital Projects Fund
ASSETS			
1110 Cash and Cash Equivalents	\$ 43,735,160	\$ 26,162,386	\$ 98,901,735
1120 Investments - Current	71,627,972	-	31,505,352
1220 Property Taxes - Delinquent	13,311,357	3,450,629	-
1230 Allowance for Uncollectible Taxes	(6,345,201)	(1,602,010)	-
1240 Due from Other Governments	25,162,580	-	371,424
1250 Accrued Interest	162,624	-	229,776
1260 Due from Other Funds	17,576,779	215,609	-
1290 Other Receivables	108,036	-	52,666
1300 Inventories	457,017	-	-
1410 Prepayments	655,079	-	-
1490 Other Current Assets	-	495	-
1800 Restricted Assets	-	6,868,003	-
1000 Total Assets	<u>\$ 166,451,403</u>	<u>\$ 35,095,112</u>	<u>\$ 131,060,953</u>
LIABILITIES			
2110 Accounts Payable	\$ 5,153,597	\$ -	\$ 15,756,985
2150 Payroll Deductions and Withholdings Payable	1,994,769	-	-
2160 Accrued Wages Payable	21,516,370	-	-
2170 Due to Other Funds	6,521,779	104,965	8,979,809
2180 Due to Other Governments	3,000,979	-	-
2200 Accrued Expenditures	36,017	-	3,536,786
2300 Unearned Revenue	5,006,125	33,079	1,000
2000 Total Liabilities	<u>43,229,636</u>	<u>138,044</u>	<u>28,274,580</u>
DEFERRED INFLOWS OF RESOURCES			
2601 Unavailable Revenue - Property Taxes	6,966,156	1,848,619	-
2600 Total Deferred Inflows of Resources	<u>6,966,156</u>	<u>1,848,619</u>	<u>-</u>
FUND BALANCES			
Nonspendable Fund Balance:			
3410 Inventories	457,017	-	-
3430 Prepaid Items	655,079	-	-
Restricted Fund Balance:			
3450 Federal or State Funds Grant Restriction	-	-	-
3470 Capital Acquisition and Contractual Obligation	-	-	83,419,456
3480 Retirement of Long-Term Debt	-	33,108,449	-
3490 Other Restricted Fund Balance	-	-	-
Committed Fund Balance:			
3510 Construction	-	-	19,366,917
3545 Other Committed Fund Balance	-	-	-
Assigned Fund Balance:			
3590 Other Assigned Fund Balance	54,783,694	-	-
3600 Unassigned Fund Balance	60,359,821	-	-
3000 Total Fund Balances	<u>116,255,611</u>	<u>33,108,449</u>	<u>102,786,373</u>
4000 Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ 166,451,403</u>	<u>\$ 35,095,112</u>	<u>\$ 131,060,953</u>

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

Nonmajor Governmental Funds	Total Governmental Funds
\$ 10,194	\$ 168,809,475
-	103,133,324
-	16,761,986
-	(7,947,211)
10,358,053	35,892,057
-	392,400
6,306,170	24,098,558
217,764	378,466
215,664	672,681
-	655,079
-	495
-	6,868,003
<u>\$ 17,107,845</u>	<u>\$ 349,715,313</u>
\$ 703,237	\$ 21,613,819
-	1,994,769
2,065,509	23,581,879
8,492,005	24,098,558
-	3,000,979
-	3,572,803
625,396	5,665,600
<u>11,886,147</u>	<u>83,528,407</u>
-	8,814,775
<u>-</u>	<u>8,814,775</u>
215,664	672,681
-	655,079
2,041,832	2,041,832
1,700,000	85,119,456
-	33,108,449
278,300	278,300
-	19,366,917
985,902	985,902
-	54,783,694
-	60,359,821
<u>5,221,698</u>	<u>257,372,131</u>
<u>\$ 17,107,845</u>	<u>\$ 349,715,313</u>

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GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
JUNE 30, 2020

EXHIBIT C-2

Total Fund Balances - Governmental Funds	\$ 257,372,131
1 The District uses internal service fund to charge the costs of the District's self-insured workers' compensation plan. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position. The net effect of this consolidation is to increase net position.	2,661,627
2 Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. The cost of these assets is \$869,942,150 and the accumulated depreciation is \$265,015,490. The net effect is an increase to net position (See Note II. B.).	604,926,660
3 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 as liabilities in the governmental funds. The effect of these long-term liabilities is a decrease to net position (See Note II. E.).	(621,901,911)
4 Included in the items related to debt is the recognition of the District's proportionate share of the net pension liability required by GASB 68 in the amount of \$84,841,576, a deferred inflow of resources related to TRS in the amount of \$20,206,541, and a deferred outflow of resources related to TRS in the amount of \$44,787,196. The effect of these pension related items is a decrease to net position (See Note III.E.).	(60,260,921)
5 Included in the items related to debt is the recognition of the District's proportionate share of the net OPEB liability required by GASB 75 in the amount of \$95,657,955, a deferred inflow of resources related to TRS in the amount of \$41,385,144, and a deferred outflow of resources related to TRS in the amount of \$19,989,118. The effect of these pension related items is a decrease to net position (See Note III.C.).	(117,053,981)
6 Recognizing deferred revenue (property taxes) as revenue in the government-wide statements to convert from modified accrual basis of accounting to the accrual basis of accounting. The net effect is an increase to net position.	8,814,775
7 Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include eliminating interfund transactions and recognizing the bond components (deferred charge on refunding) associated with bonds. The net effect of these reclassifications and recognitions is to increase net position.	8,966,934
19 Net Position of Governmental Activities	\$ 83,525,314

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 JUNE 30, 2020

Data Control Codes	10 General Fund	50 Debt Service Fund	60 Capital Projects Fund
REVENUES:			
5700 Total Local and Intermediate Sources	\$ 142,517,438	\$ 44,075,273	\$ 17,127,418
5800 State Program Revenues	101,846,084	553,351	-
5900 Federal Program Revenues	2,357,816	-	-
5020 Total Revenues	<u>246,721,338</u>	<u>44,628,624</u>	<u>17,127,418</u>
EXPENDITURES:			
Current:			
0011 Instruction	135,243,771	-	1,920,044
0012 Instructional Resources and Media Services	2,222,983	-	-
0013 Curriculum and Instructional Staff Development	2,263,704	-	-
0021 Instructional Leadership	4,606,679	-	-
0023 School Leadership	13,430,487	-	62,681
0031 Guidance, Counseling, and Evaluation Services	7,659,684	-	-
0032 Social Work Services	1,410,361	-	-
0033 Health Services	2,120,897	-	-
0034 Student (Pupil) Transportation	9,142,735	-	3,782,036
0035 Food Services	-	-	-
0036 Extracurricular Activities	5,192,892	-	215,445
0041 General Administration	7,980,390	-	-
0051 Facilities Maintenance and Operations	26,028,092	-	1,251,825
0052 Security and Monitoring Services	3,727,971	-	849,775
0053 Data Processing Services	3,944,799	-	908,789
0061 Community Services	184,316	-	-
Debt Service:			
0071 Principal on Long-Term Debt	648,736	20,740,000	-
0072 Interest on Long-Term Debt	726,352	20,030,544	-
0073 Bond Issuance Cost and Fees	-	180,788	1,066,823
Capital Outlay:			
0081 Facilities Acquisition and Construction	5,080	-	79,846,840
Intergovernmental:			
0099 Other Intergovernmental Charges	1,487,584	-	-
6030 Total Expenditures	<u>228,027,513</u>	<u>40,951,332</u>	<u>89,904,258</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>18,693,825</u>	<u>3,677,292</u>	<u>(72,776,840)</u>
OTHER FINANCING SOURCES (USES):			
7901 Refunding Bonds Issued	-	30,600,000	-
7911 Capital Related Debt Issued	-	-	119,545,000
7915 Transfers In	-	35,557	-
7916 Premium or Discount on Issuance of Bonds	-	-	8,887,381
8911 Transfers Out (Use)	-	-	(35,557)
8940 Payment to Bond Refunding Escrow Agent (Use)	-	(30,600,000)	-
7080 Total Other Financing Sources (Uses)	<u>-</u>	<u>35,557</u>	<u>128,396,824</u>
1200 Net Change in Fund Balances	18,693,825	3,712,849	55,619,984
0100 Fund Balance - July 1 (Beginning)	97,561,786	29,395,600	47,166,389
3000 Fund Balance - June 30 (Ending)	<u>\$ 116,255,611</u>	<u>\$ 33,108,449</u>	<u>\$ 102,786,373</u>

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

	Nonmajor Governmental Funds	Total Governmental Funds
\$	5,346,712	\$ 209,066,841
	5,654,864	108,054,299
	26,104,581	28,462,397
	37,106,157	345,583,537
	16,638,107	153,801,922
	-	2,222,983
	2,224,319	4,488,023
	532,122	5,138,801
	1,015,518	14,508,686
	977,074	8,636,758
	611,323	2,021,684
	486,687	2,607,584
	-	12,924,771
	12,799,048	12,799,048
	792,691	6,201,028
	328,591	8,308,981
	551,299	27,831,216
	127,037	4,704,783
	328,089	5,181,677
	412,098	596,414
	-	21,388,736
	-	20,756,896
	-	1,247,611
	-	79,851,920
	-	1,487,584
	37,824,003	396,707,106
	(717,846)	(51,123,569)
	-	30,600,000
	-	119,545,000
	-	35,557
	-	8,887,381
	-	(35,557)
	-	(30,600,000)
	-	128,432,381
	(717,846)	77,308,812
	5,939,544	180,063,319
\$	5,221,698	\$ 257,372,131

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 JUNE 30, 2020

EXHIBIT C-4

Total Net Change in Fund Balances - Governmental Funds	\$ 77,308,812
The District uses an internal service fund to charge the costs of the District's self-insured workers' compensation plan to appropriate functions in other funds. The net loss of internal service funds are reported with governmental activities. The net effect of this consolidation is to increase net position.	354,622
Current year capital outlays are expenditures in the fund financial statements, but they should be shown as increases in capital assets in the government-wide financial statements. The net effect of removing the 2020 capital outlays is to increase net position. (See Note II. B.)	87,255,543
The governmental funds report bond proceeds as an other financing source, while repayment of bond principal is reported as an expenditure. Also, governmental funds report bond premiums and discounts when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The effect is to decrease net position. (See Note II. E.)	(104,228,920)
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 to decrease net position. (See Note II.B.)	(24,099,406)
Changes in the District's proportionate share of the net pension liability, deferred outflows of resources, and deferred inflows of resources related to the Teacher Retirement System of Texas for the current year are not reported in governmental funds but are reported in the government-wide financial statements. The net effect of these changes is a decrease to net position.	(10,375,852)
Changes in the District's proportionate share of the net OPEB liability, deferred outflows of resources, and deferred inflows of resources related to the Texas Public School Retired Employees Group Insurance Program (TRS-Care) for the current year are not reported in governmental funds but are reported in the government-wide financial statements. The net effect of these changes is a decrease to net position.	(2,253,232)
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 as revenue, adjusting current year revenue to show the revenue earned from the current year's tax levy, eliminating interfund transactions, recognizing the net effect of retirement of capital assets, and recognizing the liabilities associated with maturing long-term debt and interest. The net effect of these reclassifications and recognitions is to decrease net position.	(2,063,165)
Change in Net Position of Governmental Activities	\$ 21,898,402

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

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2020

	Governmental Activities -
	Internal Service Fund
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 3,420,667
Total Assets	<u>3,420,667</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable	10,658
Accrued Expenses	<u>748,382</u>
Total Liabilities	<u>759,040</u>
NET POSITION	
Unrestricted Net Position	<u>2,661,627</u>
Total Net Position	<u><u>\$ 2,661,627</u></u>

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

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	Governmental Activities -
	Internal Service Fund
OPERATING REVENUES:	
Local and Intermediate Sources	\$ 1,097,459
Total Operating Revenues	1,097,459
OPERATING EXPENSES:	
Payroll Costs	742,837
Total Operating Expenses	742,837
Operating Income	354,622
Total Net Position - July 1 (Beginning)	2,307,005
 Total Net Position - June 30 (Ending)	 \$ 2,661,627

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 JUNE 30, 2020

	Governmental Activities -
	Internal Service Fund
<u>Cash Flows from Operating Activities:</u>	
Cash Received from User Charges	\$ 1,097,459
Cash Payments for Insurance Claims	(594,893)
Net Cash Provided by Operating Activities	502,566
Net Increase in Cash and Cash Equivalents	502,566
Cash and Cash Equivalents at Beginning of Year	2,918,101
Cash and Cash Equivalents at End of Year	\$ 3,420,667
<u>Reconciliation of Operating Income to Net Cash</u>	
<u>Provided by Operating Activities:</u>	
Operating Income:	\$ 354,622
Effect of Increases and Decreases in Current Assets and Liabilities:	
Increase (decrease) in Accounts Payable	(68,922)
Increase (decrease) in Accrued Expenses	216,866
Net Cash Provided by Operating Activities	\$ 502,566

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

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2020

EXHIBIT E-1

	Private Purpose Trust Fund	Total Custodial Funds
ASSETS		
Cash and Cash Equivalents	\$ 54,875	\$ 770,174
Investments - Current	100,000	-
Accrued Interest	1,294	-
Other Receivables	-	742
Total Assets	156,169	\$ 770,916
LIABILITIES		
Accounts Payable	7,500	19,927
Total Liabilities	7,500	19,927
NET POSITION		
Restricted for Scholarships	148,669	-
Restricted for Other Purposes	-	750,989
Total Net Position	\$ 148,669	\$ 750,989

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 POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	Private Purpose Trust Fund	Total Custodial Funds
ADDITIONS:		
Miscellaneous Revenue - Student Activities	\$ -	\$ 929,641
Earnings from Temporary Deposits	3,195	-
Miscellaneous Additions	-	34,250
Total Additions	<u>3,195</u>	<u>963,891</u>
DEDUCTIONS:		
Other Deductions	27,500	826,715
Total Deductions	<u>27,500</u>	<u>826,715</u>
Change in Fiduciary Net Position	(24,305)	137,176
Total Net Position - July 1 (Beginning)	172,974	-
Prior Period Adjustment	-	613,813
Total Net Position - June 30 (Ending)	<u>\$ 148,669</u>	<u>\$ 750,989</u>

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

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020

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 GASB Statement No. 61, *The Financial Reporting Entity: Omnibus - an amendment by GASB Statements No. 14 and 34*. There are no component units or entities for which the District is considered financially accountable included within the reporting entity.

B. Basis of Presentation

1. New GASB Pronouncements

GASB has issued several new pronouncements that the District has reviewed for application to their accounting and reporting.

GASB Statement No. 84, *Fiduciary Activities*, is effective for periods beginning after December 15, 2018. This statement establishes criteria for identifying fiduciary activities for accounting and reporting purposes. The implementation of this statement has resulted in a presentation change of the financial statement by requiring custodial funds to report the difference of assets and liabilities as net position on the statement of fiduciary net position and additions and deductions on the statement of changes in fiduciary net position. For prior period adjustment, see Note III. M.

2. Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities 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.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020

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.

3. 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 nonmajor 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.

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.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020

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

Propriety funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with the funds' principal ongoing operations. The principal operating revenues of the District's internal service fund include charges of certain services and activities to other individual funds of the District on a cost reimbursement basis. Operating expenses include insurance claims, premiums, and administrative costs for the workers' compensation program. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses. The District uses the following internal service fund:

Workers' Compensation Fund – 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.

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.

Custodial 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.

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. All assets and deferred outflows of resources, and liabilities and deferred inflows of resources associated with the operation of the District are included in the statement of net position. Revenues are recorded when earned, and expenses are recorded

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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 unearned 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 Position 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, commercial paper, municipal bonds, and U.S. agencies. Investments in local government investment pools are valued and recorded at amortized costs as permitted by GASB

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Statement No. 79, *Certain Investment Pools and Pool Participants*. Investments with maturities of 12 months or less at the date of purchase are held at amortized cost and net asset value (NAV). Investments with maturities exceeding 12 months at the date of purchase are stated at fair value based on quoted market prices at year-end date.

The District categorizes fair value measurements of its investments based on the hierarchy established by GAAP. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value.

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets.

Level 2: Inputs to the valuation methodology are quoted prices included in Level 1, that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

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 June 30, 2020 to finance general fund operations and voter approved debt service principal and interest payments were \$1.06830 and \$.28590, respectively, per \$100 of assessed valuation for a total tax rate of \$1.3542.

Current tax collections for the year ended June 30, 2020 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

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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 approximately 50% of outstanding property taxes receivable at June 30, 2020.

Property taxes (and payments in lieu of property taxes) collected from three major petrochemical complexes within the District for the year ended June 30, 2020 accounted for approximately 30% 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 are 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 unearned revenue when received. When requisitioned, inventory and unearned revenue are relieved, expenditures are charged, and revenue is recognized in an equal amount.

6. Prepayments (i.e., 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. Prepaid items are accounted for using the consumption method and are recognized as expenditures/expenses proportionately over the periods in which the services are provided.

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 acquisition 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.

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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	5-20
Buses & Vehicles	7-15

8. Deferred Outflows/Inflows of Resources

Deferred outflows and inflows of resources are reported in the statement of net position and balance sheet as described below:

A deferred outflow of resources is a consumption of a government's net assets (a decrease in assets in excess of any related decrease in liabilities or an increase in liabilities in excess of any related increase in assets) by the government that is applicable to a future reporting period. The District has three items that qualify for reporting in this category:

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

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A *deferred inflow of resources* is an acquisition of a government's net assets (an increase in assets in excess of any related increase in liabilities or a decrease in liabilities in excess of any related decrease in assets) by the government that is applicable to a future reporting period. The District has three items that qualify for reporting in this category:

- Deferred inflow of resources for unavailable revenues – Reported only in the governmental funds balance sheet, unavailable revenues from property taxes arise under the modified accrual basis of accounting. The amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.
- Deferred inflow of resources for pension – Reported in the government-wide financial statement of net position, these deferred inflows result primarily from differences between projected and actual earnings on pension plan investments. These amounts will be amortized over a closed five year period.
- Deferred inflow of resources for OPEB – Reported in the government-wide financial statement of net position, these deferred inflows result primarily from differences between expected and actual experience and from changes in assumptions. These amounts will be amortized over the average expected remaining service life of all members.

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 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 other financing sources; whereas, bonds refunded during the period are recorded as other financing uses.

10. 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.

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11. Pensions

The fiduciary net position of the Teacher Retirement System of Texas (TRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes, for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities and additions to/deductions from TRS' fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

12. Other Post-Employment Benefits

The fiduciary net position of the TRS Care Plan has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes, for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense, and information about assets, liabilities and additions to/deductions from TRS Care's fiduciary net position. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no investments as this is a pay-as you-go plan and all cash is held in a cash account.

