

**COMPREHENSIVE**  
**Annual Financial Report**

**FOR THE YEAR ENDED AUGUST 31, 2011**



**San Antonio Independent School District**  
141 Lavaca Street, San Antonio, Bexar County, TX 78210 • [www.saisd.net](http://www.saisd.net)

# **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

## **SAN ANTONIO INDEPENDENT SCHOOL DISTRICT**

San Antonio, Texas

For The Year Ended August 31, 2011

Prepared by the

Financial Services Division

**Steven Bassett, CPA, RTSBA**

Associate Superintendent of Financial Services, Business Operations and Food Services

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## **INTRODUCTORY SECTION**

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SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

COMPREHENSIVE ANNUAL FINANCIAL REPORT

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# San Antonio Independent School District

141 Lavaca Street • San Antonio, Texas 78210-1095

Telephone (210) 554-8590 Fax (210) 299-5572

*Financial Services and Business Operations*

## BOARD OF EDUCATION

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Superintendent

January 17, 2012

Mr. Ed Garza, President,  
Board of Trustees Members, and  
Patrons of the San Antonio Independent School District  
San Antonio, Texas 78210-1095

Dear Mr. Garza, Board Members and Patrons:

State law requires that all public school districts publish, within one hundred fifty days of the close of each fiscal year, a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the San Antonio Independent School District (District) for the fiscal year ended August 31, 2011.

This report consists of management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all of 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 protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP. 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. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The District's financial statements have been audited by Garza/Gonzalez and Associates, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended August 31, 2011, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the District's financial statements for the fiscal year ended August 31, 2011, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the District was 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 financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. Information related to this single audit, including a schedule of expenditures of federal awards, the independent auditors’ reports on the internal controls and compliance with applicable laws and regulations, and a schedule of findings and questioned costs is included in the Federal Awards Section of this report.

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

This comprehensive annual financial report consists of four major sections: (1) the Introductory Section which describes our District and the contents of the report; (2) the Financial Section which contains the basic financial statements and notes, combining schedules and required TEA schedules; (3) the Statistical Section which shows prior years information for comparison purposes and other general information; and (4) the Federal Awards Section, as required.

### **Profile of the Government**

The District is a political subdivision of the State of Texas, governed and operating as an independent school district under the laws thereof. The District, originally chartered by the State in 1903, encompasses 79 square miles in central Bexar County, Texas. It is an urban school district; the third largest district in San Antonio and one of the 15 largest districts in the State of Texas.

The District is governed by a seven-member Board of Trustees (Board) comprised of District residents, with each trustee representing one of the seven single-member districts and elected by voters of that district. The Board is responsible for managing and governing the schools of the District, including adopting goals and objectives for the District, reviewing and acting on policies, adopting an annual budget, levying and collecting District taxes, hiring school personnel as recommended by the superintendent, setting salary schedules, adopting District policies and setting directions for curriculum, and reporting to the public on the District’s progress. The District’s Superintendent of Schools and staff assist the Board with financial and administrative matters and oversee the day-to-day operations of the District.

For more than a century, the District has set high standards for all and has been educating some of San Antonio’s most notable citizens including a Nobel Laureate, an astronaut, the Mayor of the city of San Antonio, the President of the University of Texas at San Antonio, public servants, acclaimed athletes and entertainers. Today the Board of Trustees’ commitment to our students, parents and patrons is reflected through its mission statement, vision, core beliefs and core values that follow:

### **Mission Statement**

To graduate all of our students and prepare them for success in higher education.

The San Antonio ISD graduate will:

- Have the academic and technological skills to be successful in education, without remediation, in addition to being successful in career and life
- Possess the experiences and social skills to be successful in education, career and life
- Communicate effectively in written and verbal form in any setting
- Possess the self-discipline, drive and confidence to be successful in life

### **Vision**

Our primary purpose of improving lives through a quality education is driven by an unrelenting determination to graduate all of our students and prepare them for success in higher education. Our ideology is reflected in our fundamental beliefs, commitments and core values that guide us in our daily practices.

### **Core Beliefs**

The District's commitment to this mission is driven by five fundamental beliefs around which the District has built its governing policies and daily practices:

- Every student can learn and achieve at high levels.
- We are responsible for the education and safety of every student.
- We are responsible for the efficient and effective operation of the school system.
- Everyone should be treated with respect.
- People support what they help create.

### **Core Values**

The District has adopted seven Core Values that exemplify the five fundamental beliefs in action. In order to achieve our goals and attain our commitment, we expect the following values to guide the behavior of all employees:

- **Student Centered**
- Reflect **High Expectations**
- Show **Commitment**
- Exude **Passion**
- Embody **Integrity**
- Demonstrate **Respect**
- Employ **Teamwork**

The District provides a comprehensive instructional program and related services from pre-kindergarten through the twelfth grade for our 54,396 students. This includes a special education program for students with disabilities, occupational education, bilingual instruction for those with limited English proficiency, specialized instruction for disadvantaged students, and a Head Start Program for three (3) and four (4) year olds. These basic programs are supplemented by college preparatory curriculum, Magnet programs, and career and technology education. Specialized schools are also an option for middle and high school students, as are a variety of extracurricular opportunities. The District also provides for community and adult education by offering a wide variety of academic and occupational courses.

**District Accomplishments** – The District’s accomplishments continue to be recognized by local, state and national publications. Most recently, the District was recognized for the following achievements:

- The Texas Education Agency rated more than half of the District’s schools as recognized or academically acceptable for 2011. While the District experienced a decrease in exemplary campuses, similar trends appeared across the state, in Bexar County and large urban districts. This is due to the passing standards for both math and science increasing by 5 percentage points.
- Student performance on 2011 elementary-level state accountability tests is at the recognized level in reading, math and writing. Secondary-level student performance is at the exemplary level in social studies and at the recognized level in reading and writing.
- The District has been showing a significant increase of on-time graduates over the past few years, improving by almost 10 percentage points since 2008.
- More than \$43 million in scholarships was awarded to the graduating class of 2011. Awards per campus ranged from approximately \$2 million to nearly \$10 million. The number of students receiving scholarships totaled 1,101.
- Travis Early College High School Class of 2011 students are on track to graduate this spring with college credits earned in the past four years – cost-free to students and their families. These students could graduate having earned up to 60 college credit hours and/or an Associate’s Degree.
- The percentage of students dropping out of school has decreased by 7.8% over the past three years. This change is due to the District implementing Leaver Teams at each High School in order to track and work with potential dropouts.
- The National Center for Educational Achievement has named nine District campuses to its 2011 NCEA Higher Performing Schools List. This is the second consecutive year Arnold Elementary School has earned this distinction in all of the tested areas: Math, Reading, Science and Writing

**Budgetary Controls** - The annual budget serves as the foundation for the District’s financial planning and control. The District’s fiscal year begins September 1st and ends August 31st. The budget is initially prepared under the direction of the Superintendent of Schools. The Board reviews the budget during workshops conducted from May through August. The final budget is required by State law to be adopted by August 31<sup>st</sup>. The District maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board.

Activities of the General Fund, the Debt Service Fund, and the Child Nutrition Program Fund (which is reported in the Special Revenue Fund group) are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by major functional category.

Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund, this comparison is presented in Exhibit G-1, as required supplementary information. For the Child Nutrition Program Fund and Debt Service Fund, these comparisons are presented in Exhibits J-4 and J-5, respectively, as required TEA schedules.

### **Factors Affecting Financial Condition**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the District operates.

**Population** – San Antonio is now the 7<sup>th</sup> largest city in the United States and the 2<sup>nd</sup> largest city in the state of Texas. It has a population of over 1.3 million residents and, of the ten largest cities in the United States, has experienced the highest population increase, growing by more than 181,000 people between 2000 and 2010 according to the US Census Bureau.

The breakdown of our student membership is as follows:

• Early Ed (Sp Ed)	61
• Pre-K	4,850
• K-5	25,836
• 6-8	10,664
• 9-12	<u>12,985</u>
TOTAL	<u>54,396</u>

The projected average daily attendance (ADA) for 2011-2012 is approximately 49,399.

**Local Economy** – The economy in San Antonio, along with the rest of the country, has suffered through the worst recession in 50 years. The District, which includes the inner city and downtown areas, has experienced a slowdown in new residential development and commercial growth due to a lack of available financing. Job losses have been experienced throughout San Antonio in several industries, but investments locally in military medicine have lessened the impact on the economy as a whole. San Antonio possesses a diverse workforce and stable economy due to strengths in local small businesses and regional consumer spending; therefore, the effects of the recession are expected to give way to a gradual recovery through the end of 2012.

**State Economic Outlook** – The 82<sup>nd</sup> State of Texas Legislative session will be remembered as one of the most contentious sessions in years. The session concluded in July of 2011 with the challenge of a substantial state budget deficit. Senate Bill 1 was passed for school finance, and underfunds the existing Foundation School Program formulas by \$4 billion over the biennium which means a 6% budget reduction to the average school district. In addition to the funding provided by the Foundation School Program, a large number of competitive grant programs were eliminated or reduced at both the state and federal levels. As the nation faces some very difficult challenges, so does the state. There remains much concern about the future of state funding of education.

**American Recovery and Reinvestment Act** – The American Recovery and Reinvestment Act (ARRA) was signed into law in February 2009 in an attempt to stabilize the economy during the nationwide economic crisis. The ARRA had three immediate goals: create new jobs as well as save

existing ones; spur economic activity and investment in long-term economic growth; and foster unprecedented levels of accountability and transparency in government spending. The ARRA intended to achieve the goals by providing billions in tax cuts and benefits for millions of working families and businesses, making billions available for federal contracts, grants and loans, and increasing federal funds for health care and education.

The District did receive ARRA funding in both the 2009-2010 and 2010-2011 school years. More specifically, approximately \$45.1 million was received from the ARRA Title XIV State Fiscal Stabilization Funds for the two years. These funds were moved from the General Fund into Special Revenue Funds for the purchase of technology and for general and special education instructors. An additional \$38.7 million in stimulus monies was received during these two years for use in special education, preschool, and homeless activities.

During the 2010-2011 school year, the District issued \$151.5 million of Build America Bonds (“BAB’s”) and \$61.1 million of Qualified School Construction Bonds (“QSCB’s”) that were created by the ARRA as an alternative to tax-exempt governmental bonds. The BAB’s and QSCB’s are eligible to receive a refundable credit payment equal to 35% of the BAB’s interest payable and 100% of the QSCB’s interest payable on each interest payment date.

**Campus Closures** – The District continues to evaluate the possible closure of schools and a reduction of staff to control costs and eliminate under-utilized campuses. The District had previously begun the evaluation process for school closure and cost containment. This did result in the closure of six (6) campuses in June 2008. The closure of the campuses allowed the District to realize staff savings of approximately \$5.5 million and utilities savings of \$0.5 million. Cost savings from these school closures continue to be realized.

**Financial Policies** – As one of the 15 largest school districts in the State of Texas, the District is diligently planning for the future. Student enrollment drives the District’s planning process along with management’s commitment to providing the best education available to our students. The District’s strategic planning is an ongoing process. The Superintendent, working closely with the Associate Superintendent of Financial Services, Business Operations and Food Services, through the Superintendent’s Executive Team, constantly reviews the fiscal operations of the District. The Superintendent’s Executive Team continually studies different areas of cost containment as they strategically view the demographics of the District and ongoing economic climate. These reviews have included the feasibility of achieving cost savings through efficiencies gained in implementing an ERP system, Time and Attendance system, Electronic Workflow system, Warehousing consolidation, and implementation of a leave buy back incentive to employees who resign within defined program policies and consolidation of central office operations at a centralized site.

**Child Nutrition Program** – The Child Nutrition Program continues to enhance its operations. As a result of the administrative team’s continued effort to streamline operations, increase meal participation, cut costs and increase revenue, the program experienced a profitable year and was able to maintain a positive fund balance. Effective for the 2010-2011 school year, the District began to offer breakfast to all students whereby the District absorbs the cost of the meal and all students are allowed to eat breakfast free of charge. The District’s top priority is to ensure that each child receives a healthy breakfast and lunch.

The District serves breakfasts, lunches, and afterschool snacks to students through the School Nutrition Program. In addition to breakfast and lunch, the District must serve an afternoon snack to all Head Start students and claim these snacks through the Child and Adult Care Food Program. Currently, the District offers Head Start at 27 campuses.

The District also participates in the Fresh Fruit and Vegetable program. This program is offered at 27 campuses, and students are offered the opportunity to taste a wide variety of fruits and vegetables.

The District is reimbursed based on the number of free, reduced, and paid breakfasts and lunches served as well as on the number of after-school and Head Start afternoon snacks served. Each year, the federal reimbursement rates increase. The rates increased by 1.86% for lunch, 2.39% for breakfast, and 2.7% for after-school and Head Start snacks from the 2010-2011 to the 2011-2012 school year. The District was awarded \$712,000 to offer a variety of fruits and vegetables to our students.

**Long-term Financial Planning** – The District has maintained a positive fund balance to ensure that needed resources are available when required to meet unexpected revenue shortfalls and one-time expenditures that may exceed the annual operating budget. The District, because of its continued cost containment efforts and financial planning, has been successful in adding to the General Operating Fund Balance while establishing and funding Internal Service Funds.

The District's Maintenance and Operations tax rate for tax year 2010 continues at \$1.04 per \$100 valuation. State funding for the General Fund is about 65% of the total General Fund revenue and is estimated to increase over the next year. Federal funding is expected to decrease slightly due to decreased availability of federal program funding.

Grant funding plays an important role as a resource to supplement regular funding and to expand programs needed for greater academic achievement.

**Interest Rates** – The steady decline in interest rates continues to adversely affect the interest earnings of the District. To illustrate the decline in rates, the overnight Federal Funds Rate at August 2008 was at 2.00%, after a steady series of rate cuts, on December 16, 2008, this rate was set at 0.25% and continues to be artificially maintained at this rate to stimulate the economy. The effect to the District has been a noted decrease in investment earnings.

**Cash Management Policies and Practices** - The District is required to execute a depository agreement with a banking institution for a period of two years. Competitive bidding is mandated and state law sets general terms. The District's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. All deposits were secured by Federal Deposit Insurance Corporation (FDIC) coverage and pledged securities. The District has an active cash management program in prudently investing available cash. Cash temporarily idle during the year was invested in local government investment pools, no load money market mutual funds, federal agency coupon securities and municipal obligations.



**Risk Management & Safety** - The District strives to materially reduce risk-related losses and concurrently reduce costs by following good risk management practices. Some of the District's risk management programs consist of, but are not limited to, the following:

- Student Accident and Athletic Insurance
- Workers' Compensation Self-Funded Program
- Excess Workers' Compensation, Employer's Liability, Commercial General Liability and Law Enforcement Professional Legal Liability Insurance
- Property, Boiler and Machinery Insurance
- Auto Liability Insurance
- Underground Storage Tank Pollution Legal Liability Insurance
- Employee Dishonesty Insurance
- Bonds

The Board approved the creation of a Safety Program during the 2010-2011 budget approval process. The purpose of the Safety Program is to oversee and monitor the implementation and performance of safety, loss prevention, and training programs. These programs were established for the purpose of controlling risk or loss to employees, students, general public and District property, and to ensure the District is compliant with policies and applicable state and federal laws and regulations. The goal of the Safety Program is to provide the primary means by which high standards of performance are achieved through sound analysis, classification of risks, and the appropriate measurement and control of the financial effect of risk in the operational components of the District.

**Pension Plan** - The District contributes to the Teacher Retirement System of Texas (TRS), a public employee and cost-sharing multiple employer defined benefit pension plan. Under this plan, risks and costs are a liability of the State of Texas, rather than a liability of the District. Additional information on the District's pension arrangements can be found in Note F of Section IV of the Notes to the Financial Statements.

**SAISD Foundation** - The San Antonio Foundation for Excellence in Education exists solely to support the District. The Foundation solicits and accepts general and restricted gifts from corporations, other foundations, and individuals. It provides support to the District and its schools by:

- Awarding 148 Excellence in Education Innovative Grants totaling \$421,073 and impacting 57,516 students since the Foundation's first year of inception in 2007. These grants allow for the implementation of innovative teaching.
- Awarding 440 New Teacher Supply Grants totaling \$97,450 since 2008. These grants provide needed supplies for classrooms.
- Bestowing Inspire Awards Grants to schools in honor of alumni and to support innovative teachers.
- Serving as fiscal agent for large, multi-school fund raising events.

## **Awards**

### **Certificate of Achievement for Excellence in Financial Reporting**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended August 31, 2010. This marks over twenty-

five consecutive years that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a governmental entity must publish an easily readable and efficiently organized CAFR. This report must satisfy both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

### **Certificate of Excellence in Financial Reporting**

The Association of School Business Officials International (ASBO) awarded its Certificate of Excellence in Financial Reporting to the District for the 2009-2010 fiscal year. This award certifies that the CAFR for the fiscal year ended August 31, 2010 substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials International. The District believes that the 2011 annual report, which will be submitted to ASBO for review, also conforms to these principles and standards.

ASBO also recognized the District for its more than 25 years of participation in the Certificate of Excellence program, making it part of an elite group of just 59 school districts.

### **Distinguished Budget Presentation Award**

The District received the GFOA Budget Presentation Award for a sixth consecutive year. The budget awards program encourages governments to prepare budget documents of the highest quality to meet the needs of decision-makers and citizens.

### **Meritorious Budget Award**

The District received from ASBO the meritorious budget award for five consecutive years. This award recognizes excellence in school budget presentation and demonstrates the District's commitment to sound fiscal management practices. The program encourages both short and long-range budget goals in order to promote effective use of educational resources.

Special recognition was also provided to the District at ASBO's Annual Conference for its 2009 Budget submission. It was selected to help build solid skills in developing, analyzing, and presenting a school budget.

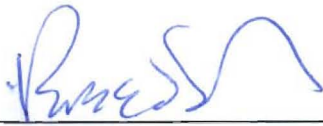
### **Best Chief Financial Officer**

This year, the District's Associate Superintendent of the Financial Services Division is one of 11 area Chief Financial Officers named among the best by the San Antonio Business Journal.

**Acknowledgements** – The preparation of the CAFR on a timely basis was made possible by the dedicated service of the entire staff of the Financial Services Division. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. We would also like to acknowledge our independent auditors, Garza/Gonzalez and Associates, for their role in providing professional guidance and assistance in the preparation of this report.

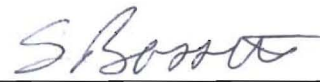
Finally, without the interest, leadership and support of the Board of Trustees, preparation of this report would not have been possible.

Respectfully Submitted,



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Dr. Robert J. Durón  
Superintendent



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Steven Bassett, CPA, RTSBA  
Associate Superintendent of Financial  
Services, Business Operations and  
Food Services

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

San Antonio Independent  
School District, Texas

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

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



*Linda C. Davison*

President

*Jeffrey R. Emer*

Executive Director

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**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

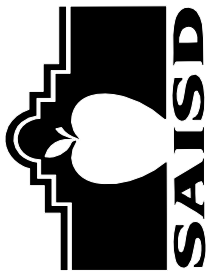
**SAN ANTONIO INDEPENDENT SCHOOL DISTRICT**  
**For its Comprehensive Annual Financial Report (CAFR)**  
For the Fiscal Year Ended August 31, 2010

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

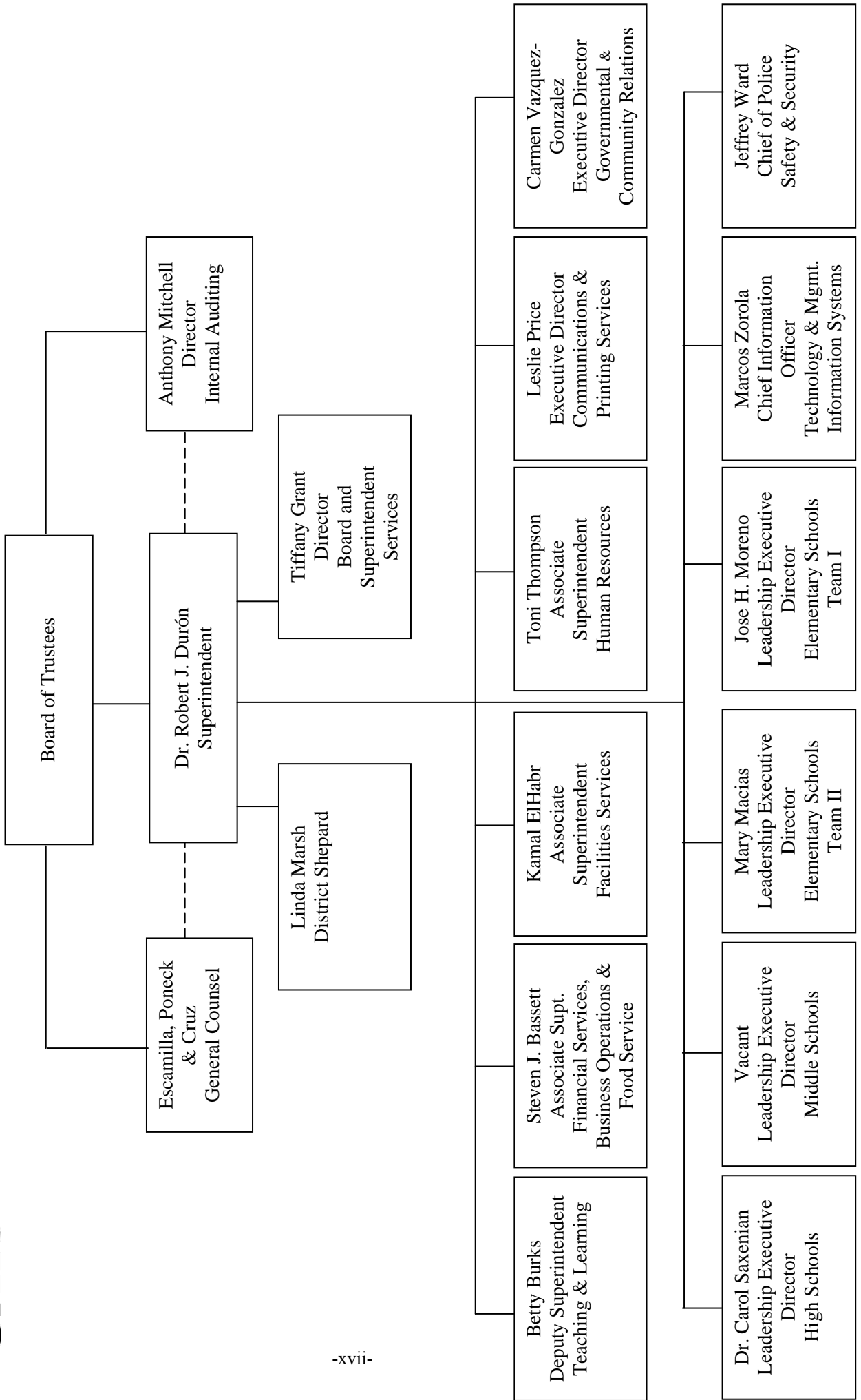
President

Executive Director

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# San Antonio Independent School District Organizational Chart





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San Antonio Independent School District  
San Antonio, Texas

LIST OF PRINCIPAL OFFICIALS

For the Year Ended August 31, 2011

**Board of Trustees**

**Ed Garza**  
*President*

**Rubén D. Cuero**  
*Vice-President*

**Olga M. Hernandez**  
*Secretary*

**Adela R. Segovia**  
*Assistant Secretary*

**James Howard**  
*Trustee*

**Carlos Villarreal**  
*Trustee*

**Patti Radle**  
*Trustee*

**Superintendent and Cabinet**

**Dr. Robert J. Durón**  
*Superintendent of Schools*

**Betty E. Burks**  
*Deputy Superintendent  
Teaching and Learning*

**Steven J. Bassett, CPA,  
RTSBA**  
*Associate Superintendent  
Financial Services, Business  
Operations and Food  
Services*

**Toni Thompson**  
*Associate Superintendent  
Human Resources*

**Kamal El Habr**  
*Associate Superintendent  
Facilities Services*

**Marcos Zorola**  
*Chief Information Officer  
Technology & Management  
Information Systems*

**Carmen Vasquez-Gonzalez**  
*Executive Director  
Governmental & Community  
Relations*

**Leslie Price**  
*Executive Director  
Communications & Printing  
Services*

**Rachel Cervantes**  
*Executive Director  
Curriculum & Instruction*

**Tiffany Grant**  
*Director  
Board and Superintendent  
Services*

**Jose H. Moreno**  
*Leadership Executive Director  
Elementary Schools Team I*

**Dr. Carol Saxenian**  
*Leadership Executive  
Director  
High Schools*

**Mary Macias**  
*Leadership Executive Director  
Elementary Schools Team II*

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**CERTIFICATE OF BOARD**

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

BEXAR

015-907

Name of School District

County

Co. Dist. Number

We, the undersigned, do hereby certify that the attached annual financial reports of the above named school district were reviewed and 7 approved 0 disapproved for the year ended August 31, 2011 at a meeting of the Board of Trustees of such school district on the 17<sup>th</sup> day of January, 2012.

Olga M. Hernandez  
Signature of Board Secretary

[Signature]  
Signature of Board President

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## **FINANCIAL SECTION**

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# Garza/Gonzalez & Associates

CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT AUDITOR'S REPORT

Board of School Trustees  
San Antonio Independent School District  
San Antonio, Texas

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

We conducted our audit 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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

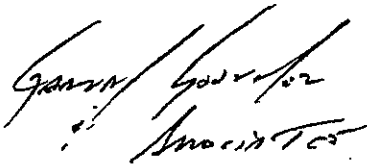


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In accordance with *Government Auditing Standards*, we have also issued our report dated December 16, 2011 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and the budgetary comparison information for the general fund, as listed in the table of contents, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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, other supplementary information, required Texas Education Agency (TEA) schedules, and the statistical section, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of the District. The other supplementary information, required TEA schedules, and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken 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 express no opinion on them.



Grant Gordon  
Auditor

December 16, 2011

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# SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the San Antonio Independent School District (the "District"), we are providing readers of the District's financial statements this narrative overview and analysis of the District's financial activities for the fiscal year ended August 31, 2011. Please read it in conjunction with the transmittal letter, which can be found at the front of this report, and the District's financial statements, which follow this section.

### FINANCIAL HIGHLIGHTS

- The District's total combined net assets as reflected in the government-wide Statement of Net Assets were \$410,572,033 at August 31, 2011. Of this amount, \$78,269,882 (unrestricted net assets) may be used to meet the District's ongoing obligations.
- The District's Statement of Activities reflects an increase in net assets for Governmental Activities in the amount of \$3,175,390. This is a result of expenses being less than the \$576,628,787 generated in taxes, state aid, investment earnings, and other revenues such as charges for services and federal grants.
- The General Fund reported a fund balance in the governmental funds financial statements this year of \$63,168,800. Approximately 68% of this total amount, \$42,956,292, is available for spending at the District's discretion (unassigned fund balance).
- Property tax revenues decreased just a fraction of a percent from the prior year, a decrease of \$549,584. With a \$0.03 increase to the I&S tax rate, the new total tax rate is \$1.2797 per \$100 assessed valuation. The slight decrease in revenue is attributed to a decline in the District's property tax base, which decreased the tax levy by 1%.
- A state budget shortfall reduced funding to the District along with all other school districts in Texas. The Board approved budget reductions in the amount of \$34.1 million in response to the expected funding decrease. Included in the budget reductions were various measures of cost savings.
- In November 2010, voters approved the District to issue \$515 million in bonds. In December 2010, the District issued \$151,450,000 in Unlimited Tax School Building Bonds, Series 2010B. In May 2011, the District issued \$99,085,000 in Unlimited Tax Refunding Bonds, Series 2011, to advance refund \$100,935,000 and \$970,221 of Unlimited Tax Refunding Bonds, Series 2001B Current Interest Bonds and Capital Appreciation Bonds, respectively. In August 2011, the District issued \$61,115,000 in Unlimited Tax Qualified School Construction Bonds, Series 2011.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Assets and the Statement of Activities. These provide information about the activities of the District as a whole and present a long-term view of the District's property and obligations and other financial matters. They reflect the flow of total economic resources in a manner similar to the financial reports of a business enterprise.

# SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

## MANAGEMENT'S DISCUSSION AND ANALYSIS

Fund financial statements report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. The governmental funds statements show how general government services were financed in the short term as well as what resources remain for future spending. They reflect the flow of current financial resources, and supply the basis for tax levies and the appropriations budget. The proprietary funds statements reflect the activity related to services provided to parties within the District, for the District's workers compensation, dental, and health insurance programs. The remaining statements, fiduciary statements, provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the government. The notes to the financial statements provide narrative explanations or additional data needed for full disclosure in the government-wide statements or the fund financial statements.

The combining statements for non-major governmental funds and the combining statements for internal service funds contain even more information about the District's individual Special Revenue and Permanent Funds and Internal Service Funds, respectively. The Statement of Changes in Assets and Liabilities for the agency fund is also included. These are not required by Texas Education Agency (TEA). The sections labeled Required TEA Schedules and Federal Awards Section contain data used by monitoring or regulatory agencies for assurance that the District is using funds supplied in compliance with the terms of grants.

### **Reporting the District as a Whole**

#### ***The Statement of Net Assets and the Statement of Activities***

The analysis of the District's overall financial condition and operations begins on page 6. The primary objective of the analysis is to show whether the District is better or worse off as a result of the year's activities. The Statement of Net Assets includes all of the District's assets and liabilities, while the Statement of Activities includes all the revenues and expenses generated by the District's operations during the year. These statements apply the same basis of accounting used by most private sector companies, that of full accrual.

All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. The District's revenues are divided into one of the following two categories: (1) those provided by outside parties who share the costs of some programs, such as tuition received from students from outside the District and grants provided by the U.S. Department of Education to assist children with disabilities or children from disadvantaged backgrounds (program revenues), or (2) general revenues provided by the taxpayers or by TEA in equalization funding processes (general revenues). All assets of the District are reported whether they serve the current year or future years. Liabilities are considered regardless of whether they must be paid in the current or future years.

These two statements report the District's net assets and changes in them. The District's net assets (the difference between assets and liabilities) provide one measure of the District's financial health, or financial position. Over time, increases or decreases in the District's net assets are one indicator of whether its financial health is improving or deteriorating. To fully assess the overall health of the District, however, you should consider nonfinancial factors as well; such as, changes in the District's average daily attendance, its property tax base, and the condition of the District's facilities.

# SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

## MANAGEMENT'S DISCUSSION AND ANALYSIS

The District's financial condition has improved as evidenced by the increase in government-wide net assets; however, the weighted average daily attendance (WADA) continues to decline. Note that the calculation for WADA was revised with the passage of Senate Bill 1 in 2011, resulting in a decline for the 2011-2012 school year that is more pronounced than it would have been without this funding revision. The continued decline in attendance has required the District to assess facilities and staffing allocations to ensure that the student's needs are best served.

While the District's property tax base has enjoyed growth for most recent years, the state funding methodology, which is driven by the WADA, minimizes the benefit of additional increases in taxable property because it imposes a cap in state funding. Under the current funding system, the District can earn "revenue per WADA at compressed rate" of \$5,072 in local maintenance and operations (M&O) tax revenue and state entitlements per WADA.

For the 2010-2011 fiscal year, the M&O tax rate remained stable at \$1.04 per \$100 assessed valuation. Any changes in the M&O tax revenue will be offset by changes in funding from state entitlements; therefore, any revenue above the target revenue will have to come from increases in grants, investment revenues, or fees for programs and services.

The District's governmental activities are presented in the Statement of Net Assets and the Statement of Activities. All of the District's basic services are reported as governmental activities; including, instruction, counseling, co-curricular activities, food services, transportation, maintenance, community services, and general administration. Property taxes, tuition, fees, and state and federal grants finance these activities.