13. Fund Balance

Generally, governmental fund balances represent the difference between the current assets and deferred outflows of resources, and current liabilities and deferred inflows of resources. The government fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective government funds can be spent. The classifications used in the governmental fund financial statements are as follows:

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

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District takes the same highest level of action to remove or change the constraint. The District establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. A fund balance commitment is further indicated in the budget document as a commitment of the fund. The District has committed 100 percent of Fund 461 Campus Activity Funds' fund balance.

- *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* and *debt service 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 three months unassigned fund balance in the general fund and ten percent of the projected annual debt service payments in restricted fund balance in the debt service fund.

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.

14. Net Position

Net Position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. The classifications used in the government-wide financial statements are as follows:

- *Net investment in capital assets* – This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that is attributed to the acquisition, construction, or improvement of the assets.
- *Restricted net position* – This amount is restricted by creditors, grantors, contributors, or laws or regulations of other governments.

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- *Unrestricted net position* – This amount is the net position that does not meet the definition of “net investment in capital assets” or “restricted net position”.

The District’s policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

15. Budgetary Data

The Board adopts an “appropriated budget” for the General Fund, the Child Nutrition Fund (which is included in the Special Revenue Funds) and Debt Service Fund. The District compares the final amended budget to actual revenues and expenditures. The Budgetary Comparison Schedules appear in Exhibits F-1, I-2, and I-3.

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

- a) Prior to June 20, the District prepares an operating budget for the next succeeding fiscal year beginning July 1. The budget includes proposed expenditures and the means of financing them.
- b) A meeting of the Board is then called for the purpose of adopting the proposed budget. At least ten day’s public notice of the meeting must be given.
- c) Prior to July 1, the budget is legally enacted through passage of a resolution by the Board. Once a budget is approved, it can only be amended at the function and fund level by approval of a majority of the members of the Board. Amendments are presented to the Board at its regular meetings. Each amendment must have Board approval. As required by law, such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after the fiscal year end.
- d) Each budget is controlled by the budget coordinator at the revenue and expenditure function/object level. Budgeted amounts are as amended by the Board. All budget appropriations lapse at year end.
- e) Encumbrances for goods or purchased services are documented by purchase orders or contracts. Under Texas law, appropriations lapse at June 30, and encumbrances outstanding at that time are to be either canceled or appropriately provided for in the subsequent year’s budget.

16. 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 and available school 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

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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 June 30 will change and those changes could be material. For the year ended June 30, 2020, the District received approximately 30% of revenues from the State of Texas.

17. Data Control Codes

The data control codes refer to the account code structure prescribed by TEA in the Resource Guide. The TEA requires school districts to display these codes in the financial statements filed with the Agency in order to insure accuracy in building a statewide database for policy development and funding plans.

II. Detailed Notes On All Funds

A. Deposits and Investments

A summary of the District's cash and investments by fund at June 30, 2020 is shown below:

	<u>Cash and Deposits</u>	<u>Investment Pools</u>	<u>Total Cash & Cash Equivalents</u>	<u>Investments</u>	<u>Total Cash & Investments</u>
Governmental funds:					
General fund	\$ 108,324	\$ 43,626,836	\$ 43,735,160	\$ 71,627,972	\$ 115,363,132
Debt service fund	686,377	25,476,009	26,162,386	-	26,162,386
Capital projects fund	3,929,398	94,972,337	98,901,735	31,505,352	130,407,087
Other governmental funds	<u>10,194</u>	<u>-</u>	<u>10,194</u>	<u>-</u>	<u>10,194</u>
Total governmental funds	<u>4,734,293</u>	<u>164,075,182</u>	<u>168,809,475</u>	<u>103,133,324</u>	<u>271,942,799</u>
Proprietary funds	<u>3,420,667</u>	<u>-</u>	<u>3,420,667</u>	<u>-</u>	<u>3,420,667</u>
Fiduciary funds	<u>252,216</u>	<u>572,833</u>	<u>825,049</u>	<u>100,000</u>	<u>925,049</u>
Total	<u>\$ 8,407,176</u>	<u>\$ 164,648,015</u>	<u>\$ 173,055,191</u>	<u>\$ 103,233,324</u>	<u>\$ 276,288,515</u>

At June 30, 2020, the net carrying amount of the District's cash and deposits was \$8,407,179 and the bank balance was \$10,534,058. At June 30, 2020, the District's combined deposits were fully insured by FDIC insurance or collateralized with securities (Irrevocable Standby Letter of Credit) 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

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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) repurchase agreements, (4) securities lending programs, (5) bankers acceptances, (6) commercial paper, (7) mutual funds, (8) guaranteed investment contracts (9) investment pools, (10) corporate bonds, and (11) fully insured or collateralized interest bearing accounts.

The District's cash equivalents and investments at June 30, 2020 are as shown below:

Investment Type:	Rating	Value at June 30, 2020	Fair Value Measurements Using:			Percent of Portfolio	WAM (Days/Years)
			(Level 1)	(Level 2)	(Level 3)		
Cash in Bank		\$ 8,407,176				3%	
<i>Cash equivalents measured at amortized costs:</i>							
TexPool	AAAm	75,660,752				27%	< 365 days
LoneStar	AAA	17,236,542				6%	< 365 days
LOGIC	AAAm	5,500,526				2%	< 365 days
TexasTERM (daily)	AAAm	42,139,081				15%	< 365 days
TexasCLASS	AAAm	10,014,999				4%	< 365 days
TX-FIT	AAAf/S1	14,096,115				5%	< 365 days
Cash and cash equivalents - subtotal		<u>173,055,191</u>					
<i>Investments measured at amortized costs:</i>							
US Agencies Securities:							
Federal Farm Credit Bank	AA+	10,000,000				4%	< 3 yrs
United States Treasury Note	Unrated	20,699,736				7%	< 2 yrs
Commercial Paper	A-1/P-1/F-1/P-2	39,922,883				14%	< 270 days
TexasTERM (fixed)	AAAf	22,600,000				8%	< 365 days
<i>Investments by fair value level:</i>							
US Agencies Securities:							
Federal Farm Credit Bank	AA+	5,005,352	-	5,005,352	-	2%	< 3 yrs
Federal Farm Credit Bank	AA+	5,005,352	-	5,005,352	-	2%	< 3 yrs
Investments - subtotal		<u>103,233,323</u>	<u>-</u>	<u>10,010,704</u>	<u>-</u>		
Total cash & investments		\$ <u>276,288,514</u>	\$ <u>-</u>	\$ <u>10,010,704</u>	\$ <u>-</u>	100%	

Texas Local Government Investment Pool ("TexPool"), Lone Star Investment Pool ("LoneStar"), Local Government Investment Cooperative ("LOGIC"), TexasTERM Local Government Investment Pool ("TexasTERM"), Texas Cooperative Liquid Assets Securities System ("TexasCLASS"), and Texas Fixed Income Trust ("TX-FIT") are local government investment "pools" organized under the authority of the Interlocal Cooperation Act, Chapter 791, Texas Government Code, and the Public Funds Investment Act, Chapter 2256, Texas Government Code. In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires pools to: 1) have an advisory board composed of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool; 2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service; and 3) maintain the market value of its underlying investment portfolio within one half of one percent of the value of its shares.

The District's investments in TexPool, LoneStar, LOGIC, TexasTERM, TexasCLASS, and TX-FIT are reported at amortized cost. Deposits and withdrawals can be made on any business day of the week. The pools have a redemption notice of one day, which may be redeemed daily. The pools may only impose restrictions on redemptions in the event of a general suspension of trading on major securities markets, general banking moratorium, or a national state of emergency that affects the pools liquidity. There are no limits on the number of accounts a participant can have or the number of transactions. The District has no unfunded commitments related to the pools.

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The District's investment in TexasTERM is a fixed-rate, fixed-term portfolio rated AAAf by Fitch Ratings, that enables investors to lock in a fixed rate for a term of 60 days to 365 days.

The District's management believes that it has complied with the requirements of the Act and with local 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 ("CD") are further collateralized to 100% and 110% if collateral pledged is a mortgage-backed security. Brokered CD's must be FDIC insured and delivered versus payments to the District's depository. The FDIC status of the bank must be monitored weekly and includes procedures to follow in the case of an affected merger or acquisition. 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 Texas banks and primary dealers. The law requires an industry standard, written master repurchase agreement; independent safekeeping of collateral; and a 102% margin on collateral. Fully collateralized flex repurchase agreements are restricted to the use in bond funds and are required to match the expenditure schedule of the bonds.

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).

Commercial paper is restricted by state law and the District's Investment Policy to dual rated A1/P1 paper.

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.

The District controls and monitors this risk by purchasing quality rated instruments that have been evaluated by two nationally recognized agencies.

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- 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. At year end, 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>
Money Market Accounts	100%
Certificates of Deposit	40%
Brokered FDIC CD's	15%
U.S. Government Securities	100%
State and Local Obligations	40%
Repurchase Agreements	100%
Interest Bearing Accounts	100%
Investment Pools	100%
Money Market Mutual Funds	15%
Commercial Paper	40%

At year end, the District was not exposed to concentration of custodial credit risk.

- 4) Interest Rate Risk – The risk that changes in interest rates may adversely affect the value of investments. The District monitors interest rate risk utilizing weighted average maturity and specific identification. In order to limit interest and market rate risk from changes in interest rates, the District’s Investment Policy sets a maximum maturity as follows:

CD’s are limited to a stated maturity of one year.

Repurchase agreements are limited to a maximum maturity of three months.

Municipal obligations of the State of Texas or any other state or political subdivision must have a stated maturity less than two years.

Obligations of the U.S. government, its agencies, and instrumentalities excluding mortgage backed securities, or guaranteed by governmental entities not to exceed two years to stated maturity in the operating and debt service funds and not to exceed three years in bond funds (2256.009).

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Commercial paper is limited to mature in 270 days or less.

At year end, the District was not exposed to interest rate risk.

The District's sinking funds at June 30, 2020 were invested in the following:

<u>Investment Type:</u>	<u>Value at June 30, 2020</u>	<u>Fair Value Measurement Using:</u>			<u>Maturity</u>
		<u>(Level 1)</u>	<u>(Level 2)</u>	<u>(Level 3)</u>	
<i>Investment measured at amortized cost:</i>					
U.S. Treasury Note	\$ 6,868,003	-	-	-	11/15/2020
Total Restricted Assets	<u>\$ 6,868,003</u>				

The sinking fund above is held in the District's name and was established to invest the annual contributions required for future principal payments on the Series 2005 Qualified Zone Academy Bonds ("QZAB"). Annual contributions continue until the bonds mature in fiscal year 2022. Use of the sinking fund is restricted for the QZAB principal payments only (See Note II. E).

B. Capital Assets

Capital asset activity for the year ended June 30, 2020 was as follows:

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Deletions</u>	<u>Transfers</u>	<u>Ending Balances</u>
<u>Capital assets not being depreciated:</u>					
Land	\$ 20,155,019	\$ 4,149,485	\$ -	\$ -	\$ 24,304,504
Construction in progress	<u>15,064,460</u>	<u>63,449,933</u>	<u>-</u>	<u>(2,641,137)</u>	<u>75,873,256</u>
Total capital assets not being depreciated	<u>35,219,479</u>	<u>67,599,418</u>	<u>-</u>	<u>(2,641,137)</u>	<u>100,177,760</u>
<u>Capital assets being depreciated:</u>					
Buildings and improvements	699,881,883	3,360,266	-	2,641,137	705,883,286
Furniture and equipment	<u>49,340,323</u>	<u>16,295,859</u>	<u>(1,755,078)</u>	<u>-</u>	<u>63,881,104</u>
Total capital assets being depreciated	<u>749,222,206</u>	<u>19,656,125</u>	<u>(1,755,078)</u>	<u>2,641,137</u>	<u>769,764,390</u>
-					
<u>Less accumulated depreciation for:</u>					
Buildings and improvements	(215,189,399)	(19,321,302)	-	-	(234,510,701)
Furniture and equipment	<u>(27,371,989)</u>	<u>(4,778,104)</u>	<u>1,645,304</u>	<u>-</u>	<u>(30,504,789)</u>
Total accumulated depreciation	<u>(242,561,388)</u>	<u>(24,099,406)</u>	<u>1,645,304</u>	<u>-</u>	<u>(265,015,490)</u>
Capital assets, net	<u>\$ 541,880,297</u>	<u>\$ 63,156,137</u>	<u>\$ (109,774)</u>	<u>\$ -</u>	<u>\$ 604,926,660</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
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Depreciation expense was charged to the following functions as follows:

Instruction	\$ 13,628,345
Instructional resources and media services	196,978
Curriculum and instructional staff development	397,682
Instructional leadership	455,348
School leadership	1,285,611
Guidance, counseling and evaluation services	765,301
Social work services	179,141
Health services	231,057
Student (pupil) transportation	1,145,260
Food services	1,134,120
Extracurricular activities	549,307
General administration	736,256
Facilities maintenance and operations	2,466,116
Security and monitoring services	416,889
Data processing services	459,147
Community services	<u>52,848</u>
Total depreciation expense	<u>\$ 24,099,406</u>

C. Receivables and Unearned Revenue

Receivables as of June 30, 2020, for the District's individual major funds and nonmajor funds including the applicable allowances for uncollectible accounts are as follows:

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Funds</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Property taxes	\$ 7,713,885	\$ 2,165,315	\$ -	\$ -	\$ 9,879,200
Property taxes - penalty & interest	<u>5,597,472</u>	<u>1,285,314</u>	-	-	<u>6,882,786</u>
Subtotal - property taxes	13,311,357	3,450,629	-	-	16,761,986
Due from other governments-state	24,273,379	-	-	58,872	24,332,251
Due from other governments-federal	208,000	-	371,424	5,170,642	5,750,066
Due from other governments-other	<u>681,201</u>	-	-	<u>5,128,539</u>	<u>5,809,740</u>
Subtotal - due from other governments	25,162,580	-	371,424	10,358,053	35,892,057
Interest	162,624	-	229,776	-	392,400
Other receivables	<u>108,036</u>	-	<u>52,666</u>	<u>217,764</u>	<u>378,466</u>
Gross receivables	38,744,597	3,450,629	653,866	10,575,817	53,424,909
Less: allowance for uncollectibles	<u>(6,345,201)</u>	<u>(1,602,010)</u>	-	-	<u>(7,947,211)</u>
Net total receivables	<u>\$ 32,399,396</u>	<u>\$ 1,848,619</u>	<u>\$ 653,866</u>	<u>\$ 10,575,817</u>	<u>\$ 45,477,698</u>

Unearned revenue at June 30, 2020, for the District's governmental funds is as follows:

	<u>Unavailable</u>	<u>Unearned</u>
Delinquent property taxes receivable - General Fund	\$ 6,966,156	\$ -
Delinquent property taxes receivable - Debt Service Fund	1,848,619	-
State formula funds	-	5,039,204
Federal food commodities	-	31,079
Advance funding	-	<u>595,317</u>
Total deferred revenue	<u>\$ 8,814,775</u>	<u>\$ 5,665,600</u>

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
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D. Interfund Receivables, Payables and Transfers

Interfund balances in the fund financial statements at June 30, 2020 consisted of the following:

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
General Fund:		
Debt Service Fund	\$ 104,965	\$ 215,609
Capital Projects Fund	8,979,809	-
Nonmajor Governmental Funds	<u>8,492,005</u>	<u>6,306,170</u>
Total General Fund	\$ 17,576,779	\$ 6,521,779
Debt Service Fund:		
General Fund	\$ 215,609	\$ 104,965
Capital Projects Fund		
General Fund	\$ -	\$ 8,979,809
Nonmajor Governmental Funds:		
General Fund	<u>\$ 6,306,170</u>	<u>\$ 8,492,005</u>
Total	<u>\$ 24,098,558</u>	<u>\$ 24,098,558</u>

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 June 30, 2020, consisted of the following:

<u>Transfers from</u>	<u>Transfers to</u>	<u>Amount</u>
Capital Projects Fund	Debt Service Fund	<u>\$ 35,557</u>
		<u>\$ 35,557</u>

The District transferred \$35,557 from the capital projects fund to the debt service fund for unspent bond issuance costs.

E. Long-Term Liabilities

The District issues general obligation bonds for governmental activities to provide resources for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the District. Principal and interest requirements are payable solely from future revenues of the debt service fund which consists primarily of property taxes collected by the District and interest earnings. Certain outstanding bonds may be redeemed at their par value prior to their normal maturity dates in accordance with the terms of the related bond indentures. The District has never defaulted on any principal or interest payment.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
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Bonded debt as of June 30, 2020 is as follows:

Description	Interest Rate Payable	Maturity Date	Original Issue	Outstanding
Unlimited Tax School Building Bonds, Series 2005A QZAB	0.25%	11/15/21	\$ 8,000,000	\$ 8,000,000
Unlimited Tax Refunding Bonds, Series 2012	5.000%	02/15/24	41,160,000	41,160,000
Unlimited Tax Schoolhouse Bonds, Series 2013	2.000-5.000%	02/15/38	91,100,000	8,855,000
Unlimited Tax School Building Bonds, Series 2014A	1.500-5.000%	02/15/30	18,330,000	6,405,000
Variable Rate Unlimited Tax School Building Bonds, Series 2014B	Variable	02/15/35	30,600,000	30,600,000
Variable Rate Unlimited Tax School Building Bonds, Series 2014B	Variable	02/15/40	32,020,000	32,020,000
Unlimited Tax Refunding Bonds, Series 2014C	4.000-5.000%	02/15/30	71,465,000	71,465,000
Unlimited Tax Building & Refunding Bonds, Series 2015	2.000-5.000%	02/15/41	112,505,000	101,700,000
Unlimited Tax Refunding Bonds, Series 2016A	2.000-4.000%	02/15/30	29,000,000	27,600,000
Unlimited Tax Refunding Bonds, Series 2016B	5.00%	02/15/28	9,405,000	9,405,000
Unlimited Tax Refunding Bonds, Series 2017	3.000-5.000%	02/15/38	77,485,000	77,485,000
Unlimited Tax School Building Bonds, Series 2019A	3.000-5.000%	02/15/39	60,210,000	58,410,000
Variable Rate Unlimited Tax School Building Bonds, Series 2019B	Variable	10/01/49	59,335,000	59,335,000
			<u>\$ 640,615,000</u>	<u>\$ 532,440,000</u>

Variable Rate Terms – The Series 2014B variable rate bonds will bear interest at the initial rate of 2% and 3% on the term bonds during the initial rate period. The interest payment dates during the initial rate period will be on February 15 and August 15. Upon the conversion date following the initial rate period, the bonds will bear interest at a term rate as determined by the remarking agent, which mode may thereafter be changed from time to time by the District, prior to conversion to a fixed rate. During each rate period after the initial rate period, the rate of interest on the bonds will be the rate that the remarketing agent determines, under prevailing market conditions on the date of such determination, would result in the market value of the bonds being 100% of the principal amount thereof; provided that at no time may the rate of the bonds exceed 8% per annum.

Variable Rate Terms – The Series 2019B variable rate bonds will bear interest at the initial rate of 3% on the term bonds during the initial rate period. The interest payment dates during the initial rate period will be on April 1 and October 1. Upon the conversion date following the initial rate period, the bonds will bear interest at a term rate as determined by the remarking agent, which mode may thereafter be changed from time to time by the District, prior to conversion to a fixed rate. During each rate period after the initial rate period, the rate of interest on the bonds will be the rate that the remarketing agent determines, under prevailing market conditions on the date of such determination, would result in the market value of the bonds being 100% of the principal amount thereof; provided that at no time may the rate of the bonds exceed 7% per annum.

In July 2019, the District issued Unlimited Tax School Building Bonds, Series 2019A totaling \$60,210,000. The bonds were issued at a net premium of \$7,995,575 and issuance costs of \$640,576. The bonds bear interest from 3.00% to 5.00% and are due in annual installments ranging from \$1,800,000 to \$4,675,000 through February 15, 2039. Proceeds from the sale of bonds will be used (i) for the construction, acquisition, and equipment of school buildings, including facility renovations and improvements and district-wide technology upgrades, the purchase of necessary sites for school buildings, and the purchase new school buses; and (ii) to pay the costs of issuing the bonds.

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In August 2019, the District's Variable Rate Unlimited Tax School Building Bonds, Series 2014B totaling \$30,600,000 were remarketed to a term rate of 1.30% for a period of two years through August 16, 2021. Thereafter, the bonds will bear interest in a mode and at a rate determined by the remarketing agent and may change at the District's option from time to time to a flexible rate mode or variable rate mode. In addition, at the option of the District, the bonds bearing interest at a variable rate or flexible rate may be converted in whole or in part to a fixed rate to their maturity.

In October 2019, the District issued Variable Rate Unlimited Tax School Building Bonds, Series 2019B totaling \$59,335,000. The bonds were issued at a net premium of \$891,805 and issuance costs of \$464,805. The bonds bear interest at 3% and are due in annual installments ranging from \$4,925,000 to \$7,055,000 through October 1, 2049. Proceeds from the sale of bonds will be used (i) for the construction, acquisition, and equipment of school buildings, including facility renovations and improvements and district-wide technology upgrades, the purchase of necessary sites for school buildings, and the purchase new school buses; and (ii) to pay the costs of issuing the bonds.

The District entered into a Maintenance Tax Notes, Series 2019 sponsored by JP Morgan Chase totaling \$31,730,000 to improve energy performance. The loan is payable in annual installments of principal and interest and bears interest at 2.94%. The balance outstanding at June 30, 2020 is \$31,726,000.

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 June 30, 2020 is \$856,867.

Long-term liability activity for the year ended June 30, 2020 was as follows:

Governmental Activities	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
General Obligation - 2005A (QZAB)	\$ 8,000,000	\$ -	\$ -	\$ 8,000,000	\$ -
General Obligation - 2006	9,680,000	-	(9,680,000)	-	-
General Obligation - 2011	1,955,000	-	(1,955,000)	-	-
General Obligation - 2012	41,160,000	-	-	41,160,000	10,480,000
General Obligation - 2013	11,055,000	-	(2,200,000)	8,855,000	2,805,000
General Obligation - 2014A	7,510,000	-	(1,105,000)	6,405,000	1,160,000
General Obligation - 2014B	30,600,000	30,600,000	(30,600,000)	30,600,000	-
General Obligation - 2014B	32,020,000	-	-	32,020,000	-
General Obligation - 2014C	71,465,000	-	-	71,465,000	-
General Obligation - 2015	105,700,000	-	(4,000,000)	101,700,000	4,240,000
General Obligation - 2016A	27,600,000	-	-	27,600,000	1,140,000
General Obligation - 2016B	9,405,000	-	-	9,405,000	-
General Obligation - 2017	77,485,000	-	-	77,485,000	-
General Obligation - 2019A	-	60,210,000	(1,800,000)	58,410,000	1,800,000
General Obligation - 2019B	-	59,335,000	-	59,335,000	-
Total Bonds Payable	433,635,000	150,145,000	(51,340,000)	532,440,000	21,625,000
Other Liabilities:					
Accrued Interest	7,037,925	1,043,328	-	8,081,253	8,081,253
Premium on Issuance of Bonds	43,768,463	8,887,380	(3,858,052)	48,797,791	-
Maintenance Tax Notes, Series 2019	31,730,000	-	(4,000)	31,726,000	1,445,000
SECO-LoanSTAR Revolving Loan	1,501,603	-	(644,736)	856,867	664,296
Total Other Liabilities	84,037,991	9,930,708	(4,506,788)	89,461,911	10,190,549
Total Long-term Liabilities	<u>\$ 517,672,991</u>	<u>\$ 160,075,708</u>	<u>\$ (55,846,788)</u>	<u>\$ 621,901,911</u>	<u>\$ 31,815,549</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
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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 June 30, 2020, the District had no outstanding capital appreciation bonds.

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 general obligation bonds 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. Other long-term liabilities, such as net pension and net OPEB liabilities, are generally liquidated with resources from the general fund.

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

Debt service requirements at June 30, 2020 were as follows:

Fiscal Year Ending June 30,	General Obligation		Notes and Loans		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 21,625,000	\$ 21,954,403	\$ 2,109,296	\$ 955,436	\$ 23,734,296	\$ 22,909,839
2022	30,565,000	21,507,610	2,133,571	894,089	32,698,571	22,401,699
2023	23,945,000	20,834,130	1,999,000	833,196	25,944,000	21,667,326
2024	24,585,000	20,018,150	2,058,000	774,426	26,643,000	20,792,576
2025	25,665,000	18,802,200	2,120,000	713,920	27,785,000	19,516,120
2026-2030	146,450,000	75,439,150	11,586,000	2,596,754	158,036,000	78,035,904
2031-2035	98,130,000	46,428,800	10,577,000	788,832	108,707,000	47,217,632
2036-2040	95,950,000	25,024,000	-	-	95,950,000	25,024,000
2041-2045	32,900,000	9,590,500	-	-	32,900,000	9,590,500
2046-2050	32,625,000	3,366,500	-	-	32,625,000	3,366,500
Total	\$ 532,440,000	\$ 262,965,443	\$ 32,582,867	\$ 7,556,653	\$ 565,022,867	\$ 270,522,096

F. Operating Leases

The District leases certain equipment and facilities under non-cancelable operating leases. Total rental expenditures for year ended June 30, 2020 was \$900,158 and made from the general fund. Future minimum lease payments are as follows:

Fiscal Year Ending June 30,	Lease Payment
2021	\$ 652,890
2022	652,890
2023	652,890
2024	652,890
2025	326,445
Total	\$ 2,938,005

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
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G. 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 June 30, 2020, bonds outstanding of \$78,190,000 were considered defeased.

H. 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 June 30, 2020, the District does not anticipate any arbitrage liability.

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 and casualty insurance to mitigate the financial burden associated with these risks. For the year ended June 30, 2020, physical damage to the District's schedule of insured assets is limited to \$250 million per occurrence for several covered perils, as expressed within the insurance policy terms and conditions. Coverage for "Wind" damage associated with "Named Storms" is limited \$30 million per occurrence. Flood insurance is subject to an annual aggregate limit depending upon FEMA Flood Zones. Policy deductibles range from \$5,000 to 3% of the Total Insured Values, depending on the peril or cause of loss. Settled claims have not exceed the policy limit in any of the past (3) three fiscal years.

Workers' Compensation, Auto, Liability and/or Property Programs

For the year ended June 30, 2020, 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 Workers Compensation 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' injured employees.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
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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 additional claims liability.

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 \$2 million. The Fund uses the services of an independent actuary to determine reserve adequacy and fully funds those reserves. As of August 31, 2019, the Fund carried a discounted reserve of \$45,439,534 for future development on reported claims and claims that have been incurred but not yet reported. For the year ended June 30, 2020, the Fund anticipates no additional liability to members 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 June 30, 2020 and 2019:

	2020	2019
Liability, beginning of period	\$ 531,516	\$ 702,159
Changes in the est. for current & prior period claims	708,431	262,854
Payments on claims	<u>(491,565)</u>	<u>(433,497)</u>
Liability, end of period	<u>\$ 748,382</u>	<u>\$ 531,516</u>

The District also participates in the Fund's Auto, Liability and Property programs. The Fund purchases stop-loss coverage for protection against catastrophic and larger than anticipated claims for its Auto, Liability and Property programs. The terms and limits of the stop-loss program vary by line of coverage. The Fund uses the services of an independent actuary to determine the adequacy of reserves and fully funds those reserves. For the year ended June 30, 2020, the Fund anticipates that the District has no additional liability beyond the contractual obligations for payment of contributions.

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, 2019 are available on the TASB Risk Management Fund website and have been filed with the Texas Department of Insurance in Austin.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
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B. Health Care

The District provides medical insurance coverage for its employees through the TRS-Active Care insurance provided by the TRS. This is a premium-based plan: payments are made on a monthly basis for all covered employees. The District contributes \$275 per month for each employee enrolled in the health insurance plan. Employees are able to choose from three types of coverage and are responsible for premiums in excess of the District subsidy, including dependent coverage.

C. Defined Other Post-Employment Benefit Plan (OPEB)

Plan Description. The District participates in the Texas Public School Retired Employees Group Insurance Program (TRS-Care). It is a multiple-employer, cost sharing defined benefit OPEB plan that has a special funding situation. TRS-Care is administered through a trust by the TRS Board of Trustees. It is established and administered in accordance with the Texas Insurance Code, Chapter 1575.

OPEB Plan Fiduciary Net Position. Detail information about the TRS-Care's fiduciary net position is available in the separately-issued TRS Comprehensive Annual Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at <http://www.trs.state.tx.us/about/documents/cafr.pdf#CAFR>; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698; or by calling (512) 542-6592.

Components of the net OPEB liability of the TRS-Care plan as of August 31, 2019 are as follows:

Net OPEB Liability	
Total OPEB Liability	\$ 48,583,247,239
Less: Plan Fiduciary Net Position	(1,292,022,349)
Net OPEB Liability	\$ 47,291,224,890
Net Position as a Percentage of Total OPEB Liability	2.66%

Benefits Provided. TRS-Care provides health insurance coverage to retirees from public schools, charter schools, regional education service centers and other educational districts who are members of the TRS pension plan. Optional dependent coverage is available for an additional fee.

Eligible non-Medicare retirees and their dependents may enroll in TRS-Care Standard, a high deductible health plan. Eligible Medicare retirees and their dependents may enroll in the TRS-Care Medicare Advantage medical plan and the TRS-Care Medicare Rx prescription drug plan. To qualify for TRS-Care coverage, a retiree must have at least 10 years of service credit in the TRS pension system. The Board of Trustees is granted the authority to establish basic and optional group insurance coverage for participants as well as to amend benefit terms as needed under Chapter 1575.052. There are no automatic post-employment benefit changes; including automatic COLAs.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
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The premium rates for retirees are reflected in the following table.

TRS-CARE Monthly Premium Rates				
	Medicare		Non-Medicare	
Retiree*	\$	135	\$	200
Retiree and Spouse		529		689
Retiree* and Children		468		408
Retiree and Family		1,020		999

*or surviving spouse

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

Texas Insurance Code, section 1575.202 establishes the state's contribution rate which is 1.25% of the employee's salary. Section 1575.203 establishes the active employee's rate which is .65% of pay. Section 1575.204 establishes an employer contribution rate of not less than .25% or not more than .75% of the salary of each active employee of the public. The actual employer contribution rate is prescribed by the Legislature in the General Appropriations Act. The following table shows contributions to the TRS-Care plan by type of contributor:

	Contribution Rates	
	2019	2020
Active Employee	0.65%	0.65%
Non-Employer Contributing Entity (NECE) (State)	1.25%	1.25%
Employers	0.75%	0.75%
Federal/Private Funding Remitted by Employers	1.25%	1.25%
	Measurement Year August 31, 2019	Fiscal Year June 30, 2020
Employer Contributions	\$ 1,391,591	\$ 1,480,410
Member Contributions	\$ 1,091,035	\$ 1,163,988
NECE On-Behalf Contributions	\$ 1,907,459	\$ 2,121,431

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

TRS-Care received supplemental appropriations from the State of Texas as the Non-Employer Contributing Entity in the amount of \$73.6 million in fiscal year 2019.

House Bill 1 passed and provided TRS care supplemental appropriations from the State of Texas as the Non-Employer Contributing Entity in the amount of \$230,756,971. For the fiscal year 2020, the District's proportionate share of \$388,968 is reported in the fund level financial statements as an on-behalf contribution as required by GASB 85 and determined using GASB 75 TRS-Care proportionate share allocation.

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The State's on-behalf contribution is recorded as revenues and expenditures/expenses in the financial statements.

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

The following assumptions and other inputs used for members of TRS-Care are identical to the assumptions used in the August 31, 2018 TRS pension actuarial valuation that was rolled forward to August 31, 2019:

Rates of Mortality	General Inflation
Rates of Retirement	Wage Inflation
Rates of Termination	Salary Increases
Rates of Disability	

Additional Actuarial Methods and Assumptions:

Valuation Date	August 31, 2018, rolled forward to August 31, 2019
Actuarial Cost Method	Individual Entry Age Normal
Inflation	2.30%
Single Discount Rate	2.63% as of August 31, 2019
Aging Factors	Based on plan specific experience
Expenses	Third-party administrative expenses related to the delivery of health care benefits are included in the age-adjusted claims costs.
Salary Increases*	3.05% to 9.05%*
Election Rates	Normal Retirement: 65% participation prior to age 65 and 50% after age 65. 25% of pre-65 retirees are assumed to discontinue coverage at age 65.
Ad hoc Post-Employment Benefit Changes	None
*Includes inflation at 2.30%	

The impact of the Cadillac Tax that is returning in fiscal year 2023, has been calculated as a portion of the trend assumption. Assumptions and methods used to determine the impact of the Cadillac Tax include:

- 2018 thresholds of \$850/\$2,292 were indexed annually by 2.30 percent.
- Premium data submitted was not adjusted for permissible exclusions to the Cadillac Tax.
- There were no special adjustments to the dollar limit other than those permissible for non-Medicare retirees over 55.

Results indicate that the value of the excise tax would be reasonably represented by a 25 basis point addition to the long term trend rate assumption.

Discount Rate. A single discount rate of 2.63% was used to measure the total OPEB liability. There was a decrease of 1.06% in the discount rate since the previous year. Because the plan is essentially a "pay-as-you-go" plan, the single discount rate is equal to the prevailing municipal bond rate. The projection of cash flows used to determine the discount rate assumed that contributions from active members and those of the contributing employers and the non-

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employer contributing entity are made at the statutorily required rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, the municipal bond rate was applied to all periods of projected benefit payments to determine the total OPEB liability.

Discount Rate Sensitivity Analysis. The following schedule shows the impact of the Net OPEB Liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (2.63%) in measuring the Net OPEB Liability:

	1% Decrease in Discount Rate (1.63%)	Discount Rate (2.63%)	1% Increase in Discount Rate (3.63%)
District's proportionate share of the Net OPEB liability	\$115,489,846	\$ 95,657,955	\$ 80,143,449

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs. At June 30, 2020, the District reported a liability of \$95,657,955 for its proportionate share of the TRS' Net OPEB Liability. This liability reflects a reduction for State OPEB support provided to the District. The amount recognized by the District as its proportionate share of the net OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the collective Net OPEB liability	\$ 95,657,955
State's proportionate share that is associated with the District	127,108,023
Total	\$ 222,765,978

The Net OPEB Liability was measured as of August 31, 2018 and rolled forward to August 31, 2019 and the Total OPEB Liability used to calculate the Net OPEB Liability was determined by an actuarial valuation as of that date. The District's proportion of the Net OPEB Liability was based on the District's contributions to the OPEB plan relative to the contributions of all employers to the plan for the period September 1, 2018 thru August 31, 2019.

For the fiscal years ended June 30, 2020 and 2019, the District's proportion of the collective Net OPEB Liability was as follows:

2020	2019	
Measurement Year 8/31/2019	Measurement Year 8/31/2018	Increase/(Decrease)
0.2022742132%	0.1970466149%	0.0052275983%

The following schedule shows the impact of the Net OPEB Liability if a healthcare trend rate that is 1% less than and 1% greater than the assumed 8.5% rate is used.

	1% Decrease in Healthcare Trend Rate (7.5%)	Current Single Healthcare Trend Rate (8.5%)	1% Increase in Healthcare Trend Rate (9.5%)
District's proportionate share of the Net OPEB Liability	\$ 78,034,404	\$ 95,657,955	\$ 119,265,421

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

- The discount rate changed from 3.69% as of August 31, 2018 to 2.63% as of August 31, 2019. This change increased the TOL.
- The healthcare trend rates were reset to better reflect the plan's anticipated experience. This change increased the TOL.
- The participation rate for pre-65 retirees was lowered from 70% to 65%. The participation rate for post-65 retirees was lowered from 75% to 50%. 25% of pre-65 retirees are assumed to discontinue their coverage at age 65. There was no lapse assumption in the prior valuation. These changes decreased the TOL.
- The percentage of retirees who are assumed to have two-person coverage was lowered from 20% to 15%. In addition, the participation assumption for the surviving spouses of employees that die while actively employed was lowered from 20% to 10%. These changes decreased the TOL.
- There were no changes in benefit terms since the prior measurement date.

For the year ended June 30, 2020, the District recognized OPEB expense of \$3,350,046 and revenue of \$3,350,046 for support provided by the State.

At June 30, 2020, the District reported its proportionate share of the TRS' deferred outflows of resources and deferred inflows of resources related to other post-employment benefits from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Economic Experience	\$ 4,692,836	\$ 15,653,410
Changes in Actuarial Assumptions	5,313,053	25,729,642
Net Difference Between Projected and Actual Investment Earnings	10,320	-
Changes in Proportion and Difference Between the Employer's Contributions and the Proportionate Share of Contributions	8,724,969	-
District Contributions Paid to TRS Subsequent to the Measurement Date	1,245,848	-
Total	<u>\$ 19,987,026</u>	<u>\$ 41,383,052</u>

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The net amounts of the District's balances of deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended June 30</u>	<u>OPEB Expense Amount</u>
2021	\$ (4,089,349)
2022	(4,089,349)
2023	(4,092,689)
2024	(4,094,600)
2025	(4,094,077)
Thereafter	(2,181,810)
	<u>\$ (22,641,874)</u>

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 June 30, 2020, 2019, and 2018, the subsidy payments received by TRS-Care on-behalf of the District were \$761,990, \$623,467, and \$483,307, respectively. These payments are recorded as equal revenues and expenditures/expenses in the financial statements.