### **Reporting the District's Funds**

#### ***Fund Financial Statements***

The fund financial statements begin at page 16, and provide detailed information about the District's funds - not the District as a whole. Laws and contracts require the District to establish funds to account for grants received; such as, those received under the No Child Left Behind Act from the U.S. Department of Education. The District's administration establishes many other funds to help it control and manage money for particular purposes (like campus activities).

- *Governmental Funds* – The District reports most of its basic services in governmental funds. These use modified accrual accounting (a method that measures the receipt and disbursement of cash and all other financial assets that can be readily converted to cash) and they report balances that are available for future spending. The governmental fund statements provide a detailed short-term view of the District's general operations and the basic services it provides. We describe the differences between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in reconciliation schedules following each of the governmental fund financial statements. All of the District's activities for its governmental funds are reported in Exhibits C-1 and C-3.
- *Proprietary Funds* – These funds report activities where the District charges users for services.

## SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

### MANAGEMENT'S DISCUSSION AND ANALYSIS

There are two types of proprietary funds, enterprise and internal service funds. The District does not have any enterprise funds but has three internal service funds to account for its workers compensation, dental insurance, and health insurance programs. The District's combined activities for its internal service funds are reported in Exhibits D-1, D-2, and D-3. These activities are also reported individually for each internal service fund in Exhibits H-3, H-4, and H-5.

#### **The District as Trustee**

##### *Reporting the District's Fiduciary Responsibilities*

The District is the trustee, or fiduciary, for money raised by student activities. Money raised by student activities is recorded within the District's Agency Funds. All of the District's fiduciary activities are reported in Exhibit E - 1 with the Statement of Fiduciary Assets and Liabilities. We exclude these resources from the District's other financial statements because the District cannot use them to support its operations. The District is only responsible for ensuring that the assets reported in these funds are used for their intended purposes.

#### **GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$410,572,033 for the year ended August 31, 2011. Unrestricted net assets--the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements represents \$78,269,882 or about 19% of net assets as of August 31, 2011.

At approximately 69% of total net assets, the largest portion of the District's net assets is reflected in its investment in capital assets (e.g., land, buildings, furniture, equipment and vehicles), net of accumulated depreciation and less any related debt, that is still outstanding, used to acquire those assets. The District uses these capital assets to provide services to its student population and its employees. Consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The following analysis focuses on the net assets (Table 1) and change in net assets (Table 2) of the District's governmental activities.

Net assets of the District's governmental activities increased to \$410,572,033 from \$407,396,643. This \$3,175,390 increase in governmental net assets as shown on the District's Statement of Activities (Table 2) is primarily due to the net result of the following factors. First, the fund financial statements reflect a \$196,991,632 increase in total fund balance. This increase can be attributed to the \$193,393,712 increase in the Capital Projects Fund's fund balance, which results from additional funding obtained by issuing new bonds. Secondly, the debt incurred from the bond issuances had the effect of decreasing net assets. The bond issuances, coupled with capital asset acquisitions, the principal payments on bonds payable and maintenance tax notes, accretion on capital appreciation bonds, and changes in other long-term liabilities all net to a \$168,888,038 decrease in net assets. Third, the District recorded depreciation in the amount of

# SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

## MANAGEMENT'S DISCUSSION AND ANALYSIS

\$30,348,763, which is a decrease in net assets. Lastly, the District reclassified taxes and other liabilities resulting in a \$389,298 increase in net assets; and, it used internal service funds to account for revenue and expenses related to its workers compensation and dental insurance programs, which resulted in an increase in net assets by \$5,031,261. All these factors were necessary to convert from a modified accrual to accrual basis of accounting, resulting in the \$3,175,390 increase in net assets.

**Table 1**  
**San Antonio Independent School District**  
**Net Assets**

	Governmental Activities 2011	Governmental Activities 2010
Current and other assets	\$ 389,351,113	\$ 187,633,192
Capital assets	711,145,446	720,676,723
Total assets	\$ 1,100,496,559	\$ 908,309,915
Long-term liabilities	\$ 660,963,308	\$ 471,449,178
Other liabilities	28,961,218	29,464,094
Total liabilities	689,924,526	500,913,272
Net assets:		
Invested in capital assets, net of related debt	285,326,257	297,770,820
Restricted	46,975,894	65,712,857
Unrestricted	78,269,882	43,912,966
Total net assets	\$ 410,572,033	\$ 407,396,643

(Continued)



# SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

## MANAGEMENT'S DISCUSSION AND ANALYSIS

**Table 2**  
**San Antonio Independent School District**  
**Change in Net Assets**

	Governmental Activities 2011	Governmental Activities 2010
Revenues:		
Program revenues:		
Charges for services	\$ 4,661,552	\$ 6,707,738
Operating grants and contributions	195,573,924	194,918,033
General revenues:		
Maintenance and operations taxes	120,824,928	124,185,378
Debt service taxes	27,848,008	25,037,142
Grants and contributions not restricted	223,814,533	222,129,005
Investment Earnings	548,704	615,873
Other	3,357,138	2,667,363
Total revenues	576,628,787	576,260,532
Expenses:		
Instruction and media services	316,874,439	310,189,177
Curriculum and instructional staff development	19,610,974	21,986,186
Instructional and school leadership	41,989,921	40,153,733
Student support services	41,850,030	41,420,035
Food services	34,332,561	31,581,913
Extracurricular activities	9,989,013	10,237,969
General administration	13,028,158	13,299,575
Facilities maintenance, security, and data processing services	63,888,397	64,312,035
Community services	6,705,996	6,218,703
Debt services	23,460,926	22,864,393
JJAEP and other intergovernmental charges	1,074,982	1,138,138
Total expenses	572,805,397	563,401,857
Special Item – (Use)	(648,000)	-
Increase in Net Assets	3,175,390	12,858,675
Beginning Net Assets	407,396,643	394,537,968
Ending Net Assets	\$ 410,572,033	\$ 407,396,643

Changes in Governmental Activities Net Assets are presented in Table 2. The District's total Governmental Activities revenues are \$576,628,787, an increase of \$368,255 from the previous year. This net change is primarily attributed to (1) an increase in operating grants and contributions of \$655,891, which is attributed to a combination of the following: local grants increasing \$130,240; state grants decreasing \$1,727,877, most of which is because the Texas Education Excellence Award Grant did not continue; and federal grants increasing \$2,253,528, with the majority due to the \$1,842,110 direct subsidy receipt for the Series 2010B

## **SAN ANTONIO INDEPENDENT SCHOOL DISTRICT**

### **MANAGEMENT'S DISCUSSION AND ANALYSIS**

bonds, and (2) an increase of \$1,685,528 in unrestricted grants and contributions, which is attributable to an increase in state funding. These increases are offset by a decrease in Charges for Services of \$2,046,186. The majority of the decrease in Charges for Services is attributed to the following decreases: School Foundation State funding of \$127,981, donations of \$190,780, Coca Cola contract revenue of \$775,000, CPS rebate of \$128,896, co-curricular of \$212,812, and food service of \$147,623.

Although the District increased the tax rate by \$0.03, local property tax revenue decreased \$549,584 from the prior year due to a decline in the District's property tax base, which decreased the tax levy by 1%.

The expenses for governmental activities totaled \$572,805,397, an increase of \$9,403,540 from the prior year. The majority of the expense increase is in Instruction and Media Services and Food Services. The higher expenses are attributable to an increase in depreciation from the prior year, offset by decreases which were a direct result of budget cuts made by the District in response to the state funding crisis.

### **THE DISTRICT'S FUNDS**

As the District completed the year, its governmental funds (as presented in the balance sheet on pages 16-17) reported a combined fund balance of \$336,596,968. Included in this year's total change in fund balance is an increase of \$193,393,712 in the District's Capital Projects Funds due to proceeds of two new bond issuances. Fund balances in the General Fund, Debt Service Fund, and Other Funds also increased by a total of \$3,597,920.

Total revenues in the General Fund increased \$208,988 from the prior year, primarily due to (1) an increase of \$2,481,432 in federal revenues as a result of increased billings to the School Health and Related Services (SHARS) program, (2) an increase of \$1,685,528 in state funding, (3) an increase of \$564,371 in TRS on-behalf payments, and (4) the following decreases: local M&O current and delinquent property tax revenues and penalties and interest of \$2,824,106; investment income of \$157,055; School Foundation State funding of \$127,981; donations of \$190,780; Coca Cola contract revenue of \$775,000; CPS rebate of \$128,896; co-curricular of \$212,812; and food service of \$147,623.

Total expenditures in the General Fund increased \$735,062 as compared to the previous year. Payroll and related expenditures increased \$2,266,112 (0.7%) over the prior year, due in part to a district-wide 1.5% pay raise in fiscal year 2011. New and used bus purchases in the 2010-2011 school year accounted for an increase in expenditures over last year of \$1,621,333. Technology infrastructure capital outlay increased \$664,685 over the prior year due to an enhancement identified for the purchase of campus servers. Facilities acquisition and construction expenditures decreased from the prior year by \$2,521,390 due to a land purchase made in June of 2010. During the 2010-2011 school year, the District implemented a 10% budget reduction on non-campus and non-payroll expenditure accounts in order to prepare for the anticipated reduction in state funding in the coming year. The remaining variances across functions amount to a decrease of \$1,295,678 and are primarily a reflection of this initiative.

The fund balance of the Debt Service Fund increased \$1,457,442, from \$38,433,403 in the prior year to \$39,890,845 this year. The Interest and Sinking tax rate increased \$0.03 to \$0.2397 per \$100 valuation for fiscal year 2010-2011, accounting for additional local revenues in the Debt Service Fund. Additionally, an increase in state instructional facilities allotment revenue contributed to the realized increase in fund

# **SAN ANTONIO INDEPENDENT SCHOOL DISTRICT**

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

balance.

The fund balance of the Capital Projects Fund experienced a net increase of \$193,393,712, and results from new bonds issued this fiscal year. Although capital expenditures reduce available fund balances, they create new assets for the District as reported in the Statement of Net Assets and as discussed in the Notes to the Financial Statements.

### **GENERAL FUND BUDGETARY HIGHLIGHTS**

Over the course of the year, the Board of Trustees amended the District's budget several times. These budget amendments are categorized into three classifications: (1) increase to the fund balance; (2) decrease to the fund balance; and (3) no change to the fund balance.

The revenue in the final amended budget in the General Fund was decreased by \$19,457,774 from the adopted budget. The decrease was due primarily to the original budget containing the revenues for American Recovery and Reinvestment Act (ARRA) Title XIV State Fiscal Stabilization Funds of \$21,889,537, but was offset in part by an increase in Federal SHARS revenue. Local property tax revenues were also budgeted to increase, though late tax collections were less than anticipated. Expenditures in the final amended budget for the General Fund are \$26,050,356 less due to the exclusion of the ARRA Funds of \$21,889,537 contained in the originally adopted budget. The budget was increased in Facilities Maintenance & Operations due to the purchase of land, and an increase in Student Transportation is due to the purchase of new and used buses during this school year. Most other functional areas showed minor changes from the adopted budget.

Final budget to actual comparisons in the General Fund reflect a \$10,563,480 positive variance between the expected net change to the fund balance of (\$10,503,171) and the actual change in the fund balance of \$60,309. The majority of the positive variance is due to improved Federal revenue and lower expenditure in select areas. Total revenues were \$142,560 more than expected primarily because of an increase in Federal SHARS revenue. One significant reduction in expenditures occurred in Data Processing Services, and is due to a portion of anticipated technology purchases being brought forward to 2011-2012 due to vendor delays. In total, expenditures were \$8,018,002 less than anticipated, attributed to a mid-year departmental spending reduction and soft hiring freeze implemented by the District in February of 2011.

### **CAPITAL ASSET AND DEBT ADMINISTRATION**

#### **Capital Assets**

The District's investment in capital assets for its governmental activities as of August 31, 2011, amounts to \$711,145,446 (net of accumulated depreciation). The District invests in a broad range of capital assets, including instructional facilities and equipment, transportation facilities and equipment, athletic facilities, and administrative and maintenance buildings and equipment.

This year's total capital outlay was \$21,706,565 and of this amount, \$16,725,153 or 77% was incurred in the capital projects fund for the on-going construction, improvement and expansion of school buildings. The

# SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

## MANAGEMENT'S DISCUSSION AND ANALYSIS

District's fiscal year 2012 capital budget calls for the continuation of projects. The District has no plans to issue additional debt to finance these on-going construction projects.

In April 2010, the Board of Trustees approved the formation of a community-based committee to work towards the November 2010 bond election. Trustees also approved initial recommendations for the first phase of implementation of a restructuring plan, which would eventually involve the consolidation of six of the District's 91 schools, extensive renovation of the main receiving schools, program enhancements for high schools and middle schools, and additional campus upgrades. In August 2010, the Board voted to place a \$515 million bond referendum on the November 2, 2010 ballot. The bond proposition was developed with input from a community-based committee representing all areas of the District. The bond election was successful with 66% of the votes in favor of the bond proposition. Of the authorized \$515 million of voter authorized capacity, the District issued \$151.5 million of Series 2010B Build America Bonds and closed on a \$61.1 million 2011 Qualified School Construction Bond. Funds from the 2010 bond program will pay for improvements to schools across the District, where some buildings are more than 100 years old, and almost half are more than 50 years old. Refer to Note E in section III of the notes to the financial statements for more detailed information on capital assets.

**Table 3**  
**San Antonio Independent School District**  
**Capital Assets**  
**(net of depreciation)**

	Governmental Activities 2011	Governmental Activities 2010
Land	\$ 47,478,788	\$ 42,533,917
Buildings and Improvements	642,392,979	660,015,190
Furniture, Equipment, & Vehicles	17,217,007	16,165,261
Construction in Progress	4,056,672	1,962,355
Total	\$ 711,145,446	\$ 720,676,723

# SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### Debt

At August 31, 2011, the District had \$651,329,988 in bonds outstanding (the "Bonds") and had effectuated a legal defeasance of the Series 2007 maintenance tax notes outstanding. By virtue of the Permanent School Fund, the Bonds are rated "AAA" by Fitch Ratings ("Fitch") and "Aaa" by Moody's Investors Service, Inc. ("Moody's). The Bonds of the District are rated "AA" by Fitch and "Aa2" by Moody's without regard to credit enhancement.

Other long-term obligations include workers' compensation. More detailed information about the District's long-term liabilities is presented in Notes H and I of section III in the notes to the financial statements.

### ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The District's assessed property tax value for the 2011-2012 fiscal year is \$12,264,858,813 compared to the assessed value in the 2010-2011 fiscal year of \$12,423,827,042, which translates to a property value decline of 1.3%. Taxes to fund programs and services for the fiscal year for the average homeowner will actually decrease slightly as the decrease in taxable value of the average residence more than offsets the tax rate increase to \$1.3076 from \$1.2797 per \$100 assessed valuation.

The 2011-2012 fiscal year budget for state revenues is based on a projected ADA of 49,399 students. This number is similar to the prior year.

Programs and services included in the General Fund budget are primarily supported by local and state sources of revenue. The General Fund revenue sources are presented below:

Revenue Sources	Proposed Budget 2011-2012
Local Sources	\$ 126,227,988
State Sources	243,824,994
Federal Sources	<u>22,283,600</u>
Total Operating Fund Revenues	<u>\$ 392,336,582</u>

The District, through its review process, has continued to assess all areas of the District's operations. The District organized a Long-Range Facilities Planning Committee and approved a plan to close 13 schools over the next ten years. The Long-Range Facilities Planning Committee will review the programs offered at each campus, assess the District's facilities, including possible additions and renovations, analyze transportation costs, and develop a timeline for the school closures. The Committee's initial recommendations for phase I implementation that were approved by the Board of Trustees in the spring of 2010 include extensive renovations and improvements to 10 schools that would be receiving students from the consolidation of six schools. Approval of the \$515 million bond proposition allows the District to carry out various components of the Long-Range Facilities plan.

## **SAN ANTONIO INDEPENDENT SCHOOL DISTRICT**

### **MANAGEMENT'S DISCUSSION AND ANALYSIS**

At the same time, the District is enjoying significant improvements in student performance. The Texas Education Agency rated more than half of the District's schools as recognized or academically acceptable for 2011. The District experienced a decrease in exemplary campuses due to passing standards for math and science increasing by 5 percentage points. Other school districts across the state and in Bexar County experienced a similar trend. Additionally, student performance on 2011 elementary-level state accountability tests is at the recognized level in reading, math and writing. Secondary-level student performance is at the exemplary level in social studies and at the recognized level in reading and writing. Furthermore, more than \$43 million in scholarships were awarded to the class of 2011, a 19% increase from 2010. Finally, the percentage of students dropping out of school has decreased by 7.8 percent over the past three years. This decrease is due to the District implementing "Leaver Teams" in order to track and work with all potential dropouts. Improvements in student performance are expected to continue.

### **CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or require additional financial information, contact the District's Financial Services Department, at 141 Lavaca Street, San Antonio, Texas 78210-1095 or by calling (210) 554-8593.

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## **Basic Financial Statements**



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***Government-Wide Financial Statements***

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF NET ASSETS  
AUGUST 31, 2011

EXHIBIT A-1

Data Control Codes	Primary Government  Governmental Activities
<b>ASSETS</b>	
1110 Cash and Cash Equivalents	\$ 317,568,747
1220 Property Taxes Receivable (Delinquent)	15,269,333
1230 Allowance for Uncollectible Taxes	(763,467)
1240 Due from Other Governments	44,019,972
1250 Accrued Interest	12,500
1267 Due from Fiduciary Funds	258
1290 Other Receivables	455,549
1300 Inventories	2,906,881
1410 Deferred Expenses	3,051,746
1420 Bond and Other Debt Issuance Costs	3,749,407
1493 Deposits	575,761
Capital Assets:	
1510 Land	47,478,788
1520 Buildings, Net	642,392,979
1530 Furniture and Equipment, Net	17,217,007
1580 Construction in Progress	4,056,672
1990 Other Assets	2,504,426
1000 Total Assets	1,100,496,559
<b>LIABILITIES</b>	
2110 Accounts Payable	11,251,717
2123 Claims Payable	3,615,198
2124 Compensated Absences	177,516
2140 Interest Payable	1,292,672
2150 Payroll Deductions & Withholdings	5,668,892
2160 Accrued Wages Payable	5,166,965
2177 Due to Fiduciary Funds	6,026
2180 Due to Other Governments	206,285
2300 Unearned Revenues	1,575,947
Noncurrent Liabilities	
2501 Due Within One Year	18,235,957
2502 Due in More Than One Year	642,727,351
2000 Total Liabilities	689,924,526
<b>NET ASSETS</b>	
3200 Invested in Capital Assets, Net of Related Debt	285,326,257
3820 Restricted for Federal and State Programs	9,393,465
3850 Restricted for Debt Service	36,759,469
3870 Restricted for Campus Activities	507,562
3890 Restricted for Other Purposes	315,398
3900 Unrestricted Net Assets	78,269,882
3000 Total Net Assets	\$ 410,572,033

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

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED AUGUST 31, 2011

EXHIBIT B-1

Data Control Codes	1	Program Revenues		6
Codes	Expenses	3 Charges for Services	4 Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets  Primary Gov. Governmental Activities
<b>Primary Government:</b>				
<b>GOVERNMENTAL ACTIVITIES:</b>				
11 Instruction	\$ 308,437,716	\$ 730,408	\$ 88,423,970	\$ (219,283,338)
12 Instructional Resources and Media Services	8,436,723	-	3,010,444	(5,426,279)
13 Curriculum and Staff Development	19,610,974	38,117	14,106,075	(5,466,782)
21 Instructional Leadership	11,417,632	-	5,038,738	(6,378,894)
23 School Leadership	30,572,289	-	7,519,094	(23,053,195)
31 Guidance, Counseling and Evaluation Services	18,627,636	-	2,977,004	(15,650,632)
32 Social Work Services	4,010,581	-	1,977,614	(2,032,967)
33 Health Services	7,703,470	-	13,726,987	6,023,517
34 Student (Pupil) Transportation	11,508,343	-	1,232,487	(10,275,856)
35 Food Services	34,332,561	2,635,354	31,758,394	61,187
36 Extracurricular Activities	9,989,013	344,369	412,837	(9,231,807)
41 General Administration	13,028,158	-	2,426,195	(10,601,963)
51 Facilities Maintenance and Operations	49,131,995	514,962	4,064,694	(44,552,339)
52 Security and Monitoring Services	5,971,861	26,389	338,850	(5,606,622)
53 Data Processing Services	8,784,541	17,593	894,310	(7,872,638)
61 Community Services	6,705,996	354,360	4,751,637	(1,599,999)
72 Debt Service - Interest on Long Term Debt	23,354,507	-	12,729,692	(10,624,815)
73 Debt Service - Bond Issuance Cost and Fees	106,419	-	-	(106,419)
93 Shared Services Arrangements	184,902	-	184,902	-
95 Juvenile Justice Alternative Ed. Prg.	28,121	-	-	(28,121)
99 Property Tax Appraisal Services	861,959	-	-	(861,959)
<b>[TP] TOTAL PRIMARY GOVERNMENT:</b>	<b>\$ 572,805,397</b>	<b>\$ 4,661,552</b>	<b>\$ 195,573,924</b>	<b>(372,569,921)</b>

Data Control Codes	General Revenues:	
	Taxes:	
MT	Property Taxes, Levied for General Purposes	120,824,928
DT	Property Taxes, Levied for Debt Service	27,848,008
GC	Grants and Contributions not Restricted	223,814,533
IE	Investment Earnings	548,704
MI	Miscellaneous Local and Intermediate Revenue	3,357,138
S2	Special Item - (Use)	(648,000)
TR	<b>Total General Revenues &amp; Special Items</b>	<b>375,745,311</b>
CN	Change in Net Assets	3,175,390
NB	Net Assets--Beginning	407,396,643
NE	Net Assets--Ending	<b>\$ 410,572,033</b>

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

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*Governmental Funds Financial Statements*

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
AUGUST 31, 2011

Data Control Codes		Major Fund General Fund	Major Fund Debt Service Fund	Major Fund Capital Projects
<b>ASSETS</b>				
1110	Cash and Cash Equivalents	\$ 32,494,970	\$ 37,028,563	\$ 227,610,160
1220	Property Taxes - Delinquent	12,819,198	2,450,135	-
1230	Allowance for Uncollectible Taxes (Credit)	(640,960)	(122,507)	-
1240	Receivables from Other Governments	22,631,074	52,773	-
1250	Accrued Interest	-	12,500	-
1260	Due from Other Funds	18,227,781	106,109	-
1290	Other Receivables	60,981	-	-
1300	Inventories	1,536,722	-	-
1410	Deferred Expenditures	2,377,377	-	-
1900	Long Term Investments	-	2,504,426	-
1000	<b>Total Assets</b>	<b>\$ 89,507,143</b>	<b>\$ 42,031,999</b>	<b>\$ 227,610,160</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
2110	Accounts Payable	\$ 5,421,736	\$ -	\$ 3,114,033
2150	Payroll Deductions and Withholdings Payable	5,668,892	-	-
2160	Accrued Wages Payable	3,601,849	-	24,727
2170	Due to Other Funds	100,698	7,475	11,437
2180	Due to Other Governments	161,059	-	-
2300	Deferred Revenues	11,384,109	2,133,679	-
2000	<b>Total Liabilities</b>	<b>26,338,343</b>	<b>2,141,154</b>	<b>3,150,197</b>
<b>Fund Balances:</b>				
<b>Nonspendable Fund Balance:</b>				
3410	Inventories	1,536,722	-	-
3425	Endowment Principal	-	-	-
<b>Restricted Fund Balance:</b>				
3450	Federal or State Funds Grant Restriction	945,000	-	-
3470	Capital Acquisition and Contractual Obligation	-	-	223,867,471
3480	Retirement of Long-Term Debt	-	39,890,845	-
3490	Other Restricted Fund Balance	194,065	-	-
<b>Committed Fund Balance:</b>				
3530	Capital Expenditures for Equipment	3,914,002	-	-
3540	Self Insurance	7,250,000	-	-
3545	Other Committed Fund Balance	5,000,000	-	-
<b>Assigned Fund Balance:</b>				
3590	Other Assigned Fund Balance	1,372,719	-	592,492
3600	Unassigned Fund Balance	42,956,292	-	-
3000	<b>Total Fund Balances</b>	<b>63,168,800</b>	<b>39,890,845</b>	<b>224,459,963</b>
4000	<b>Total Liabilities and Fund Balances</b>	<b>\$ 89,507,143</b>	<b>\$ 42,031,999</b>	<b>\$ 227,610,160</b>

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

Other Funds	Total Governmental Funds
\$ 9,274,244	\$ 306,407,937
-	15,269,333
-	(763,467)
21,336,125	44,019,972
-	12,500
-	18,333,890
394,500	455,481
1,370,159	2,906,881
674,369	3,051,746
-	2,504,426
<u>\$ 33,049,397</u>	<u>\$ 392,198,699</u>
\$ 2,692,621	\$ 11,228,390
-	5,668,892
1,537,682	5,164,258
18,220,048	18,339,658
45,226	206,285
1,476,460	14,994,248
<u>23,972,037</u>	<u>55,601,731</u>
779,879	2,316,601
101,000	101,000
7,668,586	8,613,586
-	223,867,471
-	39,890,845
20,333	214,398
-	3,914,002
-	7,250,000
507,562	5,507,562
-	1,965,211
-	42,956,292
<u>9,077,360</u>	<u>336,596,968</u>
<u>\$ 33,049,397</u>	<u>\$ 392,198,699</u>



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SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE  
STATEMENT OF NET ASSETS  
AUGUST 31, 2011

<b>Total Fund Balances - Governmental Funds</b>	\$	336,596,968
<p>The District uses internal service funds to charge the costs of workers compensation and dental insurance to appropriate functions in other funds. The District also established an internal service fund to account for the revenues and expenses related to health insurance. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. The net effect of this consolidation is to increase net assets.</p>		
		2,773,566
<p>Capital assets used in governmental activities are not financial resources; therefore, they are not reported in governmental funds. At the beginning of the year, the cost of these assets was \$993,444,904 and the accumulated depreciation was (\$272,768,181). In addition, bonds payable and other long-term liabilities are not due and payable in the current period; therefore, they are not reported as liabilities in the funds. At the beginning of the year, bonds payable and other long-term liabilities was (\$463,107,024) and interest payable was (\$984,591). There are bond issuance costs, premiums, discounts, and losses on these issuances. At the beginning of the year, the balance was \$479,691. In addition, compensated absences are classified as a short-term liability and at the beginning of the year the balance was (\$44,800). The net effect of including the beginning balances for capital assets (net of depreciation), bonds payable and other long-term liabilities, interest payable, bond issuance costs, premiums, discounts, losses, and compensated absences in the governmental activities is to increase net assets.</p>		
		257,019,999
<p>Transactions related to current year capital outlays, long-term debt, and compensated absences are necessary to convert from the modified accrual basis of accounting to the accrual basis of accounting, as follows:</p>		
		(168,888,038)
<ul style="list-style-type: none"> <li>● Acquisition of capital assets was \$21,706,565</li> <li>● Disposition of capital assets was (\$2,573,003) and the related accumulated depreciation was \$1,683,924</li> <li>● Issuance of new bonds was (\$212,565,000) and related bond issuance costs were \$2,032,727</li> <li>● Issuance of refunding bonds was (\$99,085,000), premium was (\$8,257,856), bond issuance costs were \$933,771, payment of refunded bonds was \$101,905,221, refunding of \$1,776,741 of accretion on capital appreciation bonds, and loss from refunding was \$4,503,810</li> <li>● Principal payments on bonds and maintenance tax note payable were \$7,399,970 and \$4,675,000, respectively</li> <li>● Payment of accretion on capital appreciation bonds was \$6,425,030</li> <li>● Accretion on capital appreciation bonds was (\$593,627)</li> <li>● Change in interest payable was (\$308,081) and in compensated absences was (\$132,716)</li> <li>● Amortization of bond issuance cost was (\$111,224); premiums were \$2,739,576; discounts were (\$69,382); and loss on refunding bonds was (\$974,484)</li> </ul> <p>The net effect is to (decrease) net assets.</p>		
<p>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 assets.</p>		
		(30,348,763)
<p>Recognize deferred revenue from the current year tax levy in the amount of \$3,638,168 and from the prior year tax levies in the amount of \$9,780,133 to convert from the modified accrual basis of accounting to accrual basis of accounting. The net effect is to increase net assets.</p>		
		13,418,301
<b>Net Assets of Governmental Activities</b>	<b>\$</b>	<b>410,572,033</b>

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

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

Data Control Codes	Major Fund General Fund	Major Fund Debt Service Fund	Major Fund Capital Projects
<b>REVENUES:</b>			
5700 Total Local and Intermediate Sources	\$ 124,748,785	\$ 28,285,249	\$ 729,740
5800 State Program Revenues	242,010,058	10,887,582	-
5900 Federal Program Revenues	15,138,080	1,842,110	-
5020 Total Revenues	<u>381,896,923</u>	<u>41,014,941</u>	<u>729,740</u>
<b>EXPENDITURES:</b>			
<b>Current:</b>			
0011 Instruction	217,028,271	-	685,081
0012 Instructional Resources and Media Services	5,204,305	-	78,708
0013 Curriculum and Instructional Staff Development	4,804,735	-	-
0021 Instructional Leadership	6,091,634	-	-
0023 School Leadership	22,729,523	-	14,534
0031 Guidance, Counseling and Evaluation Services	15,467,902	-	8,954
0032 Social Work Services	1,934,187	-	-
0033 Health Services	6,422,360	-	3,964
0034 Student (Pupil) Transportation	10,792,518	-	-
0035 Food Services	218,040	-	-
0036 Extracurricular Activities	9,393,794	-	-
0041 General Administration	12,341,947	-	-
0051 Facilities Maintenance and Operations	44,639,760	-	5,745
0052 Security and Monitoring Services	5,701,714	-	-
0053 Data Processing Services	7,926,223	-	661
0061 Community Services	1,690,620	-	1,321
<b>Debt Service:</b>			
0071 Principal on Long Term Debt	-	12,074,970	-
0072 Interest on Long Term Debt	-	32,350,278	-
0073 Bond Issuance Cost and Fees	6,900	927,542	2,027,251
<b>Capital Outlay:</b>			
0081 Facilities Acquisition and Construction	594,408	-	17,074,809
<b>Intergovernmental:</b>			
0093 Payments to Fiscal Agent/Member Districts of SSA	-	-	-
0095 Payments to Juvenile Justice Alternative Ed. Prg.	28,121	-	-
0099 Other Intergovernmental Charges	861,959	-	-
6030 Total Expenditures	<u>373,878,921</u>	<u>45,352,790</u>	<u>19,901,028</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>8,018,002</u>	<u>(4,337,849)</u>	<u>(19,171,288)</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
7910 Refunding Bonds Issued	-	99,085,000	-
7911 Capital Related Debt Issued (Regular Bonds)	-	-	212,565,000
7912 Sale of Real and Personal Property	1,672,449	-	-
7915 Transfers In	-	4,861,466	-
7916 Premium on Issuance of Bonds	-	8,257,856	-
8911 Transfers Out (Use)	(8,859,394)	-	-
8940 Payment to Bond Refunding Escrow Agent (Use)	-	(106,409,031)	-
8949 Other (Uses)	(122,748)	-	-
7080 Total Other Financing Sources (Uses)	<u>(7,309,693)</u>	<u>5,795,291</u>	<u>212,565,000</u>
<b>SPECIAL ITEMS:</b>			
8912 Special Item - (Use)	(648,000)	-	-
1200 Net Change in Fund Balances	60,309	1,457,442	193,393,712
0100 Fund Balance - September 1 (Beginning)	<u>63,108,491</u>	<u>38,433,403</u>	<u>31,066,251</u>
3000 Fund Balance - August 31 (Ending)	<u>\$ 63,168,800</u>	<u>\$ 39,890,845</u>	<u>\$ 224,459,963</u>