E. Defined Benefit Pension Plan

Plan Description. The District participates in the TRS, a cost-sharing multiple employer defined benefit pension plan that has a special funding situation. The pension plan is administered by TRS. It is a defined benefit pension plan established and administered in accordance with the Texas Constitution, Article XVI, Section 67, and Texas Government Code, Title 8, Subtitle C. The pension plan is a qualified pension trust under Section 401(a) of the Internal Revenue Code. The Texas Legislature establishes benefits and contribution rates within the guidelines of the Texas Constitution. The pension plan's Board of Trustees does not have the authority to establish or amend benefit terms.

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

Pension Plan Fiduciary Net Position. Detailed information about the TRS' fiduciary net position is available in a separately-issued Comprehensive Annual Financial Report that includes financial statements and required supplementary information. That report may be obtained on the Internet at <https://trs.texas.gov/TRS%20Documents/cafr2019.pdf>, selecting *About TRS* then *Publications* then *Financial Reports* or by writing to TRS at 1000 Red River Street, Austin, TX 78701-2698.

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Components of the net pension liability of the pension plan as of August 31, 2019 are as follows:

<u>Net Pension Liability</u>	
Total Pension Liability	\$ 209,961,325,288
Less: Plan Fiduciary Net Position	<u>(157,978,199,075)</u>
Net Pension Liability	<u>\$ 51,983,126,213</u>
 Net Position as Percentage of Total Pension Liability	 75.24%

Benefits Provided. TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in Texas. The pension formula is calculated using 2.3 percent (multiplier) times the average of the five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity. (Members who are grandfathered use the three highest annual salaries). The normal service retirement is at age 65 with 5 years of credited service or when the sum of the member's age and years of credited service equals or exceeds 80 years. Early retirement is at age 55 with 5 years of service credit or any age below 55 with 30 years of service credit. There are additional provisions for early retirement if the sum of the member's age and years of service credit total at least 80, but the member is less than age 60 or 62 depending on date of employment, or if the member was grandfathered in under a previous rule. There are no automatic post-employment benefit changes, including automatic COLAs. Ad hoc post-employment benefit changes, including ad hoc COLAs, can be granted by the Texas Legislature as noted in the Plan description above.

Texas Government Code section 821.006 prohibits benefit improvements, if, as a result of the particular action, the time required to amortize TRS' unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action.

In May, 2019, the 86th Texas Legislature approved the TRS Pension Reform Bill (Senate Bill 12) that provides for gradual contribution increases from the state, participating employers and active employees to make the pension fund actuarially sound. This action causing the pension fund to be actuarially sound, allowed the legislature to approve funding for a 13th check in September 2019. All eligible members retired as of December 31, 2018 received an extra annuity check in either the matching amount of their monthly annuity or \$2,000, whichever was less.

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

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

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	Contribution Rates	
	2019	2020
Member	7.7%	7.7%
Non-Employer Contributing Entity (NECE) (State)	6.8%	6.8%
Employers	6.8%	6.8%
	Measurement Year	Fiscal Year
	August 31, 2019	June 30, 2020
Employer Contributions	\$ 5,471,759	\$ 6,220,437
Member Contributions	\$ 12,924,482	\$ 13,788,801
NECE On-Behalf Contributions	\$ 7,422,790	\$ 9,039,790

Contributors to the pension plan include members, employers and the State of Texas as the only non-employer contributing entity. The State is the employer for senior colleges, medical schools and state agencies including TRS. In each respective role, the State contributes to the plan in accordance with state statutes and the General Appropriations Act (GAA). The State's on-behalf contribution is recorded as revenues and expenditures/expenses in the financial statements.

As the non-employer contributing entity for public education and junior colleges, the State of Texas contributes to the pension plan an amount equal to the current employer contribution rate times the aggregate annual compensation of all participating members of the pension plan during that fiscal year reduced by the amounts described below which are paid by the employers. Employers, including public schools, are required to pay the employer contribution rate in the following instances:

- On the portion of the member's salary that exceeds the statutory minimum for members entitled to the statutory minimum under Section 21.402 of the Texas Education Code.
- During a new member's first 90 days of employment.
- When any part or all of an employee's salary is paid by federal funding sources, a privately sponsored source, from non-educational and general, or local funds.
- When the employing district is a public junior college or junior college district, the employer shall contribute to the retirement system an amount equal to 50% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.
- When the employing district is a public or charter school, the employer shall contribute 1.5% of covered payroll to the pension fund beginning in fiscal year 2020. This contribution rate called the Public Education Employer Contribution will replace the Non(OASDI) surcharge that was in effect in fiscal year 2019.

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

- When employing a retiree of the TRS, the employer shall pay both the member contribution and the state contribution as an employment after retirement surcharge.
- When a school district does not contribute to the Federal Old-Age, Survivors and Disability Insurance (OASDI) Program for certain employees, they must contribute 1.5% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other

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employees. This surcharge was in effect through fiscal year 2019 and was replaced with the Public Education Employer Contribution explained above.

Actuarial Assumptions. The total pension plan liability in the August 31, 2018 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	August 31, 2018 rolled forward to August 31, 2019
Actuarial Cost Method	Individual Entry Age Normal
Asset Valuation Method	Market Value
Single Discount Rate	7.25%
Long-term Expected Rate	7.25%
Municipal Bond Rate as of August 2019*	2.63%*
Last year ending August 31 in Projection Period (100 years)	2.16
Inflation	2.30%
Salary Increases	3.05% to 9.05% including inflation
Ad Hoc Post-Employment Benefit Changes	None

* Source: Fixed Income market data/yield curve/data municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-Year Municipal GO AA Index."

The actuarial methods and assumptions are used in the determination of the total pension liability are the same assumptions used in the actuarial valuation as of August 31, 2018. For a full description of these assumptions please see the actuarial valuation report dated November 9, 2018.

Discount Rate. The single discount rate of 7.25% was used to measure the total pension liability. The single discount rate was based on the expected rate of return on plan investments of 7.25%. The projection of cash flows used to determine this single discount rate assumed that contributions from active members, employers and the non-employer contributing entity will be made at the rates set by the legislature during the 2019 session. It is assumed that future employer and state contributions will be 8.50% of payroll in fiscal year 2020 gradually increasing to 9.55% of payroll over the next several years. This includes all employer and state contributions for active and rehired retirees.

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

The long-term rate of return on pension plan investments is 7.25%. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in the Systems target asset allocation as of August 31, 2019 are summarized below:

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Asset Class	FY 2019 Target Allocation ¹	New Target Allocation ²	Long-Term Expected Geometric Real Rate of Return ³
Global Equity			
USA	18.0%	18.0%	6.4%
Non-U.S. Developed	13.0%	13.0%	6.3%
Emerging Markets	9.0%	9.0%	7.3%
Directional Hedge Funds	4.0%	-	-
Private Equity	13.0%	14.0%	8.4%
Stable Value			
U.S. Treasuries ⁴	11.0%	16.0%	3.1%
Stable Value Hedge Funds	4.0%	5.0%	4.5%
Absolute Return	0.0%	0.0%	0.0%
Real Return			
Global Inflation-Linked Bonds ⁴	3.0%	-	-
Real Estate	14.0%	15.0%	8.5%
Energy, Natural Resources and Infrastructure	5.0%	6.0%	7.3%
Commodities	0.0%	0.0%	0.0%
Risk Parity			
Risk Parity	5.0%	8.0%	5.8%/6.5% ⁵
Leverage			
Cash	1.0%	2.0%	2.5%
Asset Allocation Leverage	-	-6.0%	2.7%
Expected Return	<u>100%</u>	<u>100%</u>	<u>7.23%</u>

¹ Target allocations are based on the Strategic Asset Allocation as of FY2019.
² New allocations are based on the Strategic Asset Allocation to be implemented FY2020.
³ 10-Year annualized geometric nominal returns include the real rate of return and inflation of 2.1%.
⁴ New Target Allocation groups Government Bonds within the stable value allocation. This includes global sovereign nominal and inflation-linked bonds.
⁵ 5.8% (6.5%) return expectation corresponds to Risk Parity with a 10% (12%) target volatility.

Discount Rate Sensitivity Analysis. The following schedule shows the impact of the Net Pension Liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (7.25%) in measuring the Net Pension Liability:

	1% Decrease in Discount Rate (6.25%)	Discount Rate (7.25%)	1% Increase in Discount Rate (8.25%)
District's proportionate share of the net pension liability	\$ 130,413,827	\$ 84,841,576	\$ 47,919,256

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2020, the District reported a net pension liability of \$84,841,576 for its proportionate share of the TRS' net pension liability. This liability reflects a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the collective net pension liability	\$ 84,841,576
State's proportionate share that is associated with the District	<u>110,246,534</u>
Total	<u>\$ 195,088,110</u>

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The net pension liability was measured as of August 31, 2018 and rolled forward to August 31, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's contributions to the pension plan relative to the contributions of all employers to the plan for the period September 1, 2018 through August 31, 2019.

For the fiscal years ended June 30, 2020 and 2019, the District's proportion of the collective Net Pension Liability was as follows:

2020	2019	
Measurement Year	Measurement Year	
8/31/2019	8/31/2018	Increase/(Decrease)
0.1632098370%	0.1566551298%	0.0065547072%

Changes Since the Prior Actuarial Valuation.

- The single discount rate as of August 31, 2018 was a blended rate of 6.907% and that has changed to the long-term rate of return of 7.25% as of August 31, 2019.
- With the enactment of SB 3 by the 2019 Texas Legislature, an assumption has been made about how this would impact future salaries. It is assumed that eligible active members will each receive a \$2,700 increase in fiscal year 2020. This is in addition to the salary increase expected in the actuarial assumptions.
- The Texas legislature approved funding for a 13th check. All eligible members retired as of December 31, 2018 will receive an extra annuity check in September 2019 in either the matching amount of their monthly annuity payment or \$2,000, whichever is less.

For the year ended June 30, 2020, the District recognized pension expense of \$17,318,177 and revenue of \$17,318,177 for support provided by the State in the government-wide financial statements.

At June 30, 2020, the District reported its proportionate share of the TRS' deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Economic Experience	\$ 356,411	\$ 2,945,834
Changes in Actuarial Assumptions	26,322,023	10,877,505
Difference Between Projected and Actual Investment Earnings	851,907	-
Changes in Proportion and Difference Between the Employer's Contributions and the Proportionate Share of Contributions	7,674,155	2,134,408
District Contributions Paid to TRS Subsequent to the Measurement Date	5,333,906	-
Total	\$ 40,538,402	\$ 15,957,747

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The net amounts of the District's balances of deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30	Pension Expense Amount
2021	\$ 4,329,678
2022	3,397,484
2023	4,913,410
2024	5,063,997
2025	2,182,225
Thereafter	(640,045)
	<u>\$ 19,246,749</u>

F. Governmental Fund Balance

The following table details fund balances for all governmental funds:

Fund Balances	General Fund	Debt Service Service Fund	Capital Projects Funds	Non-major Governmental Funds	Total Governmental Funds
Nonspendable:					
Inventories	\$ 457,017	\$ -	\$ -	\$ 215,664	\$ 672,681
Prepaid items	655,079	-	-	-	655,079
Restricted:					
Federal or state funds - child nutrition	-	-	-	2,041,832	2,041,832
Capital acquisition and contractual obligation	-	-	83,419,456	1,700,000	85,119,456
Retirement of long-term debt	-	33,108,449	-	-	33,108,449
Other state or local funds	-	-	-	278,300	278,300
Committed:					
Other - Construction	-	-	19,366,917	-	19,366,917
Other - Campus activities	-	-	-	985,902	985,902
Assigned:					
Other - Outstanding encumbrances	2,442,026	-	-	-	2,442,026
Other - Unspent	3,268,375	-	-	-	3,268,375
Other - Incentive pay	5,000,000	-	-	-	5,000,000
Other - Disaster & construction	44,073,293	-	-	-	44,073,293
Unassigned	60,359,821	-	-	-	60,359,821
Total	<u>\$ 116,255,611</u>	<u>\$ 33,108,449</u>	<u>\$ 102,786,373</u>	<u>\$ 5,221,698</u>	<u>\$ 257,372,131</u>

G. 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 Chief Financial Officer 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.

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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 of the Pension Plan. In February 2013, the Board amended the Pension Plan freezing all District contributions effective July 1, 2013. The District has discontinued its contributions to the Pension Plan. On December 2, 2019, the District approved resolution to terminate the Pension Plan. As of June 30, 2020, all assets were distributed to the participants and beneficiaries as prescribed by the Pension Plan document.

H. 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 GASB Statement No. 61. The members of the Board of Directors of the Foundation serve without financial compensation. The operations of the Foundation are not financially significant to the overall operations of the District, and therefore are not reported in the District's financial statements.

I. 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 11 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 \$16,632. In 2020, approximately 34% of the funding was from the state grant and 66% from the member districts. Revenues and expenditures for the SSA are summarized below:

Revenues:	
5700 - Member districts	\$ 1,381,131
5800 - State program revenue from TEA	<u>703,059</u>
	<u>\$ 2,084,190</u>
Expenditures:	
6100 - Payroll costs	\$ 1,983,191
6200 - Professional and contracted services	97,944
6300 - Supplies and materials	178
6400 - Other operating costs	<u>2,877</u>
	<u>\$ 2,084,190</u>

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.

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J. Construction and Other Significant Commitments

At June 30, 2020, the District had commitments under construction contracts totaling approximately \$91 million.

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

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

At June 30, 2020, 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	\$ -	\$ -	\$ 2,442,026	\$ 2,442,026
Total	\$ -	\$ -	\$ 2,442,026	\$ 2,442,026

K. 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

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

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.

L. Limited Assessed Value Agreements (Tax Abatements)

Tax Code Chapter 313 allows public school districts to offer businesses a 10-year limitation on property value for a portion of the property tax in exchange for investment and the creation of jobs meeting certain requirements. The District has entered into Limited Assessed Value Agreements (commonly referred to as "Chapter 313 Agreement") with ExxonMobil Corporation, Borusan Mannesmann Pipe US, Inc., Chevron Phillips Chemical Company, LP, and Covestro LLC as an incentive for the entity to add taxable property within the District and create manufacturing jobs. Under the provisions of Chapter 313, the District offers a minimum value limitation of \$30 million. When property is valued, the District forgoes collection of maintenance & operation tax revenue; however, limited tax revenue is offset by an increase in state funding through the FSP funding formula. In lieu of tax payment, the District has received \$22,557,360 from the entities during the current fiscal year. These payments are reported as local revenues in the fund financial statements.

M. Prior Period Adjustment

In fiscal year 2020, the District implemented GASB Statement No. 84, Fiduciary Activities. As such, a prior period adjustment was necessary to restate net position for custodial funds as follows:

	<u>Custodial Funds</u>
Beginning Net Position - As Originally Stated	\$ -
Restatement due to :	
Change in accounting principle	613,813
Beginning Net Position - As Restated	\$ 613,813

N. COVID-19 Pandemic Impact

A novel strain of coronavirus (COVID-19) was spread to the United State of America in January and February 2020. In March 2020, the World Health Organization declared the COVID-19 outbreak a pandemic. The COVID-19 outbreak is disrupting supply chains and affecting production and sales across a range of industries. The extent of the impact of COVID-19 on the District's operational and financial performance will depend on certain developments, including the duration and spread of the outbreak, impact on our students, employees, and vendors all of which are uncertain and cannot be predicted.

While this school year has created unique challenges, the financial position of the District has remained stable. As of the date of these financial statements, COVID-19 had not materially affected results of operations in 2021. However, the impact of response efforts on future operations are unknown and cannot be predicted.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020

O. Subsequent Events

In August 2020, outstanding variable bonds totaling \$32,020,000 were remarketed to a term rate of 0.45% for a period of two years through August 14, 2022. Thereafter, the bonds will bear interest in a mode and at a rate determined by the remarketing agent and may change at the District's option from time to time to a flexible rate mode or variable rate mode. In no event will the interest rate borne by the bonds exceed the lesser of: (a) 7.00%, and (b) maximum net effective interest rate permitted under Chapter 1204, Texas Government Code, as amended. In addition, at the option of the District, the bonds bearing interest at a variable rate or flexible rate may be converted in whole or in part to a fixed rate to their maturity.

In August 2020, the District issued Unlimited Tax School Building Bonds, Series 2020 totaling \$101,220,000. The bonds were issued at a net premium of \$17,675,656 and issuance costs of \$865,353. The bonds bear interest from 3.00% to 5.00% and are due in annual installments ranging from \$500,000 to \$31,510,000 through February 15, 2050. Proceeds from the sale of bonds will be used (i) the construction, acquisition and equipment of school building in the District, including facility renovations and improvements and district-wide technology upgrades, the purchase of necessary sites for school buildings, and the purchase of new school buses; and (ii) paying costs of issuance related to the Bonds.

In November 2020, the District issued Unlimited Tax Refunding Bonds, Taxable Series 2020 totaling \$121,177,572. Proceeds from the sale of the bonds were used to refund the following bonds:

Description	Amount
Unlimited Tax Refunding Bonds, Series 2014C	\$ 54,040,000
Unlimited Tax School Building & Refunding Bonds, Series 2015	67,140,000
	\$ 121,180,000

The bonds were issued at a premium of \$21,324,775 and issuance costs of \$1,115,028. The bonds bear interest from 1.896% to 5% and were due in annual installments ranging from \$905,000 to \$18,725,000 through February 15, 2041. As a result of the refunding, the District reduced its total debt service requirements by \$12,337,971 and realized a net present value savings of \$9,954,678.

In preparing the financial statements, the District has evaluated subsequent events through December 9, 2020, the date the financials were available to be issued.