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

Other Funds	Total Governmental Funds
\$ 4,443,440	\$ 158,207,214
7,582,074	260,479,714
139,788,998	156,769,188
<u>151,814,512</u>	<u>575,456,116</u>
75,928,505	293,641,857
2,754,623	8,037,636
13,873,489	18,678,224
4,771,533	10,863,167
6,381,266	29,125,323
2,286,830	17,763,686
1,886,507	3,820,694
912,545	7,338,869
746,961	11,539,479
32,413,703	32,631,743
110,464	9,504,258
59,619	12,401,566
2,225,540	46,871,045
22,207	5,723,921
680,862	8,607,746
4,694,745	6,386,686
-	12,074,970
-	32,350,278
-	2,961,693
257,970	17,927,187
184,902	184,902
-	28,121
-	861,959
<u>150,192,271</u>	<u>589,325,010</u>
<u>1,622,241</u>	<u>(13,868,894)</u>
-	99,085,000
-	212,565,000
-	1,672,449
457,928	5,319,394
-	8,257,856
-	(8,859,394)
-	(106,409,031)
-	(122,748)
<u>457,928</u>	<u>211,508,526</u>
-	(648,000)
<u>2,080,169</u>	<u>196,991,632</u>
<u>6,997,191</u>	<u>139,605,336</u>
<u>\$ 9,077,360</u>	<u>\$ 336,596,968</u>

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

<b>Total Net Change in Fund Balances - Governmental Funds</b>	\$	196,991,632
The District uses internal service funds to account for the revenues and expenses related to the workers compensation and dental insurance funds. The District also established a health insurance internal service fund. The net income of internal service funds are reported with governmental activities. The net effect of this consolidation is to increase net assets.		5,031,261
Transactions related to current year capital outlays, long-term debt, and compensated absences are necessary to convert from the modified accrual basis of accounting to the accrual basis of accounting, as follows:		(168,888,038)
<ul style="list-style-type: none"> <li>● Acquisition of capital assets was \$21,706,565</li> <li>● Disposition of capital assets was (\$2,573,003) and the related accumulated depreciation was \$1,683,924</li> <li>● Issuance of new bonds was (\$212,565,000) and related bond issuance costs were \$2,032,727</li> <li>● Issuance of refunding bonds was (\$99,085,000), premium was (\$8,257,856), bond issuance costs were \$933,771, payment of refunded bonds was \$101,905,221, refunding of \$1,776,741 of accretion on capital appreciation bonds, and loss from refunding was \$4,503,810</li> <li>● Principal payments on bonds and maintenance tax note payable were \$7,399,970 and \$4,675,000, respectively</li> <li>● Payment of accretion on capital appreciation bonds was \$6,425,030</li> <li>● Accretion on capital appreciation bonds was (\$593,627)</li> <li>● Change in interest payable was (\$308,081) and in compensated absences was (\$132,716)</li> <li>● Amortization of bond issuance cost was (\$111,224); premiums were \$2,739,576; discounts were (\$69,382); and loss on refunding bonds was (\$974,484)</li> </ul>		
The net effect is to (decrease) net assets.		
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 assets.		(30,348,763)
Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting, as follows:		389,298
<ul style="list-style-type: none"> <li>● Remove tax collections from prior year levies in the amount of (\$3,279,551)</li> <li>● Recognize deferred revenue as revenue from current year levy in the amount of \$3,638,168</li> <li>● Recognize less tax revenue in the amount of \$30,681 for the difference between what was estimated in the prior year and collected in the current year.</li> </ul>		
The net effect is to increase net assets.		
<b>Change in Net Assets of Governmental Activities</b>	<b>\$</b>	<b>3,175,390</b>

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

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF FUND NET ASSETS  
PROPRIETARY FUNDS  
AUGUST 31, 2011

EXHIBIT D-1

	Governmental Activities -
	Total Internal Service Funds
<hr/>	
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 11,160,810
Other Receivables	68
Other Current Assets - Deposits	<u>575,761</u>
Total Assets	<u>11,736,639</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable	23,327
Short Term Claims Payable	3,615,198
Accrued Wages Payable	<u>2,707</u>
Total Current Liabilities	<u>3,641,232</u>
Noncurrent Liabilities:	
Claims Payable - Due in More than One Year	<u>5,321,841</u>
Total Noncurrent Liabilities	<u>5,321,841</u>
Total Liabilities	<u>8,963,073</u>
NET ASSETS	
Unrestricted Net Assets	<u>2,773,566</u>
Total Net Assets	<u><u>\$ 2,773,566</u></u>

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

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

	Governmental Activities -
	Total Internal Service Funds
<hr/>	
OPERATING REVENUES:	
Local and Intermediate Sources	\$ 7,332,565
Total Operating Revenues	<u>7,332,565</u>
OPERATING EXPENSES:	
Payroll Costs	146,324
Professional and Contracted Services	455,292
Supplies and Materials	5,654
Other Operating Costs	5,234,034
Total Operating Expenses	<u>5,841,304</u>
Income Before Transfers	1,491,261
Transfer In	<u>3,540,000</u>
Change in Net Assets	5,031,261
Total Net Assets - September 1 (Beginning)	<u>(2,257,695)</u>
 Total Net Assets - August 31 (Ending)	 <u><u>\$ 2,773,566</u></u>

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

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED AUGUST 31, 2011

	Governmental Activities -
	Total Internal Service Funds
<u>Cash Flows from Operating Activities:</u>	
Cash Received from User Charges	\$ 7,332,565
Cash Payments to Employees for Services	(143,617)
Cash Payments for Insurance Claims	(5,879,238)
Net Cash Provided by Operating Activities	<u>1,309,710</u>
<u>Cash Flows from Non-Capital Financing Activities:</u>	
Transfers In from General Fund	<u>3,540,000</u>
Net Increase in Cash and Cash Equivalents	4,849,710
Cash and Cash Equivalents at Beginning of the Year:	<u>6,311,100</u>
Cash and Cash Equivalents at the End of the Year:	<u>\$ 11,160,810</u>
<u>Reconciliation of Operating Income to Net Cash</u>	
<u>Provided by Operating Activities:</u>	\$ 1,491,261
Operating Income:	
Effect of Increases and Decreases in Current Assets and Liabilities:	
(Increase) in Other Receivables	(68)
Decrease in Deposits	87,500
Increase in Accounts Payable	23,327
(Decrease) in Claims Payable	(295,017)
Increase in Accrued Wages Payable	2,707
Net Cash Provided by Operating Activities	<u>\$ 1,309,710</u>

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



SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
FIDUCIARY FUNDS  
AUGUST 31, 2011

	Agency Fund
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 2,113,604
Due from Other Funds	6,026
Total Assets	<u>\$ 2,119,630</u>
<b>LIABILITIES</b>	
Due to Other Funds	\$ 258
Due to Student Groups	2,119,372
Total Liabilities	<u>\$ 2,119,630</u>

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

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The San Antonio Independent School District (the “District”) is a public educational agency operating under the applicable laws and regulations of the State of Texas. It is governed by a seven member Board of Trustees (the “Board”) elected by registered voters of the District. The District prepares its basic financial statements in conformity with generally accepted accounting principles promulgated by the Governmental Accounting Standards Board (GASB) and other authoritative sources; and, it complies with the requirements of the appropriate version of Texas Education Agency’s *Financial Accountability System Resource Guide* (the “Resource Guide”), and the requirements of contracts and grants of agencies from which it receives funds.

**A. REPORTING ENTITY**

The Board of Trustees (the “Board”) is elected by the public and it has the authority to make decisions, approve/disapprove the appointment of administrators and managers, and significantly influence operations. The Board also has primary accountability for fiscal matters. Therefore, the District is a financial reporting entity as defined by the GASB in its Statement No. 14, “The Financial Reporting Entity”, and it is not included in any other governmental reporting entity.

**Blended Component Unit.** During fiscal year 1996, the District approved the formation of the San Antonio Independent School District Public Facilities Corporation (the Corporation). The Corporation is organized exclusively for the purposes of benefiting and accomplishing public purposes of, and to act on behalf of, the District. The Corporation is organized to assist in the financing, accounting, refinancing, or providing “public facilities”, to purchase obligations of the District, and to incur obligations issued or incurred in accordance with existing law. Blended component units, although legally separate entities, are, in substance, part of the government’s operations, and therefore, at August 31, 2011, the District has reflected this Corporation as a blended component unit, with a cash reserve reflected in the Debt Service Fund. The Corporation is included in the Debt Service Fund total and, therefore, does not issue separate financial statements.

**B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

The Statement of Net Assets and the Statement of Activities are government-wide financial statements. These statements report information on all of the District’s nonfiduciary activities with the interfund activities removed. Government activities include programs supported primarily by property taxes, state foundation funds, grants and other intergovernmental revenues.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

The net assets of the District are segregated into three different categories, to include: invested in capital assets net of related debt, restricted net assets, and unrestricted net assets.

The Statement of Activities demonstrates how other people or entities that participate in programs the District operates have shared in the payment of the direct costs. The “charges for services” column includes payments made by parties that purchase, use, or directly benefit from goods or services provided by a given function of the District. Examples include tuition paid for various activities, school lunch charges, etc. The “operating grants and contributions” column includes amounts paid by organizations outside the District to help meet the operational requirements of a given function. Examples include grants under the Elementary and Secondary Education Act. If a revenue is not a program revenue, it is a general revenue used to support all of the District’s functions. Taxes are always general revenues.

Interfund activities between governmental funds and proprietary funds appear as due to/from other funds on the Governmental Funds Balance Sheet and as other financing sources and uses on the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances and on the Proprietary Fund Statement of Revenues, Expenses, and Changes in Fund Net Assets. All interfund transactions between governmental funds and between governmental funds and internal services funds are eliminated in the government-wide statements. Any interfund activities between governmental funds and fiduciary funds remain as due to/from in the government-wide statements.

The fund financial statements report on the financial condition and results of operations for three fund categories – governmental, proprietary, and fiduciary. Since the resources in the fiduciary funds cannot be used for District operations, they are not included in the government-wide financial statements. The District considers some governmental funds major and reports their financial condition and results of operations in a separate column in the governmental funds financial statements.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses result from providing services in connection with a proprietary fund’s principal ongoing operations. All other revenues and expenses are non-operating.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The government-wide financial statements use the economic resources measurement focus and the accrual basis of accounting, as does the proprietary fund financial statements; the Agency fund is custodial in nature (assets equal liabilities) and does not involve the measurement of results of operations. With the economic resources measurement focus, all assets and liabilities (whether current or noncurrent) associated with the operations of these funds are included in the Statement of Net Assets. With the accrual basis of accounting, revenue is recognized in the accounting period in which it is earned and becomes measurable and expenses in the period in which they are incurred and become measurable. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. The total net assets for these funds are segregated into invested in capital assets, net of related debt, restricted net assets, and unrestricted net assets.

The District's proprietary funds apply all GASB pronouncements as well as the Financial Accounting Standards Board (FASB) pronouncements issued on or before November 30, 1989, unless these pronouncements conflict with, or contradict GASB pronouncements.

Governmental fund financial statements use the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets, current liabilities and fund balances are included on the balance sheet. Operating statements of these funds present net increases and decreases in current assets (i.e., revenues and other financing sources and expenditures and other financing uses).

The modified accrual basis of accounting recognizes revenues as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, if measurable, as under the accrual basis of accounting. However, debt service expenditures, as well as expenditures related to claims and judgments are recorded only when payment is due. The District accrues accumulated unpaid vacation leave when earned by the employee. A liability for this amount is reported in the government-wide financial statements.

Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the state are recognized under the susceptible-to-accrual concept. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as deferred revenues until related and authorized expenditures have been made. If balances have not been expended by the end of the project period, grantors sometimes require the District to refund all or part of the unused amount.

The District reports the following major governmental funds:

**General Fund** – The General Fund is the District’s primary operating fund. It accounts for all financial resources except those required to be accounted for in another fund. It is a budgeted fund, and any fund balances are considered resources available for current operations. General Fund primary revenue sources include property taxes and state funding.

**Debt Service Fund** – The District accounts for resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds in a Debt Service Fund. The Debt Service Fund is a budgeted fund whose primary revenue source is local property taxes levied specifically for debt service. The fund balance of this fund represents amounts that will be used for retirement of bonds and payment of interest in the future.

**Capital Projects Fund** – This fund accounts for proceeds from sales of bonds and other revenues to be used for authorized construction projects. This fund is generally budgeted on a project basis.

Additionally, the District reports the following fund types:

Governmental Funds:

**Special Revenue Funds** – The District accounts for resources restricted to, or designated for, specific purposes by the District or a grantor in a Special Revenue Fund. Most Federal, including the Child Nutrition Program and some State financial assistance is accounted for in a Special Revenue Fund. Sometimes, however, unused balances must be returned to the grantor at the close of specified project periods.

**Permanent Fund** – The District uses a Permanent Fund to account for resources received with explicit donor stipulations that the amount received must remain intact and only earnings from the original donation be used for the purpose dictated by the donor.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

Proprietary Funds:

**Internal Service Funds** – The District uses an Internal Service Fund to account for revenues and expenses related to the workers compensation, dental insurance, and health insurance programs.

Fiduciary Funds:

**Agency Funds** – The District accounts for resources held for others in a custodial capacity in Agency Funds. The District accounts for the Student Activity Fund as an Agency Fund.

D. OTHER ACCOUNTING POLICIES

1. Cash and Cash Equivalents

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of acquisition. Investments are reported at fair value.

The funds of the District must be deposited and invested under the terms of a depository contract, contents of which are set out in the Depository Contract Law. The depository bank may either place approved pledged securities for safekeeping or trust with the District funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of FDIC insurance.

For the purposes of the Statement of Cash Flows, for the Internal Service Fund, cash and cash equivalents are considered to be demand deposits.

2. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to "due to/from other funds".

Property taxes are levied by October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located in the District in conformity with Subtitle E, Texas Property Code. Taxes are due upon receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. On January 31 of each year, a tax lien attaches to property to secure payment of all taxes, penalties, and interest ultimately imposed.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

The appraisal and recording of all property within the District is the responsibility of the Bexar Appraisal District (BAD). The BAD is an independent governmental unit with a board of directors appointed by the taxing jurisdictions within the county and funded from assessments against those taxing jurisdictions. BAD is required by law to assess property at 100% of its appraised value. Real property must be reappraised at least every two years. Under certain circumstances taxpayers and taxing units, including the District, may challenge orders of the BAD Review Board through various appeals and, if necessary, legal action.

Tax collections are prorated between the general fund and debt service fund based on the tax rate approved by the Board. For the period ended August 31, 2011, the general and debt service fund rates were \$1.04 and \$.2397, respectively, per \$100 of assessed value.

Delinquent taxes are prorated between maintenance and debt service based on rates adopted for the year of the levy. Allowances for uncollectible tax receivables within the general and debt service funds are based on historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature. The property tax receivable allowance is equal to 5 percent of outstanding property taxes at August 31, 2011.

3. Inventories

The District reports inventories of supplies on the balance sheet at weighted average cost and they include consumable, custodial, maintenance, transportation, instructional and office supplies, and athletic items. Inventories of governmental funds are recorded as expenditures when they are consumed rather than when purchased. Inventories of food commodities are recorded at market values supplied by the Texas Department of Human Services and recorded as inventory and deferred revenue when received in the governmental funds. When requisitioned, inventory and deferred revenue are relieved, expenditures are charged, and revenue is recognized for an equal amount.

4. Deferred Expenditures

Certain payments to vendors/employees reflect costs applicable to future accounting periods and are recorded as prepaid items within the deferred expenditures (expenses) line item in both government-wide and fund financial statements.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

5. Capital Assets

Capital assets, which include land, buildings and improvements, furniture, equipment, vehicles, and construction in progress, are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year for depreciation purposes. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

When assets are retired or otherwise disposed of, the related costs or other recorded amounts are removed.

Buildings, furniture, equipment and vehicles of the District are depreciated using the straight line method over the following estimated useful lives:

Asset Class	Estimated Useful Life
Buildings and Improvements	40
Portable Buildings	20
Furniture and Equipment	10
All Vehicles	10
Audio Visual Equipment	10
Printing, Duplicating & Copying Equipment	5
Data Processing Equipment	3

6. Compensated Absences

**Vacation Leave** – Full-time employees of the District accumulate vacation leave benefits in varying amounts. Employees who accumulate vacation leave benefits are required to take their vacation benefits by the following October 2nd. The balance as of August 31, 2011 is \$177,516 and is reflected as a current liability in the Statement of Net Assets since employees must use the accumulated leave during the following fiscal year. All governmental funds, with the exception of the debt service fund, generally liquidate the liability when it matures.



SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

**Sick Leave** – The State of Texas has created a minimum sick leave program consisting of five days per year sick leave with no limit on accumulation and transferability among districts for every regular employee in Texas public schools. Each district’s local Board of Education is required to establish a sick leave plan. School districts may provide additional local sick leave beyond the state minimum. The District’s policy provides additional sick leave days, which do not vest; therefore, no liability exists at August 31, 2011.

7. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Assets. It is the District’s policy to record bond premiums and discounts as deferred costs and amortize them over the life of the bonds using the effective interest method if material or straight line when not material. Loss on refunded debt is amortized over the term of the related bond using the straight line method. Bonds payable are reported net of the applicable bond premium, discount, and loss on refunding. Bond issuance costs are reported as deferred charges and amortized over the term of the related bond using the straight line method.

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

8. Fund Balance

During the year, the District implemented GASB Statement No. 54, “*Fund Balance Reporting and Governmental Fund Type Definitions*”. In applying this Statement, the District must make a distinction between fund balance classifications by first identifying amounts that are considered *nonspendable*, such as fund balance associated with inventories; then by identifying other amounts to be classified as *restricted*, *committed*, *assigned*, and *unassigned* based on the constraints that control how the amounts can be spent.

The District uses the following criteria when classifying fund balance amounts:

Nonspendable – amounts not in spendable form or that are legally or contractually earmarked for a specific use. Examples include inventories and endowment principal.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

Restricted – amounts that have been legally separated for a specific purpose by law or external funding source. Examples include grants, capital acquisitions, and long-term debt.

Committed – amounts that require Board action to be used for a specific purpose. Examples include capital expenditures, self insurance, and campus activity funds. Formal action to commit funds must occur prior to fiscal year end and can only be modified or removed by the same formal action.

Assigned – amounts that do not require Board approval but are intended to be used for a specific purpose, as determined by the Superintendent or his designee. These amounts do not meet the criteria to be classified as restricted or committed.

Unassigned – residual amount in the general fund that is available to finance operating expenditures. In other funds, this classification is used only to report a deficit balance resulting from over-spending for specific purposes for which amounts had been restricted, committed, or assigned, as applicable. The District's policy is to maintain a minimum threshold of 10% of the prior year's expenditures in unassigned fund balance for the general fund.

9. Spending Order

Fund balance amounts that are restricted, committed, or assigned are considered to have been spent when an expenditure is incurred for the respective purpose. If an expenditure incurred meets the criteria for more than one fund balance category, the District relieves fund balance in the following order: restricted, committed, assigned, and then unassigned.

10. Data Control Codes

The data control codes refer to the account code structure prescribed by TEA in the Resource Guide. School districts are required to display these codes in the financial statements filed with TEA in order to ensure accuracy in building a statewide data base for policy development and funding plans.

11. Restricted/Unrestricted Resources

Under the terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted resources available to finance the program. It is the District's policy to first apply cost-reimbursement grant (restricted) resources to such programs and then general revenues.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

12. Estimates

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

13. Indirect Expenses

School districts are required to report all expenses by function. All general administration and other intergovernmental expenses reported in functions 41 and 99, respectively; and, some data processing service expenses reported in function 53, represent indirect expenses of other functions.

14. Investments

At August 31, 2011, the District's current investments were comprised of local government investment pools and money market funds, which are reflected as cash and cash equivalents. The long-term investments were comprised of municipal bonds.

Texas Local Government Investment Pool ("TexPool"): TexPool operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. TexPool uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in the pool is the same as the value of the shares in each pool. Financial information for TexPool can be accessed on the internet (<http://www.texpool.com>).

TexPool is organized in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. The Texas Comptroller of Public Accounts is the sole officer, director and shareholder of the Texas Treasury Safekeeping Trust company, which is authorized to operate TexPool. Administrative and investment services are provided by Federated Investors, Inc., acting on behalf of the Texas Treasury Safekeeping Trust Company. In addition, the TexPool Advisory Board advises on TexPool's Investment Policy. This Advisory Board is composed equally of participants in TexPool and other persons who do not have a business relationship with TexPool who are qualified to advise TexPool.

Texas Short Term Asset Reserve Fund (TexSTAR): TexSTAR operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. TexSTAR uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in the pool is the same as the value of the shares

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

in each pool. Financial information for TexSTAR can be accessed on the internet (<http://www.texstar.org>).

TexSTAR is 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. TexStar is governed by a board of directors; JP Morgan Investment Management, Inc. act as the investment manager; and, First Southwest Asset Management, Inc. provides participant and marketing services.

Lone Star Investment Pool (the Pool): The Pool's Government Overnight Fund operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. The Pool uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the District's position in the Pool is the same as the value of the Pool's shares and does not include any unrealized gains and losses. The Pool is governed by an eleven member Board of Trustees (Board) made up of active participants in the Pool. The Board has the responsibility of adopting and monitoring compliance with the investment policy, appointing investment officers, overseeing the selection of an investment advisor, custodian, investment consultant, administrator, and other service providers. The Board is also responsible for monitoring performance of the Pool. Financial information for the pool can be obtained by writing to First Public at 12007 Research Blvd., Austin, Texas 78759 or by calling 1-800-558-8875.

The District is invested in the Prime Cash Obligations Fund (PCOXX), Tax-Free Obligations Fund (TBIXX), and the Municipals Obligations Fund (MOFXX) managed by Federated Investors (the "Funds"). The Funds are money market mutual funds, regulated primarily under SEC's Rule 2a7 of the Investment Company Act of 1940 (the "ACT"). The Funds attempt to stabilize the net asset value ("NAV") of their shares at \$1.00 by valuing the portfolio securities using the amortized cost method; however, there is no guarantee that the NAV will remain at \$1.00 a share. The Funds are assigned a cusip number and a NASDAQ symbol and can be purchased and redeemed on the New York Stock Exchange. The funds do not charge a front-end sales charge.

## **II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

### **A. BUDGETARY INFORMATION**

The Board adopts an "appropriated budget" on a basis consistent with generally accepted accounting principles for the General Fund, Debt Service Fund and Child Nutrition Program Fund (which is included with the Special Revenue Funds). The District is required to present the original and the final amended budgets for revenues and expenditures compared to actual

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
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For The Year Ended August 31, 2011

revenues and expenditures for these three funds. The General Fund Budget report is presented in Exhibit G-1 and the Child Nutrition Program Fund Budget and Debt Service Fund Budget reports are presented in Exhibits J-4 and J-5, respectively.

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

- \* Prior to August 20<sup>th</sup> the District prepares a budget based on the budgeting concepts for the next succeeding fiscal year. The operating budget includes proposed expenditures and the means of financing them.
- \* After several budget workshops with the Board, a meeting is called for the purpose of adopting the proposed budget. At least ten days but not more than 30 days public notice of the meeting is required.
- \* A summary of the proposed budget is posted on the District's Internet website. The budget summary includes a comparison to the previous year's actual spending and information relating to per-student and aggregate spending on instruction, instructional support, central administration, district operations, debt service, and any other category designated by the commissioner.
- \* No later than August 31<sup>st</sup> the Board must adopt the budget for the General Fund, Debt Service Fund and Child Nutrition Program Fund.
- \* The adopted budget is posted on the District's website, where it is prominently displayed until the third anniversary of the date the budget was adopted.
- \* After the budget for the above listed funds is approved, any amendment that causes an increase or decrease in a fund or functional spending category or total revenue or other resources object category requires Board approval. These amendments are presented to the Board at its regular monthly meeting and are reflected in the official minutes. Because the District has a policy of careful budgetary control, several budgetary amendments were necessary throughout the year.
- \* Expenditure budgets are controlled at the expenditure functional and object level by the appropriate budget manager (principals, department director or area administrator). Budget managers may authorize transfers within functional and organizational categories that do not affect the total functional and organizational appropriations.
- \* Encumbrance accounting, under which purchase orders, contracts and other commitments are recorded in order to reserve that portion of the applicable appropriation, is used in all

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
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For The Year Ended August 31, 2011

governmental funds. Encumbrances outstanding at year-end do not constitute expenditures or liabilities. Encumbrances for specific purposes for which amounts have not been previously restricted, committed, or assigned were included within assigned fund balance. Since appropriations lapse at the end of each year, outstanding encumbrances are appropriately provided for in the subsequent fiscal year's budget to provide for the liquidation of the prior commitments. Outstanding encumbrances at August 31, 2011 that were provided for in the 2010-2011 budget were reported as follows:

- The General Fund had \$2,383,013 in outstanding encumbrances with \$682,011 reported as assigned fund balance and \$1,701,002 reported as committed fund balance.
- The Child Nutrition Program Fund had \$931,260 in outstanding encumbrances, all of which was reported as restricted fund balance.
- The Capital Projects Fund had \$312,540 in outstanding encumbrances, all of which was reported as restricted fund balance. These encumbrances represent the unexpended portion of construction contracts.

**B. EXCESS OF EXPENDITURES OVER APPROPRIATIONS**

During the year, the debt service fund budget was properly amended in accordance with the above procedures; however, the District exceeded the appropriations by \$2,739,259.

**III. DETAILED NOTES ON ALL FUNDS**

**A. DEPOSITS AND INVESTMENTS**

Deposits and investments are comprised of the following:

	Governmental Funds				Total	Proprietary Funds	Grand Total
	General Fund	Debt Service	Capital Projects	Other Funds			
Cash and Cash Equivalents:							
Demand Accounts	\$ (3,828,766)	-	\$ (6,149,548)	\$ 9,144,346	\$(833,968)	\$11,160,810	\$ 10,326,842
Cash on Hand	11,400	-	-	8,565	19,965	-	19,965
Investment Pools	762,013	52,822	111,337	121,333	1,047,505	-	1,047,505
Money Market Funds	35,550,323	36,975,741	233,648,371	-	306,174,435	-	306,174,435
<b>Total</b>	<b>\$ 32,494,970</b>	<b>\$37,028,563</b>	<b>\$227,610,160</b>	<b>\$ 9,274,244</b>	<b>\$ 306,407,937</b>	<b>\$ 11,160,810</b>	<b>\$ 317,568,747</b>
Investments – Long Term:							
Municipal Bonds	\$ -	\$ 2,504,426	\$ -	\$ -	\$ 2,504,426	\$ -	\$ 2,504,426
<b>Total</b>	<b>\$ -</b>	<b>\$ 2,504,426</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,504,426</b>	<b>\$ -</b>	<b>\$ 2,504,426</b>

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
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NOTES TO THE FINANCIAL STATEMENTS

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At August 31, 2011, the carrying amount of the District's deposits (cash and interest-bearing savings accounts) was \$10,326,842 and the bank balance was \$11,074,722. To control custody risk, in accordance with the District's policy, the District's cash deposits at August 31, 2011 and during the year ended August 31, 2011 were entirely covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name.

In addition, the following is disclosed regarding coverage of combined balances on the date of the highest deposit:

1. Name of Bank: Bank of America
2. As of the date of the highest combined balance, the market value of security pledged was \$28,073,481.
3. The highest combined balances of cash and interest-bearing savings accounts amounted to \$24,009,822 and occurred during the month of January 2011.
4. Total amount of FDIC coverage at the time of the highest combined balance was \$24,009,822.

**The Public Funds Investment Act** – Government Code Chapter 2256 contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the District to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, (9) and bid solicitation preferences for certificates of deposit. Statutes authorize the District to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas; (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances, (7) Mutual Funds, (8) Investment pools, (9) guaranteed investment contracts, (10) and common trust funds. The Act also requires the District to have independent auditors perform test procedures related to investment practices as provided by the Act. The District believes it is in substantial compliance with the requirements of the Act and with local policies.

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As of August 31, 2011, the District had the following investments:

Investment	Fair Value	Weighted Average Maturity (Days)	Standard & Poors Rating
Lone Star Investment Pool	\$ 611,648	38	AAAm
TexPool	373,024	46	AAAm
TexStar	62,833	45	AAAm
Money Market Mutual Funds			
Municipals Obligations Fund	211,527,301	31	Ammf*
Prime Cash Obligations Fund	71,241,226	36	AAAm
Money Market Portfolio Fund	23,405,909	42	Not Rated
Municipal Bonds	<u>2,504,426</u>	93	AA
Total	<u>\$ 309,726,367</u>		

\*Fitch Rating

**Interest Rate Risk** – As a means of limiting its exposure to fair value losses arising from rising interest rates, the District’s investment policy limits maturities of investments to two years from the date of purchase.

**Credit Risk** – In accordance with the District’s investment policy, investments in investment pools must be rated at least AAA to AAA-m or equivalent, and investments in obligations of the U.S. government or its agencies must be rated at least A or equivalent.



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For The Year Ended August 31, 2011

B. RECEIVABLES

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

	Major Funds			Total
	General Fund	Debt Service Fund	Other Governmental Funds	
Property Taxes – Delinquent	\$ 12,819,198	\$ 2,450,135	\$ -	\$ 15,269,333
Receivables from Other Governments	22,631,074	52,773	21,336,125	44,019,972
Other Receivables	60,981	-	394,500	455,481
Gross Receivables	35,511,253	2,502,908	21,730,625	59,744,786
Less : Allowance for Uncollectible Taxes	(640,960)	(122,507)	-	(763,467)
Total Receivables (Net)	\$ 34,870,293	\$ 2,380,401	\$ 21,730,625	\$ 58,981,319

These amounts are expected to be collected within one year. Delinquent property taxes may be collected over several years.

The amounts reflected as Receivables from Other Governments above are comprised of the following:

	Major Funds			Total
	General Fund	Debt Service Fund	Other Governmental Funds	
Due from State Agencies	\$14,194,893	\$ 52,773	\$ 17,143,379	\$31,391,045
Due from Federal Agencies	8,436,181	-	341,741	8,777,922
Due from Other Government Agencies	-	-	3,851,005	3,851,005
Total Due from Other Governments	\$ 22,631,074	\$ 52,773	\$ 21,336,125	\$44,019,972

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The amount reflected as Other Receivables above is comprised of the following:

	<u>Major Fund</u>		Total
	General Fund	Other Governmental Funds	
National School Breakfast and Lunch Program	\$ -	\$ 8,820	\$ 8,820
After School Challenge Program	-	342,153	342,153
Miscellaneous	60,981	43,527	104,508
Total Other Receivables	<u>\$ 60,981</u>	<u>\$ 394,500</u>	<u>\$ 455,481</u>

C. DEFERRED REVENUE

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities in the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	<u>Major Funds</u>			Total
	General Fund	Debt Service Fund	Other Governmental Funds	
Net Tax Revenue	\$ 11,284,622	\$ 2,133,679	\$ -	\$ 13,418,301
Federal Food Commodities	-	-	590,280	590,280
Advance Funding	99,487	-	886,180	985,667
Total	<u>\$ 11,384,109</u>	<u>\$ 2,133,679</u>	<u>\$ 1,476,460</u>	<u>\$ 14,994,248</u>

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For The Year Ended August 31, 2011

D. DUE FROM / TO OTHER FUNDS AND TRANSFERS IN / OUT

The composition of amounts due from/to other funds as of August 31, 2011 is as follows:

	Receivable	Payable
General Fund:		
Other Funds	\$ 18,220,048	\$ -
Debt Service Fund	7,475	94,672
Fiduciary Fund	258	6,026
Debt Service Fund:		
Capital Projects Fund	11,437	-
General Fund	94,672	7,475
Capital Projects Fund:		
Debt Service Fund		11,437
Other Funds:		
General Fund	-	18,220,048
Fiduciary Funds:		
General Fund	6,026	258
Total Interfund Receivables and Payables	\$ 18,339,916	\$ 18,339,916

Receivables in the General Fund represent amounts transferred to Special Revenue Funds pending reimbursement from grantors and amounts due from the Agency Fund for textbooks. The amount due from the Debt Service Fund is for property tax collections allocated to the General Fund. Payables in the General Fund represent amounts due to the Debt Service Fund for property tax collections allocated to the Debt Service Fund and amounts due to the Agency Fund for transportation costs. The amount due from the Capital Projects Fund to the Debt Service Fund is for bond issue costs related to the Unlimited Tax School Building Bonds, Series 2010B. These interfund balances are expected to be repaid within one year from the date of the financial statements.

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For The Year Ended August 31, 2011

Transfers during the year ended August 31, 2011 were as follows:

	Transfers In	Transfers Out
Governmental Funds:		
General Fund:		
Debt Service Fund	\$ -	\$ 4,861,466
Other Governmental Funds	-	457,928
Internal Service Fund	-	3,540,000
Debt Service Fund:		
General Fund	4,861,466	-
Other Governmental Funds:		
General Fund	457,928	-
Total Transfers – Governmental Funds	\$ 5,319,394	\$ 8,859,394
Proprietary Funds:		
Internal Service Fund:		
General Fund	\$ 3,540,000	\$ -
Total Transfers – Proprietary Funds	\$ 3,540,000	\$ -
Grand Total	\$ 8,859,394	\$ 8,859,394

The transfer from the General Fund to the Debt Service Fund was for the payment of principal and interest on lease revenue bonds. The transfer from the General Fund to the Internal Service Fund was to establish an internal service fund. The transfer from the General Fund to Other Governmental Funds was to subsidize the Child Nutrition Program for meals served to students that meet the “reduced” payment status.

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For The Year Ended August 31, 2011

E. CAPITAL ASSETS

Capital asset activity for the governmental activities for the year ending August 31, 2011 was as follows:

	Balance September 1, 2010	Increases	Decreases	Transfers	Balance August 31, 2011
Capital Assets, Not Being Depreciated:					
Land	\$ 42,533,917	\$ 4,944,871	\$ -	\$ -	\$ 47,478,788
Construction in progress	1,962,355	12,866,633	-	(10,772,316)	4,056,672
Total Capital Assets, Not Being Depreciated	44,496,272	17,811,504	-	(10,772,316)	51,535,460
Capital Assets, Being Depreciated:					
Buildings & Improvements	912,134,428	-	(1,513,879)	10,772,316	921,392,865
Furniture, Equipment, & Vehicles	36,814,204	3,895,061	(1,059,124)	-	39,650,141
Total Capital Assets, Being Depreciated	948,948,632	3,895,061	(2,573,003)	10,772,316	961,043,006
Less Accumulated Depreciation for:					
Buildings & Improvements	(252,119,238)	(27,456,402)	575,754	-	(278,999,886)
Furniture, Equipment, & Vehicles	(20,648,943)	(2,892,361)	1,108,170	-	(22,433,134)
Total Accumulated Depreciation	(272,768,181)	(30,348,763)	1,683,924	-	(301,433,020)
Total Capital Assets, Being Depreciated, Net	676,180,451	(26,453,702)	(889,079)	10,772,316	659,609,986
Governmental Activities Capital Assets, Net	\$ 720,676,723	\$ (8,642,198)	\$ (889,079)	\$ -	\$ 711,145,446

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Depreciation expense of the governmental activities was charged to functions/programs as follows:

Instruction	\$16,190,159
Instructional Resources and Media Services	422,008
Curriculum and Instructional Staff Development	986,015
Instructional Leadership	585,444
School Leadership	1,530,023
Guidance, Counseling, and Evaluation Services	934,153
Social Work Services	200,783
Health Services	385,529
Student (Pupil) Transportation	1,783,416
Food Services	1,837,112
Extracurricular Activities	516,933
General Administration	681,287
Facilities Maintenance and Operations	2,826,649
Security and Monitoring Services	382,350
Data Processing Services	749,379
Community Services	337,523
Total Governmental Activities	\$ 30,348,763

**Construction Commitments**

The majority of construction in progress as of August 31, 2011 relates to the following bond-funded projects:

	Project Authorization	Completed To Date	Construction in Progress	Unexpended Amount	Further Financing Required
Bond Construction, Series 1997	\$ 325,046,000	\$ 316,108,440	\$ 55,611	\$ 8,881,949	No
Bond Construction, Series 1999	245,330,500	240,429,333	96,082	4,805,085	No
Bond Construction, Series 2000	21,929,000	18,177,442	302,277	3,449,281	No
Bond Construction, Series 2001	137,757,500	132,872,627	249,973	4,634,900	No
Bond Construction, Series 2010	151,598,532	6,524,805	3,143,045	141,930,682	No
Bond Construction, Series 2011	61,115,000	582,727	-	60,532,273	No
Totals	\$ 942,776,532	\$ 714,695,374	\$ 3,846,988	\$ 224,234,170	

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For The Year Ended August 31, 2011

F. DUE TO OTHER GOVERNMENTS

The amount reflected as due to other governments is comprised of the following:

	Major Fund		
	General	Other	
	Fund	Governmental	Total
	Fund	Funds	Total
Due to:			
Texas Workforce Commission	\$ 116,622	\$ -	\$ 116,622
Texas Education Agency	43,031	45,226	88,257
Texas State Comptroller	1,406	-	1,406
Total	\$ 161,059	\$ 45,226	\$ 206,285

G. COMPENSATED ABSENCES

**Vacation Payable** – The balance for the accumulated vacation leave at the end of the year is reflected in the government-wide Statement of Net Assets as a current liability since it is required to be used within the next year or the employee forgoes the days earned and accumulated. Following is the change in compensated absences:

Balance - September 1, 2010	\$ 44,800
Plus: Additions	1,046,572
Less: Payments	(913,856)
Balance - August 31, 2011	\$ 177,516

H. LONG-TERM DEBT

**General Obligation Bonds** – The District issued general obligation bonds for the governmental activities to provide funds 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. Current principal and interest requirements are payable solely from future revenues of the Debt Service Fund which consists principally of property taxes collected by the District, interest earnings, and state funds. 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.

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On November 2, 2010, voters approved the District to issue \$515,000,000 in bonds to pay for upgrades and renovations to schools across the District, as well as to Alamo Stadium and the Convocation Center.

On December 29, 2010, the District issued \$151,450,000 in Unlimited Tax School Building Bonds, Series 2010B with interest rates of 2.235 – 6.397 percent. This sale is the first set of bonds issued through taxable Build America Bonds at a subsidized interest rate of 3.89 percent. This rate is less than traditional tax exempt bonds. By utilizing the Build America Bonds, the District will save \$29.4 million over the life of the bonds. These bonds will mature between 2012 and 2040. Proceeds from the sale of the bonds will be used for the purchase of computers and playground equipment, followed by safety and security upgrades, including security cameras, key-card access control and fencing. Major renovation work will follow in phases. The District will receive a direct subsidy for the interest due on these bonds. For the year ended August 31, 2011, the District received \$1,842,110 in direct subsidy, which is reflected as federal revenue in the debt service fund.

On August 30, 2011, the District issued \$61,115,000 in Unlimited Tax Qualified School Construction Bonds, Series 2011, with an interest rate of 4.006 percent. Proceeds from the sale of the bonds will be used to construct, improve and expand school buildings within the District. The District will receive a direct subsidy for the interest due on these bonds.

**Current Year Refunding Bonds** – On May 18, 2011, the District issued \$99,085,000, at a premium of \$8,257,856, in Unlimited Tax Refunding Bonds, Series 2011 with interest rates of 2.0 – 5.0 percent. These bonds were issued to advance refund \$100,935,000 and \$970,221 of Unlimited Tax Refunding Bonds, Series 2001B Current Interest Bonds and Capital Appreciation Bonds, respectively. The bonds refunded had interest rates of 5.375 - 11 percent. The net proceeds of \$106,409,031 (after payment of \$933,771 in underwriter's fees and issuance costs plus an additional \$54 of debt service funds) were used to purchase US government securities, which were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded bonds. As a result, the refunded bonds are considered to be defeased and the liability for those bonds has been removed from the government-wide financial statements.

The District refunded the 2001B Series bonds to reduce its total debt service payments over the next 19 years by \$12,120,343 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$10,067,703.

**Prior Year Refunding Bonds** – In previous years, the District issued refunding bonds to defease certain general obligations bonds. The net proceeds were placed in an irrevocable trust to provide for all future debt service payments on the refunded obligations. The refunded obligations represent a legal defeasance and are no longer a liability of the District; therefore,



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For The Year Ended August 31, 2011

they are not included in the District's financial statements. At August 31, 2011, \$162,830,000 of previously defeased bonds are outstanding.

The following is a summary of changes in bonds payable for the year ended August 31, 2011:

Description	Interest Rate Payable	Range of Maturity	Amounts Original Issue	Amounts Outstanding August 31, 2010	Issued/ Refunding	Retired	Amounts Outstanding August 31, 2011	Due Within One Year
Unlimited Tax Sch. Bldg Bonds, Series 2001A	4.0-5.0%	2011	126,500,000	2,880,000	-	2,880,000	-	-
Unlimited Tax Refunding Bonds, Series 2001B	4.0-5.375%	2011	109,135,000	100,935,000	-	100,935,000	-	-
Current Interest Bonds								
Premium Capital Appreciation Bonds		2011	7,294,573	4,340,191	-	4,340,191	-	-
Unlimited Tax Refunding Bonds, Series 2005	3.0 – 5.25%	2012-2027	306,880,000	293,825,000	-	995,000	292,830,000	16,405,000
Unlimited Tax Refunding Bonds, Series 2006	4.0-4.5%	2012-2031	47,290,000	46,685,000	-	155,000	46,530,000	165,000
Current Interest Bonds								
Premium Capital Appreciation Bonds		2025	319,988	319,988	-	-	319,988	-
Unlimited Tax Sch. Bldg Bonds, Series 2010B	2.235-6.397%	2012-2040	151,450,000	-	151,450,000	-	151,450,000	-
Unlimited Tax Refunding Bonds, Series 2011	2.0-5.0%	2012-2029	99,085,000	-	99,085,000	-	99,085,000	-
Unlimited Tax Qualified School Construction Bonds, Series 2011	4.006%	2012-2028	61,115,000	-	61,115,000	-	61,115,000	-
<b>Totals</b>			<b>\$748,869,561</b>	<b>\$448,985,179</b>	<b>\$311,650,000</b>	<b>\$109,305,191</b>	<b>\$ 651,329,988</b>	<b>\$16,570,000</b>
				Balance August 31, 2010	Addition	Retired	Balance August 31, 2011	Due Within One Year
Accretion on Capital Appreciation Bonds*			N/A	\$ 9,446,845	\$ 593,627	\$ 8,201,771	\$ 1,838,701	\$ -

\* This amount represents accretion of interest on a cumulative basis.

The District has never defaulted on any principal or interest payments. There are a number of limitations and restrictions contained in the general obligation bond indentures. The District is in compliance with all significant limitations and restrictions at August 31, 2011.

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The annual debt service requirements to maturity for bonds payable are as follows:

Year Ending June 30	Principal	Interest	Total Requirements
2012	\$ -	\$ 15,911,517	\$ 15,911,517
2013	16,570,000	31,640,175	48,210,175
2014	17,820,000	30,839,519	48,659,519
2015	22,355,000	29,914,409	52,269,409
2016	23,365,000	28,908,324	52,273,324
2017-2021	133,365,000	127,230,103	260,595,103
2022-2026	156,494,988	95,467,468	251,962,456
2027-2031	199,925,000	45,723,832	245,648,832
2032-2036	40,905,000	18,476,608	59,381,608
2037-2041	40,530,000	6,692,861	47,222,861
Total	<u>\$ 651,329,988</u>	<u>\$ 430,804,816</u>	<u>\$ 1,082,134,804</u>

**Notes Payable**

**Maintenance Tax Note** – The Maintenance Tax Note, bearing an interest rate of 3.595%, was issued to purchase school buses.

A summary of changes in notes payable for the year ended August 31, 2011 is as follows:

Description	Interest Rate Payable	Final Maturity	Amounts Original Issue	Amounts Outstanding August 31, 2010	Issued	Retired	Amounts Outstanding August 31, 2011	Due Within One Year
Maintenance Tax Notes, Series 2007	3.595%	2011	\$ 6,747,000	\$ 4,675,000	-	\$4,675,000	-	-
Totals			<u>\$ 6,747,000</u>	<u>\$ 4,675,000</u>	<u>-</u>	<u>\$ 4,675,000</u>	<u>-</u>	<u>-</u>

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For The Year Ended August 31, 2011

I. OTHER LONG-TERM DEBT

(1) Workers' Compensation

Under this program, the District provides coverage up to a maximum of \$350,000 per claim and purchases commercial insurance for claims in excess of this coverage. There were no settlements exceeding insurance coverage for each of the past three fiscal years. The total claims liability of \$8,520,781 is based on the requirements of Governmental Accounting Standards Board (GASB) Statement No. 10 as amended by GASB Statement No. 30, which requires that a liability for claims be reported if information is available prior to the issuance of the financial statements and the amount of the loss can be reasonably estimated. The District records the liability for claims incurred but not reported which is estimated using historical data.

The current portion of the claims liability in the amount of \$3,198,940 is reflected as part of current liabilities and the remaining portion of \$5,321,841 is reported as part of noncurrent liabilities. Both are reported in the Proprietary Funds Statement of Net Assets

The District is required to maintain a deposit sufficient to cover three months of claims with the current administrator of the program, which amounted to \$482,500 at August 31, 2011. The District is required to maintain a deposit of \$53,261 with a prior administrator of the program. The deposits are included as part of the Other Current Assets balance in the Proprietary Funds Statement of Net Assets.

Changes in the claims liability amount for fiscal years 2010 and 2011 were as follows:

Year Ended August 31,	Beginning of Fiscal Year Liability	Current Year Claims and changes in Estimates	Claim Payments	Balance at Fiscal Year End
2010	6,113,969	6,022,860	(3,328,258)	8,808,571
2011	8,808,571	2,989,889	(3,277,679)	8,520,781

(2) Arbitrage Payable

The Federal Tax Reform Act of 1986 requires issuers of tax-exempt debt to make payments to the United States Treasury for investment income received at yields that exceed the issuer's tax exempt borrowing rates. The Treasury requires payment for each issue every five years. The liability is not recorded until payment is actually made or the liability has become due and payable. The District does not have an arbitrage liability as of August 31, 2011.

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J. CHANGES IN LONG-TERM LIABILITIES

Changes in long-term liabilities for the governmental activities for the year ended August 31, 2011 were as follows:

	Amount Outstanding September 1, 2010	Additions	Deletions	Amount Outstanding August 31, 2011	Due Within One Year
Bonds Payable	\$ 448,985,179	\$ 311,650,000	\$ (109,305,191)	\$ 651,329,988	\$ 16,570,000
Accretion on Capital Appreciation Bonds	9,446,845	593,627	(8,201,771)	1,838,701	-
Unamortized Loss on Refunded Bonds	(15,293,707)	(4,503,810)	974,484	(18,823,033)	(1,093,005)
Unamortized Premium	16,922,328	8,257,856	(2,739,576)	22,440,608	2,828,344
Unamortized Discount	(1,214,179)	-	69,382	(1,144,797)	(69,382)
Maintenance Tax Notes	4,675,000	-	(4,675,000)	-	-
Workers' Compensation *	8,808,571	2,989,889	(3,277,679)	8,520,781	3,198,940
<b>Total</b>	<b>\$ 472,330,037</b>	<b>\$ 318,987,562</b>	<b>\$ (127,155,351)</b>	<b>\$ 664,162,248</b>	<b>\$ 21,434,897</b>

\* The \$3,198,940 which is the current portion of the claims liability, is reflected in the claims payable current liability account in the Statement of the Net Assets and not as part of the amount due within one year for the noncurrent liabilities.

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For The Year Ended August 31, 2011

**IV. OTHER INFORMATION**

**A. FUND BALANCE**

At August 31, 2011, fund balance is comprised of the following:

	Major Funds			Other Funds	Total
	General Fund	Debit Service Funds	Capital Projects		
<b>Nonspendable:</b>					
Inventories	\$ 1,536,722	\$ -	\$ -	\$ 779,879	\$ 2,316,601
Endowment Principal	-	-	-	101,000	101,000
<b>Restricted:</b>					
Federal or State Funds Grant Restriction:					
Compensatory Education	945,000	-	-	-	945,000
National Breakfast and Lunch Program	-	-	-	7,668,586	7,668,586
Capital Acquisition and Contractual Obligation	-	-	223,867,471	-	223,867,471
Retirement of Long-Term Debt	-	39,890,845	-	-	39,890,845
Other					
Scholarships	194,065	-	-	20,333	214,398
<b>Committed:</b>					
Capital Expenditures for E-Rate Equipment	3,914,002	-	-	-	3,914,002
Increase Funding for Health Insurance Internal Service Fund	7,250,000	-	-	-	7,250,000
Other					
HVAC Equipment, Building Repairs & Facilities	5,000,000	-	-	-	5,000,000
Campus Activity Funds	-	-	-	507,562	507,562
<b>Assigned:</b>					
Financial Obligations Carried Forward	1,372,719	-	-	-	1,372,719
Building Repair and Maintenance	-	-	592,492	-	592,492
Unassigned	42,956,292	-	-	-	42,956,292
<b>Total</b>	<b>\$ 63,168,800</b>	<b>\$ 39,890,845</b>	<b>\$ 224,459,963</b>	<b>\$ 9,077,360</b>	<b>\$ 336,596,968</b>

**B. HEALTH AND DENTAL INSURANCE**

**HEALTH** – During the year ended August 31, 2011, employees of the District were covered by one of four health insurance plans at their option. The District contributed between \$345.50 and \$403.10 per month, per employee, for medical coverage. Employees, at their option, authorized payroll withholdings to pay premiums for dependents.

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For The Year Ended August 31, 2011

**DENTAL** – During the year ended August 31, 2011, the District contributed \$17.43 per month, per employee, for dental coverage. All benefits were paid by a third party administrator acting on behalf of the District. The Plan was authorized by Section 21.922, Texas Education Code and Article 3.51-2, Texas Insurance Code, and was documented by contractual agreement.

The “Plan Supervisor Agreement” between the District and the third party administrator is automatically renewed for a one-year period, unless terminated as provided in the Standard Terms and Conditions of the Agreement.

The provision for unpaid self funded dental losses at August 31, 2011, in the amount of \$416,258 is reported in current liabilities as part of claims payable in the Proprietary Funds Statements of Net Assets, as it is based upon actual prior claims cost experience and average time lags (historically, less than 60 days) in settling such claims and actual claims paid after year end. All costs incurred are accounted for as expenditures in the operating funds affected.

The District is required to maintain a deposit of \$40,000 with the third party administrator. The deposit is included as part of the other current assets balance in the Proprietary Funds Statement of Net Assets.

C. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and, natural disasters. The District participates in the Texas Political Subdivisions Joint Self-Insurance Funds (SIF), a public entity risk pool currently operating as a common risk management and insurance program for public entities. The District is insured with the SIF for auto liability and physical damage coverage. The SIF is provided so that members will have no joint or several liabilities other than their required contribution. The District operates a limited management program for workers compensation. Premiums are paid by all other funds and are available to pay claims, claim reserve, and administrative costs of the program. There were no significant reductions in coverage in the past fiscal year, and settlements did not exceed insurance coverage for each of the past three fiscal years.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

D. REVENUES FROM LOCAL AND INTERMEDIATE SOURCES

	Major Funds				Total
	General Fund	Debt Service Fund	Capital Projects Fund	Other Governmental Funds	
Property Taxes	\$ 120,724,696	\$ 27,718,283	\$ -	\$ -	\$ 148,442,979
Investment Income	181,226	152,533	214,778	167	548,704
Insurance Recovery	27,738	-	-	-	27,738
Penalties, Interest and Other Tax Related Income	1,999,989	414,433	-	-	2,414,422
Food Service Activity	-	-	-	2,277,820	2,277,820
Tuition	60,532	-	-	-	60,532
Rent	319,175	-	-	-	319,175
Donated Capital Assets	186,704	-	-	-	186,704
San Antonio Education Foundation Grant	38,739	-	-	-	38,739
Athletic Activity	298,713	-	-	-	298,713
Campus Activity	-	-	-	735,789	735,789
Co-curricular Student	34,635	-	-	-	34,635
After School Challenge Program	-	-	-	1,327,976	1,327,976
CPS Rebate	-	-	514,962	-	514,962
Other	876,638	-	-	101,688	978,326
<b>Total</b>	<b>\$ 124,748,785</b>	<b>\$ 28,285,249</b>	<b>\$ 729,740</b>	<b>\$ 4,443,440</b>	<b>\$ 158,207,214</b>

During the year ended August 31, 2011, revenues from local and intermediate sources in the Proprietary Fund Types consisted of the following:

	Internal Service Fund
Insurance Recovery	\$ 948,818
Charges for Services	6,383,746
<b>Total</b>	<b>\$ 7,332,564</b>

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

E. GENERAL FUND FEDERAL SOURCE REVENUES

Included in the General Fund revenues are the following funded by the federal government:

Program or Source	CFDA Number	Amount
Impact Aid	84.041	\$ 96,904
Star Base Kelly	N/A	64,094
Army ROTC	N/A	613,381
School Health and Related Services (SHARS)	N/A	12,470,119
E-Rate Reimbursements	N/A	69,416
Summer School LEP	84.369	32,232
Indirect Costs		
Adult Education and Family Literacy	84.002	29,030
ESEA Title I, Part A	84.010	692,572
ESEA Title I, Part D	84.010	4,300
Title I, School Improvement Program	84.010	18,149
TTIPS Strategic Planning	84.010	3,276
ESEA Title I, Part C Migrant	84.011	4,543
IDEA-B Formula	84.027	218,678
Carl D. Perkins, Title I, Part C	84.048	15,838
IDEA-B Preschool	84.173	3,426
McKinney Homeless Children Grant	84.196	3,870
Teaching American History	84.215	8,508
Smaller Learning Communities	84.215	(30)
Fund for Improvement of ED (ESCD)	84.215	3,489
Public Charter School Start Up Grant	84.282	1,461
TTL V B SP1Chrtr 11 – 12	84.282	2,119
Gear Project	84.334	62,789
Reach, Aim & Soar	84.360	47,136
Title III, Part A – LEP	84.365	18,526
Title II, Part A TPTR	84.367	98,390
Title I, School Improvement	84.377	596
Homeless Ed. Disaster Assistance Program	84.383	(135)
ARRA – Title II, Part D	84.386	1,310
ARRA - McKinney-Vento Homeless Education	84.387	4,227
ARRA – TX Title I, Priority Schools Grant	84.388	27,180
ARRA - Title I, Part A	84.389	69,814
ARRA - Title I, Part D	84.389	855
ARRA - Title I – SIP	84.389	3,243
ARRA - IDEA-B Formula	84.391	(63,693)
ARRA - IDEA-B Preschool	84.392	2,677
ARRA - Title XIV State Fiscal Stabilization Fund	84.394	509,630
Temporary Assistance for Needy Families	93.558	160
		<u>\$ 15,138,080</u>



SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
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NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

Indirect cost revenues were determined by applying approved indirect cost rates to actual expenditures of federally funded grant programs.

F. RETIREMENT PLAN

**Plan Description**

The District contributes to the Teacher Retirement System of Texas (TRS), a cost-sharing multiple employer defined benefit pension plan, with one exception: all risks and costs are not shared by the employer. TRS administers retirement and disability annuities, and death and survivor benefits to employees and beneficiaries of employees of the public school systems of Texas. It operates primarily under the provisions of the Texas Constitution, Article XVI, Sec. 67, and Texas Government Code, Title 8, Subtitle C. TRS also administers proportional retirement benefits and service credit transfer under Texas Government Code, Title 8, Chapters 803 and 805, respectively. TRS issues a publicly available financial report that includes financial statements and required supplementary information for the defined benefit pension plan. That report may be obtained by writing to the TRS Communications Department, 1000 Red River Street, Austin, Texas 78701, by calling the TRS Communications Department at 1-800-223-8778, or by downloading the report from the TRS Internet website, [www.trs.state.tx.us](http://www.trs.state.tx.us), under the TRS Publications heading.

**Funding Policy**

State law provides for a member contribution rate of 6.4% for fiscal years 2011, 2010, and 2009; and a state contribution rate of 6.644% for fiscal years 2011 and 2010, and 6.58% for fiscal year 2009. In certain instances, the District is required to make all or a portion of the State's contribution, which was limited to 6.4% for the period from September through December 2009 and increased to 6.644% for the period from January 2010 through August 2011. Contribution requirements are not actuarially determined but are legally established and amended by the Texas state legislature. The state funding policy is as follows: (1) The state constitution requires the legislature to establish a member contribution rate of not less than 6.0% of the member's annual compensation and a state contribution rate of not less than 6.0% and not more than 10% of the aggregate annual compensation of all members of the system; (2) A state statute prohibits benefit improvements or contribution reductions if, as a result of the particular action, the time required to amortize TRS' unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

Contributions made by the State on behalf of the District are recorded in the financial statements as both revenues and expenditures. State, District, and employee contribution information for the last three (3) years are as follows:

Fiscal Year	On-Behalf State Contribution	District Annual Required Contributions (ARC)	Percentage of ARC Contributed	Employee Contributions
2009	\$13,450,098	\$6,370,756	100%	\$19,362,481
2010	14,173,032	7,043,909	100%	20,719,250
2011	14,606,326	6,752,290	100%	20,548,604

The District has no other liability under the plan as of August 31, 2011.

**G. RETIREE HEALTH PLAN**

**Plan Description**

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

**Funding Policy**

Contribution requirements are not actuarially determined but are legally established each biennium by the Texas Legislature. Texas Insurance Code, Sections 1575.202, 203, and 204 establish state, active employee, and public school contributions, respectively. The State of Texas and active public school employee contribution rates were 1.0% and 0.65% of public school payroll, respectively, with school districts contributing a percentage of payroll set at 0.55% for fiscal years 2011, 2010, and 2009. Per Texas Insurance Code, Chapter 1575, the public school contribution may not be less than 0.25% or greater than 0.75% of the salary of each active employee of the public school.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

Contributions made by the State on behalf of the District are recorded in the financial statements as both revenues and expenditures. Contributions to TRS-Care made by the State, District, and active employees for the last three (3) years follow:

Fiscal Year	On-Behalf State Contribution	District Annual Required Contribution (ARC)	Percentage of ARC Contributed	Active Member's Contribution
2009	\$3,025,497	\$1,663,989	100%	\$1,966,539
2010	2,715,081	2,302,863	100%	2,104,293
2011	2,697,872	2,278,887	100%	2,086,946

H. MEDICARE PART D

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, which was effective January 1, 2006, established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare Part D allows for the Texas Public Retired Employee Group Insurance Program (TRS-Care) to receive retiree drug subsidiary payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. Contributions made by the federal government on behalf of the District are recorded in the financial statements as both revenues and expenditures. These payments totaled \$760,781; \$847,510; and \$923,419 for fiscal years 2009, 2010, and 2011 respectively.

I. COMMITMENTS AND CONTINGENCIES

**Grants** – The District participates in numerous state and Federal grant programs that are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, if any, refunds of any money received may be required and the collectibility of any related receivable at August 31, 2011 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

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

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

Obligations under the current construction contracts will be liquidated in subsequent reporting periods.

J. E-PAYABLES

The District has an automated card payment process (E-Payables) agreement with Bank of America (Bank), which allows the District to electronically pay vendors through a secure card number instead of a check. Vendors are assigned and required to use an individualized card number to electronically draw down their payment. Payments are processed similar to payments made by check; however, instead of receiving a check, the vendor's individualized card is funded by the Bank upon receipt of the e-check listing from the District. The Bank notifies the vendor by e-mail when funds are available so that they may draw down their payment through a credit card network. Once the funds are drawn down, the Bank bills the District.

The Bank bills the District on a monthly basis and allows a 25 day grace period or line of credit up to \$6 million. As of August 31, 2011, the District had drawn \$430,488 on their line of credit, which is reported as part of accounts payable in the general fund.

As an incentive to participate in the program, the District receives rebate checks in amounts that are calculated based on the annual dollar volume of card payments. During the year, the District received rebates in the amount of \$24,147.

K. SPECIAL ITEM

The District offered an Early Separation Notice Incentive Program (Incentive Program) whereby those employees who provided written notice of their intent to separate from the District through retirement or resignation by March 31, 2011, would be paid \$2,000 each. The District paid \$648,000, which is reported as a special item, to these employees and has no other liability related to this Incentive Program at August 31, 2011.

L. ENDOWMENTS

The District has two donor-restricted endowments, which are the James Slayden Endowment and the Lanier Student Endowment. The James Slayden Endowment was created to pay a prize to the winner of the best essay on world peace by a senior student at the District. The Lanier Student Endowment was created to provide scholarships to students for (1) travel to an official school event wherein student(s) would not be able to attend for lack of family or school financial support, or (2) materials or equipment for student use in general studies or improvement of college entry test scores.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended August 31, 2011

The District authorizes the spending of endowment investment income according to the directives given by the donors. The net appreciation on investments of the endowments that is available for spending totals \$20,333 as of August 31, 2011 and is reported as Other Restricted Fund Balance and as Restricted for Other Purposes on the Balance Sheet and on the Statement of Net Assets, respectively.

M. SUBSEQUENT EVENTS

On June 20, 2011, the Board approved to change the District's fiscal year end from August 31<sup>st</sup> to June 30<sup>th</sup>. The change is effective with the next fiscal year, which will begin September 1, 2011 and end June 30, 2012.