REQUIRED SUPPLEMENTARY INFORMATION

For The Fiscal Year Ended June 30, 2020



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GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 137,989,526	\$ 141,395,177	\$ 142,517,438	\$ 1,122,261
5800 State Program Revenues	92,504,706	102,372,702	101,846,084	(526,618)
5900 Federal Program Revenues	2,604,000	2,667,389	2,357,816	(309,573)
5020 Total Revenues	233,098,232	246,435,268	246,721,338	286,070
EXPENDITURES:				
Current:				
0011 Instruction	133,988,695	136,854,392	135,243,771	1,610,621
0012 Instructional Resources and Media Services	2,382,602	2,413,615	2,222,983	190,632
0013 Curriculum and Instructional Staff Development	3,191,612	4,613,016	2,263,704	2,349,312
0021 Instructional Leadership	4,753,095	4,873,268	4,606,679	266,589
0023 School Leadership	14,875,468	15,000,304	13,430,487	1,569,817
0031 Guidance, Counseling, and Evaluation Services	8,603,355	9,155,482	7,659,684	1,495,798
0032 Social Work Services	1,572,387	1,689,088	1,410,361	278,727
0033 Health Services	2,262,840	2,236,150	2,120,897	115,253
0034 Student (Pupil) Transportation	9,875,301	9,938,910	9,142,735	796,175
0036 Extracurricular Activities	4,575,169	5,215,132	5,192,892	22,240
0041 General Administration	8,656,772	9,151,321	7,980,390	1,170,931
0051 Facilities Maintenance and Operations	27,566,943	28,657,820	26,028,092	2,629,728
0052 Security and Monitoring Services	3,410,119	4,269,239	3,727,971	541,268
0053 Data Processing Services	4,268,389	4,299,728	3,944,799	354,929
0061 Community Services	151,895	729,587	184,316	545,271
Debt Service:				
0071 Principal on Long-Term Debt	648,736	648,736	648,736	-
0072 Interest on Long-Term Debt	726,352	726,352	726,352	-
Capital Outlay:				
0081 Facilities Acquisition and Construction	170,894	61,578	5,080	56,498
Intergovernmental:				
0095 Payments to Juvenile Justice Alternative Ed. Prg.	24,000	24,000	-	24,000
0099 Other Intergovernmental Charges	1,393,705	1,558,705	1,487,584	71,121
6030 Total Expenditures	233,098,329	242,116,423	228,027,513	14,088,910
1200 Net Change in Fund Balances	(97)	4,318,845	18,693,825	14,374,980
0100 Fund Balance - July 1 (Beginning)	97,561,786	97,561,786	97,561,786	-
3000 Fund Balance - June 30 (Ending)	\$ 97,561,689	\$ 101,880,631	\$ 116,255,611	\$ 14,374,980

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED JUNE 30, 2020

	FY 2020 Plan Year 2019	FY 2019 Plan Year 2018	FY 2018 Plan Year 2017
District's Proportion of the Net Pension Liability (Asset)	0.163209837%	0.15665513%	0.145069878%
District's Proportionate Share of Net Pension Liability (Asset)	\$ 84,841,576	\$ 86,226,785	\$ 46,385,532
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	110,246,534	124,299,896	74,283,436
Total	<u>\$ 195,088,110</u>	<u>\$ 210,526,681</u>	<u>\$ 120,668,968</u>
District's Covered Payroll	\$ 167,848,182	\$ 161,027,037	\$ 154,466,854
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	50.55%	53.55%	30.02%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.24%	73.74%	82.17%

Note: GASB Codification, Vol. 2, P20.183 requires that the information on this schedule be data from the period corresponding with the periods covered as of the measurement dates of August 31, 2019 for year 2020, August 31, 2018 for year 2019, August 31, 2017 for year 2018, August 31, 2016 for year 2017, August 31, 2015 for year 2016 and August 31, 2014 for year 2015.

This schedule shows only the years for which this information is available. Additional information will be added until 10 years of data are available and reported.

<u>FY 2017</u> <u>Plan Year 2016</u>	<u>FY 2016</u> <u>Plan Year 2015</u>	<u>FY 2015</u> <u>Plan Year 2014</u>
0.1514334%	0.1628193%	0.1251806%
\$ 57,224,436	\$ 57,554,455	\$ 33,437,470
93,397,291	88,737,898	72,161,422
<u>\$ 150,621,727</u>	<u>\$ 146,292,353</u>	<u>\$ 105,598,892</u>
\$ 157,691,029	\$ 153,343,217	\$ 145,568,629
36.30%	37.50%	22.98%
78.00%	78.43%	83.25%

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S CONTRIBUTIONS FOR PENSIONS
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR FISCAL YEAR 2020

	2020	2019	2018
Contractually Required Contribution	\$ 6,220,437	\$ 5,462,897	\$ 4,982,543
Contribution in Relation to the Contractually Required Contribution	(6,220,437)	(5,462,897)	(4,982,543)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 179,075,374	\$ 166,577,049	\$ 159,565,092
Contributions as a Percentage of Covered Payroll	3.47%	3.28%	3.10%

Note: GASB Codification, Vol. 2, P20.183 requires that the data in this schedule be presented as of the District's respective fiscal years as opposed to the time periods covered by the measurement dates ending August 31 of the preceding year.

This schedule shows only the years for which this information is available. Additional information will be added until 10 years of data are available and reported.

	2017	2016	2015
\$	4,787,636	\$ 4,801,707	\$ 4,585,032
	(4,787,636)	(4,801,707)	(4,585,032)
\$	-	\$ -	\$ -
\$	155,227,934	\$ 157,440,569	\$ 152,683,020
	3.08%	3.05%	3.00%

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR THE YEAR ENDED JUNE 30, 2020

	FY 2020 Plan Year 2019	FY 2019 Plan Year 2018	FY 2018 Plan Year 2017
District's Proportion of the Net Liability (Asset) for Other Postemployment Benefits	0.202274213%	0.197046615%	0.184895352%
District's Proportionate Share of Net OPEB Liability (Asset)	\$ 95,657,955	\$ 98,387,179	\$ 80,404,052
State's Proportionate Share of the Net OPEB Liability (Asset) Associated with the District	127,108,023	137,606,125	121,050,553
Total	<u>\$ 222,765,978</u>	<u>\$ 235,993,304</u>	<u>\$ 201,454,605</u>
District's Covered Payroll	\$ 167,848,182	\$ 161,027,037	\$ 154,466,854
District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	56.99%	61.10%	52.05%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	2.66%	1.57%	0.91%

Note: GASB Codification, Vol. 2, P50.238 states that the information on this schedule should be determined as of the measurement date. Therefore the amounts reported for FY 2020 are for the measurement date of August 31, 2019. The amounts for FY 2019 are for the measurement date August 31, 2018. The amounts for FY 2018 are based on the August 31, 2017 measurement date.

This schedule shows only the years for which this information is available. Additional information will be added until 10 years of data are available and reported.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S CONTRIBUTIONS FOR OTHER POSTEMPLOYMENT BENEFITS (OPEB)
TEACHER RETIREMENT SYSTEM OF TEXAS
FOR FISCAL YEAR 2020

	2020	2019	2018
Contractually Required Contribution	\$ 1,480,410	\$ 1,380,877	\$ 1,256,948
Contribution in Relation to the Contractually Required Contribution	(1,480,410)	(1,380,877)	(1,256,948)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 179,075,374	\$ 166,577,049	\$ 159,565,092
Contributions as a Percentage of Covered Payroll	0.83%	0.83%	0.79%

Note: GASB Codification, Vol. 2, P50.238 requires that the data in this schedule be presented as of the District's respective fiscal years as opposed to the time periods covered by the measurement dates ending August 31 of the preceding year.

Information in this schedule should be provided only for the years where data is available. Eventually 10 years of data should be presented.

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**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2020**

Notes to Schedule of Revenues, Expenditures, and Changes in Fund Balance

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 for the year ended June 30, 2020.

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 (principals 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 for fiscal year 2020 was prepared for adoption for budgeted governmental fund types by June 30, 2019. 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 canceled or appropriately provided for in the subsequent year's budget.

Notes to Schedule of the District's Proportionate Share of the Net Pension Liability

Changes of Assumptions

- The single discount rate as of August 31, 2018 was a blended rate of 6.907% and that has changed to the long-term rate of return of 7.25% as of August 31, 2019.
- With the enactment of SB 3 by the 2019 Texas Legislature, an assumption has been made about how this would impact future salaries. It is assumed that eligible active members will each receive a \$2,700 increase in fiscal year 2020. This is in addition to the salary increase expected in the actuarial assumptions.
- The Texas legislature approved funding for a 13th check. All eligible members retired as of December 31, 2018 will receive an extra annuity check in September 2019 in either the matching amount of their monthly annuity payment or \$2,000, whichever is less.

**GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2020**

Notes to Schedule of the District's Proportionate Share of the Net OPEB Liability

Changes of Assumptions

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

- The discount rate changed from 3.69% as of August 31, 2018 to 2.63% as of August 31, 2019. This change increased the TOL.
- The healthcare trend rates were reset to better reflect the plan's anticipated experience. This change increased the TOL.
- The participation rate for pre-65 retirees was lowered from 70% to 65%. The participation rate for post-65 retirees was lowered from 75% to 50%. 25% of pre-65 retirees are assumed to discontinue their coverage at age 65. There was no lapse assumption in the prior valuation. These changes decreased the TOL.
- The percentage of retirees who are assumed to have two-person coverage was lowered from 20% to 15%. In addition, the participation assumption for the surviving spouses of employees that die while actively employed was lowered from 20% to 10%. These changes decreased the TOL.
- There were no changes in benefit terms since the prior measurement date.



COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

For The Fiscal Year Ended June 30, 2020



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Nonmajor 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).

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

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

- 224** **IDEA, Part B, Formula** – Provide instructional personnel, supplies, equipment and related services to students with disabilities.

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

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

- 244** **Career and Technical – Basic Grant** – Provide educational programs which allow students the opportunity to apply academic skills in a vocational setting.

- 255** **ESEA, II, A Training and Recruiting**– 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.

- 263** **Title III, A English Lang. Acquisition** – To improve the education of limited English proficient students.

- 266** **Elementary and Secondary School Emergency Relief Fund (ESSER) of the Coronavirus Aid, Relief, and Economic Security (CARES) Act** – To account for federal stimulus Elementary and ESSER funds granted to LEAs through the CARES Act to support LEAs’ ability to operate and instruct their students during the COVID-19 pandemic.

- 289** **Other Federal Special Revenue Funds** – (Summer LEP Program) Providing funding for summer program for students with limited English proficiency.

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

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

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

Nonmajor Governmental Funds

Special Revenue Funds

- 410 **State Instructional Materials** – To account for funds awarded to school districts under the textbook allotment.
- 429 **Other State Special Revenue Funds** – (Ready to Read License Plates) Funds provided by state through the sale of specialty license plates for public school libraries and to strengthen campus reading programs.
- 435 **SSA – Regional Day School Deaf** – Provide funding for staff and activities of the Regional Day School for the Deaf. This program serves several member districts including Goose Creek CISD.
- 461 **Campus Activity Funds** – To account for transactions related to the principals' activity funds.
- 499 **Other Local Special Revenue Funds** – Locally funded special revenue funds not specified above.

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GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2020

Data Control Codes	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				
1110 Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
1240 Due from Other Governments	2,395,085	55,586	1,558,926	64,586
1260 Due from Other Funds	-	-	-	-
1290 Other Receivables	199	-	-	-
1300 Inventories	-	-	-	-
1000 Total Assets	<u>\$ 2,395,284</u>	<u>\$ 55,586</u>	<u>\$ 1,558,926</u>	<u>\$ 64,586</u>
LIABILITIES				
2110 Accounts Payable	\$ 169,123	\$ 3	\$ 132,644	\$ -
2160 Accrued Wages Payable	555,280	8,161	361,052	7,589
2170 Due to Other Funds	1,670,881	47,422	1,065,230	56,997
2300 Unearned Revenue	-	-	-	-
2000 Total Liabilities	<u>2,395,284</u>	<u>55,586</u>	<u>1,558,926</u>	<u>64,586</u>
FUND BALANCES				
Nonspendable Fund Balance:				
3410 Inventories	-	-	-	-
Restricted Fund Balance:				
3450 Federal or State Funds Grant Restriction	-	-	-	-
3470 Capital Acquisition and Contractual Obligation	-	-	-	-
3490 Other Restricted Fund Balance	-	-	-	-
Committed Fund Balance:				
3545 Other Committed Fund Balance	-	-	-	-
3000 Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
4000 Total Liabilities and Fund Balances	<u>\$ 2,395,284</u>	<u>\$ 55,586</u>	<u>\$ 1,558,926</u>	<u>\$ 64,586</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	266 ESSER -School Emergency Relief	289 Other Federal Special Revenue Funds	315 SSA IDEA, Part B Discretionary	340 SSA - IDEA C Deaf - Early Intervention
\$ 10,194	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
269,390	49,584	158,050	211,214	4,294,079	344,309	62,936	1,076
4,370,847	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
215,664	-	-	-	-	-	-	-
<u>\$ 4,866,095</u>	<u>\$ 49,584</u>	<u>\$ 158,050</u>	<u>\$ 211,214</u>	<u>\$ 4,294,079</u>	<u>\$ 344,309</u>	<u>\$ 62,936</u>	<u>\$ 1,076</u>
\$ 175,804	\$ -	\$ -	\$ 76,439	\$ -	\$ 56,172	\$ -	\$ -
673,751	7,944	31,981	33,385	-	39,588	11,727	-
27,965	41,640	126,069	101,390	4,294,079	248,549	51,209	1,076
31,079	-	-	-	-	-	-	-
<u>908,599</u>	<u>49,584</u>	<u>158,050</u>	<u>211,214</u>	<u>4,294,079</u>	<u>344,309</u>	<u>62,936</u>	<u>1,076</u>
215,664	-	-	-	-	-	-	-
2,041,832	-	-	-	-	-	-	-
1,700,000	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>3,957,496</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 4,866,095</u>	<u>\$ 49,584</u>	<u>\$ 158,050</u>	<u>\$ 211,214</u>	<u>\$ 4,294,079</u>	<u>\$ 344,309</u>	<u>\$ 62,936</u>	<u>\$ 1,076</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2020

Data Control Codes	397 Advanced Placement Incentives	410 State Instructional Materials	429 Other State Special Revenue Funds	435 SSA Regional Day School - Deaf
ASSETS				
1110 Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
1240 Due from Other Governments	-	58,872	-	834,360
1260 Due from Other Funds	39,305	-	506,917	-
1290 Other Receivables	-	-	-	-
1300 Inventories	-	-	-	-
1000 Total Assets	<u>\$ 39,305</u>	<u>\$ 58,872</u>	<u>\$ 506,917</u>	<u>\$ 834,360</u>
LIABILITIES				
2110 Accounts Payable	\$ -	\$ 30,318	\$ 35,829	\$ 7,343
2160 Accrued Wages Payable	-	-	12,220	273,141
2170 Due to Other Funds	-	28,554	-	521,800
2300 Unearned Revenue	39,305	-	453,124	32,076
2000 Total Liabilities	<u>39,305</u>	<u>58,872</u>	<u>501,173</u>	<u>834,360</u>
FUND BALANCES				
Nonspendable Fund Balance:				
3410 Inventories	-	-	-	-
Restricted Fund Balance:				
3450 Federal or State Funds Grant Restriction	-	-	-	-
3470 Capital Acquisition and Contractual Obligation	-	-	-	-
3490 Other Restricted Fund Balance	-	-	5,744	-
Committed Fund Balance:				
3545 Other Committed Fund Balance	-	-	-	-
3000 Total Fund Balances	<u>-</u>	<u>-</u>	<u>5,744</u>	<u>-</u>
4000 Total Liabilities and Fund Balances	<u>\$ 39,305</u>	<u>\$ 58,872</u>	<u>\$ 506,917</u>	<u>\$ 834,360</u>

461 Campus Activity Funds	499 Other Local Special Revenue Funds	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ 10,194
-	-	10,358,053
1,001,709	387,392	6,306,170
3,915	213,650	217,764
-	-	215,664
<u>\$ 1,005,624</u>	<u>\$ 601,042</u>	<u>\$ 17,107,845</u>
\$ 18,478	\$ 1,084	\$ 703,237
-	49,690	2,065,509
1,244	207,900	8,492,005
-	69,812	625,396
<u>19,722</u>	<u>328,486</u>	<u>11,886,147</u>
-	-	215,664
-	-	2,041,832
-	-	1,700,000
-	272,556	278,300
985,902	-	985,902
<u>985,902</u>	<u>272,556</u>	<u>5,221,698</u>
<u>\$ 1,005,624</u>	<u>\$ 601,042</u>	<u>\$ 17,107,845</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020

Data Control Codes	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:				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800 State Program Revenues	-	-	-	-
5900 Federal Program Revenues	5,652,635	129,249	3,435,137	85,876
5020 Total Revenues	5,652,635	129,249	3,435,137	85,876
EXPENDITURES:				
Current:				
0011 Instruction	4,298,424	45,094	3,280,880	85,876
0013 Curriculum and Instructional Staff Development	1,238,568	-	-	-
0021 Instructional Leadership	475	83,990	37,380	-
0023 School Leadership	-	-	-	-
0031 Guidance, Counseling, and Evaluation Services	-	-	116,877	-
0032 Social Work Services	-	-	-	-
0033 Health Services	-	-	-	-
0035 Food Services	-	-	-	-
0036 Extracurricular Activities	-	-	-	-
0041 General Administration	-	-	-	-
0051 Facilities Maintenance and Operations	-	-	-	-
0052 Security and Monitoring Services	-	-	-	-
0053 Data Processing Services	-	-	-	-
0061 Community Services	115,168	165	-	-
6030 Total Expenditures	5,652,635	129,249	3,435,137	85,876
1200 Net Change in Fund Balance	-	-	-	-
0100 Fund Balance - July 1 (Beginning)	-	-	-	-
3000 Fund Balance - June 30 (Ending)	\$ -	\$ -	\$ -	\$ -

	240	244	255	263	266	289	315	340
	Child	Career and	ESEA II,A	Title III, A	ESSER -School	Other Federal	SSA	SSA - IDEA C
	Nutrition	Technical -	Training and	English Lang.	Emergency	Special	IDEA, Part B	Deaf - Early
	Program	Basic Grant	Recruiting	Acquisition	Relief	Revenue Funds	Discretionary	Intervention
\$	2,387,676	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	349,207	-	-	-	-	-	-	-
	9,991,922	220,654	516,368	496,500	4,294,079	1,144,491	135,099	2,571
	12,728,805	220,654	516,368	496,500	4,294,079	1,144,491	135,099	2,571
	-	50,052	-	481,908	1,371,723	236,129	133,024	2,571
	-	169,506	516,368	-	199,398	74,351	210	-
	-	-	-	-	286,928	123,349	-	-
	-	-	-	-	1,015,518	-	-	-
	-	-	-	-	327,290	170,753	1,865	-
	-	-	-	-	71,414	539,909	-	-
	-	-	-	-	170,704	-	-	-
	12,799,048	-	-	-	-	-	-	-
	-	1,096	-	-	17,231	-	-	-
	-	-	-	-	328,591	-	-	-
	511,952	-	-	-	39,347	-	-	-
	-	-	-	-	127,037	-	-	-
	-	-	-	-	328,089	-	-	-
	-	-	-	14,592	10,809	-	-	-
	13,311,000	220,654	516,368	496,500	4,294,079	1,144,491	135,099	2,571
	(582,195)	-	-	-	-	-	-	-
	4,539,691	-	-	-	-	-	-	-
\$	3,957,496	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020