**Required Supplementary Information**

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

EXHIBIT G-1

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)	
	Original	Final			
<b>REVENUES:</b>					
5700	Total Local and Intermediate Sources	\$ 125,301,277	\$ 126,392,034	\$ 124,748,785	\$ (1,643,249)
5800	State Program Revenues	265,545,543	242,917,873	242,010,058	(907,815)
5900	Federal Program Revenues	10,365,317	12,444,456	15,138,080	2,693,624
5020	Total Revenues	401,212,137	381,754,363	381,896,923	142,560
<b>EXPENDITURES:</b>					
Current:					
0011	Instruction	235,109,755	219,140,673	217,028,271	2,112,402
0012	Instructional Resources and Media Services	5,172,203	5,446,678	5,204,305	242,373
0013	Curriculum and Instructional Staff Development	6,565,341	5,192,355	4,804,735	387,620
0021	Instructional Leadership	6,015,109	6,332,880	6,091,634	241,246
0023	School Leadership	21,387,535	23,075,315	22,729,523	345,792
0031	Guidance, Counseling and Evaluation Services	15,476,876	15,767,878	15,467,902	299,976
0032	Social Work Services	1,772,222	1,975,626	1,934,187	41,439
0033	Health Services	6,393,931	7,042,430	6,422,360	620,070
0034	Student (Pupil) Transportation	10,202,029	10,932,377	10,792,518	139,859
0035	Food Services	368,745	294,560	218,040	76,520
0036	Extracurricular Activities	9,741,044	9,686,034	9,393,794	292,240
0041	General Administration	13,057,152	12,816,202	12,341,947	474,255
0051	Facilities Maintenance and Operations	49,021,071	46,054,008	44,639,760	1,414,248
0052	Security and Monitoring Services	5,429,780	6,016,344	5,701,714	314,630
0053	Data Processing Services	11,241,625	9,491,286	7,926,223	1,565,063
0061	Community Services	1,602,546	1,792,495	1,690,620	101,875
Debt Service:					
0073	Bond Issuance Cost and Fees	-	20,000	6,900	13,100
Capital Outlay:					
0081	Facilities Acquisition and Construction	40,114	785,805	594,408	191,397
Intergovernmental:					
0095	Payments to Juvenile Justice Alternative Ed. Prg.	140,000	29,940	28,121	1,819
0099	Other Intergovernmental Charges	1,192,200	993,200	861,959	131,241
6030	Total Expenditures	399,929,278	382,886,086	373,878,921	9,007,165
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	1,282,859	(1,131,723)	8,018,002	9,149,725
<b>OTHER FINANCING SOURCES (USES):</b>					
7912	Sale of Real and Personal Property	-	-	1,672,449	1,672,449
7915	Transfers In	-	1,556,929	-	(1,556,929)
8911	Transfers Out (Use)	(1,267,470)	(10,279,459)	(8,859,394)	1,420,065
8949	Other (Uses)	-	-	(122,748)	(122,748)
7080	Total Other Financing Sources (Uses)	(1,267,470)	(8,722,530)	(7,309,693)	1,412,837
<b>SPECIAL ITEMS:</b>					
8912	Special Item - (Use)	-	(648,918)	(648,000)	918
1200	Net Change in Fund Balances	15,389	(10,503,171)	60,309	10,563,480
0100	Fund Balance - September 1 (Beginning)	-	63,108,491	63,108,491	-
3000	Fund Balance - August 31 (Ending)	\$ 15,389	\$ 52,605,320	\$ 63,168,800	\$ 10,563,480

## **Other Supplementary Information**



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***Nonmajor Governmental Funds (Special Revenue Funds)***

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## **SPECIAL REVENUE FUNDS**

The Special Revenue Funds generally account for state and federally financed programs where unused balances are returned to the grantors at the close of specified project periods. Project accounting is employed to maintain integrity for the various sources of funds. Funds included in the Special Revenue funds category are described in the following pages.

### **HEAD START PROGRAM (205)**

To account for funds granted to operate preschool programs to provide scientific, research-based, pre-reading instruction for three and four year old children.

### **TITLE II SUBTITLE B-EDUCATION FOR THE HOMELESS CHILDREN (206)**

To account for funds granted for a variety of staff development and supplemental services, including inservice training, counseling, psychological services and tutoring.

### **TITLE I PART A-IMPROVING BASIC PROGRAMS (211)**

To account for funds allocated to local educational agencies to enable schools to provide opportunities for children served to acquire the knowledge and skills contained in the challenging State content standards and to meet the challenging State performance standards developed for all children.

### **TITLE I PART C- MIGRANT (212)**

To account for funds granted to operate programs benefiting children of migrant agriculture-related workers and children of migrant fishermen.

### **TITLE I PART D SUBPART 2 – DELINQUENT PROGRAMS (215)**

To account for funds granted to serve neglected or delinquent children receiving services from institutions for the neglected or delinquent.

### **ADULT BASIC EDUCATION-FEDERAL (220)**

To account for funds granted to provide or support programs for educational services to adults who are beyond compulsory school attendance age, are not enrolled in school and function at less than a secondary completion level.

### **ADULT ED - ENGLISH LITERACY & CIVICS AWARENESS CONT. (221)**

To assist adult parents to obtain the educational skills necessary to become full partners in the educational development of their children. And to assist adults to become literate and obtain the knowledge and skills necessary for employment and self-sufficiency.

### **TEMPORARY ASSISTANCE FOR NEEDY FAMILIES (TANF) (223)**

To account for funds granted to provide education services to undereducated adult recipients of cash assistance under TANF.

### **IDEA-B FORMULA (224)**

Funds to operate educational programs for children with disabilities.

### **IDEA-B PRESCHOOL (225)**

Funds used for preschool children with disabilities.

## **SPECIAL REVENUE FUNDS**

### **NATIONAL SCHOOL BREAKFAST AND LUNCH PROGRAM (240)**

To account for all food service activities of the District with major revenue sources that include the National School Lunch and Breakfast program and U.S.D.A donated commodities. Also accounts for funds associated with offering students a variety of nutritious fruits and vegetables under the Fresh Fruit and Vegetable Program and funds used to offer Head Start students afternoon snacks under the Child and Adult Care Food Program.

### **CARL D. PERKINS BASIC GRANT FORMULA (244)**

Funds used to strengthen the academic skills of students participating in career and technology and to provide all students with strong experience in and understanding of all aspects of an industry. Also to develop, improve or expand the use of technology in career and technical education and provide professional development programs to teachers, career guidance and academic counselors.

### **TITLE I - SCHOOL IMPROVEMENT PROG. (246, 249, 250, 262)**

Supplemental funds to help school improvement by corrective action or restructuring to provide a high quality education which will enable all students to meet the state student performance standards.

### **TITLE II PART A -TEACHER AND PRINCIPAL TRAINING AND RECRUITING (255)**

Funds to improve student achievement by improving teacher and principal quality and increasing the number of highly qualified teachers in classrooms and highly qualified principals in schools.

### **PUBLIC CHARTER SCHOOL START UP (PCS) - YOUNG WOMENS ACADEMY (258)**

Funds to public charter schools for planning, program design, implementation, assisting other schools and/or to disseminate information about the charter school.

### **TITLE III, PART A – LIMITED ENGLISH PROFICIENCY (LEP) (263)**

Funds to improve the education of limited English proficient children by assisting students to learn English and meet challenging state academic content and student academic achievement standards.

### **TITLE XIV, ARRA STATE FISCAL STABILIZATION FUND (SFSF) (266)**

ARRA (American Recovery and Reinvestment Act of 2009) funds are to target one or more of the following critical reform areas: increase efforts to institute rigorous post-secondary standards and high quality (valid, reliable) assessments, enhance pre-kindergarten to post-secondary data systems that track progress and foster continuous improvement, continue to improve teacher effectiveness and support the equitable distribution of qualified teachers; and, expand the state's support and effective interventions for the lowest performing schools.

### **TITLE V B SP1 CAMPUS CHARTER (267)**

Funds for initial start-up costs for charter campus planning and implementation.

### **MEDICAL ASSISTANCE PROGRAM (272)**

To account for funds allocated for reimbursement of eligible administrative costs for activities attributed to the implementation of the Medicaid state plan.

### **SAISD GEAR UP PROJECT (274)**

Funds to promote student achievement and college readiness.

## **SPECIAL REVENUE FUNDS**

### **REACH, AIM, SOAR GRANT (275)**

Funds to identify and serve middle and high school students who need to improve daily attendance; earn or recover high school credits; improve behavior; improve grades; pass the state's assessment tests and return to school to complete their high school diploma.

### **TTIPS STRATEGIC PLANNING GRANT (278)**

Funds for a TTIPS and Title I SIP campus to facilitate the creation and implementation of Strategic Action Planning for Marketing Strategy for the New Tech, a school within Sam Houston HS.

### **TITLE II, PART D - ARRA – TECHNOLOGY (279)**

Funds to improve student academic achievement through the use of technology in schools. To ensure that every student is technologically literate by the end of the eighth grade. And to encourage the effective integration of technology with teacher training, curriculum development and established successful research-based instructional methods.

### **TEACHING AMERICAN HISTORY (281)**

Funds to supplement existing funding to create Vertical Teams in U.S. History to increase academic achievement, historical literacy and college readiness.

### **IDEA-B FORMULA ARRA (283)**

Stimulus funds awarded through the American Recovery and Reinvestment Act of 2009 (ARRA) relating to the Individuals with Disabilities Education Act (IDEA B & C). Funds are to be spent for activities and strategies that are scientifically based on research and meet needs identified in the Campus Improvement Plan.

### **IDEA-B FORMULA – ARRA (284)**

Stimulus funds awarded through the American Recovery and Reinvestment Act of 2009 (ARRA) relating to preschool children with disabilities.

### **TITLE I, PART A ARRA (285)**

Funds to help students acquire the knowledge and skills in the state content standards and to meet the state student performance standards.

### **TITLE I, PART D – SUBPART 2 - ARRA / STIMULUS (286)**

ARRA funds to improve educational services for children and youth in local and state institutions for neglected or delinquent children and youth so that such children and youth have the opportunity to meet the same challenging state student academic achievement standards that all children in the state are expected to meet.

### **TEXAS TITLE I PRIORITY SCHOOLS GRANT- (TTIPS) – ARRA – (287 & 288)**

This special School Improvement Grant is for a campus in need of improvement, corrective action, restructuring or other eligible need that demonstrates the greatest need for the funds and the strongest commitment to use the funds to provide adequate resources in order to raise substantially the achievement of the students so as to enable the school to make adequate yearly progress and exit improvement status.

## **SPECIAL REVENUE FUNDS**

### **OTHER FEDERAL SPECIAL REVENUE FUNDS (289) INCLUDE:**

TITLE I – School Improvement Program (247, 248, 251-254, 259-261, 264)

TITLE V B SP1 CAMPUS CHARTER (268, 269)

TITLE I – School Improvement Academy Grant (276)

100% Campaign – CHIPRA (277)

McKinney – Vento Homeless Education ARRA (280)

Homeless Education Disaster Assistance Program (282)

TITLE I – School Improvement Program ARRA (289- 301)

SLC Enhanced Reading Opportunity ERO (477)

Community Putting Prevention to Work (487)

Elementary and Secondary School Counseling (498)

### **GR - ADULT EDUCATION – CONTINUATION (381)**

Funds that provide adult education and literacy programs starting as of age 16 and above for those who do not have a high school diploma and are out of school.

### **LIFE SKILLS FOR STUDENT PARENTS (394)**

Funds to provide pregnant and parenting students the services needed to keep them in school until completion.

### **STUDENT SUCCESS INITIATIVE (402)**

Funds to provide intensive, targeted interventions for students in grades K-12 who have been identified as at risk for academic difficulties in the core content areas.

### **ALGEBRA READINESS (403, 405-407)**

Funds to increase the preparedness of middle school students to meet standards and pass future assessments in Algebra I.

### **TECHNOLOGY FUND (411)**

Funds to purchase technological software or equipment that contributes to student learning or to pay for training for educational personnel involved in the use of these materials.

### **DISTRICT AWARDS FOR TEACHER EXCELLENCE (427)**

Funds to provide a teacher incentive awards program that supports the establishment of district-wide goals and the implementation of a financial awards system for teachers who improve student achievement.

## **SPECIAL REVENUE FUNDS**

### **OTHER STATE SPECIAL REVENUE FUNDS (429) INCLUDE:**

Supplemental Services - Visually Impaired (385)  
AP International/ Baccalaureate (AP/IB) (397)  
ALGEBRA READINESS (401, 412, 415, 416)  
SSI-College Readiness Initiative For MS Students (404)  
Texas HS Initiative -Dropout Recovery Pilot Program (408)  
Dropout Recovery Performance Pay (410)  
Beginning Teacher Induction and Mentoring (425)  
High School Allotment (428 & 199)  
Texas High School Initiative - Early College High School (429)  
Texas Fitness Now Grant (442)  
Texas School Ready! (472)  
Collaborative Dropout Reduction Program (480)  
LEOSE – Law Enforcement Officers Standards & Ed (485)

### **CAMPUS ACIVITY FUNDS (461)**

To account for transactions related to a principal's activity fund if the monies generated are not subject to recall by the school district's board of trustees into the General Fund

### **AFTER SCHOOL CHALLENGE PROGRAM (478)**

Funds are through an interlocal agreement with the City of San Antonio. These funds provide for recreational and educational opportunities for children in the community after school hours.

### **OTHER LOCAL SPECIAL REVENUE FUNDS (499) INCLUDE:**

Foundation for Education of Young Women (438)  
Washington Mutual Grant (465, 466)  
AFT Alliance Grant (467 - 469)  
First Robotics Grant (482)  
National FFA / Toyota Diversity (483)  
Communities Foundation of Texas (499)



SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 AUGUST 31, 2011

Data Control Codes	205 Head Start Program	206 ESEA Title II Part B - Homeless	211 ESEA Title I Part A, Imprv Basic Program	212 ESEA Title I Part C Migrant	
<b>ASSETS</b>					
1110	Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
1240	Receivables from Other Governments	3,690,668	109,428	4,667,685	38,979
1290	Other Receivables	-	-	-	-
1300	Inventories	-	-	-	-
1410	Deferred Expenditures	106,534	739	112,137	-
1000	Total Assets	<u>\$ 3,797,202</u>	<u>\$ 110,167</u>	<u>\$ 4,779,822</u>	<u>\$ 38,979</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
2110	Accounts Payable	\$ -	\$ -	\$ 65,630	\$ 320
2160	Accrued Wages Payable	171,712	4,174	388,822	870
2170	Due to Other Funds	3,625,490	105,993	4,325,370	37,789
2180	Due to Other Governments	-	-	-	-
2300	Deferred Revenues	-	-	-	-
2000	Total Liabilities	<u>3,797,202</u>	<u>110,167</u>	<u>4,779,822</u>	<u>38,979</u>
Fund Balances:					
Nonspendable Fund Balance:					
3410	Inventories	-	-	-	-
3425	Endowment Principal	-	-	-	-
Restricted Fund Balance:					
3450	Federal or State Funds Grant Restriction	-	-	-	-
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>\$ 3,797,202</u>	<u>\$ 110,167</u>	<u>\$ 4,779,822</u>	<u>\$ 38,979</u>

215 ESEA Title I Part D - Subpart 2	220 Adult Basic Education Federal	221 Adult Ed English & Civics	223 TANF Family Assistance	224 IDEA - Part B Formula	225 IDEA - Part B Preschool	240 National Breakfast and Lunch Program	244 Title I Part C Cark Perkins
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,696,122	\$ -
58,196	140,863	12,940	36,577	1,774,442	32,427	1,187,926	17,484
-	-	-	-	-	-	8,820	-
-	-	-	-	-	-	1,370,159	-
1,318	-	-	-	2,858	-	153,500	-
<u>\$ 59,514</u>	<u>\$ 140,863</u>	<u>\$ 12,940</u>	<u>\$ 36,577</u>	<u>\$ 1,777,300</u>	<u>\$ 32,427</u>	<u>\$ 10,416,527</u>	<u>\$ 17,484</u>
\$ 518	\$ 1,990	\$ -	\$ -	\$ 179,609	\$ 914	\$ 1,044,133	\$ 11,886
610	1,831	-	11,068	184,732	3,657	305,316	485
58,386	137,042	12,940	25,509	1,412,959	27,856	-	5,113
-	-	-	-	-	-	28,333	-
-	-	-	-	-	-	590,280	-
<u>59,514</u>	<u>140,863</u>	<u>12,940</u>	<u>36,577</u>	<u>1,777,300</u>	<u>32,427</u>	<u>1,968,062</u>	<u>17,484</u>
-	-	-	-	-	-	779,879	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	7,668,586	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,448,465</u>	<u>-</u>
<u>\$ 59,514</u>	<u>\$ 140,863</u>	<u>\$ 12,940</u>	<u>\$ 36,577</u>	<u>\$ 1,777,300</u>	<u>\$ 32,427</u>	<u>\$ 10,416,527</u>	<u>\$ 17,484</u>

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 AUGUST 31, 2011

Data Control Codes	246 Title I SIP - Wheatley MS	249 Title I SIP - Houston HS	250 Title I SIP - Navarro Acad	255 ESEA II,A Training and Recruiting
<b>ASSETS</b>				
1110 Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
1240 Receivables from Other Governments	2,397	154,349	8,247	633,589
1290 Other Receivables	-	-	-	-
1300 Inventories	-	-	-	-
1410 Deferred Expenditures	-	1,660	-	-
1000 Total Assets	<u>\$ 2,397</u>	<u>\$ 156,009</u>	<u>\$ 8,247</u>	<u>\$ 633,589</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
2110 Accounts Payable	\$ -	\$ -	\$ -	\$ 46,059
2160 Accrued Wages Payable	-	7,599	-	36,423
2170 Due to Other Funds	2,397	148,410	8,247	551,107
2180 Due to Other Governments	-	-	-	-
2300 Deferred Revenues	-	-	-	-
2000 Total Liabilities	<u>2,397</u>	<u>156,009</u>	<u>8,247</u>	<u>633,589</u>
Fund Balances:				
Nonspendable Fund Balance:				
3410 Inventories	-	-	-	-
3425 Endowment Principal	-	-	-	-
Restricted Fund Balance:				
3450 Federal or State Funds Grant Restriction	-	-	-	-
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>\$ 2,397</u>	<u>\$ 156,009</u>	<u>\$ 8,247</u>	<u>\$ 633,589</u>

258 PCS - Young Womens Academy	262 Title I SIP - Rhodes MS	263 Title III, A English Lang. Acquisition	266 Title XIV ARRA State Stabilization	267 Title V B SP1, Campus Charter	272 Medical Assistance Program	274 Gear Up Project	275 Reach, Aim, Soar Program
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	26,518	142,251	3,653,745	130,982	-	111,065	221,770
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	271,986	-	-	-	10,697
<u>\$ -</u>	<u>\$ 26,518</u>	<u>\$ 142,251</u>	<u>\$ 3,925,731</u>	<u>\$ 130,982</u>	<u>\$ -</u>	<u>\$ 111,065</u>	<u>\$ 232,467</u>
\$ -	\$ -	\$ 208	\$ -	\$ 14,322	\$ -	\$ 86,070	\$ 220,192
-	-	273	-	746	-	2,634	1,849
-	26,518	141,770	3,925,731	115,914	-	22,361	10,426
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	26,518	142,251	3,925,731	130,982	-	111,065	232,467
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 26,518</u>	<u>\$ 142,251</u>	<u>\$ 3,925,731</u>	<u>\$ 130,982</u>	<u>\$ -</u>	<u>\$ 111,065</u>	<u>\$ 232,467</u>

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 AUGUST 31, 2011

Data Control Codes	278 TTIPS Strategic Planning	279 Title II, D ARRA - Ed. Technology	281 Teaching American History	283 IDEA, Pt. B ARRA Formula	
<b>ASSETS</b>					
1110	Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
1240	Receivables from Other Governments	152,022	123,212	8,906	273,678
1290	Other Receivables	-	-	-	-
1300	Inventories	-	-	-	-
1410	Deferred Expenditures	-	-	-	6,623
1000	Total Assets	<u>\$ 152,022</u>	<u>\$ 123,212</u>	<u>\$ 8,906</u>	<u>\$ 280,301</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
2110	Accounts Payable	\$ 8,580	\$ 66,390	\$ 1,742	\$ -
2160	Accrued Wages Payable	10,227	-	434	80,791
2170	Due to Other Funds	133,215	56,822	6,730	199,510
2180	Due to Other Governments	-	-	-	-
2300	Deferred Revenues	-	-	-	-
2000	Total Liabilities	<u>152,022</u>	<u>123,212</u>	<u>8,906</u>	<u>280,301</u>
Fund Balances:					
Nonspendable Fund Balance:					
3410	Inventories	-	-	-	-
3425	Endowment Principal	-	-	-	-
Restricted Fund Balance:					
3450	Federal or State Funds Grant Restriction	-	-	-	-
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>\$ 152,022</u>	<u>\$ 123,212</u>	<u>\$ 8,906</u>	<u>\$ 280,301</u>

284 IDEA, Pt. B ARRA Preschool	285 Title I, Pt A ARRA/ Stimulus	286 Title I, Pt D Subpart 2 ARRA	287 TTIPS ARRA - Fox Tech HS	288 TTIPS ARRA - Sam Houston	289 Other Federal Special Revenue Funds	381 Adult Basic Education State	394 Life Skills for Student Parents
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1,537	1,999,657	147,197	143,275	325,265	354,065	192,425	55,123
-	43,000	-	-	-	501	-	-
-	-	-	-	-	-	-	-
-	366	-	2,136	3,021	-	-	-
<u>\$ 1,537</u>	<u>\$ 2,043,023</u>	<u>\$ 147,197</u>	<u>\$ 145,411</u>	<u>\$ 328,286</u>	<u>\$ 354,566</u>	<u>\$ 192,425</u>	<u>\$ 55,123</u>
\$ -	\$ 768,189	\$ 25,205	\$ 1,509	\$ 1,078	\$ 40,113	\$ -	\$ 7,590
-	193,499	-	7,970	8,713	26,510	57,891	3,109
1,537	1,081,335	121,992	135,932	318,495	287,943	134,534	44,424
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>1,537</u>	<u>2,043,023</u>	<u>147,197</u>	<u>145,411</u>	<u>328,286</u>	<u>354,566</u>	<u>192,425</u>	<u>55,123</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 1,537</u>	<u>\$ 2,043,023</u>	<u>\$ 147,197</u>	<u>\$ 145,411</u>	<u>\$ 328,286</u>	<u>\$ 354,566</u>	<u>\$ 192,425</u>	<u>\$ 55,123</u>

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 AUGUST 31, 2011

Data Control Codes	402 Student Success Initiative	403 Algebra Readiness Connell MS	405 Algebra Readines Page MS	406 Algebra Readiness Rogers MS
<b>ASSETS</b>				
1110	Cash and Cash Equivalents	\$ -	\$ -	\$ -
1240	Receivables from Other Governments	405,528	10,822	10,142
1290	Other Receivables	-	26	-
1300	Inventories	-	-	-
1410	Deferred Expenditures	-	-	-
1000	Total Assets	<u>\$ 405,528</u>	<u>\$ 10,848</u>	<u>\$ 10,142</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
2110	Accounts Payable	\$ -	\$ 174	\$ -
2160	Accrued Wages Payable	1,149	2,554	1,325
2170	Due to Other Funds	404,379	8,120	8,817
2180	Due to Other Governments	-	-	-
2300	Deferred Revenues	-	-	-
2000	Total Liabilities	<u>405,528</u>	<u>10,848</u>	<u>10,142</u>
Fund Balances:				
Nonspendable Fund Balance:				
3410	Inventories	-	-	-
3425	Endowment Principal	-	-	-
Restricted Fund Balance:				
3450	Federal or State Funds Grant Restriction	-	-	-
3490	Other Restricted Fund Balance	-	-	-
Committed Fund Balance:				
3545	Other Committed Fund Balance	-	-	-
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>
4000	Total Liabilities and Fund Balances	<u>\$ 405,528</u>	<u>\$ 10,848</u>	<u>\$ 10,142</u>

407 Algebra Readiness Twain MS	411 Technology Fund	427 District Awards for Tchr Excell	429 Other State Special Revenue Funds	461 Campus Activity Funds	478 After School Challenge Program	499 Other Local Special Revenue Funds	Total Nonmajor Special Revenue Funds
\$ -	\$ 681,424	\$ -	\$ 168,629	\$ 537,118	\$ -	\$ 69,618	\$ 9,152,911
8,116	-	13,696	249,607	-	-	-	21,336,125
-	-	-	-	-	342,153	-	394,500
-	-	-	-	-	-	-	1,370,159
-	-	-	794	-	-	-	674,369
<u>\$ 8,116</u>	<u>\$ 681,424</u>	<u>\$ 13,696</u>	<u>\$ 419,030</u>	<u>\$ 537,118</u>	<u>\$ 342,153</u>	<u>\$ 69,618</u>	<u>\$ 32,928,064</u>
\$ -	\$ 9,776	\$ -	\$ 48,250	\$ 21,496	\$ 17,400	\$ 3,278	\$ 2,692,621
-	3,011	548	6,768	8,060	752	-	1,537,682
8,116	-	13,148	195,916	-	324,001	-	18,220,048
-	16,893	-	-	-	-	-	45,226
-	651,744	-	168,096	-	-	66,340	1,476,460
<u>8,116</u>	<u>681,424</u>	<u>13,696</u>	<u>419,030</u>	<u>29,556</u>	<u>342,153</u>	<u>69,618</u>	<u>23,972,037</u>
-	-	-	-	-	-	-	779,879
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	7,668,586
-	-	-	-	-	-	-	-
-	-	-	-	507,562	-	-	507,562
-	-	-	-	507,562	-	-	8,956,027
<u>\$ 8,116</u>	<u>\$ 681,424</u>	<u>\$ 13,696</u>	<u>\$ 419,030</u>	<u>\$ 537,118</u>	<u>\$ 342,153</u>	<u>\$ 69,618</u>	<u>\$ 32,928,064</u>



SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 AUGUST 31, 2011

Data Control Codes	479 Permanent Fund	Total Nonmajor Governmental Funds
<b>ASSETS</b>		
1110 Cash and Cash Equivalents	\$ 121,333	\$ 9,274,244
1240 Receivables from Other Governments	-	21,336,125
1290 Other Receivables	-	394,500
1300 Inventories	-	1,370,159
1410 Deferred Expenditures	-	674,369
1000 Total Assets	<u>\$ 121,333</u>	<u>\$ 33,049,397</u>
<b>LIABILITIES AND FUND BALANCES</b>		
Liabilities:		
2110 Accounts Payable	\$ -	\$ 2,692,621
2160 Accrued Wages Payable	-	1,537,682
2170 Due to Other Funds	-	18,220,048
2180 Due to Other Governments	-	45,226
2300 Deferred Revenues	-	1,476,460
2000 Total Liabilities	<u>-</u>	<u>23,972,037</u>
Fund Balances:		
Nonspendable Fund Balance:		
3410 Inventories	-	779,879
3425 Endowment Principal	101,000	101,000
Restricted Fund Balance:		
3450 Federal or State Funds Grant Restriction	-	7,668,586
3490 Other Restricted Fund Balance	20,333	20,333
Committed Fund Balance:		
3545 Other Committed Fund Balance	-	507,562
3000 Total Fund Balances	<u>121,333</u>	<u>9,077,360</u>
4000 Total Liabilities and Fund Balances	<u>\$ 121,333</u>	<u>\$ 33,049,397</u>

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SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES - NON MAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2011

Data Control Codes	205 Head Start Program	206 ESEA Title II Part B - Homeless	211 ESEA Title I Part A, Imprv Basic Program	212 ESEA Title I Part C Migrant
<b>REVENUES:</b>				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800 State Program Revenues	-	-	-	-
5900 Federal Program Revenues	11,578,927	176,130	29,617,036	189,325
5020 Total Revenues	<u>11,578,927</u>	<u>176,130</u>	<u>29,617,036</u>	<u>189,325</u>
<b>EXPENDITURES:</b>				
Current:				
0011 Instruction	8,368,407	38,065	12,683,828	19,618
0012 Instructional Resources and Media Services	-	-	2,522,199	-
0013 Curriculum and Instructional Staff Development	234	-	4,432,039	-
0021 Instructional Leadership	900,389	-	1,657,937	164,405
0023 School Leadership	643,313	-	5,047,902	-
0031 Guidance, Counseling and Evaluation Services	-	-	126,772	-
0032 Social Work Services	-	116,818	396,547	-
0033 Health Services	219,291	-	285,295	-
0034 Student (Pupil) Transportation	742,341	-	-	-
0035 Food Services	71,208	-	-	-
0036 Extracurricular Activities	-	-	13,596	-
0041 General Administration	56,119	-	-	-
0051 Facilities Maintenance and Operations	287,568	-	147,663	-
0052 Security and Monitoring Services	-	-	5,114	-
0053 Data Processing Services	-	-	210,957	-
0061 Community Services	43,817	21,247	1,902,285	5,302
Capital Outlay:				
0081 Facilities Acquisition and Construction	246,240	-	-	-
Intergovernmental:				
0093 Payments to Fiscal Agent/Member Districts of SSA	-	-	184,902	-
6030 Total Expenditures	<u>11,578,927</u>	<u>176,130</u>	<u>29,617,036</u>	<u>189,325</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
7915 Transfers In	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
7080 Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200 Net Change in Fund Balance	-	-	-	-
0100 Fund Balance - September 1 (Beginning)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
3000 Fund Balance - August 31 (Ending)	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

215 ESEA Title I Part D - Subpart 2	220 Adult Basic Education Federal	221 Adult Ed English & Civics	223 TANF Family Assistance	224 IDEA - Part B Formula	225 IDEA - Part B Preschool	240 National Breakfast and Lunch Program	244 Title I Part C Cark Perkins
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,303,718	\$ -
-	-	-	-	-	-	203,916	-
181,289	1,211,868	128,559	224,600	9,185,793	153,772	33,230,745	1,038,633
181,289	1,211,868	128,559	224,600	9,185,793	153,772	35,738,379	1,038,633
54,844	901,324	107,258	187,103	5,313,765	124,115	-	950,675
10,957	-	-	-	2,012	-	-	-
62,247	35,547	1,429	1,100	1,722,348	19,874	-	29,872
18,137	274,997	19,872	36,503	128,632	-	-	-
5,111	-	-	-	6,935	-	-	-
-	-	-	-	1,525,653	9,783	-	42,017
29,993	-	-	-	8,344	-	-	-
-	-	-	-	192,754	-	-	-
-	-	-	-	4,620	-	-	-
-	-	-	-	-	-	32,342,105	-
-	-	-	-	26,270	-	-	-
-	-	-	-	-	-	3,500	-
-	-	-	(106)	5,273	-	1,773,857	-
-	-	-	-	-	-	9,327	-
-	-	-	-	-	-	-	13,011
-	-	-	-	249,187	-	-	3,058
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
181,289	1,211,868	128,559	224,600	9,185,793	153,772	34,128,789	1,038,633
-	-	-	-	-	-	1,609,590	-
-	-	-	-	-	-	336,762	-
-	-	-	-	-	-	336,762	-
-	-	-	-	-	-	1,946,352	-
-	-	-	-	-	-	6,502,113	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,448,465	\$ -

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES - NON MAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2011

Data Control Codes	246 Title I SIP - Wheatley MS	249 Title I SIP - Houston HS	250 Title I SIP - Navarro Acad	255 ESEA II, A Training and Recruiting
<b>REVENUES:</b>				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800 State Program Revenues	-	-	-	-
5900 Federal Program Revenues	121,098	419,080	81,802	4,078,052
5020 Total Revenues	<u>121,098</u>	<u>419,080</u>	<u>81,802</u>	<u>4,078,052</u>
<b>EXPENDITURES:</b>				
Current:				
0011 Instruction	93,282	99,228	79,084	1,010,393
0012 Instructional Resources and Media Services	-	21,511	-	1,465
0013 Curriculum and Instructional Staff Development	26,549	25,927	560	2,480,186
0021 Instructional Leadership	-	-	-	88,361
0023 School Leadership	-	272,414	-	24,141
0031 Guidance, Counseling and Evaluation Services	1,267	-	995	948
0032 Social Work Services	-	-	951	-
0033 Health Services	-	-	-	-
0034 Student (Pupil) Transportation	-	-	-	-
0035 Food Services	-	-	-	-
0036 Extracurricular Activities	-	-	-	-
0041 General Administration	-	-	-	-
0051 Facilities Maintenance and Operations	-	-	-	(495)
0052 Security and Monitoring Services	-	-	-	-
0053 Data Processing Services	-	-	-	-
0061 Community Services	-	-	212	473,053
Capital Outlay:				
0081 Facilities Acquisition and Construction	-	-	-	-
Intergovernmental:				
0093 Payments to Fiscal Agent/Member Districts of SSA	-	-	-	-
6030 Total Expenditures	<u>121,098</u>	<u>419,080</u>	<u>81,802</u>	<u>4,078,052</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
7915 Transfers In	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
7080 Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200 Net Change in Fund Balance	-	-	-	-
0100 Fund Balance - September 1 (Beginning)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
3000 Fund Balance - August 31 (Ending)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

258 PCS - Young Womens Academy	262 Title I SIP - Rhodes MS	263 Title III, A English Lang. Acquisition	266 Title XIV ARRA State Stabilization	267 Title V B SP1, Campus Charter	272 Medical Assistance Program	274 Gear Up Project	275 Reach, Aim, Soar Program
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
78,150	76,852	770,212	21,820,356	130,168	214,901	2,615,842	2,402,141
<u>78,150</u>	<u>76,852</u>	<u>770,212</u>	<u>21,820,356</u>	<u>130,168</u>	<u>214,901</u>	<u>2,615,842</u>	<u>2,402,141</u>
77,094	74,164	410,985	21,791,824	126,916	-	1,269,404	1,662,099
-	-	-	-	-	-	-	-
-	1,340	314,098	-	-	-	85,310	-
-	-	36,707	-	-	-	883,824	89,205
908	1,040	-	-	3,252	-	23,622	-
-	-	7,142	-	-	-	17,732	-
-	-	-	-	-	-	302,246	649,290
-	-	-	-	-	214,901	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	7,808	-	-	-	-
148	308	1,280	20,724	-	-	33,704	1,547
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>78,150</u>	<u>76,852</u>	<u>770,212</u>	<u>21,820,356</u>	<u>130,168</u>	<u>214,901</u>	<u>2,615,842</u>	<u>2,402,141</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES - NON MAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2011

Data Control Codes	278 TTIPS Strategic Planning	279 Title II, D ARRA - Ed. Technology	281 Teaching American History	283 IDEA, Pt. B ARRA Formula
<b>REVENUES:</b>				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800 State Program Revenues	-	-	-	-
5900 Federal Program Revenues	148,746	182,434	348,045	6,656,826
5020 Total Revenues	<u>148,746</u>	<u>182,434</u>	<u>348,045</u>	<u>6,656,826</u>
<b>EXPENDITURES:</b>				
Current:				
0011 Instruction	-	87,891	-	5,188,223
0012 Instructional Resources and Media Services	-	-	-	-
0013 Curriculum and Instructional Staff Development	31,615	-	256,343	1,016,145
0021 Instructional Leadership	-	29,380	51,702	-
0023 School Leadership	112,272	-	-	-
0031 Guidance, Counseling and Evaluation Services	-	-	40,000	230,559
0032 Social Work Services	-	-	-	120,271
0033 Health Services	-	-	-	-
0034 Student (Pupil) Transportation	-	-	-	-
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	4,859	65,163	-	101,628
Capital Outlay:				
0081 Facilities Acquisition and Construction	-	-	-	-
Intergovernmental:				
0093 Payments to Fiscal Agent/Member Districts of SSA	-	-	-	-
6030 Total Expenditures	<u>148,746</u>	<u>182,434</u>	<u>348,045</u>	<u>6,656,826</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
7915 Transfers In	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
7080 Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200 Net Change in Fund Balance	-	-	-	-
0100 Fund Balance - September 1 (Beginning)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
3000 Fund Balance - August 31 (Ending)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

284 IDEA, Pt. B ARRA Preschool	285 Title I, Pt A ARRA/ Stimulus	286 Title I, Pt D Subpart 2 ARRA	287 TTIPS ARRA - Fox Tech HS	288 TTIPS ARRA - Sam Houston	289 Other Federal Special Revenue Funds	381 Adult Basic Education State	394 LifeSkills for Student Parents
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	367,812	255,839
194,462	9,134,406	170,785	682,351	1,365,372	1,180,240	-	-
194,462	9,134,406	170,785	682,351	1,365,372	1,180,240	367,812	255,839
95,957	7,041,038	170,785	428,190	1,173,120	623,823	277,339	49,739
-	-	-	2,347	-	63,052	-	-
98,505	1,771,779	-	107,043	43,879	142,199	2,000	-
-	98,537	-	32,380	32,380	3,641	88,473	31,819
-	16,243	-	84,109	69,804	34,425	-	-
-	-	-	7,056	-	133,587	-	-
-	-	-	-	-	144,945	-	45,715
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	2,017	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	17,477	42,661	8,938	-	-
-	204,792	-	3,749	3,528	25,630	-	128,566
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
194,462	9,134,406	170,785	682,351	1,365,372	1,180,240	367,812	255,839
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -



SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES - NON MAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2011

Data Control Codes	402 Student Success Initiative	403 Algebra Readiness Connell MS	405 Algebra Readines Page MS	406 Algebra Readiness Rogers MS
<b>REVENUES:</b>				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800 State Program Revenues	770,303	173,280	131,178	112,958
5900 Federal Program Revenues	-	-	-	-
5020 Total Revenues	<u>770,303</u>	<u>173,280</u>	<u>131,178</u>	<u>112,958</u>
<b>EXPENDITURES:</b>				
<b>Current:</b>				
0011 Instruction	416,761	112,918	100,795	79,689
0012 Instructional Resources and Media Services	-	-	-	-
0013 Curriculum and Instructional Staff Development	350,199	52,154	22,145	25,017
0021 Instructional Leadership	-	8,208	8,238	8,252
0023 School Leadership	-	-	-	-
0031 Guidance, Counseling and Evaluation Services	3,036	-	-	-
0032 Social Work Services	-	-	-	-
0033 Health Services	-	-	-	-
0034 Student (Pupil) Transportation	-	-	-	-
0035 Food Services	-	-	-	-
0036 Extracurricular Activities	-	-	-	-
0041 General Administration	-	-	-	-
0051 Facilities Maintenance and Operations	307	-	-	-
0052 Security and Monitoring Services	-	-	-	-
0053 Data Processing Services	-	-	-	-
0061 Community Services	-	-	-	-
<b>Capital Outlay:</b>				
0081 Facilities Acquisition and Construction	-	-	-	-
<b>Intergovernmental:</b>				
0093 Payments to Fiscal Agent/Member Districts of SSA	-	-	-	-
6030 Total Expenditures	<u>770,303</u>	<u>173,280</u>	<u>131,178</u>	<u>112,958</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
7915 Transfers In	-	-	-	-
7080 Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1200 Net Change in Fund Balance	-	-	-	-
0100 Fund Balance - September 1 (Beginning)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
3000 Fund Balance - August 31 (Ending)	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

407 Algebra Readiness Twain MS	411 Technology Fund	427 District Awards for TchrExcell	429 Other State Special Revenue Funds	461 Campus Activity Funds	478 After School Challenge Program	499 Other Local Special Revenue Funds	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ -	\$ 735,789	\$ 1,327,976	\$ 75,790	\$ 4,443,273
135,589	828,630	3,733,008	869,561	-	-	-	7,582,074
-	-	-	-	-	-	-	139,788,998
<u>135,589</u>	<u>828,630</u>	<u>3,733,008</u>	<u>869,561</u>	<u>735,789</u>	<u>1,327,976</u>	<u>75,790</u>	<u>151,814,345</u>
102,363	11,270	3,652,458	440,991	418,699	10,000	2,981	75,928,505
-	45,733	-	-	85,347	-	-	2,754,623
25,016	391,617	-	270,245	9,595	-	19,333	13,873,489
8,210	-	-	68,350	2,994	-	-	4,771,533
-	-	-	2,191	33,584	-	-	6,381,266
-	-	80,550	7,500	431	-	51,802	2,286,830
-	-	-	71,387	-	-	-	1,886,507
-	-	-	-	304	-	-	912,545
-	-	-	-	-	-	-	746,961
-	-	-	259	131	-	-	32,413,703
-	-	-	-	70,598	-	-	110,464
-	-	-	-	-	-	-	59,619
-	-	-	45	9,411	-	-	2,225,540
-	-	-	5,021	2,445	300	-	22,207
-	380,010	-	-	-	-	-	680,862
-	-	-	3,572	78,036	1,317,676	1,674	4,694,745
-	-	-	-	11,730	-	-	257,970
-	-	-	-	-	-	-	184,902
<u>135,589</u>	<u>828,630</u>	<u>3,733,008</u>	<u>869,561</u>	<u>723,305</u>	<u>1,327,976</u>	<u>75,790</u>	<u>150,192,271</u>
-	-	-	-	12,484	-	-	1,622,074
-	-	-	-	-	-	-	336,762
-	-	-	-	-	-	-	336,762
-	-	-	-	12,484	-	-	1,958,836
-	-	-	-	495,078	-	-	6,997,191
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 507,562</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,956,027</u>

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

Data Control Codes	479 Permanent Fund	Total Nonmajor Governmental Funds
<b>REVENUES:</b>		
5700 Total Local and Intermediate Sources	\$ 167	\$ 4,443,440
5800 State Program Revenues	-	7,582,074
5900 Federal Program Revenues	-	139,788,998
5020 Total Revenues	<u>167</u>	<u>151,814,512</u>
<b>EXPENDITURES:</b>		
Current:		
0011 Instruction	-	75,928,505
0012 Instructional Resources and Media Services	-	2,754,623
0013 Curriculum and Instructional Staff Development	-	13,873,489
0021 Instructional Leadership	-	4,771,533
0023 School Leadership	-	6,381,266
0031 Guidance, Counseling and Evaluation Services	-	2,286,830
0032 Social Work Services	-	1,886,507
0033 Health Services	-	912,545
0034 Student (Pupil) Transportation	-	746,961
0035 Food Services	-	32,413,703
0036 Extracurricular Activities	-	110,464
0041 General Administration	-	59,619
0051 Facilities Maintenance and Operations	-	2,225,540
0052 Security and Monitoring Services	-	22,207
0053 Data Processing Services	-	680,862
0061 Community Services	-	4,694,745
Capital Outlay:		
0081 Facilities Acquisition and Construction	-	257,970
Intergovernmental:		
0093 Payments to Fiscal Agent/Member Districts of SSA	-	184,902
6030 Total Expenditures	<u>-</u>	<u>150,192,271</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>167</u>	<u>1,622,241</u>
<b>OTHER FINANCING SOURCES (USES):</b>		
7915 Transfers In	<u>121,166</u>	<u>457,928</u>
7080 Total Other Financing Sources (Uses)	<u>121,166</u>	<u>457,928</u>
1200 Net Change in Fund Balance	121,333	2,080,169
0100 Fund Balance - September 1 (Beginning)	<u>-</u>	<u>6,997,191</u>
3000 Fund Balance - August 31 (Ending)	<u>\$ 121,333</u>	<u>\$ 9,077,360</u>

*Proprietary Funds*

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## INTERNAL SERVICE FUNDS

The Internal Service Funds are used to account for activities where the District charges fees to internal users for goods or services.

### **Workers' Compensation Insurance Fund (Fund 753)**

This fund is used to account for the operations of the District's self-funded insurance program, which meets the state mandate that all District employees be covered by workers' compensation insurance. Premiums are collected from the various campuses and departments based on predetermined experience rates. Claim costs, administrative costs, and stop loss insurance premiums are paid from the premiums collected. Excess claims are covered by a stop loss carrier.

### **Dental Insurance Fund (Fund 770)**

This fund is used to account for the operations of the District's self-funded dental insurance plan. Premiums are collected from the various campuses and departments of the District. Claim costs and administrative costs are paid from the proceeds of the premiums collected through this fund.

### **Health Insurance Fund (Fund 774)**

This fund will be used to account for the operations of the District's self-funded health insurance plan. The District has begun making transfers to this fund in order to accumulate net assets sufficient to cover the estimated self-funded liability. The District plans to become fully funded during the fiscal year beginning July 1, 2012.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF FUND NET ASSETS  
 INTERNAL SERVICE FUNDS  
 AUGUST 31, 2011

	753 Workers Compensation Fund	770 Dental Insurance Fund	774 Health Insurance Fund	Total Internal Service Funds
<b>ASSETS</b>				
Current Assets:				
Cash and Cash Equivalents	\$ 8,350,553	\$ 1,060,257	\$ 1,750,000	\$ 11,160,810
Other Receivables	68	-	-	68
Other Current Assets - Deposits	535,761	40,000	-	575,761
Total Assets	<u>8,886,382</u>	<u>1,100,257</u>	<u>1,750,000</u>	<u>11,736,639</u>
<b>LIABILITIES</b>				
Current Liabilities:				
Accounts Payable	23,327	-	-	23,327
Short Term Claims Payable	3,198,940	416,258	-	3,615,198
Accrued Wages Payable	2,598	109	-	2,707
Total Current Liabilities	<u>3,224,865</u>	<u>416,367</u>	<u>-</u>	<u>3,641,232</u>
NonCurrent Liabilities:				
Claims Payable - Due in More than One Year	5,321,841	-	-	5,321,841
Total Noncurrent Liabilities	<u>5,321,841</u>	<u>-</u>	<u>-</u>	<u>5,321,841</u>
Total Liabilities	<u>8,546,706</u>	<u>416,367</u>	<u>-</u>	<u>8,963,073</u>
<b>NET ASSETS</b>				
Unrestricted Net Assets	<u>339,676</u>	<u>683,890</u>	<u>1,750,000</u>	<u>2,773,566</u>
Total Net Assets	<u>\$ 339,676</u>	<u>\$ 683,890</u>	<u>\$ 1,750,000</u>	<u>\$ 2,773,566</u>

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS  
 INTERNAL SERVICE FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2011

	753 Workers Compensation Fund	770 Dental Insurance Fund	774 Health Insurance Fund	Total Internal Service Funds
<b>OPERATING REVENUES:</b>				
Local and Intermediate Sources	\$ 5,057,257	\$ 2,275,308	\$ -	\$ 7,332,565
Total Operating Revenues	<u>5,057,257</u>	<u>2,275,308</u>	<u>-</u>	<u>7,332,565</u>
<b>OPERATING EXPENSES:</b>				
Payroll Costs	131,470	14,854	-	146,324
Professional and Contracted Services	242,025	213,267	-	455,292
Supplies and Materials	5,654	-	-	5,654
Other Operating Costs	2,968,074	2,265,960	-	5,234,034
Total Operating Expenses	<u>3,347,223</u>	<u>2,494,081</u>	<u>-</u>	<u>5,841,304</u>
Income (Loss) Before Transfers	1,710,034	(218,773)	-	1,491,261
Transfer In	<u>1,400,000</u>	<u>390,000</u>	<u>1,750,000</u>	<u>3,540,000</u>
Change in Net Assets	3,110,034	171,227	1,750,000	5,031,261
Total Net Assets - September 1 (Beginning)	<u>(2,770,358)</u>	<u>512,663</u>	<u>-</u>	<u>(2,257,695)</u>
Total Net Assets - August 31 (Ending)	<u>\$ 339,676</u>	<u>\$ 683,890</u>	<u>\$ 1,750,000</u>	<u>\$ 2,773,566</u>



SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
 COMBINING STATEMENT OF CASH FLOWS  
 INTERNAL SERVICE FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2011

	753	770	774	
	Workers	Dental	Health	Total
	Compensation	Insurance	Insurance	Internal
	Fund	Fund	Fund	Service Funds
<u>Cash Flows from Operating Activities:</u>				
Cash Received from User Charges	\$ 5,057,257	\$ 2,275,308	\$ -	\$ 7,332,565
Cash Payments to Employees for Services	(128,872)	(14,745)	-	(143,617)
Cash Payments for Insurance Claims	(3,392,784)	(2,486,454)	-	(5,879,238)
Net Cash Provided by (Used for) Operating Activities	<u>1,535,601</u>	<u>(225,891)</u>	<u>-</u>	<u>1,309,710</u>
<u>Cash Flows from Non-Capital Financing Activities:</u>				
Transfers In from General Fund	<u>1,400,000</u>	<u>390,000</u>	<u>1,750,000</u>	<u>3,540,000</u>
Net Increase in Cash and Cash Equivalents	2,935,601	164,109	1,750,000	4,849,710
Cash and Cash Equivalents at Beginning of the Year:	<u>5,414,952</u>	<u>896,148</u>	<u>-</u>	<u>6,311,100</u>
Cash and Cash Equivalents at the End of the Year:	<u>\$ 8,350,553</u>	<u>\$ 1,060,257</u>	<u>\$ 1,750,000</u>	<u>\$ 11,160,810</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>				
<u>Provided by (Used for) Operating Activities:</u>				
Operating Income (Loss):	\$ 1,710,034	\$ (218,773)	\$ -	\$ 1,491,261
Effect of Increases and Decreases in Current Assets and Liabilities:				
(Increase) in Other Receivables	(68)	-	-	(68)
Decrease in Deposits	87,500	-	-	87,500
Increase in Accounts Payable	23,327	-	-	23,327
(Decrease) in Claims Payable	(287,790)	(7,227)	-	(295,017)
Increase in Accrued Wages Payable	<u>2,598</u>	<u>109</u>	<u>-</u>	<u>2,707</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ 1,535,601</u>	<u>\$ (225,891)</u>	<u>\$ -</u>	<u>\$ 1,309,710</u>

*Fiduciary Funds*

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## **AGENCY FUNDS**

Agency Funds are used to account for assets held by the District as an agent for campuses and organizations. They are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

### **Student Activities Fund (Fund 865)**

This fund is used to account for the receipt and disbursement of monies for school approved activities of the various student groups and organizations at each campus. These activities promote the general welfare of a campus and educational development and morale of the students.

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

	BALANCE SEPTEMBER 1 2010	ADDITIONS	DEDUCTIONS	BALANCE AUGUST 31 2011
<b>STUDENT ACTIVITY ACCOUNT</b>				
Assets:				
Cash and Temporary Investments	\$ 1,989,620	\$ 5,386,496	\$ 5,262,512	\$ 2,113,604
Due From Other Funds	-	6,026	-	6,026
Total Assets	<u>\$ 1,989,620</u>	<u>\$ 5,392,522</u>	<u>\$ 5,262,512</u>	<u>\$ 2,119,630</u>
Liabilities:				
Accounts Payable	\$ 93,365	\$ -	\$ 93,365	\$ -
Due to Other Funds	-	258	-	258
Due to Student Groups	1,896,255	5,392,264	5,169,147	2,119,372
Total Liabilities	<u>\$ 1,989,620</u>	<u>\$ 5,392,522</u>	<u>\$ 5,262,512</u>	<u>\$ 2,119,630</u>
<b>TOTAL AGENCY FUNDS</b>				
Assets:				
Cash and Temporary Investments	\$ 1,989,620	\$ 5,386,496	\$ 5,262,512	\$ 2,113,604
Due From Other Funds	-	6,026	-	6,026
Total Assets	<u>\$ 1,989,620</u>	<u>\$ 5,392,522</u>	<u>\$ 5,262,512</u>	<u>\$ 2,119,630</u>
Liabilities:				
Accounts Payable	\$ 93,365	\$ -	\$ 93,365	\$ -
Due to Other Funds	-	258	-	258
Due to Student Groups	1,896,255	5,392,264	5,169,147	2,119,372
Total Liabilities	<u>\$ 1,989,620</u>	<u>\$ 5,392,522</u>	<u>\$ 5,262,512</u>	<u>\$ 2,119,630</u>

**Required TEA Schedules**

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF DELINQUENT TAXES RECEIVABLE  
FOR THE YEAR ENDED AUGUST 31, 2011

Last 10 Years Ended August 31	(1)	(2)	(3)
	Tax Rates		Assessed/Appraised Value for School Tax Purposes
	Maintenance	Debt Service	
2002 and prior years	Various	Various	\$ Various
2003	1.500000	0.222000	7,842,137,743
2004	1.500000	0.222000	8,435,683,746
2005	1.500000	0.222000	8,645,841,256
2006	1.500000	0.222000	9,059,120,799
2007	1.370000	0.209700	9,504,999,050
2008	1.040000	0.209700	10,730,737,246
2009	1.040000	0.209700	12,723,716,043
2010	1.040000	0.209700	12,882,846,677
2011 (School year under audit)	1.040000	0.239700	12,423,827,042
1000 TOTALS			

(10) Beginning Balance 9/1/2010	(20) Current Year's Total Levy	(31) Maintenance Collections	(32) Debt Service Collections	(40) Entire Year's Adjustments	(50) Ending Balance 8/31/2011
\$ 2,154,543	\$ -	\$ 72,854	\$ 11,249	\$ (326,159)	\$ 1,744,281
633,943	-	23,714	3,510	(2,524)	604,195
658,692	-	33,729	4,992	(3,434)	616,537
743,873	-	47,775	7,071	(3,911)	685,116
842,638	-	92,943	13,632	27,838	763,901
1,038,293	-	155,037	23,731	168,686	1,028,211
1,089,740	-	204,033	41,140	149,999	994,566
2,013,493	-	207,288	41,796	(293,707)	1,470,702
5,524,709	-	1,909,946	385,111	(842,282)	2,387,370
-	151,158,567	117,843,369	27,160,715	(1,180,029)	4,974,454
<u>\$ 14,699,924</u>	<u>\$ 151,158,567</u>	<u>\$ 120,590,688</u>	<u>\$ 27,692,947</u>	<u>\$ (2,305,523)</u>	<u>\$ 15,269,333</u>



SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
 SCHEDULE OF EXPENDITURES FOR COMPUTATIONS OF INDIRECT COST FOR 2012-2013  
 GENERAL AND SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED AUGUST 31, 2011

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

Account Number	Account Name	1	2	3	4	5	6	7
		(702) School Board	(703) Tax Collections	(701) Supt's Office	(750) Indirect Cost	(720) Direct Cost	(other) Miscellaneous	Total
611X-6146	PAYROLL COSTS	\$ -	\$ -	\$ 632,420	\$ 8,745,579	\$ -	\$ -	\$ 9,377,999
6149	Leave for Separating Employees in Fn 41 & 53	-	-	-	55,145	-	-	55,145
6149	Leave - Separating Employees not in 41 & 53	-	-	-	1,677,345	-	-	1,677,345
6211	Legal Services	-	-	1,176,479	-	-	-	1,176,479
6212	Audit Services	-	-	-	142,000	-	-	142,000
6213	Tax Appraisal/Collection - Appraisal in Fn 99	-	1,036,902	-	-	-	-	1,036,902
621X	Other Professional Services	-	-	-	94,850	-	-	94,850
6220	Tuition and Transfer Payments	-	-	-	-	-	-	-
6230	Education Service Centers	-	-	-	601,177	-	-	601,177
6240	Contr. Maint. and Repair	-	-	-	-	137,359	-	137,359
6250	Utilities	-	-	-	-	24	-	24
6260	Rentals	-	-	-	56,298	-	-	56,298
6290	Miscellaneous Contr.	-	10,250	84,263	-	-	-	94,513
6320	Textbooks and Reading	-	-	-	1,838	-	-	1,838
6330	Testing Materials	-	-	-	-	-	-	-
63XX	Other Supplies Materials	312	-	8,006	465,967	-	-	474,285
6410	Travel, Subsistence, Stipends	19,077	-	9,742	46,269	-	-	75,088
6420	Ins. and Bonding Costs	-	-	-	209,698	-	-	209,698
6430	Election Costs	224,269	-	-	-	-	-	224,269
6490	Miscellaneous Operating	24,800	-	71,198	137,844	-	-	233,842
6500	Debt Service	-	-	-	-	-	-	-
6600	Capital Outlay	-	-	-	-	-	293,778	293,778
6000	<b>TOTAL</b>	<b>\$ 268,458</b>	<b>\$ 1,047,152</b>	<b>\$ 1,982,108</b>	<b>\$ 12,234,010</b>	<b>\$ 137,383</b>	<b>\$ 293,778</b>	<b>\$ 15,962,889</b>

Total expenditures/expenses for General and Special Revenue Funds: (9) \$ 524,071,192

LESS: Deductions of Unallowable Costs

FISCAL YEAR

Total Capital Outlay (6600)	(10)	\$ 13,848,023
Total Debt & Lease(6500)	(11)	6,900
Plant Maintenance (Function 51, 6100-6400)	(12)	45,943,516
Food (Function 35, 6341 and 6499)	(13)	13,520,960
Stipends (6413)	(14)	229,287
Column 4 (above) - Total Indirect Cost		12,234,010

SubTotal: 85,782,696

Net Allowed Direct Cost \$ 438,288,496

CUMULATIVE

Total Cost of Buildings before Depreciation (1520)	(15)	\$ 921,392,865
Historical Cost of Building over 50 years old	(16)	\$ 42,691,694
Amount of Federal Money in Building Cost (Net of #16)	(17)	\$ 1,032,401
Total Cost of Furniture & Equipment before Depreciation (1530 & 1540)	(18)	\$ 39,650,141
Historical Cost of Furniture & Equipment over 16 years old	(19)	\$ 6,002,457
Amount of Federal Money in Furniture & Equipment (Net of #19)	(20)	\$ 5,026,282

(8) NOTE A: \$1,022,019 in Function 53 expenditures are included in this report on administrative costs.  
 \$861,959 in Function 99 expenditures for appraisal district costs are included in this report on administrative costs.

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

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
<b>REVENUES:</b>				
5700 Total Local and Intermediate Sources	\$ 2,561,585	\$ 2,311,946	\$ 2,303,718	\$ (8,228)
5800 State Program Revenues	212,168	203,916	203,916	-
5900 Federal Program Revenues	33,287,344	33,504,522	33,230,745	(273,777)
5020 Total Revenues	36,061,097	36,020,384	35,738,379	(282,005)
<b>EXPENDITURES:</b>				
0035 Food Services	32,879,012	34,774,744	32,342,105	2,432,639
0041 General Administration	3,500	13,500	3,500	10,000
0051 Facilities Maintenance and Operations	1,721,589	1,994,589	1,773,857	220,732
0052 Security and Monitoring Services	-	24,328	9,327	15,001
Capital Outlay:				
0081 Facilities Acquisition and Construction	-	25,000	-	25,000
6030 Total Expenditures	34,604,101	36,832,161	34,128,789	2,703,372
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	1,456,996	(811,777)	1,609,590	2,421,367
<b>OTHER FINANCING SOURCES (USES):</b>				
7915 Transfers In	384,403	343,231	336,762	(6,469)
7080 Total Other Financing Sources (Uses)	384,403	343,231	336,762	(6,469)
1200 Net Change in Fund Balances	1,841,399	(468,546)	1,946,352	2,414,898
0100 Fund Balance - September 1 (Beginning)	6,502,113	6,502,113	6,502,113	-
3000 Fund Balance - August 31 (Ending)	\$ 8,343,512	\$ 6,033,567	\$ 8,448,465	\$ 2,414,898

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

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)	
	Original	Final			
<b>REVENUES:</b>					
5700	Total Local and Intermediate Sources	\$ 27,993,932	\$ 28,204,567	\$ 28,285,249	\$ 80,682
5800	State Program Revenues	11,564,375	10,725,319	10,887,582	162,263
5900	Federal Program Revenues	-	-	1,842,110	1,842,110
5020	Total Revenues	39,558,307	38,929,886	41,014,941	2,085,055
<b>EXPENDITURES:</b>					
Debt Service:					
0071	Principal on Long Term Debt	9,085,191	12,096,966	12,074,970	21,996
0072	Interest on Long Term Debt	30,458,880	30,507,775	32,350,278	(1,842,503)
0073	Bond Issuance Cost and Fees	-	8,790	927,542	(918,752)
6030	Total Expenditures	39,544,071	42,613,531	45,352,790	(2,739,259)
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	14,236	(3,683,645)	(4,337,849)	(654,204)
<b>OTHER FINANCING SOURCES (USES):</b>					
7910	Refunding Bonds Issued	-	99,085,000	99,085,000	-
7915	Transfers In	883,067	4,883,067	4,861,466	(21,601)
7916	Premium on Issuance of Bonds	-	8,257,877	8,257,856	(21)
8940	Payment to Bond Refunding Escrow Agent (Use)	-	(106,409,031)	(106,409,031)	-
7080	Total Other Financing Sources (Uses)	883,067	5,816,913	5,795,291	(21,622)
1200	Net Change in Fund Balances	897,303	2,133,268	1,457,442	(675,826)
0100	Fund Balance - September 1 (Beginning)	38,433,403	38,433,403	38,433,403	-
3000	Fund Balance - August 31 (Ending)	\$ 39,330,706	\$ 40,566,671	\$ 39,890,845	\$ (675,826)

## **STATISTICAL SECTION**

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# SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

## STATISTICAL SECTION OVERVIEW

This part of the District's comprehensive annual financial report presents detailed information to provide the readers of the District's financial statements with a background for a better understanding of the information in the financial statements, note disclosures, and required supplementary information.

The statistical section is organized in the following sections:

**Financial Trend Information** – This section contains schedules of government-wide and fund financial statements.

*Government-Wide Information* – This section contains schedules that reflect current year and past years amounts on the District's government-wide financial statements.

*Fund Information* – This section contains schedules that reflect current year and past years amounts on the District's fund financial statements.

**Revenue Capacity Information** – This section contains schedules that provide information about the District's most significant major own-source revenue, which is property taxes, and the factors that impact the District's ability to generate such revenue.

**Debt Capacity Information** – This section contains schedules that provide information on the District's current levels of outstanding debt, the District's ability to repay the debt, and to issue additional debt in the future.

**Demographic and Economic Information** – This section contains schedules that provide an understanding of the environment within which the District's financial activities take place.

**Operating Information** – This section contains schedules that provide information about the services the District provides and the activities it performs; such as, employees and facilities of the District.