Data Control Codes	397 Advanced Placement Incentives	410 State Instructional Materials	429 Other State Special Revenue Funds	435 SSA Regional Day School - Deaf
REVENUES:				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ 1,381,131
5800 State Program Revenues	-	4,553,430	49,168	703,059
5900 Federal Program Revenues	-	-	-	-
5020 Total Revenues	-	4,553,430	49,168	2,084,190
EXPENDITURES:				
Current:				
0011 Instruction	-	4,553,430	13,339	1,907,096
0013 Curriculum and Instructional Staff Development	-	-	-	-
0021 Instructional Leadership	-	-	-	-
0023 School Leadership	-	-	-	-
0031 Guidance, Counseling, and Evaluation Services	-	-	35,829	177,094
0032 Social Work Services	-	-	-	-
0033 Health Services	-	-	-	-
0035 Food Services	-	-	-	-
0036 Extracurricular Activities	-	-	-	-
0041 General Administration	-	-	-	-
0051 Facilities Maintenance and Operations	-	-	-	-
0052 Security and Monitoring Services	-	-	-	-
0053 Data Processing Services	-	-	-	-
0061 Community Services	-	-	-	-
6030 Total Expenditures	-	4,553,430	49,168	2,084,190
1200 Net Change in Fund Balance	-	-	-	-
0100 Fund Balance - July 1 (Beginning)	-	-	5,744	-
3000 Fund Balance - June 30 (Ending)	\$ -	\$ -	\$ 5,744	\$ -

461 Campus Activity Funds	499 Other Local Special Revenue Funds	Total Nonmajor Governmental Funds
\$ 718,354	\$ 859,551	\$ 5,346,712
-	-	5,654,864
-	-	26,104,581
718,354	859,551	37,106,157
-	178,561	16,638,107
-	25,918	2,224,319
-	-	532,122
-	-	1,015,518
-	147,366	977,074
-	-	611,323
-	315,983	486,687
-	-	12,799,048
764,214	10,150	792,691
-	-	328,591
-	-	551,299
-	-	127,037
-	-	328,089
-	271,364	412,098
764,214	949,342	37,824,003
(45,860)	(89,791)	(717,846)
1,031,762	362,347	5,939,544
\$ 985,902	\$ 272,556	\$ 5,221,698

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 CUSTODIAL FUNDS
 JUNE 30, 2020

	865 Student Activity Account	885 UIL Activity Fund	Total Custodial Funds
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 741,079	\$ 29,095	\$ 770,174
Other Receivables	742	-	742
Total Assets	<u>741,821</u>	<u>29,095</u>	<u>770,916</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	<u>19,027</u>	<u>900</u>	<u>19,927</u>
Total Liabilities	<u>19,027</u>	<u>900</u>	<u>19,927</u>
NET POSITION			
Restricted for Other Purposes	<u>722,794</u>	<u>28,195</u>	<u>750,989</u>
Total Net Position	<u>\$ 722,794</u>	<u>\$ 28,195</u>	<u>\$ 750,989</u>

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 CUSTODIAL FUNDS
 FOR FISCAL YEAR 2020

	865 Student Activity Account	885 UIL Activity Fund	Total Custodial Funds
ADDITIONS:			
Miscellaneous Revenue - Student Activities	\$ 929,641	\$ -	\$ 929,641
Miscellaneous Additions	-	34,250	34,250
Total Additions	<u>929,641</u>	<u>34,250</u>	<u>963,891</u>
DEDUCTIONS:			
Other Deductions	<u>815,534</u>	<u>11,181</u>	<u>826,715</u>
Total Deductions	<u>815,534</u>	<u>11,181</u>	<u>826,715</u>
Change in Net Position	114,107	23,069	137,176
Net Position - July 1 (Beginning)	-	-	-
Prior Period Adjustment	<u>608,687</u>	<u>5,126</u>	<u>613,813</u>
Net Position - June 30 (Ending)	<u>\$ 722,794</u>	<u>\$ 28,195</u>	<u>\$ 750,989</u>

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COMPLIANCE SCHEDULES

For The Year Ended June 30, 2020



GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF DELINQUENT TAXES RECEIVABLE
 FISCAL YEAR ENDED JUNE 30, 2020

Last 10 Years	(1)	(2)	(3)
	Tax Rates		Assessed/Appraised Value for School Tax Purposes
	Maintenance	Debt Service	
2011 and prior years	Various	Various	\$ Various
2012	1.040000	0.292100	7,754,582,202
2013	1.040000	0.292100	8,323,350,976
2014	1.040000	0.346800	8,369,102,532
2015	1.040000	0.391890	8,993,777,455
2016	1.040000	0.391890	9,739,822,333
2017	1.170000	0.261890	10,402,373,251
2018	1.170000	0.261890	11,245,800,794
2019	1.170000	0.261890	11,469,618,619
2020 (School year under audit)	1.068300	0.28590	12,623,752,769
1000 TOTALS			

(10) Beginning Balance 7/1/2019	(20) Current Year's Total Levy	(31) Maintenance Collections	(32) Debt Service Collections	(40) Entire Year's Adjustments	(50) Ending Balance 6/30/2020
\$ 2,387,197	\$ -	\$ 91,656	\$ 16,656	\$ (130,670)	\$ 2,148,215
332,163	-	16,553	4,650	(3,292)	307,668
306,526	-	25,179	7,072	(998)	273,277
355,575	-	48,335	16,117	(11,866)	279,257
487,948	-	72,729	27,406	5,890	393,703
588,351	-	108,111	40,738	10,028	449,530
716,274	-	180,378	40,375	2,913	498,434
1,642,826	-	590,817	141,333	(71,646)	839,030
3,567,306	-	1,336,076	375,689	(448,129)	1,407,412
-	170,950,860	125,129,138	42,539,048	-	3,282,674
<u>\$ 10,384,166</u>	<u>\$ 170,950,860</u>	<u>\$ 127,598,972</u>	<u>\$ 43,209,084</u>	<u>\$ (647,770)</u>	<u>\$ 9,879,200</u>

See Note II.C on page 64 for reconciliation to Exhibit C-1.

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 JUNE 30, 2020

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 3,194,869	\$ 2,385,032	\$ 2,387,676	\$ 2,644
5800 State Program Revenues	350,902	350,902	349,207	(1,695)
5900 Federal Program Revenues	11,892,247	10,170,811	9,991,922	(178,889)
5020 Total Revenues	<u>15,438,018</u>	<u>12,906,745</u>	<u>12,728,805</u>	<u>(177,940)</u>
EXPENDITURES:				
Current:				
0035 Food Services	13,905,578	14,162,698	12,799,048	1,363,650
0051 Facilities Maintenance and Operations	570,000	687,481	511,952	175,529
6030 Total Expenditures	<u>14,475,578</u>	<u>14,850,179</u>	<u>13,311,000</u>	<u>1,539,179</u>
1200 Net Change in Fund Balances	962,440	(1,943,434)	(582,195)	1,361,239
0100 Fund Balance - July 1 (Beginning)	<u>4,539,691</u>	<u>4,539,691</u>	<u>4,539,691</u>	<u>-</u>
3000 Fund Balance - June 30 (Ending)	<u>\$ 5,502,131</u>	<u>\$ 2,596,257</u>	<u>\$ 3,957,496</u>	<u>\$ 1,361,239</u>

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 JUNE 30, 2020

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 48,063,841	\$ 43,975,000	\$ 44,075,273	\$ 100,273
5800 State Program Revenues	597,179	485,694	553,351	67,657
5020 Total Revenues	48,661,020	44,460,694	44,628,624	167,930
EXPENDITURES:				
Debt Service:				
0071 Principal on Long-Term Debt	22,615,648	21,115,648	20,740,000	375,648
0072 Interest on Long-Term Debt	21,815,425	19,979,756	20,030,544	(50,788)
0073 Bond Issuance Cost and Fees	130,000	180,788	180,788	-
6030 Total Expenditures	44,561,073	41,276,192	40,951,332	324,860
1100 Excess of Revenues Over Expenditures	4,099,947	3,184,502	3,677,292	492,790
OTHER FINANCING SOURCES (USES):				
7901 Refunding Bonds Issued	-	30,600,000	30,600,000	-
7915 Transfers In	-	35,557	35,557	-
8940 Payment to Bond Refunding Escrow Agent (Use)	-	(30,600,000)	(30,600,000)	-
7080 Total Other Financing Sources (Uses)	-	35,557	35,557	-
1200 Net Change in Fund Balances	4,099,947	3,220,059	3,712,849	492,790
0100 Fund Balance - July 1 (Beginning)	29,395,600	29,395,600	29,395,600	-
3000 Fund Balance - June 30 (Ending)	\$ 33,495,547	\$ 32,615,659	\$ 33,108,449	\$ 492,790

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Statistical Section

Goose Creek Consolidated Independent School District
Baytown, Texas

For the Fiscal Year Ended June 30, 2020



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**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 Trends..... 124

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 132

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

Debt Capacity 137

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

Demographic and Economic Information 142

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

Operating Information 145

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 POSITION BY COMPONENT
LAST TEN YEARS
(accrual basis of accounting)
(Unaudited)

	8/31/2011	8/31/2012	6/30/2013	6/30/2014
Governmental Activities:				
Net Investment in Capital Assets	\$ 68,207,444	54,765,228	57,426,229	54,510,728
Restricted for Federal and State Programs	1,444,526	992,903	2,109,291	2,529,688
Restricted for Debt Service	13,144,470	27,097,448	30,150,299	32,368,394
Restricted for Campus Activities	1,146,958	1,108,169	1,107,233	1,150,186
Restricted for Other Purposes	501,859	281,288	398,194	357,182
Unrestricted	83,004,421	103,527,996	113,537,142	97,572,434
Total Net Position	<u>\$ 167,449,678</u>	<u>\$ 187,773,032</u>	<u>\$ 204,728,388</u>	<u>\$ 188,488,612</u>

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

Due to the fiscal year change from August 31 to June 30 in 2013, balances for 2013 and future years will be reflected as June 30. Net asset components for fiscal years prior to 2013 have been renamed to reflect GASB Statement No. 63 requirements for comparative purposes. In 2013, the District implemented GASB Statement No. 65 "Items Previously Reported as Assets and Liabilities." The prior years were not restated. In 2015, the District implemented GASB Statement No. 68 "Accounting & Financial Reporting for Pensions." The prior years were not restated. In 2018, the District implemented GASB Statement No. 75 "Accounting & Financial Reporting for Postemployment Benefits Other Than Pensions." The prior years were not restated.

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

6/30/2015	6/30/2016	6/30/2017	6/30/2018	6/30/2019	6/30/2020
70,555,510	64,425,981	66,756,227	67,486,822	67,247,356	83,492,392
2,162,573	2,413,543	3,295,242	4,154,946	4,539,691	3,957,496
18,333,121	22,484,262	22,484,262	23,614,667	24,202,078	26,875,815
-	-	-	-	-	-
407,300	294,745	312,871	423,861	368,091	278,300
43,125,756	37,983,658	38,722,690	(50,612,051)	(34,730,304)	(31,078,689)
<u>\$ 134,584,260</u>	<u>\$ 127,602,189</u>	<u>\$ 131,571,292</u>	<u>\$ 45,068,245</u>	<u>\$ 61,626,912</u>	<u>\$ 83,525,314</u>

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

	8/31/2011	8/31/2012	6/30/2013	6/30/2014
Governmental Activities Expenses:				
Instruction	\$ 119,150,241	\$ 113,969,625	\$ 108,830,667	\$ 137,194,199
Instructional Resources and Media Services	2,330,545	2,813,407	2,077,529	2,594,886
Curriculum and Staff Development	2,441,088	2,611,455	2,948,114	4,296,540
Instructional Leadership	3,380,904	3,453,276	2,970,345	4,232,550
School Leadership	11,366,458	11,069,528	9,638,123	11,792,544
Guidance, Counseling and Evaluation Services	6,882,313	6,772,661	6,168,985	7,413,935
Social Work Services	1,083,403	1,085,807	1,018,330	1,152,551
Health Services	1,708,388	1,689,956	1,622,268	1,789,031
Student (Pupil) Transportation	6,785,717	7,007,457	6,798,741	8,308,026
Food Services	12,868,101	12,805,743	12,376,722	13,932,718
Cocurricular/Extracurricular Activities	4,940,612	4,841,872	4,609,787	5,402,249
General Administration	6,970,645	6,841,895	6,296,471	7,836,681
Facilities Maintenance and Operations	23,814,240	25,260,819	21,265,038	27,644,908
Security and Monitoring Services	1,543,394	1,571,309	1,559,954	1,867,076
Data Processing Services	2,115,301	2,032,208	2,391,926	2,891,222
Community Services	1,740,979	1,630,601	1,424,758	1,728,511
Debt Service	15,078,247	13,821,849	11,225,510	17,628,569
Intergovernmental - Shared Service Arrangements	166,708	375,000	-	-
Intergovernmental - Juvenile Justice Alt Ed Prg	13,355	900	6,100	20,971
Intergovernmental - County Appraisal Districts	-	-	-	-
Total Governmental Activities Expenses	\$ 224,380,639	\$ 219,655,368	\$ 203,229,368	\$ 257,727,167
Governmental Activities Program Revenues:				
Charges for Services:				
Instruction	\$ 1,566,228	\$ 1,261,531	\$ 1,262,537	\$ 1,808,958
Guidance, Counseling and Evaluation Services	-	-	-	-
Student (Pupil) Transportation	120,707	-	113,601	147,520
Food Services	3,094,851	3,129,428	3,299,688	3,741,231
Extracurricular Activities	1,515,241	1,219,805	1,141,668	1,165,856
General Administration	-	269,824	-	-
Facilities Maintenance & Operations	52,801	59,583	81,953	67,438
Community Services	-	158,544	140,539	139,860
Operating Grants and Contributions	39,740,211	33,772,035	27,454,602	32,638,215
Total Governmental Activities Program Revenues	46,090,039	39,870,750	33,494,588	39,709,078
Total Governmental Activities Net Expenses	\$ (178,290,600)	\$ (179,784,618)	\$ (169,734,780)	\$ (218,018,089)
Governmental Activities General Revenues and Other Changes in Net Position:				
Property Taxes - General	80,662,393	89,812,714	92,571,600	93,949,545
Property Taxes - Debt Service	20,365,552	24,873,945	25,705,442	31,287,719
State Aid - Formula Grants	82,076,154	74,130,858	59,089,766	64,305,653
Grants and Contributions not Restricted	2,365,003	3,566,205	3,677,262	3,555,919
Investment Earnings	815,806	918,457	938,809	1,301,363
Miscellaneous	4,383,928	6,805,793	6,853,634	7,378,114
Total Governmental Activities General Revenues and Other Changes in Net Position	\$ 190,668,836	\$ 200,107,972	\$ 188,836,513	\$ 201,778,313
Changes in Net Position	\$ 12,378,236	\$ 20,323,354	\$ 19,101,733	\$ (16,239,776)

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

Due to the fiscal year change there are ten months for the 2013 fiscal period.

In 2013, the District implemented GASB Statement No. 65 "Items Previously Reported as Assets and Liabilities." The prior years were not restated.

In 2015, the District implemented GASB Statement No. 68 "Accounting & Financial Reporting for Pensions." The prior years were not restated.

In 2018, the District implemented GASB Statement No. 75 "Accounting & Financial Reporting for Postemployment Benefits Other Than Pensions." The prior years were not restated.

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

	6/30/2015	6/30/2016	6/30/2017	6/30/2018	6/30/2019	6/30/2020
\$	146,482,874	\$ 153,640,513	\$ 143,822,738	\$ 98,645,173	\$ 166,211,691	\$ 180,754,693
	4,305,920	2,711,103	3,758,406	2,025,518	2,920,511	2,630,316
	4,040,100	4,249,755	4,946,564	3,511,469	5,292,821	5,268,822
	4,508,429	4,779,241	4,525,208	3,426,218	5,368,243	6,014,993
	12,972,451	13,650,137	13,605,663	9,629,379	15,959,294	17,094,254
	7,736,919	7,974,714	7,665,074	5,279,058	9,329,757	10,243,427
	1,214,386	1,102,776	982,062	988,129	1,500,686	2,201,219
	2,004,534	2,248,895	2,126,840	1,609,137	2,580,859	3,049,071
	8,664,920	9,520,883	9,668,176	7,168,691	11,086,026	10,785,558
	14,715,361	15,096,755	14,166,569	11,896,570	15,458,125	14,012,976
	5,794,149	5,783,256	5,859,155	4,594,326	6,316,276	6,847,415
	7,415,202	7,308,580	7,012,892	5,599,771	8,348,006	9,676,620
	27,131,409	30,921,425	29,167,633	26,529,377	33,125,881	30,681,420
	2,348,123	2,668,878	2,906,992	1,857,073	2,906,992	4,547,246
	3,602,750	3,747,837	3,699,319	3,421,573	4,490,880	5,013,013
	1,662,075	2,007,581	1,955,960	548,876	728,758	596,414
	19,978,227	18,384,347	18,693,034	16,404,076	17,064,818	20,596,707
	-	-	-	-	-	-
	7,528	6,600	19,800	19,800	19,800	-
	1,091,967	1,120,967	1,177,179	1,284,934	1,410,028	1,487,584
\$	<u>275,677,324</u>	<u>\$ 286,924,243</u>	<u>\$ 275,759,264</u>	<u>\$ 204,439,148</u>	<u>\$ 310,544,697</u>	<u>\$ 331,501,748</u>
\$	2,058,574	\$ 1,965,567	\$ 1,882,396	\$ 3,010,458	\$ 1,471,502	\$ 1,202,335
	-	-	-	166,147	-	179,547
	47,186	47,626	60,515	37,212	115,113	41,401
	3,403,503	3,335,508	3,302,201	2,515,103	3,023,570	2,387,676
	1,410,947	1,390,419	1,365,425	256,273	1,226,466	1,003,782
	-	275,776	537,021	530,260	60,540	117,722
	94,523	124,902	146,938	195,916	247,472	156,673
	166,856	182,582	199,667	198,923	248,963	207,840
	31,230,262	40,401,604	35,602,736	(6,317,234)	46,226,661	53,594,160
	38,411,851	47,723,984	43,096,899	593,058	52,620,287	58,891,136
\$	<u>(237,265,473)</u>	<u>\$ (239,200,259)</u>	<u>\$ (232,662,365)</u>	<u>\$ (203,846,090)</u>	<u>\$ (257,924,410)</u>	<u>\$ (272,610,612)</u>
	100,441,834	106,173,143	123,672,183	130,977,305	129,049,132	128,444,274
	37,621,770	40,252,582	28,665,996	31,315,039	36,203,523	43,531,335
	69,113,395	76,258,708	73,780,875	76,651,533	68,229,968	90,598,930
	4,292,813	3,415,760	3,262,718	2,460,804	1,733,558	1,274,870
	1,038,267	1,267,399	1,758,062	2,718,134	3,767,554	4,823,080
	9,309,412	4,850,596	5,491,634	14,365,990	35,499,342	25,836,525
\$	<u>221,817,491</u>	<u>\$ 232,218,188</u>	<u>\$ 236,631,468</u>	<u>\$ 258,488,805</u>	<u>\$ 274,483,077</u>	<u>\$ 294,509,014</u>
\$	<u>(15,447,982)</u>	<u>\$ (6,982,071)</u>	<u>\$ 3,969,103</u>	<u>\$ 54,642,715</u>	<u>\$ 16,558,667</u>	<u>\$ 21,898,402</u>