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## **Financial Trend Information**



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***Government-Wide Information***

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
NET ASSETS BY COMPONENT

LAST TEN YEARS

(Unaudited)

<b>Governmental Activities</b>				
Fiscal Year	Invested in Capital Assets, Net of Related Debt	Restricted	Unrestricted	Total Net Assets
2002	\$ 269,679,217	\$ 23,576,531	\$ 78,348,439	\$ 371,604,187
2003	278,505,771	26,323,904	67,832,022	372,661,697
2004	272,958,067	31,481,493	69,931,944	374,371,504
2005	287,331,094	35,541,261	45,609,701	368,482,056
2006	180,057,441	92,842,384	88,473,835	361,373,660
2007	210,911,234	80,761,763	80,780,026	372,453,023
2008	247,224,627	66,331,710	64,108,935	377,665,272
2009	219,332,248	65,118,955	110,086,765	394,537,968
2010	297,770,820	65,712,857	43,912,966	407,396,643
2011	285,326,257	46,975,894	78,269,882	410,572,033

Source: The District's Statement of Net Assets (Exhibit A-1)

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SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
GOVERNMENTAL ACTIVITIES EXPENSES & PROGRAM REVENUES

LAST TEN YEARS

(Unaudited)

	2002	2003	2004	2005
<b>Expenses</b>				
Governmental Activities:				
Instruction	\$ 249,495,968	\$ 273,138,243	\$ 261,602,656	\$ 270,198,882
Instructional Resources & Media	7,788,290	9,093,784	8,662,897	8,793,041
Curr & Instr. Staff Development	20,609,568	25,337,174	28,145,935	27,664,697
Instructional Leadership	7,937,443	10,264,737	11,740,347	10,588,001
School Leadership	23,632,362	26,018,889	26,122,749	26,599,189
Guidance, Counseling & Eval Svcs	16,215,584	17,489,281	17,702,750	18,173,596
Social Work Services	2,031,529	2,761,865	2,886,766	2,986,139
Health Services	5,841,720	6,272,772	6,098,395	6,078,249
Student (Pupil) Transportation	6,741,822	7,084,462	7,524,193	7,155,836
Food Services	26,913,308	29,776,961	29,719,207	29,738,714
Extracurricular Activities	8,328,546	8,943,246	9,531,720	9,104,900
General Administration	10,397,331	12,985,458	13,381,582	12,626,378
Facilities Maintenance & Operations	35,349,749	41,924,384	40,943,937	42,862,948
Security & Monitoring Services	5,072,013	5,355,472	5,594,644	6,016,769
Data Processing Services	3,622,707	5,877,792	5,111,946	5,196,512
Community Services	5,537,124	6,516,014	6,202,157	5,760,431
Interest and Other Charges	30,155,641	30,154,697	29,313,770	25,672,764
Facilities Acquisition & Construction	369,264	844,480	-	944,063
Shared Service Arrangements	-	-	-	-
Payments to JJAEP	1,385,867	1,504,913	1,205,880	984,568
Other Intergovernmental Charges	-	-	-	-
Total Governmental Activities	<u>467,425,836</u>	<u>521,344,624</u>	<u>511,491,531</u>	<u>517,145,677</u>
<b>Program Revenues</b>				
Charges for Services				
Instruction	115,159	136,174	109,825	269,936
Curr & Instr. Staff Development	-	-	-	-
Social Work Services	-	-	-	-
Health Services	-	-	-	-
Student (Pupil) Transportation	213,916	23,394	-	-
Food Services	2,816,724	2,725,801	2,302,260	2,246,458
Cocurr/Extracurr Activities	463,573	499,827	427,570	517,407
General Administration	-	1,074,795	1,305,830	921,392
Plant Maintenance & Operations	58,809	61,446	64,734	68,543
Security & Monitoring Services	37,387	56,530	48,540	61,632
Data Processing Services	-	-	-	-
Community Services	-	-	-	-
Interest and Other Charges	-	-	-	-
Facilities Acquisition & Construction	-	-	-	-
Operating Grants and Contributions	<u>140,677,473</u>	<u>156,603,751</u>	<u>150,587,761</u>	<u>152,724,403</u>
<b>Total Governmental Activities</b>				
<b>Program Revenue</b>	<u>144,383,041</u>	<u>161,181,718</u>	<u>154,846,520</u>	<u>156,809,771</u>
<b>Net Governmental Activities</b>				
<b>Revenue/(Expense)</b>	<u>\$ (323,042,795)</u>	<u>\$ (360,162,906)</u>	<u>\$ (356,645,011)</u>	<u>\$ (360,335,906)</u>

Source: The District's Statement of Activities (Exhibit B-1)

	2006	2007	2008	2009	2010	2011
\$	276,170,147	\$ 278,739,255	\$ 282,099,584	\$ 285,880,498	\$ 301,913,336	\$ 308,437,716
	8,669,625	8,933,803	8,669,616	8,259,073	8,275,841	8,436,723
	25,225,975	22,808,041	22,117,698	19,651,645	21,986,186	19,610,974
	11,208,236	11,623,488	12,484,337	10,934,363	11,087,427	11,417,632
	27,090,441	27,431,678	27,964,950	27,774,815	29,066,306	30,572,289
	18,223,644	18,686,510	18,405,095	18,638,131	19,334,049	18,627,636
	2,992,839	2,620,233	2,861,816	2,762,650	2,798,724	4,010,581
	6,217,647	6,644,460	6,774,058	6,667,215	7,716,173	7,703,470
	8,241,643	8,555,548	10,083,719	10,059,529	11,571,089	11,508,343
	31,343,967	30,641,792	32,404,614	30,900,485	31,581,913	34,332,561
	9,290,785	9,508,805	9,361,787	9,191,406	10,237,969	9,989,013
	13,215,798	13,048,010	12,350,258	13,945,038	13,299,575	13,028,158
	46,120,606	45,996,302	46,819,189	47,132,011	49,908,328	49,131,995
	6,158,718	6,100,861	5,671,009	5,641,140	6,030,358	5,971,861
	4,501,703	4,626,304	5,120,719	5,584,147	8,373,349	8,784,541
	5,791,581	6,657,402	6,317,163	6,035,175	6,218,703	6,705,996
	26,105,562	25,690,711	24,250,441	23,559,716	22,864,393	23,460,926
	908,866	647,939	-	-	-	-
	-	-	-	-	158,610	184,902
	756,075	92,250	59,250	77,126	68,333	28,121
	-	-	865,920	866,810	911,195	861,959
	<u>528,233,858</u>	<u>529,053,392</u>	<u>534,681,223</u>	<u>533,560,973</u>	<u>563,401,857</u>	<u>572,805,397</u>
	477,326	437,308	863,494	863,862	2,158,707	730,408
	8,270	-	-	-	168,484	38,117
	66,157	-	-	-	-	-
	8,270	-	-	-	-	-
	-	-	-	-	139,435	-
	2,164,529	1,849,720	2,568,975	3,776,449	2,540,495	2,635,354
	833,819	1,557,930	1,449,299	1,458,728	658,213	344,369
	1,088,667	-	-	-	-	-
	122,541	301,422	724,104	736,600	643,858	514,962
	51,510	-	-	-	-	26,389
	-	-	-	-	5,810	17,593
	12,769	449,024	958,706	965,184	392,736	354,360
	8,270	-	-	-	-	-
	148,479	-	-	-	-	-
	<u>154,135,294</u>	<u>154,454,024</u>	<u>148,873,676</u>	<u>157,573,376</u>	<u>194,918,033</u>	<u>195,573,924</u>
	<u>159,125,901</u>	<u>159,049,428</u>	<u>155,438,254</u>	<u>165,374,199</u>	<u>201,625,771</u>	<u>200,235,476</u>
\$	<u>(369,107,957)</u>	<u>(370,003,964)</u>	<u>(379,242,969)</u>	<u>(368,186,774)</u>	<u>(361,776,086)</u>	<u>(372,569,921)</u>

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
GENERAL REVENUES AND CHANGES IN NET ASSETS

LAST TEN YEARS

(Unaudited)

	2002	2003	2004	2005
<b>Net Governmental Activities</b>				
<b>Revenue/(Expense)</b>	\$ (323,042,795)	\$ (360,162,906)	\$ (356,645,011)	\$ (360,335,906)
<b>General Revenues and Changes in Net Assets:</b>				
Property Taxes - General	117,600,392	112,834,156	121,009,182	124,354,037
Property Taxes - Debt Service	17,390,100	16,610,438	17,907,068	18,397,944
Grants and Contributions not Restricted	210,619,367	216,031,932	219,174,035	204,297,224
Investment Earnings	18,495,434	13,633,381	7,798,628	7,346,240
Miscellaneous - Local/Federal	1,185,055	1,385,509	1,634,718	79,210
Special Item - Loss on Sale of Capital Assets	-	-	-	(28,197)
Special Item - Early Separation Notice Incentive Special Item	-	-	-	-
Gain on Sale of Capital Assets	-	-	-	-
Proceeds from Insurance Settlement	-	725,000	-	-
<b>Total General Revenues</b>	<b>365,290,348</b>	<b>361,220,416</b>	<b>367,523,631</b>	<b>354,446,458</b>
<b>Change in Net Assets</b>	<b>\$ 42,247,553</b>	<b>\$ 1,057,510</b>	<b>\$ 10,878,620</b>	<b>\$ (5,889,448)</b>

Source: The District's Statement of Activities (Exhibit B-1)

	2006	2007	2008	2009	2010	2011
\$	(369,107,957)	\$ (370,003,964)	\$ (379,242,969)	\$ (368,186,774)	\$ (361,776,086)	\$ (372,569,921)
	127,364,139	127,679,481	110,428,655	123,386,852	124,185,378	120,824,928
	18,680,608	19,547,601	22,266,108	24,878,358	25,037,142	27,848,008
	203,190,744	213,802,534	242,469,553	231,153,491	222,129,005	223,814,533
	9,807,541	13,669,648	6,862,948	2,796,023	615,873	548,704
	2,956,529	2,715,760	2,427,954	2,844,746	2,667,363	3,357,138
	-	-	-	-	-	-
	-	-	-	-	-	(648,000)
	-	3,668,303	-	-	-	-
	-	-	-	-	-	-
	361,999,561	381,083,327	384,455,218	385,059,470	374,634,761	375,745,311
\$	(7,108,396)	\$ 11,079,363	\$ 5,212,249	\$ 16,872,696	\$ 12,858,675	\$ 3,175,390



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***Fund Information***

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
FUND BALANCES  
GOVERNMENTAL FUNDS

LAST TEN YEARS

(Unaudited)

	2002	2003	2004	2005
<b>General Fund</b>				
Reserved Fund Balances:				
Investments in Inventory	\$ 3,356,397	\$ 2,865,468	\$ 3,097,793	\$ 3,485,515
Prepaid Items	1,077,632	1,195,499	878,904	884,415
Outstanding Encumbrances	283,258	259,028	717,206	648,702
Food Service	2,483,595	3,117,408	2,880,081	1,933,430
Other Purposes	114,369	192,033	202,644	-
Unreserved Designated For:				
Governance	5,350,000	-	-	-
Academic Support	3,818,787	-	-	-
Administration	12,520,785	-	-	-
Human Resources	7,387,774	-	-	-
Technology Services	8,395,789	-	-	-
Special Facilities Construction & Impr.	1,000,000	-	-	-
Central Office and/or Real Estate Acquisition	-	2,995,000	2,717,731	-
Permanent Employee Compensation Fund	-	6,300,000	6,300,000	-
Health Insurance	-	69,064	17,200	-
Various Campus Improvements	-	1,000,000	1,000,000	-
High School Tennis Courts	-	574,000	-	-
Musical Instruments -- Replacement Program	-	668,000	668,000	450,000
A/C, Equipment & Bldg. Repairs	-	3,250,000	3,250,000	2,400,000
Establish Health Insurance Internal Service Fund	-	-	-	-
Increase Funding for Internal Service Funds	-	-	-	-
Budgetary Fund Balance	-	3,875,497	8,182,902	10,841,320
Financial Obligations Carry Over	-	725,941	725,941	516,307
School Buses & Vehicle Replacement	-	1,100,000	985,000	450,000
Workers Compensation	-	1,000,000	1,000,000	1,000,000
Instructional & Administrative Technology	-	6,000,000	6,000,000	2,000,000
E-Rate	-	1,000,000	512,000	495,693
Other Purposes	257,000	1,313,751	1,152,924	210,742
Unreserved and Undesignated:				
Reported in the General Fund	29,636,834	32,435,452	31,283,245	32,496,017
Nonspendable:				
Inventory	-	-	-	-
Restricted:				
Federal or State Funds Grant Restriction	-	-	-	-
Other Restricted	-	-	-	-
Committed:				
Capital Expenditures for Equipment	-	-	-	-
Self Insurance	-	-	-	-
Other Committed	-	-	-	-
Assigned:				
Other Assigned	-	-	-	-
Unassigned				
Total General Fund Balance	75,682,220	69,936,141	71,571,571	57,812,141

Source: The District's Governmental Funds Balance Sheet (Exhibit C-1) and Combined Statements of Revenues, Expenditures, and Changes in Fund Balances (Exhibit C-3).

	2006	2007	2008	2009	2010	2011
\$	3,085,540	\$ 3,099,554	\$ 2,767,345	\$ 1,861,577	\$ 1,532,814	\$ -
	509,077	905,794	1,186,669	438,261	-	-
	1,244,286	832,550	556,154	1,149,172	1,658,510	-
	1,001,332	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	4,600,000	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	5,000,000	5,000,000	-
	-	-	-	-	10,000,000	-
	-	-	-	-	3,750,000	-
	10,080,799	9,780,766	-	-	-	-
	301,140	333,257	677,000	458,534	828,411	-
	-	-	-	-	-	-
	1,000,000	1,000,000	800,000	-	-	-
	400,000	400,000	323,000	528,000	-	-
	500,000	2,500,000	800,000	2,901,000	2,213,000	-
	-	-	-	4,500,000	-	-
	31,024,506	33,521,190	41,036,736	45,924,022	38,125,756	-
	-	-	-	-	-	1,536,722
	-	-	-	-	-	945,000
	-	-	-	-	-	194,065
	-	-	-	-	-	3,914,002
	-	-	-	-	-	7,250,000
	-	-	-	-	-	5,000,000
	-	-	-	-	-	1,372,719
	-	-	-	-	-	42,956,292
	49,146,680	52,373,111	52,746,904	62,760,566	63,108,491	63,168,800

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
FUND BALANCES  
GOVERNMENTAL FUNDS

LAST TEN YEARS

(Unaudited)

	2002	2003	2004	2005
<b>All Other Governmental Funds</b>				
Reserved, Reported In:				
Debt Service Fund	\$ 17,097,783	\$ 19,529,061	\$ 24,812,020	\$ 29,469,113
Capital Projects Fund	48,450,282	283,709,713	201,309,120	119,731,575
Special Revenue Funds	-	-	-	-
Unreserved Designated, Reported In:				
Capital Projects Fund	283,908,277	-	-	-
Unreserved and Undesignated:				
Reported in Special Revenue Funds	197,387	255,069	274,467	333,330
Nonspendable:				
Inventory	-	-	-	-
Endowment Principal	-	-	-	-
Restricted:				
Federal or State Funds Grant Restriction	-	-	-	-
Capital Acquisition and Contractual Obligation	-	-	-	-
Retirement of Long-Term Debt	-	-	-	-
Other Restricted	-	-	-	-
Committed:				
Other Committed	-	-	-	-
Assigned:				
Other Assigned	-	-	-	-
Total All Other Governmental Funds Balance	<u>349,653,729</u>	<u>303,493,843</u>	<u>226,395,607</u>	<u>149,534,018</u>
Total Governmental Funds -- Fund Balance	<u>\$ 425,335,949</u>	<u>\$ 373,429,984</u>	<u>\$ 297,967,178</u>	<u>\$ 207,346,159</u>
<b>Governmental Funds</b>				
Beginning Fund Balance	\$ 516,065,513	\$ 425,335,949	\$ 373,429,984	\$ 297,967,178
Net Change in Fund Balance	<u>(90,729,564)</u>	<u>(51,905,965)</u>	<u>(75,462,806)</u>	<u>(90,621,019)</u>
Ending Fund Balance	<u>\$ 425,335,949</u>	<u>\$ 373,429,984</u>	<u>\$ 297,967,178</u>	<u>\$ 207,346,159</u>

Source: The District's Governmental Funds Balance Sheet (Exhibit C-1) and Combined Statements of Revenues, Expenditures, and Changes in Fund Balances (Exhibit C-3).

	2006	2007	2008	2009	2010	2011
\$	32,400,335	\$ 37,054,721	\$ 40,778,817	\$ 43,055,983	\$ 38,433,403	\$ -
	88,794,539	69,523,399	46,455,476	38,165,094	31,066,251	-
	-	-	-	663,988	761,932	-
	-	-	-	-	-	-
	311,874	853,106	416,579	2,556,632	6,235,259	-
	-	-	-	-	-	779,879
	-	-	-	-	-	101,000
	-	-	-	-	-	7,668,586
	-	-	-	-	-	223,867,471
	-	-	-	-	-	39,890,845
	-	-	-	-	-	20,333
	-	-	-	-	-	507,562
	-	-	-	-	-	592,492
	121,506,748	107,431,226	87,650,872	84,441,697	76,496,845	273,428,168
\$	170,653,428	\$ 159,804,337	\$ 140,397,776	\$ 147,202,263	\$ 139,605,336	\$ 336,596,968
\$	207,346,159	\$ 170,653,428	\$ 159,804,337	\$ 140,397,776	\$ 147,202,263	\$ 139,605,336
	(36,692,731)	(10,849,091)	(19,406,561)	6,804,487	(7,596,927)	196,991,632
\$	170,653,428	\$ 159,804,337	\$ 140,397,776	\$ 147,202,263	\$ 139,605,336	\$ 336,596,968

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
GOVERNMENTAL FUND REVENUES BY SOURCE

LAST TEN YEARS

(Unaudited)

Fiscal Year	Local and Intermediate Sources			State Programs	
	Property Tax	Tuition	Other	Per Capita and Foundation	On-behalf TRS Payments
2002	\$ 122,769,304	\$ 115,159	\$ 26,481,383	\$ 211,511,048	\$ 15,248,308
2003	126,369,972	136,174	23,249,396	217,240,054	15,362,510
2004	136,043,109	109,825	16,401,649	220,482,256	15,428,592
2005	140,714,781	176,547	15,762,905	205,611,215	15,052,845
2006	145,344,201	131,480	18,297,921	203,190,744	15,363,616
2007	149,173,423	135,887	22,953,659	213,802,536	16,312,320
2008	133,289,728	139,389	17,848,888	242,469,553	17,199,385
2009	147,511,908	127,262	14,889,248	235,518,915	16,475,595
2010	148,643,811	127,639	11,366,549	222,827,905	17,442,431
2011	148,442,979	60,532	9,703,703	224,118,760	18,006,802

Source: The District's Governmental Funds Statements of Revenues, Expenditures, and Changes in Fund Balances (Exhibit C-3) and Notes to Financial Statements.

	Other	Federal Programs	Total
\$	43,215,196	\$ 80,742,487	\$ 500,082,885
	52,047,371	86,820,813	521,226,290
	42,444,302	90,544,409	521,454,142
	38,723,469	95,741,673	511,783,435
	36,708,914	101,222,927	520,259,803
	36,717,144	99,453,538	538,548,507
	36,283,652	93,087,921	540,318,516
	29,412,141	105,206,258	549,141,327
	20,251,727	154,515,658	575,175,720
	18,354,152	156,769,188	575,456,116



SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
GOVERNMENTAL FUND EXPENDITURES BY FUNCTION

LAST TEN YEARS

(Unaudited)

Fiscal Year	Instruction and Instructional - Related Services	Instructional and School Leadership	Support Services - Student (Pupil)	Administrative Support Services	Support Services - Nonstudent Based	Ancillary Services
2002	\$ 273,365,548	\$ 31,031,635	\$ 65,098,443	\$ 10,269,632	\$ 43,295,188	\$ 5,512,485
2003	297,205,863	35,091,732	69,536,027	12,628,193	52,499,053	6,434,838
2004	289,338,672	36,796,350	71,232,622	12,999,150	49,582,598	6,050,665
2005	299,160,430	36,219,751	71,336,571	12,285,457	52,439,772	5,622,886
2006	297,544,705	36,748,480	73,111,262	12,696,456	54,286,428	5,558,521
2007	299,144,160	37,618,412	75,248,803	12,629,193	55,207,637	6,419,496
2008	302,020,522	39,067,896	83,213,163	11,937,961	56,141,561	6,099,706
2009	302,949,067	37,306,244	75,942,896	13,429,287	56,414,647	5,810,421
2010	322,328,306	38,857,678	80,512,249	12,688,873	62,563,435	6,130,510
2011	320,357,717	39,988,490	82,598,729	12,401,566	61,202,712	6,386,686

Source: The District's CAFR - Governmental Funds Statements of Revenues, Expenditures, and Changes in Fund Balances (Exhibit C-3).

Note: Operating expenditures used to compute the debt service ratio excludes debt service expenditures and total Capital Outlay of \$21,706,564, which is the total of "Capital Outlay" plus "Capital Outlay Excluded from Capital Outlay Function" reported in this schedule.

	Debt Service Principal	Debt Service Interest and Other	Capital Outlay	Inter- governmental Charges	Total Governmental Fund Expenditures	Capital Outlay Excluded from Capital Outlay Function	Ratio of Debt Service to Noncapital Expenditures
\$	12,737,846	\$ 29,409,437	\$ 118,784,230	\$ 1,359,705	\$ 590,864,149	\$ -	9.80%
	12,255,000	29,316,337	57,483,195	1,472,583	573,922,821	-	8.75%
	12,830,000	28,682,361	88,440,217	1,205,314	597,157,949	447,411	8.89%
	13,970,000	28,242,518	85,906,355	990,471	606,174,211	-	8.83%
	14,410,000	25,998,180	36,038,483	751,791	557,144,306	100,666	8.41%
	15,300,000	24,707,472	26,799,410	92,250	553,166,833	1,483,159	8.25%
	16,742,000	24,279,117	26,118,376	925,170	566,545,472	7,798,661	8.34%
	17,495,000	23,411,807	9,377,907	943,936	543,081,212	3,507,937	8.36%
	14,679,382	27,434,697	11,218,928	1,138,138	577,552,196	2,762,295	8.08%
	12,074,970	35,311,971	17,927,187	1,074,982	589,325,010	3,779,377	9.11%

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
GOVERNMENTAL FUNDS OTHER SOURCES, USES  
AND CHANGES IN FUND BALANCES

LAST TEN YEARS

(Unaudited)

	2002	2003	2004	2005
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (90,781,264)	\$ (52,696,531)	\$ (75,703,807)	\$ (94,390,776)
Other Financing Sources (Uses)				
Refunding Bonds Issued	-	-	-	306,880,000
Capital-Related Debt Issued	-	-	-	-
Refunding Bonds Premium	-	-	-	24,914,380
Sale of Real and Personal Property	51,700	65,566	241,000	-
Transfers In	1,240,280	4,543,818	1,240,994	1,268,055
Transfers Out	(1,240,280)	(4,543,818)	(1,240,994)	(1,268,055)
Payment to Refunded Bond Escrow Agent	-	-	-	(328,024,623)
Other (Uses)	-	-	-	-
Total Other Financing Sources (Uses)	51,700	65,566	241,000	3,769,757
Special Item -- Proceeds from Ins. Settlement	-	725,000	-	-
Special Item -- Early Separation Notice Incentive	-	-	-	-
Total Special Items	-	725,000	-	-
Net Change in Fund Balances	\$ (90,729,564)	\$ (51,905,965)	\$ (75,462,807)	\$ (90,621,019)

Source: The District's Governmental Funds Statements of Revenues, Expenditures, and Changes in Fund Balances (Exhibit C-3).

	2006	2007	2008	2009	2010	2011
\$	(36,884,503)	\$ (14,618,326)	\$ (26,226,956)	\$ 6,060,115	\$ (2,376,476)	\$ (13,868,894)
	-	47,609,988	-	-	-	99,085,000
	-	-	6,747,000	-	-	212,565,000
	-	1,600,350	-	-	-	8,257,856
	191,772	4,133,601	73,395	744,372	89,549	1,672,449
	1,210,891	1,209,894	6,733,071	2,869,858	2,975,700	5,319,394
	(1,210,891)	(1,209,894)	(6,733,071)	(2,869,858)	(8,285,700)	(8,859,394)
	-	(49,574,704)	-	-	-	(106,409,031)
	-	-	-	-	-	(122,748)
	191,772	3,769,235	6,820,395	744,372	(5,220,451)	211,508,526
	-	-	-	-	-	-
	-	-	-	-	-	(648,000)
	-	-	-	-	-	(648,000)
\$	(36,692,731)	\$ (10,849,091)	\$ (19,406,561)	\$ 6,804,487	\$ (7,596,927)	\$ 196,991,632

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
GOVERNMENTAL FUND EXPENDITURES BY FUNCTION  
PER AVERAGE DAILY ATTENDANCE

LAST TEN YEARS

(Unaudited)

Fiscal Year	Average Daily Attendance**	Instruction and Instructional - Related Services	Instructional and School Leadership	Support Services - Student (Pupil)	Administrative Support Services	Support Services - Nonstudent Based
2002	53,948	\$ 5,067	\$ 575	\$ 1,207	\$ 190	\$ 803
2003	53,475	5,558	656	1,300	236	982
2004	53,371	5,421	689	1,335	244	929
2005	53,011	5,643	683	1,346	232	989
2006	52,841	5,631	695	1,384	240	1,027
2007	51,698	5,786	728	1,456	244	1,068
2008	50,488	5,982	774	1,648	236	1,112
2009	50,740	5,971	735	1,497	265	1,112
2010	48,830	6,601	796	1,649	260	1,281
2011	48,849	6,558	819	1,691	254	1,253

Source: Average Daily Attendance provided by the District's PEIMS and Data Services Office. Function expenditures are from the Governmental Funds Statements of Revenues, Expenditures, and Changes in Fund Balances (Exhibit C-3).

\*\* Average Daily Attendance - the average daily attendance of eligible enrollees, district-wide, over the official number of instructional days.

Ancillary Services	Debt Service Principal	Debt Service Interest and Other	Capital Outlay	Inter-governmental Charges	Total
\$ 102	\$ 236	\$ 545	\$ 2,202	\$ 25	\$ 10,952
120	229	548	1,075	28	10,733
113	240	537	1,657	23	11,189
106	264	533	1,621	19	11,435
105	273	492	682	14	10,544
124	296	478	518	2	10,700
121	332	481	517	18	11,221
115	345	461	185	19	10,704
126	301	562	230	23	11,828
131	247	723	367	22	12,065

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## **Revenue Capacity Information**



SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
 ASSESSED AND ESTIMATED ACTUAL VALUE OF PROPERTY

LAST TEN YEARS

(Unaudited)

Fiscal Year	Assessed Taxable Value			Estimated Actual Market Value	Ratio of Total Assessed Taxable To Total Estimated Actual Value	Total Direct Tax Rate *
	Real Property	Personal Property	Total			
2002	\$ 5,606,400,965	\$ 1,965,866,699	\$ 7,572,267,664	\$ 8,234,441,697	91.96%	1.7220
2003	5,723,686,993	2,118,450,750	7,842,137,743	8,741,705,610	89.71%	1.7220
2004	6,351,572,709	2,084,111,037	8,435,683,746	8,989,871,413	93.84%	1.7220
2005	6,904,389,134	1,741,452,122	8,645,841,256	9,710,458,681	89.04%	1.7220
2006	7,283,905,791	1,775,215,008	9,059,120,799	10,056,505,109	90.08%	1.7200
2007	7,795,370,327	1,709,628,723	9,504,999,050	11,050,415,927	86.01%	1.5797
2008	9,443,048,776	1,287,688,470	10,730,737,246	12,254,850,384	87.56%	1.2497
2009	11,195,493,370	1,528,222,673	12,723,716,043	15,537,789,879	81.89%	1.2497
2010	11,409,672,835	1,473,173,842	12,882,846,677	15,939,569,943	80.82%	1.2497
2011	11,117,223,316	1,306,603,726	12,423,827,042	15,593,598,904	79.67%	1.2797

\* Per \$100 of assessed value

Source: Bexar County Tax Assessor/Collector Tax Roll Statement

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN YEARS

(Unaudited)

Fiscal Year	Total Tax Levy	Current Tax Collections	Percent of Current Taxes Collected	Delinquent Tax Collections	Total Tax Collections	Ratio of Total Tax Collections to Total Tax Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Total Tax Levy
2002	\$ 124,055,206	\$ 119,359,340	96.21%	\$ 3,409,964	\$ 122,769,304	98.96%	\$ 14,579,249	11.75%
2003	127,712,308	122,364,379	95.81%	4,005,593	126,369,972	98.95%	15,088,548	11.81%
2004	137,371,510	132,037,694	96.12%	4,005,415	136,043,109	99.03%	15,629,478	11.38%
2005	140,886,126	135,771,753	96.37%	4,943,028	140,714,781	99.88%	15,020,486	10.66%
2006	146,714,088	141,702,418	96.58%	3,641,702	145,344,200	99.07%	15,281,399	10.42%
2007	150,150,470	144,883,356	96.49%	4,290,067	149,173,423	99.35%	13,430,647	8.94%
2008	134,230,767	129,497,119	96.47%	3,685,943	133,183,062	99.22%	12,888,418	9.60%
2009	150,148,483	144,712,290	96.38%	2,979,513	147,691,803	98.36%	13,247,037	8.82%
2010	152,838,516	146,002,243	95.53%	2,206,170	148,208,414	96.97%	14,699,924	9.62%
2011	151,158,567	145,004,084	95.93%	3,279,551	148,283,635	98.10%	15,269,333	10.10%

Source: Bexar County Tax Assessor/Collector and the District's Exhibit J-1.

Note: The tax levy shown above is the adjusted tax levy as of the fiscal year end.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
ALLOCATION OF PROPERTY TAX RATES AND LEVIES

LAST TEN YEARS

(Unaudited)

Fiscal Year	Tax Rates (Per \$100 of Assessed Value)			Tax Levies		
	General Fund	Debt Service Fund	Total	General Fund	Debt Service Fund	Original Levy Total
2002	\$ 1.50000	\$ 0.22200	\$ 1.72200	\$ 108,062,009	\$ 15,993,197	\$ 124,055,206
2003	1.50000	0.22200	1.72200	111,247,637	16,464,671	127,712,308
2004	1.50000	0.22200	1.72200	119,661,575	17,709,935	137,371,510
2005	1.50000	0.22200	1.72200	122,723,087	18,163,039	140,886,126
2006	1.50000	0.22000	1.72000	127,948,262	18,765,745	146,714,008
2007	1.37000	0.20970	1.57970	130,218,487	19,931,983	150,150,470
2008	1.04000	0.20970	1.24970	111,706,808	22,523,959	134,230,767
2009	1.04000	0.20970	1.24970	124,953,568	25,194,915	150,148,483
2010	1.04000	0.20970	1.24970	127,192,213	25,646,303	152,838,516
2011	1.04000	0.02397	1.27970	122,845,056	28,313,511	151,158,567

Source: Bexar County Tax Assessor/Collector October 1 Tax Roll.

Note: The basis for the property tax rate is per \$100 of assessed valuation.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS  
(PER \$100 ASSESSED VALUATION)

LAST TEN YEARS

(Unaudited)

Fiscal Year	Tax Year	Direct Tax Rate	Overlapping Tax Rates					Total Direct and Overlapping Tax Rate
		San Antonio Independent School District	City of San Antonio	Bexar County	Alamo Community College District	City of Balcones Heights	University Health System	
2002	2001	\$ 1.72200	\$ 0.57854	\$ 0.32076	\$ 0.10460	\$ 0.46941	\$ 0.24387	\$ 3.43918
2003	2002	1.72200	0.57850	0.31760	0.10710	0.55190	0.24390	3.52100
2004	2003	1.72200	0.57854	0.32095	0.10705	0.56357	0.24387	3.53598
2005	2004	1.72200	0.57854	0.31847	0.10705	0.52703	0.24387	3.49696
2006	2005	1.72000	0.57854	0.31847	0.10705	0.55850	0.24387	3.52643
2007	2006	1.57970	0.57854	0.31415	0.13705	0.53240	0.24387	3.38571
2008	2007	1.24970	0.57230	0.32687	0.13455	0.49836	0.23741	3.01918
2009	2008	1.24970	0.56714	0.28940	0.135855	0.49073	0.26102	2.99385
2010	2009	1.24970	0.56569	0.296187	0.141623	0.558843	0.276235	3.08828
2011	2010	1.27970	0.56569	0.296187	0.141623	0.558843	0.276235	3.11828

Source: Bexar County Tax Assessor/Collector.

Note: The District was subject to a maximum Maintenance & Operations tax rate of \$1.50 for each of the prior five years presented, \$1.37 for tax year 2006, and \$1.04 for tax years 2007, 2008, 2009, and 2010 (per \$100 of assessed valuation).

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS

CURRENT YEAR AND NINE YEARS PRIOR

(Unaudited)

Taxpayer	Type of Business	Fiscal Year 2011	
		Tax Year 2010 Assessed Taxable Valuation	Percentage of Total Assessed Taxable Valuation
HEB Grocery Company LP	Grocery	\$ 192,504,141	1.55%
Southwestern Bell Telephone	Telephone Utility	154,660,090	1.24%
Marriott Hotel Prop II LTD	Hotel	129,258,590	1.04%
Hotel Investments LP	Hotel	132,267,743	1.06%
Hyatt Regency Hotel	Hotel	78,327,798	0.63%
New Rivercenter Mall LP	Shopping Center	86,855,068	0.70%
VHS San Antonio Partners LP	Medical	79,075,210	0.64%
Silver Rio Ltd Ptnhp	Real Estate	66,725,685	0.54%
Frost National Bank	Banking	66,722,991	0.54%
Methodist Healthcare Sys SA Ltd LLP	Medical	65,833,766	0.53%
Santa Clara Land Co. LTD	Real Estate	-	-
Koger Equity	Real Estate	-	-
Keystone-Texas Property Corp	Real Estate	-	-
Lowe Properties LLC	Real Estate	-	-
Express News Corporation	Commercial	-	-
Totals		<u>\$ 1,052,231,082</u>	<u>8.47%</u>

Source: Bexar County Appraisal District.