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

	8/31/2011	8/31/2012	6/30/2013	6/30/2014
General Fund:				
Nonspendable	\$ 391,744	\$ 1,392,732	\$ 2,061,963	\$ 587,024
Restricted	-	-	25,046,886	3,502,210
Committed	10,500,000	18,500,000	17,500,000	10,000,000
Assigned	543,799	2,901,274	1,734,203	1,994,788
Unassigned	<u>65,990,802</u>	<u>69,703,521</u>	<u>54,547,312</u>	<u>73,145,012</u>
Total General Fund	<u>\$ 77,426,345</u>	<u>\$ 92,497,527</u>	<u>\$ 100,890,364</u>	<u>\$ 89,229,034</u>
All Other Governmental Funds:				
Debt Service Fund:				
Restricted	<u>\$ 13,209,898</u>	<u>\$ 26,142,292</u>	<u>\$ 33,552,203</u>	<u>\$ 36,676,310</u>
Total Debt Service Fund	<u>\$ 13,209,898</u>	<u>\$ 26,142,292</u>	<u>\$ 33,552,203</u>	<u>\$ 36,676,310</u>
Capital Projects Funds				
Restricted	\$ 14,741,785	\$ 1,329,057	\$ 789,191	\$ 121,116,538
Committed	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Capital Projects Funds	<u>\$ 14,741,785</u>	<u>\$ 1,329,057</u>	<u>\$ 789,191</u>	<u>\$ 121,116,538</u>
Special Revenue Funds				
Nonspendable	\$ 217,458	\$ 157,811	\$ 134,708	\$ 156,470
Restricted	1,728,927	1,116,380	2,372,777	2,730,400
Committed	<u>1,146,958</u>	<u>1,108,169</u>	<u>1,107,233</u>	<u>1,150,186</u>
Total Special Revenue Funds	<u>\$ 3,093,343</u>	<u>\$ 2,382,360</u>	<u>\$ 3,614,718</u>	<u>\$ 4,037,056</u>
Total All Other Governmental Funds	<u>\$ 31,045,026</u>	<u>\$ 29,853,709</u>	<u>\$ 37,956,112</u>	<u>\$ 161,829,904</u>

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

Changes in Fund Balances are explained in Management Discussion and Analysis section of this CAFR.

This statement was updated August 31, 2011 in accordance with Fund Balance classifications per GASB 54, accordingly, fiscal years 2002-2010 were restated. Due to the fiscal year change from August 31 to June 30 in 2013, balances for 2013 and future years will be reflected as June 30.

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

6/30/2015	6/30/2016	6/30/2017	6/30/2018	6/30/2019	6/30/2020
\$ 698,063	\$ 745,634	\$ 759,715	\$ 796,003	\$ 1,059,656	\$ 1,112,096
-	-	-	-	-	-
591,981	1,097,833	1,253,511	1,472,193	1,386,345	54,783,694
68,243,589	66,235,326	71,219,288	88,694,472	95,115,785	60,359,821
<u>\$ 69,533,633</u>	<u>\$ 68,078,793</u>	<u>\$ 73,232,514</u>	<u>\$ 90,962,668</u>	<u>\$ 97,561,786</u>	<u>\$ 116,255,611</u>
\$ 25,042,613	\$ 28,402,648	\$ 28,026,735	\$ 28,820,534	\$ 29,395,600	\$ 33,108,449
<u>\$ 25,042,613</u>	<u>\$ 28,402,648</u>	<u>\$ 28,026,735</u>	<u>\$ 28,820,534</u>	<u>\$ 29,395,600</u>	<u>\$ 33,108,449</u>
\$ 156,042,156	\$ 113,980,186	\$ 70,615,275	\$ 23,479,350	\$ 25,628,265	\$ 83,419,456
-	-	-	5,408,453	21,538,124	19,366,917
<u>\$ 156,042,156</u>	<u>\$ 113,980,186</u>	<u>\$ 70,615,275</u>	<u>\$ 28,887,803</u>	<u>\$ 47,166,389</u>	<u>\$ 102,786,373</u>
\$ 108,150	\$ 127,412	\$ 120,315	\$ 214,166	\$ 303,145	\$ 215,664
2,569,873	2,580,876	3,487,798	4,370,513	4,604,637	4,020,132
1,264,448	1,303,925	1,235,310	1,116,587	1,031,762	985,902
<u>\$ 3,942,471</u>	<u>\$ 4,012,213</u>	<u>\$ 4,843,423</u>	<u>\$ 5,701,266</u>	<u>\$ 5,939,544</u>	<u>\$ 5,221,698</u>
\$ 185,027,240	\$ 146,395,047	\$ 103,485,433	\$ 63,409,603	\$ 82,501,533	\$ 141,116,520

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

	8/31/2011	8/31/2012	6/30/2013	6/30/2014
Revenues:				
Local:				
Property Tax	\$ 99,857,358	\$ 106,266,574	\$ 114,706,106	\$ 123,006,818
Other	17,670,089	17,101,032	18,293,134	19,108,486
Total Local Revenue	117,527,447	123,367,606	132,999,240	142,115,304
State Revenue	91,014,162	84,549,679	65,969,293	76,391,792
Federal Revenue	30,699,593	26,632,075	22,467,139	23,580,989
Total Revenues	239,241,202	234,549,360	221,435,672	242,088,085
Expenditures By Function:				
Current:				
Instruction	111,679,795	105,967,515	102,460,626	131,164,077
Instructional Resources and Media Services	2,231,061	2,739,130	1,922,736	2,412,944
Curriculum and Instructional Staff Development	2,275,454	2,429,209	2,789,299	4,102,219
Instructional Leadership	3,151,501	3,212,282	2,770,048	3,993,372
School Leadership	10,595,214	10,297,017	8,983,891	11,008,078
Guidance, Counseling and Evaluation Services	6,415,330	6,300,016	5,771,214	6,932,300
Social Work Services	1,009,891	1,010,032	942,938	1,069,701
Health Service	1,592,469	1,572,019	1,525,246	1,669,595
Student (Pupil) Transportation	8,084,940	7,653,234	6,377,599	10,320,773
Food Services	12,016,360	12,107,858	11,704,183	13,370,315
Extracurricular Activities	4,613,791	4,518,068	4,351,107	5,125,215
General Administration	5,642,376	5,480,258	5,074,978	6,405,129
Facilities Maintenance And Operations	23,417,411	23,622,317	19,420,592	26,419,960
Security and Monitoring Services	1,461,973	1,465,129	1,865,486	2,037,951
Data Processing Services	1,971,772	1,890,386	2,299,008	3,868,137
Community Services	1,622,849	1,516,806	1,330,376	1,614,760
Debt Service:				
Principal on Long Term Debt	10,860,000	9,610,000	9,285,000	13,565,674
Interest on Long Term Debt	14,760,242	14,639,327	9,721,741	16,457,775
Bond Issuance Cost and Fees	12,910	579,449	13,800	1,413,276
Capital Outlay:				
Facilities Acquisition and Construction	3,846,136	7,244,987	6,178,975	57,026,501
Intergovernmental Charges	1,112,230	1,326,393	866,838	1,030,002
Total Expenditures	228,373,705	225,181,432	205,655,681	321,007,754
Excess (Deficiency) of Revenues Over (Under) Expenditures	10,867,497	9,367,928	15,779,991	(78,919,669)
Other Financing Sources (Uses):				
Refunding Bonds Issued	-	51,050,000	-	-
Bonds Issued	-	-	-	172,050,000
Sale of Real and Personal Property	-	-	-	324,990
Non-Current Loans	-	4,141,875	715,249	-
Transfers In	10,269,988	13,383,442	1,643,436	14,700,962
Premium or Discount on Issuance of Bonds	-	9,699,676	-	14,453,556
Prepaid Interest	-	120,746	-	303,585
Other Resources	-	-	-	-
Transfers Out (Use)	(10,112,682)	(13,365,712)	(1,643,436)	(10,700,962)
Payment to Bond Refunding Escrow Agent (Use)	-	(60,518,090)	-	-
Other Uses	(2,451,038)	-	-	-
Total Other Financing Sources (Uses)	(2,293,732)	4,511,937	715,249	191,132,131
Net Change in Fund Balances	\$ 8,573,765	\$ 13,879,865	\$ 16,495,240	\$ 112,212,462
Debt Service as a percentage of NonCapital Expenditures	11.59%	11.22%	9.56%	11.67%

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.

Due to the fiscal year change there are ten months for the 2013 fiscal period.

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

	6/30/2015	6/30/2016	6/30/2017	6/30/2018	6/30/2019	6/30/2020
\$	133,803,251	\$ 142,544,573	\$ 147,489,073	\$ 157,378,653	\$ 160,665,016	\$ 167,668,186
	20,333,155	17,675,079	19,768,276	29,538,643	50,335,579	41,398,655
	154,136,406	160,219,652	167,257,349	186,917,296	211,000,595	209,066,841
	79,160,034	90,299,300	86,266,171	88,875,086	80,839,381	108,054,299
	25,081,973	24,748,407	24,296,992	27,079,162	27,377,558	28,462,397
	258,378,413	275,267,359	277,820,512	302,871,544	319,217,534	345,583,537
	141,222,837	142,779,895	131,592,154	136,580,187	144,254,784	153,801,922
	4,114,301	2,375,646	3,466,644	2,496,475	2,465,236	2,222,986
	3,836,072	3,847,533	4,584,828	4,180,796	4,584,274	4,488,023
	4,268,999	4,270,775	4,094,575	4,526,162	4,633,483	5,138,801
	12,163,737	12,114,531	12,298,384	13,391,869	13,805,942	14,508,686
	7,239,852	7,048,686	6,902,928	7,128,537	8,018,690	8,636,758
	1,123,828	976,721	891,129	902,043	1,398,973	2,021,684
	1,881,367	2,002,578	1,922,297	2,171,114	2,232,536	2,607,584
	8,082,145	8,543,303	10,560,998	10,923,373	10,657,857	12,924,771
	13,902,498	14,023,821	12,839,437	12,632,310	13,548,495	12,799,048
	5,404,440	5,253,861	5,445,404	5,628,610	5,636,701	6,201,028
	6,969,760	6,387,027	6,354,047	7,216,854	7,381,973	8,308,981
	25,238,828	28,689,270	27,339,002	28,677,381	28,067,641	27,831,216
	3,316,921	3,198,927	2,838,745	2,448,744	3,188,837	4,704,783
	3,914,647	3,430,639	3,458,202	4,820,267	5,627,816	5,181,667
	1,559,644	1,793,980	1,780,761	691,993	576,273	596,414
	31,135,243	16,477,085	16,649,442	16,817,325	18,665,751	21,388,736
	18,168,763	21,492,047	20,734,818	18,568,053	18,587,948	20,756,896
	1,624,437	1,045,042	20,800	879,682	281,568	1,247,611
	43,737,083	29,583,038	40,604,831	44,918,565	29,843,746	79,851,920
	1,099,495	1,127,567	1,196,979	1,304,734	1,429,828	1,487,584
	340,004,897	316,461,972	315,576,405	326,905,074	324,888,352	396,707,099
	(81,626,484)	(41,194,613)	(37,755,893)	(24,033,530)	(5,670,818)	(51,123,569)
	108,640,000	70,425,000	-	108,085,000	32,020,000	30,600,000
	75,330,000	-	-	-	-	119,545,000
	2,089,548	-	-	-	-	-
	-	-	-	-	31,730,000	-
	15,807,512	2,871,476	10,300,793	10,786,268	15,757,079	35,557
	23,892,571	7,945,753	-	13,151,703	-	8,887,381
	405,618	137,752	-	279,759	-	-
	-	-	-	320,200	-	-
	(15,807,512)	(2,121,476)	(10,300,793)	(10,786,268)	(15,757,079)	(35,557)
	(125,229,318)	(77,992,733)	-	(120,516,942)	(32,020,000)	(30,600,000)
	-	(158,192)	-	-	-	-
	85,128,419	1,107,580	-	1,319,720	31,730,000	128,432,381
\$	3,501,935	\$ (40,087,033)	\$ (37,755,893)	\$ (22,713,810)	\$ 26,059,182	\$ 77,308,812
	16.91%	13.56%	13.82%	12.75%	12.84%	13.62%

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

Taxing Entity	8/31/2011	8/31/2012	6/30/2013	6/30/2014
Baytown, City of	\$ 0.78703	\$ 0.82203	\$ 0.82203	\$ 0.82203
Cedar Bayou Park UD	0.10000	0.10000	0.10000	0.10000
Chambers County	0.49679	0.49679	0.49679	0.53269
Chambers County ID #1	0.62000	0.60000	0.60000	0.60000
Chambers County MUD #1	0.94000	0.98000	0.98000	0.89000
Goose Creek CISD	1.30213	1.33213	1.33213	1.38679
Harris County WCID #1	0.25000	0.25000	0.23000	0.22000
Harris County FWSD #1A	0.55000	0.55000	0.55000	0.55000
Harris County FWSD #27	0.67500	0.67500	0.73500	0.73500
Harris County	0.38805	0.39117	0.40021	0.41455
Harris County Hospital District	0.19216	0.19216	0.18216	0.17000
Harris County Department of Education	0.00658	0.00658	0.00662	0.00636
Harris County Flood Control District	0.02923	0.02809	0.02809	0.02827
Harris County Port of Houston Authority	0.20540	0.18560	0.01952	0.01716
Lake MUD	0.67000	0.67000	0.70000	0.70000
Lee College District	0.25200	0.25200	0.24100	0.26070
Spring Meadows MUD	1.21000	1.21000	1.21000	1.21000
	<u>\$ 8.67437</u>	<u>\$ 8.74155</u>	<u>\$ 8.63355</u>	<u>\$ 8.64355</u>

Source of Information: Harris and Chambers County Appraisal Districts

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

<u>6/30/2015</u>	<u>6/30/2016</u>	<u>6/30/2017</u>	<u>6/30/2018</u>	<u>6/30/2019</u>	<u>6/30/2020</u>
\$ 0.82203	\$ 0.82203	\$ 0.82203	\$ 0.82203	\$ 0.81203	\$ 0.80203
0.09600	0.09270	0.08822	0.08674	0.09272	0.91740
0.55269	0.55269	0.54255	0.54255	0.54255	0.54206
0.60000	0.66000	0.66000	0.66000	0.66000	0.66000
0.79000	0.79000	0.79000	0.79000	0.81000	0.81000
1.43189	1.43189	1.43189	1.43189	1.43189	1.35428
0.22000	0.22000	0.22000	0.41000	0.36000	0.36000
0.55000	0.55000	0.45700	0.45000	0.45000	0.38433
0.70500	0.66500	0.59700	0.60000	0.60000	0.60000
0.41731	0.41923	0.41656	0.41801	0.41858	0.40713
0.17000	0.17000	0.17179	0.17110	0.17108	0.16591
0.00600	0.00542	0.00520	0.00520	0.00519	0.00500
0.02736	0.27330	0.02829	0.02831	0.02877	0.27920
0.01531	0.01342	0.01334	0.01256	0.01155	0.01074
0.68000	0.62000	0.55000	0.53000	0.52000	0.50000
0.25020	0.25020	0.24530	0.25040	0.25010	0.23010
<u>1.13000</u>	<u>1.02000</u>	<u>0.92000</u>	<u>0.86000</u>	<u>0.84000</u>	<u>0.83000</u>
<u>\$ 8.46379</u>	<u>\$ 8.55588</u>	<u>\$ 7.95917</u>	<u>\$ 8.06878</u>	<u>\$ 8.00446</u>	<u>\$ 8.85818</u>

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

Year Ended	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				
8/31/2011	8,570,541,301	1,571,145,165	10,141,686,466	2,189,723,734	7,951,962,732	1.3021	78%
8/31/2012	8,169,010,660	1,916,540,624	10,085,551,284	2,230,345,324	7,855,205,960	1.3321	78%
6/30/2013	8,554,718,523	2,207,243,861	10,761,962,384	2,343,904,535	8,418,057,849	1.3321	78%
6/30/2014	8,560,148,759	2,065,835,428	10,625,984,187	2,185,324,821	8,440,659,366	1.3868	79%
6/30/2015	8,890,048,137	2,436,966,125	11,327,014,262	2,333,236,861	8,993,777,401	1.4319	79%
6/30/2016	9,398,031,461	2,413,454,435	11,811,485,896	2,068,208,368	9,743,277,528	1.4319	82%
6/30/2017	10,097,648,370	2,290,088,002	12,387,736,372	2,030,760,157	10,356,976,215	1.4319	84%
6/30/2018	11,468,085,057	2,395,743,848	13,863,828,905	2,398,519,605	11,465,309,300	1.4319	83%
6/30/2019	12,557,193,220	2,996,633,397	15,553,826,617	2,134,851,079	13,418,975,538	1.4319	86%
6/30/2020	14,599,709,107	3,159,767,245	17,759,476,352	3,004,117,720	14,755,358,632	1.3543	83%

* 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 2019 Assessed Value (1)	Rank	Percent of Total Value	2010 Assessed Value (1)	Rank	Percent of Total Value
ExxonMobil	Oil Refining, Storage, & Chemical Plant	\$ 3,844,131,696	1	26.05%	\$ 2,027,005,454	1	25.49%
Chevron Phillips Chemical	Petro Chemical Plant	2,252,891,279	2	15.27%	396,529,949	3	4.99%
Covestro, LLC (formerly Bayer, Inc.)	Chemical Plant	1,006,076,357	3	6.82%	990,727,700	2	12.46%
Wal-Mart Stores, Inc.	Retail Distribution	283,099,448	4	1.92%	142,432,552	5	1.79%
Air Products	Hydrogen Production	274,928,834	5	1.86%	65,042,010	8	-
Chambers County Logistics Tem	Manufacturing	120,592,420	6	0.82%	-	-	-
NRG Texas Power LLC	Generation, Electric Power	102,602,921	7	0.70%	195,682,400	4	-
Ravago Americas, LLC	Manufacturing	76,503,294	8	0.52%	-	-	-
IKEA Supply AG	Retail Distribution	74,222,688	9	0.50%	-	-	0.00%
Baytown Energy Center LP	Oil & Gas Production	70,303,743	10	0.48%	97,840,940	6	1.23%
First Chemical Texas LLP	Chemical Plant	-	-	0.00%	69,100,500	7	0.87%
Center Point Energy	Electric Utility	-	-	-	65,934,861	9	-
Home Depot	Retail Distribution	-	-	-	56,854,685	10	0.71%
		<u>8,105,352,680</u>		54.93%	<u>4,107,151,051</u>		47.54%
Totals							
	Total Assessed Value Goose Creek CISD (1)	<u>\$ 14,755,358,632</u>			<u>\$ 7,951,962,732</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 YEARS
(Unaudited)

Tax Roll and Levy Year	Year Ended	Adjusted Tax Levy for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Net Tax Levy		Amount	Percent of Total Tax Collections to Net Tax Levy
2010	8/31/2011	102,304,814	100,196,865	97.94%	2,046,994	102,243,859	99.94%
2011	8/31/2012	108,289,335	106,266,574	98.13%	1,715,092	107,981,666	99.72%
2012	6/30/2013	117,287,931	114,706,106	97.80%	2,308,548	117,014,654	99.77%
2013	6/30/2014	125,608,672	123,006,818	97.93%	2,322,597	125,329,415	99.78%
2014	6/30/2015	136,574,880	133,803,251	97.97%	2,377,926	136,181,177	99.71%
2015	6/30/2016	145,399,611	142,544,573	98.04%	2,405,508	144,950,081	99.69%
2016	6/30/2017	150,911,929	147,489,073	97.73%	2,924,422	150,413,495	99.67%
2017	6/30/2018	161,027,497	157,378,653	97.73%	2,809,814	160,188,467	99.48%
2018	6/30/2019	164,232,322	160,665,016	97.83%	2,159,894	162,824,910	99.14%
2019	6/30/2020	170,950,860	157,260,698	91.99%	-	157,260,698	91.99%

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

Due to the fiscal year change there are ten months for the 2013 fiscal period.

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

Year Ended	General Obligation Debt (2)	Capital Leases	Loans Payable	Total Primary Government	Percentage of Debt to Assessed Value (1)	Debt Per Capita (2)	Debt Per Student (2)	Percentage of Debt to Personal Income (2)
8/31/2011	333,790,000	-	-	\$ 333,790,000	4.20%	3,339	16,907	15.19%
8/31/2012	321,710,000	-	4,141,875	\$ 325,851,875	4.15%	3,231	16,294	14.56%
6/30/2013	312,425,000	-	4,857,124	\$ 317,282,124	3.77%	3,119	15,743	14.10%
6/30/2014	471,315,000	-	4,451,450	\$ 475,766,450	5.64%	4,635	23,040	20.77%
6/30/2015	560,934,790	-	3,896,210	\$ 564,831,000	6.28%	5,455	26,352	24.33%
6/30/2016	540,638,875	-	3,324,125	\$ 543,963,000	5.58%	5,207	24,856	23.11%
6/30/2017	520,916,987	-	2,751,915	\$ 523,668,902	5.06%	4,969	23,580	21.94%
6/30/2018	505,864,171	-	2,127,354	\$ 507,991,525	4.43%	4,778	22,770	20.99%
6/30/2019	484,441,388	-	33,231,603	\$ 517,672,991	3.86%	4,826	23,499	19.76%
6/30/2020	589,319,044	-	32,582,867	\$ 621,901,911	4.21%	5,747	26,745	22.00%

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 Economic Statistics* schedule for details on population, student data and personal income

Fiscal year 2013 was comprised of only 10 months.

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

	8/31/2011	8/31/2012	6/30/2013	6/30/2014
Debt Limit	\$ 795,196,273	\$ 785,520,596	\$ 841,805,785	\$ 844,065,937
Total Net Debt Applicable to Limit	<u>320,580,102</u>	<u>295,567,708</u>	<u>292,433,191</u>	<u>434,638,690</u>
Legal Debt Margin	<u>\$ 474,616,171</u>	<u>\$ 489,952,888</u>	<u>\$ 549,372,594</u>	<u>\$ 409,427,247</u>
Total Net Debt Applicable to the limit as a percentage of debt limit	40.31%	37.63%	34.74%	51.49%

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

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

6/30/2015	6/30/2016	6/30/2017	6/30/2018	6/30/2019	6/30/2020
\$ 899,377,740	\$ 974,327,753	\$ 1,035,697,622	\$ 1,146,530,930	\$ 1,341,897,554	\$ 1,341,897,554
<u>535,892,177</u>	<u>569,041,523</u>	<u>492,890,252</u>	<u>471,242,245</u>	<u>455,045,788</u>	<u>556,210,595</u>
<u>\$ 363,485,563</u>	<u>\$ 409,427,247</u>	<u>\$ 542,807,370</u>	<u>\$ 675,288,685</u>	<u>\$ 886,851,766</u>	<u>\$ 785,686,959</u>
59.58%	58.40%	47.59%	41.10%	33.91%	41.45%

Legal Debt Margin Calculation for 2020

2019 Assessed/Taxable Value	\$ 13,418,975,538
Debt Limit Percent of Assessed Value	<u>10%</u>
Amount of Debt Applicable to Debt Limit	1,341,897,554
Total Bonded Debt	\$ 589,319,044
Less Amounts Available for Retirement of Bonds	<u>(33,108,449)</u>
Amount of Debt Applicable to Debt Limit	<u>556,210,595</u>
Legal Debt Margin	<u><u>\$ 785,686,959</u></u>

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

Year Ended	Schoolhouse and Refunding Bonds Outstanding	Less Reserve Available for Retirement of Debt (3)	Net Bonded Debt Outstanding at Year End	Percentage of Bonded Debt to Actual Property Value (1)	Net Bonded Debt Per Student (2)
8/31/2011	333,790,000	13,209,898	320,580,102	3.63%	16,598
8/31/2012	321,710,000	26,142,292	295,567,708	3.72%	14,971
6/30/2013	312,425,000	33,552,203	278,872,797	3.55%	13,945
6/30/2014	471,315,000	36,676,310	434,638,690	5.16%	21,566
6/30/2015	560,934,790	25,042,613	535,892,177	6.35%	25,951
6/30/2016	540,638,875	28,402,648	512,236,227	5.70%	23,898
6/30/2017	540,638,875	28,026,735	512,612,140	5.26%	23,423
6/30/2018	520,916,987	28,820,534	492,096,453	4.75%	22,159
6/30/2019	484,441,388	29,395,600	455,045,788	3.39%	20,656
6/30/2020	589,319,044	26,875,815	562,443,229	3.81%	24,188

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

(3) Prior to 2020, the fund balance for the Debt Service fund was used in the calculation. Beginning in 2020, the Government Wide Net Position restricted for Debt Service was used.

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 COMPUTATION OF ESTIMATED DIRECT AND OVERLAPPING DEBT
 JUNE 30, 2020
 (Unaudited)

Governmental Unit	Debt Outstanding	As of	Percentage Overlapping (1)	Estimated Overlapping Debt
Baytown, City of	\$ 189,640,000	6/30/2020	100.00%	\$ 189,640,000
Chambers County *	51,335,000	6/30/2020	36.57%	\$ 18,773,210
Chambers County ID #1	76,330,000	6/30/2020	100.00%	\$ 76,330,000
Chambers County ID #2	23,185,000	6/30/2020	100.00%	\$ 23,185,000
Chambers County MUD #1	11,495,000	6/30/2020	100.00%	\$ 11,495,000
Harris County *	1,885,182,125	6/30/2020	2.32%	\$ 43,736,225
Harris County Department of Education	6,320,000	6/30/2020	2.32%	\$ 146,624
Harris County Flood Control	83,075,000	6/30/2020	2.32%	\$ 1,927,340
Harris County FWSD #27	705,000	6/30/2020	100.00%	\$ 705,000
Harris County MUD #213B	3,180,000	6/30/2020	100.00%	\$ 3,180,000
Harris County MUD #459	7,000,000	6/30/2020	100.00%	\$ 7,000,000
Harris County WCID #1	7,810,000	6/30/2020	94.09%	\$ 7,348,429
Harris County Hosp Dist	86,050,000	6/30/2020	2.32%	\$ 1,996,360
City of Houston	3,423,995,000	6/30/2020	0.05%	\$ 1,711,998
Lake MUD	17,515,000	6/30/2020	100.00%	\$ 17,515,000
Lee College District	41,115,000	6/30/2020	100.00%	\$ 41,115,000
Port of Houston Authority	572,569,397	6/30/2020	2.32%	\$ 13,283,610
Spring Meadows MUD	14,525,000	6/30/2020	100.00%	\$ 14,525,000
				Total Overlapping Debt
				473,613,795
				Goose Creek CISD Direct Debt
				564,166,000
				Total Direct and Overlapping Net Debt
				<u>\$ 1,037,779,795</u>

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 YEARS
 (Unaudited)

Fiscal Year	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		
8/31/2011	99,958	2,197,765,553	21,987	8.50%	9.40%	8.20%	9.00%	74.96%	19,743
8/31/2012	100,843	2,238,008,699	22,193	7.00%	8.40%	7.00%	8.10%	69.81%	19,998
6/30/2013	101,736	2,249,902,011	22,115	6.80%	7.50%	6.90%	7.60%	71.52%	20,154
6/30/2014	102,638	2,290,158,438	22,313	5.40%	7.10%	5.10%	6.10%	71.70%	20,650
6/30/2015	103,547	2,322,001,488	22,425	4.80%	5.50%	4.40%	5.30%	70.04%	21,434
6/30/2016	104,465	2,354,287,294	22,537	5.50%	6.30%	4.50%	4.90%	70.28%	21,885
6/30/2017	105,390	2,387,022,011	22,649	5.30%	6.90%	4.60%	4.40%	72.12%	22,208
6/30/2018	106,324	2,420,211,881	22,763	4.70%	5.80%	3.80%	4.00%	72.46%	22,310
6/30/2019	107,266	2,619,972,010	24,425	3.90%	4.80%	3.40%	3.70%	74.53%	22,030
6/30/2020	108,216	2,827,261,016	26,126	8.40%	10.40%	8.30%	11.20%	71.82%	23,253

(1) Based on U.S. Census Data through 2013; increased 5% for each year thereafter

(2) Based on 2010 U.S. Census Bureau/American Community Survey annual data; estimated annual growth estimates based on 0.886%

(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	2020			2011		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Exxon Mobil-Baytown Complex	3,785	1	6.91%	3,785	1	6.91%
Goose Creek Consolidated ISD	3,015	2	5.50%	2,928	2	5.34%
Houston Methodist San Jacinto Hospital	1,699	3	3.10%	1,621	3	2.96%
Covestro	1,100	4	2.01%	967	4	1.77%
Chevron Chemical/Cedar Bayou Plant	980	5	1.79%	637	6	1.16%
City of Baytown	875	6	1.60%	743	5	1.36%
Lee College	691	7	1.26%	355	8	0.65%
Wal-Mart Distribution	600	8	1.10%	550	7	1.00%
JSW Steel	402	9	0.73%	-	-	0.00%
Borusan Mannesman	206	10	0.38%	-	-	0.00%
Home Depot Distribution Center	-	-	0.00%	319	9	0.58%
TMK - IPSCO	-	-	0.00%	215	10	0.39%
	<u>13,353</u>		<u>24.37%</u>	<u>12,120</u>		<u>22.12%</u>

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

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY POSITION
 LAST TEN FISCAL YEARS
 (Unaudited)

Full-Time Equivalent	8/31/2011	8/31/2012	6/30/2013	6/30/2014	6/30/2015	6/30/2016	6/30/2017	6/30/2018	6/30/2019	6/30/2020
Professional Staff										
Substitute Teacher	6	2	4	5	8	3	4	1	11	-
Teachers	1,441	1,330	1,350	1,433	1,471	1,486	1,457	1,508	1,523	1,548
Subtotal	1,447	1,332	1,354	1,438	1,479	1,489	1,461	1,509	1,534	1,548
Support Staff										
Athletic Trainers	-	2	3	3	3	4	5	5	5	6
Audiologist	-	-	-	-	-	-	-	1	1	1
Counselors	39	39	38	37	45	47	47	47	46	52
Department Heads	-	-	-	-	29	28	28	-	-	-
Educational Diagnostician	17	17	17	13	-	-	-	22	30	25
Librarians	20	18	19	20	21	23	18	17	13	18
School Nurses	24	24	24	24	25	27	26	27	28	29
Social Worker	-	-	-	4	4	4	4	4	3	-
Speech Thrpst/Speech-Lang Pathologists	18	18	14	13	-	1	1	25	31	43
Teacher Facilitators	18	1	1	3	1	1	1	38	37	45
Other Campus Professional Personnel	-	62	57	57	23	28	27	69	93	256
Subtotal	136	182	173	174	151	163	156	255	287	475
Administrative Staff										
Assistant Principal	44	43	46	48	41	48	50	60	60	63
District Instructional Program or Executive Director	-	1	1	4	4	2	2	20	20	22
Principal	23	22	22	25	27	27	27	27	28	28
Athletic Director	-	-	-	-	-	-	-	1	-	2
Other District Exempt Professional Auxliary	-	-	-	-	-	-	-	50	45	45
Registrar	2	1	-	-	-	-	-	-	-	-
Subtotal	69	67	69	77	72	77	79	158	153	160
Educational Aides	200	202	211	213	233	253	266	344	350	357
Total Professional Staff	1,852	1,782	1,806	1,902	1,935	1,981	1,962	2,265	2,324	2,540
Auxiliary Staff	925	863	851	862	941	1,002	989	1,051	1,052	950
Total Personnel (FTE's)	2,977	2,847	2,867	2,978	3,109	3,236	2,950	3,316	3,376	3,490

Source: Texas Education Agency and OnData Suite

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

Year Ended	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)
8/31/2011	195,410,475	19,743	9,898	224,380,639	11,365	1,447	14.42
8/31/2012	191,906,369	19,998	9,596	219,655,368	10,984	1,332	15.99
6/30/2013	179,890,693	20,154	8,926	203,229,368	10,084	1,354	15.90
6/30/2014	227,329,646	20,650	11,009	257,727,167	12,481	1,438	15.32
6/30/2015	242,275,086	21,434	11,303	275,677,324	12,862	1,479	15.43
6/30/2016	242,081,546	21,885	11,062	286,924,243	13,111	1,489	15.70
6/30/2017	233,102,602	22,208	10,496	275,759,264	12,417	1,461	16.15
6/30/2018	242,052,063	22,310	10,849	204,439,148	9,164	1,509	15.77
6/30/2019	253,739,081	22,030	11,518	310,544,697	14,096	1,534	15.54
6/30/2020	267,305,924	23,253	11,495	331,501,748	14,256	1,548	15.46

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 position) 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) Forecast5 Analytics (previously known as eFACTS+), Texas Education Agency and OnData Suite

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

Year Ended	Average Years Experience of Teachers	District Average Teacher Salary	Education Region Average Teacher Salary	State Average Teacher Salary
8/31/2011	10.77	50,503	50,616	48,639
8/31/2012	11.02	51,360	50,383	48,375
6/30/2013	10.70	51,045	49,907	48,821
6/30/2014	10.24	56,136	52,261	50,179
6/30/2015	10.10	57,552	54,224	50,734
6/30/2016	10.3	58,801	55,240	52,090
6/30/2017	10.7	57,656	55,558	47,283
6/30/2018	10.4	58,523	57,076	53,334
6/30/2019	10.3	59,526	58,781	59,601
6/30/2020	11.41	62,527	57,707	54,122

Source: Frontline and TAPR (Texas Academic Performance Reports)

GOOSE CREEK CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
INSTRUCTIONAL BUILDING DATA
JUNE 30, 2020
(Unaudited)

Instructional Facility	Year of Construction	Square Feet	Instructional Capacity	Final 19-20 Enrollment	Final 18-19 Enrollment
<u>High Schools:</u>					
Robert E. Lee	1930	403,637	1,968	1798	1597
Ross S. Sterling	1966	508,105	2,554	2137	2440
Goose Creek Memorial High School	2008	418,982	2,536	2148	2226
Impact Early College	2015	51,139	418	396	396
Stuart Career Tech High School	2017	81,716	365	230	230
Peter Hyland Center	2010	64,925	(1)	35	35
Point Alternative Learning Center	2003	13,839	(1)	40	40
Stuart Career Center	1973	43,191	(1)	(1)	(1)
High Point and JJAEP High School	n/a	n/a	(1)	(1)	(1)
<u>Junior Highs:</u>					
Baytown Junior High	1982	159,639	958	1010	932
Cedar Bayou Junior High	2002	186,745	1,198	1057	1052
Gentry Junior High	1980	156,651	1,164	1149	1069
Highlands Junior High	2008	196,808	1,272	1213	1156
Horace Mann Junior High	1994	166,775	1,176	1046	1014
Point Alternative Learning Center	2003	n/a	(1)	(1)	(1)
High Point and JJAEP High School	n/a	n/a	(1)	(1)	(1)
<u>Elementaries:</u>					
Alamo Elementary	1980	96,129	850	764	730
Ashbel Smith Elementary	1994	65,677	924	715	778
Austin Elementary	1994	105,372	814	774	747
Banuelos Elementary	2014	96,129	850	862	881
Bowie Elementary	2008	97,892	880	843	852
Carver Elementary	2002	94,515	836	689	712
Clark Elementary	2014	96,129	850	701	670
Crockett Elementary	1981	73,610	638	713	671
DeZavala Elementary	1992	94,953	924	685	797
Harlem Elementary	1992	100,905	814	661	657
Highlands Elementary	1992	94,953	814	811	816
Hopper Primary	1980	65,608	462	490	518
Lamar Elementary	1994	99,850	858	681	700
San Jacinto Elementary	1982	81,311	528	453	480
Travis Elementary	2002	94,515	880	887	840
Victoria Walker Elementary	2007	105,191	924	830	822
Total			26,090	23,815	23,855

Source: District records, GCCISD May 2020 and 2020 Membership Reports

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) Stuart Career Tech High School began in the 17-18 school year.

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