Fiscal Year 2002

Tax Year	Assessed Valuation	Percentage of Total Assessed Valuation
\$	91,918,970	1.21%
	243,196,400	3.21%
	111,497,060	1.47%
	-	-
	53,408,030	0.71%
	-	-
	-	-
	39,203,000	0.52%
	-	-
	-	-
	47,682,920	0.63%
	43,014,810	0.57%
	67,153,800	0.89%
	525,041,600	6.93%
	43,148,810	0.57%
\$	1,265,265,400	16.71%

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## **Debt Capacity Information**



SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
OUTSTANDING DEBT BY TYPE

LAST TEN YEARS

(Unaudited)

Fiscal Year	General Obligation Bonds	Refunding Bonds	Lease Revenue Bonds	Maintenance Tax Notes
2002	\$ 443,320,000	\$ 108,425,000	\$ 8,820,000	\$ -
2003	432,795,000	107,475,000	8,040,000	-
2004	421,770,000	106,490,000	7,220,000	-
2005	100,085,000	411,805,000	6,355,000	-
2006	88,005,000	410,390,000	5,440,000	-
2007	27,700,000	456,040,000	4,475,000	-
2008	14,360,000	454,375,000	3,455,000	6,030,000
2009	6,475,000	446,515,000	2,370,000	5,365,000
2010	2,880,000	441,445,000	-	4,675,000
2011	212,565,000	438,445,000	-	-

Source: Debt information was obtained from the District's CAFR for the respective year.

\* Note: See Estimated Actual Property Value and Average Daily Membership amounts in Demographic and Economic Information Schedule in Demographic and Economic Information section of this report.

<u>Capital Appreciation Bonds</u>	<u>Total Debt</u>	<u>* Debt to Estimated Actual Property Value</u>	<u>* Total Debt Per Average Daily Membership</u>
\$ 4,697,202	\$ 565,262,202	6.86%	\$ 9,944
4,697,202	553,007,202	6.33%	9,804
7,294,573	542,774,573	6.04%	9,647
7,294,573	525,539,573	5.41%	9,372
7,294,573	511,129,573	5.08%	9,154
7,614,561	495,829,561	4.49%	9,055
7,614,561	485,834,561	3.96%	9,094
7,614,561	468,339,561	3.01%	8,698
4,660,179	453,660,179	2.85%	8,708
319,988	651,329,988	4.18%	12,595

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
DIRECT AND OVERLAPPING DEBT  
GENERAL OBLIGATION BONDS

(Unaudited)

Taxing Body	Net Debt Obligation	As of	Estimated Overlapping	
			Percentage	Amount
Alamo Community College District	\$ 542,561,545	5/31/2011	13.23%	\$ 71,780,892
Balcones Heights, City of	-	9/30/2010	44.93%	-
Bexar County	511,188,144	9/30/2009	13.23%	67,630,191
Bexar County Hospital District	744,835,000	8/31/2011	11.49%	85,581,542
Olmos Park, City of	4,565,000	8/31/2011	5.91%	269,792
San Antonio River Authority	34,265,000	8/31/2011	11.30%	3,871,945
San Antonio, City of	1,123,395,860	9/30/2010	18.62%	209,176,309
				\$ 438,310,671
San Antonio Independent School District		8/31/2011		613,277,844
		Total Direct and Overlapping Debt		\$ 1,051,588,515

Source: The Texas Municipal Report from the Municipal Advisory Council of Texas.

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 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.

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SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
COMPUTATION OF LEGAL DEBT MARGIN

LAST TEN YEARS

(Unaudited)

	2002	2003	2004	2005
Assessed Valuation	\$ 7,572,267,664	\$ 7,842,137,743	\$ 8,435,683,746	\$ 8,645,841,256
Debt Limit - 10% of Assessed Valuation	\$ 757,226,766	\$ 784,213,774	\$ 843,568,375	\$ 864,584,126
General Obligation Bonds	565,475,400	553,451,793	550,465,327	533,936,918
Deduct Amount Available in Debt Service Fund	17,097,783	19,529,061	24,812,020	29,469,113
Applicable Debt	548,377,617	533,922,732	525,653,307	504,467,805
Legal Debt Margin	\$ 208,849,149	\$ 250,291,042	\$ 317,915,068	\$ 360,116,321
Debt Margin as a Percentage of the Debt Limit	27.58%	31.92%	37.69%	41.65%

Source: The District's CAFR, as follows: Assessed Valuation (Exhibit J-1); General Obligation Bonds (Notes to Financial Statements); and Debt Service Fund, Amount Available in Debt Service Fund (Exhibit C-1).

Note: Texas statutes do not prescribe a debt limit; however, by custom, a practical economic debt limit of 10% of the assessed valuation is used.

	2006	2007	2008	2009	2010	2011
\$	9,059,120,799	\$ 9,504,999,050	\$ 10,730,737,246	\$ 12,723,716,043	\$ 12,882,846,677	\$ 12,423,827,042
\$	905,912,080	\$ 950,499,905	\$ 1,073,073,725	\$ 1,272,371,604	\$ 1,288,284,668	\$ 1,242,382,704
	520,266,927	507,228,353	492,096,862	476,202,452	458,432,024	653,168,689
	32,400,335	37,054,721	40,778,817	43,055,983	38,433,403	39,890,845
	487,866,592	470,173,632	451,318,045	433,146,469	419,998,621	613,277,844
\$	418,045,488	\$ 480,326,273	\$ 621,755,680	\$ 839,225,135	\$ 868,286,047	\$ 629,104,860
	46.15%	50.53%	57.94%	65.96%	67.40%	50.64%

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
RATIO OF NET GENERAL OBLIGATION BONDED DEBT  
TO ESTIMATED ACTUAL VALUE AND  
PER AVERAGE DAILY MEMBERSHIP

LAST TEN YEARS

(Unaudited)

Fiscal Year	Average Daily Membership	Estimated Actual Property Value	Net Bonded Debt	Ratio of Net Bonded Debt to Estimated Actual Property Value	Net Bonded Debt Per Average Daily Membership
2002	56,842	\$ 8,234,441,697	\$ 548,377,617	6.66%	\$ 9,647
2003	56,409	8,741,705,610	533,922,732	6.11%	9,465
2004	56,264	8,989,871,413	525,653,307	5.85%	9,343
2005	56,075	9,710,458,681	504,467,805	5.20%	8,996
2006	55,837	10,056,505,109	487,866,593	4.85%	8,737
2007	54,759	11,050,415,927	470,173,632	4.25%	8,586
2008	53,422	12,254,850,384	451,318,045	3.68%	8,448
2009	53,844	15,537,789,879	433,146,469	2.79%	8,044
2010	52,096	15,939,569,943	419,998,621	2.63%	8,062
2011	51,715	15,593,598,904	613,277,844	3.93%	11,859

Source: Average Daily Membership provided by the District's PEIMS and Data Service Office. Estimated Actual Value obtained from the Bexar County Tax Assessor/Collector.

Note (1): Average Daily Membership represents the average daily enrollment of students, district-wide, over the official number of instructional days.

Note (2): Estimated actual property value and average daily membership are used because they are more relevant to the school district than personal income and population.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
RATIO OF ANNUAL DEBT SERVICE FOR GENERAL BONDED DEBT  
TO TOTAL GENERAL FUND EXPENDITURES

LAST TEN YEARS

(Unaudited)

Fiscal Year	Principal	Interest*	Total Debt Service	Total General Fund Expenditures	Ratio of Debt Service To General Fund Expenditures
2002	\$ 11,675,000	\$ 29,363,310	\$ 41,038,310	\$ 363,377,533	11.29%
2003	12,255,000	29,318,316	41,573,316	391,614,126	10.62%
2004	12,830,000	28,682,361	41,512,361	391,421,137	10.61%
2005	13,970,000	28,242,518	42,212,518	394,708,294	10.69%
2006	14,410,000	25,998,180	40,408,180	394,801,358	10.24%
2007	15,300,000	24,182,876	39,482,876	399,043,112	9.89%
2008	16,742,000	24,247,792	40,989,792	415,420,173	9.87%
2009	17,495,000	23,398,466	40,893,466	374,987,551	10.91%
2010	14,679,382	27,398,868	42,078,250	373,143,859	11.28%
2011	12,074,970	32,350,278	44,425,248	373,878,921	11.88%

\* Excludes other fees.

Source: The District's Comprehensive Annual Financial Report.



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## **Demographic and Economic Information**

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SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS

LAST TEN YEARS

(Unaudited)

Fiscal Year	Population	Personal Income	Per Capita Income	Unemployment Rate	Estimated Actual Property Value	Average Daily Membership
2002	*	*	*	4.6%	\$ 8,234,441,697	56,842
2003	*	*	*	5.7%	8,741,705,610	56,409
2004	*	*	*	6.1%	8,989,871,413	56,264
2005	*	*	*	5.6%	9,710,458,681	56,075
2006	292,768	\$ 3,810,749,200	\$ 13,016	5.0%	10,056,505,109	55,837
2007	322,114	4,218,109,100	13,095	4.6%	11,050,415,927	54,759
2008	313,001	4,361,370,300	13,934	4.1%	12,254,850,384	53,422
2009	297,421	4,449,364,800	14,960	4.7%	15,537,789,879	53,844
2010	321,367	4,715,100,400	14,672	6.7%	15,939,569,943	52,096
2011	306,943	4,691,761,900	15,285	7.3%	15,593,598,904	51,715

Source: Population, Personal Income, and Per Capita Income obtained from U.S. Census Bureau's American Fact Finder for 2006-2011.

Unemployment Rate obtained from U.S. Department of Labor Bureau of Statistics.

Estimated Actual Value of Property obtained from Bexar County Tax Assessor/ Collector.

Average Daily Membership obtained from the District's PEIMS & Data Services Office.

\* Note: Census information before 2006 was not available for San Antonio Independent School District.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
 PRINCIPAL EMPLOYERS  
 CURRENT YEAR AND FIVE YEARS PRIOR

(Unaudited)

Employer	2011	
	Employees	Percentage of Total Employment
Lackland Air Force Base	37,097	4.34%
Fort Sam Houston	32,000	3.75%
USAA	14,832	1.74%
H.E.B. Food Stores	14,588	1.71%
Northside I.S.D.	13,300	1.56%
Randolph Air Force Base	11,068	1.30%
North East I.S.D.	10,522	1.23%
City of San Antonio	9,145	1.07%
San Antonio I.S.D.	7,633	0.89%
Methodist Healthcare System	7,500	0.88%
U.S. Air Force (Lackland & Randolph)	-	-
Alamo Community College District	-	-
AT&T	-	-
	157,685	
Total Employment	854,400	

Source: Employment information for San Antonio I.S.D. obtained from Texas Education Public Education Information System Report. Employment information for remaining employers obtained from the San Antonio Economic Development Foundation Website. Total employment for 2011 obtained from the Texas Workforce Commission's Tracer web site. Employment information for 2006 obtained from the fiscal year 2006 CAFR.

Note: Employer information from nine years prior was not available; therefore, information from 2006, the earliest year available, is used.

2006	
Employees	Percentage of Total Employment
-	-
35,527	4.05%
13,965	1.59%
14,588	1.67%
10,320	1.18%
-	-
7,574	0.86%
-	-
7,685	0.88%
7,027	0.80%
53,928	6.16%
7,200	0.82%
6,500	0.74%
<u>164,314</u>	
<u>876,147</u>	

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
CONSTRUCTION AND PROPERTY VALUES

LAST TEN YEARS

(Unaudited)

Fiscal Year	CONSTRUCTION PERMITS		
	Number of Permits	Construction Value	Estimated Actual Property Value
2002	18,379	\$ 1,675,847,000	\$ 8,234,441,697
2003	23,556	1,544,384,000	8,741,705,610
2004	22,328	1,377,758,000	8,989,871,413
2005	25,473	2,192,936,517	9,710,458,681
2006	27,821	2,587,528,154	10,056,505,109
2007	17,566	2,665,069,000	11,050,415,927
2008	19,230	3,206,440,355	12,254,850,384
2009	14,313	2,728,389,322	15,537,789,879
2010	13,857	2,017,556,180	15,939,569,943
2011	12,938	1,597,682,478	15,593,598,904

Sources: City of San Antonio Development Services Department, presented based on City of San Antonio's prior fiscal year. Property values obtained from Bexar Appraisal District.

## **Operating Information**



SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
WORK FORCE COMPOSITION BY EMPLOYEE CLASSIFICATION

LAST TEN YEARS

(Unaudited)

Classification	2002	2003	2004	2005
<b>Number of Employees</b>				
Teachers	3,659	3,636	3,527	3,517
Professional Support	659	756	801	800
Campus Administration	181	182	176	173
Central Administration	54	52	53	67
Educational Aides	764	787	877	895
Auxiliary Staff	2,207	2,337	2,232	2,248
<b>Total Employees</b>	<b>7,524</b>	<b>7,750</b>	<b>7,666</b>	<b>7,700</b>
<b>Percent of Total</b>				
Teachers	48.63%	46.92%	46.01%	45.68%
Professional Support	8.76%	9.75%	10.45%	10.39%
Campus Administration	2.41%	2.35%	2.30%	2.25%
Central Administration	0.72%	0.67%	0.69%	0.87%
Educational Aides	10.15%	10.15%	11.44%	11.62%
Auxiliary Staff	29.33%	30.15%	29.12%	29.19%
	100.00%	100.00%	100.00%	100.00%

Source: Texas Education Public Education Information System Report

Note: Figures for 2010 have changed from the numbers reported in the Comprehensive Annual Financial Report for the year ended August 31, 2010.

2006	2007	2008	2009	2010	2011
3,516	3,494	3,388	3,321	3,402	3,437
795	798	799	772	777	808
179	179	174	172	171	178
66	67	70	65	70	69
951	943	916	856	821	899
2,271	2,279	2,218	2,153	2,238	2,242
7,778	7,760	7,565	7,339	7,479	7,633
45.20%	45.03%	44.79%	45.25%	45.49%	45.03%
10.22%	10.28%	10.56%	10.52%	10.39%	10.59%
2.30%	2.31%	2.30%	2.34%	2.29%	2.33%
0.85%	0.86%	0.93%	0.89%	0.94%	0.90%
12.23%	12.15%	12.11%	11.66%	10.98%	11.78%
29.20%	29.37%	29.32%	29.34%	29.92%	29.37%
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF TEACHER INFORMATION

LAST TEN YEARS

(Unaudited)

Fiscal Year	State Min-Max Salaries	Average Teacher Salary	Average Years of Experience	Bachelor's Education	Master's Education
2002	\$24,240 - \$40,800	\$45,504	14.7	58.9%	40.5%
2003	\$24,240 - \$40,800	\$46,274	14.6	59.6%	40.0%
2004	\$24,240 - \$40,800	\$46,224	14.5	59.8%	39.8%
2005	\$24,240 - \$40,800	\$46,927	14.0	61.1%	38.5%
2006	\$24,820 - \$41,770	\$46,567	13.6	61.7%	37.9%
2007	\$27,320 - \$44,270	\$49,273	13.3	62.1%	37.4%
2008	\$27,320 - \$44,270	\$49,376	13.6	62.3%	37.3%
2009	\$27,320 - \$44,270	\$48,620	13.3	63.8%	35.6%
2010	\$27,320 - \$44,270	\$50,045	12.6	65.4%	34.0%
2011	\$27,320-\$44,270	\$49,904	11.8	66.8%	32.8%

Source: Academic Excellence Indicator System (AEIS)

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF STUDENT ATTENDANCE AND MEMBERSHIP

LAST TEN YEARS

(Unaudited)

Fiscal Year	Average Daily Attendance	Change	Average Daily Membership	Change	Percentage of Attendance
2002	53,948	0.75%	56,842	0.47%	94.91%
2003	53,475	-0.88%	56,409	-0.76%	94.80%
2004	53,371	-0.19%	56,264	-0.26%	94.86%
2005	53,001	-0.69%	56,075	-0.34%	94.52%
2006	52,877	-0.23%	55,837	-0.42%	94.70%
2007	51,698	-2.23%	54,759	-1.93%	94.50%
2008	50,488	-2.34%	53,422	-2.44%	94.60%
2009	50,740	0.50%	53,844	0.79%	94.30%
2010	48,830	-3.77%	52,096	-3.25%	93.60%
2011	48,849	0.04%	51,715	-0.73%	94.10%

Source: The District's PEIMS & Data Services Office

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
OPERATING STATISTICS

LAST TEN YEARS

(Unaudited)

Fiscal Year	Average Daily Attendance	Operating Expenditures	Cost Per Pupil	Percent Change	Operating Expenses	Cost Per Pupil	Percent Change
2002	53,948	\$ 361,768,664	\$ 6,706	3.34%	\$ 436,900,931	\$ 8,099	NA
2003	53,475	390,271,437	7,298	8.83%	490,345,447	9,170	13.23%
2004	53,371	390,439,369	7,316	0.24%	482,177,761	9,034	-1.47%
2005	53,035	394,352,360	7,440	1.71%	490,528,850	9,255	2.44%
2006	52,877	394,636,738	7,468	0.38%	501,219,430	9,485	2.49%
2007	51,698	398,738,005	7,713	3.18%	502,622,492	9,722	2.50%
2008	50,488	413,671,405	8,193	6.23%	509,505,612	10,092	3.80%
2009	50,740	373,883,045	7,369	-10.06%	509,057,321	10,033	-0.59%
2010	48,830	369,050,885	7,558	2.57%	539,399,326	11,047	10.11%
2011	48,849	372,387,533	7,623	0.86%	548,269,489	11,224	1.60%

Source: Average Daily Attendance obtained from the District's PEIMS and Data Services Office. Operating Expenditures and Expenses obtained from the District's CAFR for the respective year.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF STUDENT INFORMATION

LAST TEN YEARS

(Unaudited)

Fiscal Year	Teacher/ Student Ratio	# of Students who qualify for Free or Reduced Price Lunch (1)	% of Students who qualify for Free or Reduced Price Lunch (1)
2002	15.7	52,975	92.30%
2003	15.7	51,586	90.40%
2004	16.1	51,115	90.00%
2005	16.1	52,553	92.90%
2006	16.0	52,007	92.18%
2007	15.8	50,598	91.50%
2008	16.2	48,302	88.30%
2009	16.4	49,113	90.30%
2010	16.2	50,986	92.60%
2011	16	50,944	92.80%

Source: Academic Excellence Indicator System (AEIS)

(1) Includes economically disadvantaged students coded as eligible for free or reduced-price lunch or eligible for other public assistance.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF SCHOOL BUILDINGS

(Unaudited)

	Estimated Square Footage	Core Student Capacity	<b>ELEMENTARY, PK8 and ECEC SCHOOLS</b>	Estimated Square Footage	Core Student Capacity
<b>HIGH SCHOOLS</b>					
Brackenridge	325,072	1,870	Arnold	50,588	726
Burbank	296,328	1,976	Austin	48,296	462
Edison	279,594	2,040	Ball	64,351	660
Fox Tech	378,177	1,742	Barkley/Ruiz	62,392	616
Highlands	328,449	2,422	Baskin	59,955	616
Houston	299,013	2,040	Beacon Hill	79,411	682
Jefferson	302,452	2,337	Bonham	53,464	594
Lanier	353,057	1,848	Bowden	88,029	748
<b>TOTAL</b>	<b>2,562,142</b>	<b>16,275</b>	Bowie (Closed-and Leased)	57,080	506
<b>MIDDLE SCHOOLS</b>			Brackenridge ES	100,036	880
Connell	121,009	786	Brewer	72,341	770
Davis	153,035	1,296	Briscoe	62,735	726
Harris	148,978	765	Cameron	46,747	528
Irving	139,570	1,105	Carroll (Repurposed)	85,154	396
Longfellow	129,817	1,062	Carvajal (Repurposed)	54,621	682
Lowell	96,513	701	Collins Garden	81,438	836
Page	99,113	786	Cotton	70,327	572
Poe	111,184	807	Crockett	104,945	1,012
Rhodes	90,690	786	DeZavala	82,889	836
Rogers MS	105,130	977	Douglass	73,692	528
Tafolla	153,868	1,360	Fenwick	57,449	550
Twain	147,630	977	Forbes	56,794	550
Wheatley	122,273	871	Foster	67,406	792
Whittier	128,550	871	Franklin	71,677	616
<b>TOTAL</b>	<b>1,747,360</b>	<b>13,150</b>	Gates	78,346	704
<b>SPECIAL CAMPUSES</b>			Graebner	81,255	1,034
Estrada A.C.	45,838	N/A	Green	56,301	396
Gonzales, A.C.	14,828	N/A	Hawthorne	77,565	726
Navarro Academy	48,758	N/A	Herff	67,284	616
Pickett Academy	21,939	N/A	Highland Hills	74,533	924
YWLA formerly Mann	98,227	807	Highland Park	79,642	748
Travis Repurposed-College	54,862	506	Hillcrest	70,566	726
Cooper Academy	103,900	N/A	Hirsch	62,574	660
<b>TOTAL</b>	<b>388,352</b>	<b>1,313</b>	Huppertz	58,094	616
			Japhet	81,127	726
			Kelly	41,854	396
			King ES	67,014	682
			Knox (Repurposed)	41,386	484
			Lamar	53,789	440
			Madison	69,904	726
			Margil	72,795	660
			Maverick	64,345	726
			Miller	53,026	682
			Mission	140,396	836
			M.L. King	110,923	770
			Neal	66,379	836
			Nelson	62,351	704
			Ogden	72,310	770
			Pershing	59,855	594
			Pfeiffer (Closed)	55,960	506
			Riverside Park	64,980	638
			Rodriguez	49,126	484
			Rogers ES	74,354	924
			Schenck	84,856	836
			Smith	74,611	836
			Steele	56,581	572
			Stewart	61,519	770
			Storm	63,386	682
			Tynan (Repurposed)	44,795	484
			Washington	63,168	660
			Wilson	62,548	594
			Woodlawn	75,462	880
			Woodlawn Hills	61,513	704
			WW White	62,284	836
			<b>TOTAL</b>	<b>4,370,574</b>	<b>43,472</b>

Source: Facility Area Inventory Report, SAISD

Note: The information presented above is as of August 31, 2011 and are indicators of the volume and usage of the District's buildings, which are the material capital assets Ten years of data is not available for presentation.

## SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

### MISCELLANEOUS STATISTICS

(Unaudited)

The San Antonio Independent School District has, as a part of its efforts to serve all of its students, expanded its educational system off campus to serve specific student needs. Some off campus educational programs are staffed with District teachers and teacher assistants.

As of August 31, 2011, it included such programs as follows:

**Bexar County Juvenile Detention Center** – The site detains juvenile offenders who are waiting to be adjudicated.

**Children’s Shelter of San Antonio** – The site receives children (infant to 11 yrs old) who have been removed from their homes because they have been abused and/or neglected. The Shelter has the responsibility of finding foster families or families who wish to adopt them.

**Christus Santa Rosa Children’s Hospital** - The site provides special education and general education services to all school age children who are admitted to the hospital for at least four (4) consecutive weeks or four weeks over the school year.

**Gonzales Achievement Center** – A special campus of the District that was created to provide a safe, consistent climate within a structured program to empower students with severe behavior problems to develop the skills necessary to function successfully on a regular campus.

**Healy Murphy Center** – The site is a private, non-profit fully accredited high school, grades 9 to 12. Students choose to attend based on their need for personal academic attention and remediation in order to complete TEA requirements for graduation.

**Healy Murphy Pre-K** – The site is a private, non-profit fully accredited preschool for students ages 3 and 4. Most of these children belong to students attending Healy Murphy High School. There are two classrooms with approximately 20 students in each class. These students attend all day classes throughout the year.

**Roy Maas Youth Alternative – The Bridge** – The site receives children who are placed by choice (17 to 18 yr. Olds), by local, state, and family referrals. Youth receive behavioral readjustment and social skills training.

**Seton Home for Girls** – Located within the District and receive Title 1, Part A funding to support tutoring and academic remedial efforts for children who are in residence. Girls choose to be placed because they are homeless and/or have children.

**Seidel Learning Center** – The site provides special education and related services to students while residing at the San Antonio State Hospital who are emotionally disturbed, however; a significant percentage have multiple handicaps.

**St. Peter, St. Joseph’s Home for Children** – Located within the District and receive Title 1, Part A funding to support tutoring and academic remedial efforts for children who are in residence. Children, who are placed here following their stay at the Children’s Shelter, are allowed longer residential care until foster families are found, or until they are adopted.



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# **FEDERAL AWARDS SECTION**

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# Garza/Gonzalez & Associates

CERTIFIED PUBLIC ACCOUNTANTS

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

Board of School Trustees  
San Antonio Independent School District  
San Antonio, Texas

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the San Antonio Independent School District (the District), as of and for the year ended August 31, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents, and have issued our report thereon dated December 16, 2011. We conducted our audit 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.

### Internal Control Over Financial Reporting

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

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis.

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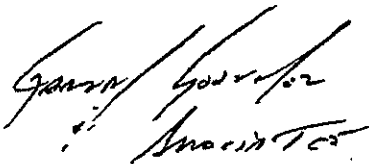
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

We noted a certain matter that we reported to management of the District in a separate letter dated December 16, 2011.

This report is intended solely for the information and use of the Board of School Trustees, management, the Texas Education Agency, federal awarding agencies, and pass-through entities, and is not intended to be used and should not be used by anyone other than these specified parties.



Grant G. Gordon  
Auditor

December 16, 2011

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR  
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH OMB CIRCULAR A-133

Board of School Trustees  
San Antonio Independent School District  
San Antonio, Texas

Compliance

We have audited the compliance of San Antonio Independent School District (the District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended August 31, 2011. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.



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In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2011.

#### Internal Control Over Compliance

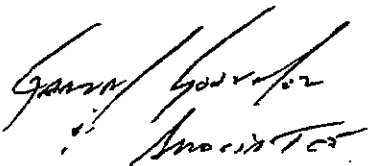
Management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

We noted a certain matter that we reported to management of the District in a separate letter dated December 16, 2011.

This report is intended solely for the information and use of the Board of School Trustees, management, the Texas Education Agency, federal awarding agencies, and pass-through entities, and is not intended to be used and should not be used by anyone other than these specified parties.



Grant Goodwin  
Auditor

December 16, 2011

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SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For The Year Ended August 31, 2011

**SECTION I --- SUMMARY OF AUDITORS' RESULTS**

<i>Financial Statements</i>			
	Type of auditor's report issued:	<u>Unqualified</u>	
	Internal control over financial reporting: • Material weakness(es) identified?	<u>    </u> Yes	<u>  X  </u> No
	• Significant deficiency(ies) identified not considered to be material weaknesses?	<u>    </u> Yes	<u>  X  </u> None Reported
	Noncompliance material to financial statements noted?	<u>    </u> Yes	<u>  X  </u> No

<i>Federal Awards</i>			
	Internal control over major programs: • Material weakness(es) identified?	<u>    </u> Yes	<u>  X  </u> No
	• Significant deficiency(ies) identified not considered to be material weaknesses?	<u>    </u> Yes	<u>  X  </u> None Reported
	Type of auditor's report issued on compliance for major programs	Unqualified	
	Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section. 510(a)?	<u>    </u> Yes	<u>  X  </u> No

(Continued)

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For The Year Ended August 31, 2011

**SECTION I --- SUMMARY OF AUDITORS' RESULTS (Continued)**

<i>Identification of Major Programs</i>	
CFDA Numbers(s)	Name of Federal Program or Cluster
84.010A 84.010A 84.010A 84.010A 84.389A 84.389A 84.389A	Title I, Part A Cluster: Title I, Part A – Improving Basic Programs Title I, Part D – Subpart 2 – Delinquent Programs Title I – School Improvement Program TTIPS Strategic Planning Grant ARRA – Title I, Part A – Improving Basic Programs ARRA – Title I, Part D – Subpart 2 – Delinquent Programs ARRA – Title I – School Improvement Program
84.027A 84.173A 84.391A 84.392A	Special Education Cluster (IDEA): IDEA-B Formula IDEA-B Preschool ARRA – IDEA-B Formula ARRA – IDEA-B Preschool
84.394A	ARRA – Title XIV, State Fiscal Stabilization Fund
10.553 10.555	Child Nutrition Cluster: School Breakfast Program National School Lunch Program – Cash & Non Cash Assistance
Dollar threshold used to distinguish between Type A and Type B programs:	
	\$3,000,000
Auditee qualified as low-risk auditee?	
	<u> X </u> Yes      ___ No

**SECTION II --- FINANCIAL STATEMENT FINDINGS**

There were no financial statement findings required to be reported in accordance with *Government Auditing Standards*.

**SECTION III --- FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

There were no federal award findings and questioned costs required to be reported by OMB Circular A-133, Section .510(a).

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

For The Year Ended August 31, 2011

There were no prior audit findings reported.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED AUGUST 31, 2011

Project Number	Federal Grantor/ Pass - Through Grantor/ Program Title	Federal CFDA Number	(A) Expenditures Indirect Costs or Award Amount
<b>U.S. DEPARTMENT OF EDUCATION</b>			
<b>DIRECT PROGRAMS</b>			
N/A	199 IMPACT AID PL874 SUBTOTAL	84.041	\$ 96,903.57 <u>96,903.57</u>
U215X080081	281.1 TEACHING AMERICAN HISTORY GRANT -YR 3 OF 5	84.215X	347,647.37
U215X080081-11	281.2 TEACHING AMERICAN HISTORY GRANT -YR 4 OF 5	84.215X	8,905.93
V215L050022	477.0 SMALLER LEARNING COMMUNITIES YR 5 OF 5	84.215L	(1,251.00)
Q215E070006-09	498.0 FUND FOR IMPROVEMENT OF ED (ESCD) YR 3 OF 3 SUBTOTAL	84.215E	<u>145,829.49</u> <u>501,131.79</u>
P334A050145-09	274.0 SAISD GEAR UP PROJECT -YR 5 OF 6	84.334A	27,923.74
P334A050145-10	274.1 SAISD GEAR UP PROJECT -YR 6 OF 6 SUBTOTAL	84.334A	<u>2,650,707.59</u> <u>2,678,631.33</u>
S360A100121	275.1 REACH, AIM & SOAR - YR 1 OF 5 SUBTOTAL	84.360A	<u>2,449,276.96</u> <u>2,449,276.96</u>
S383A090023	282.9 HOMELESS ED. DISASTER ASSISTANCE PROGRAM SUBTOTAL	84.383A	<u>6,155.67</u> <u>6,155.67</u>
<b>TOTAL U.S. DEPARTMENT OF EDUCATION - DIRECT PROGRAMS</b>			<u>\$ 5,732,099.32</u>
<b>PASSED THROUGH STATE DEPARTMENT OF EDUCATION</b>			
114100017110358	220.1 ADULT EDUCATION and FAMILY LITERACY- CONTINUATION	84.002A	1,191,442.25
124100017110411	220.2 ADULT EDUCATION and FAMILY LITERACY- CONTINUATION	84.002A	49,455.41
114100087110384	221.1 ADULT EDUCATION-ENGLISH LITERACY & CIVICS AWARENESS CONT. SUBTOTAL	84.002A	<u>128,559.44</u> <u>1,369,457.10</u>
10610101015907	211.0 TITLE I, PART A - IMPROVING BASIC PROGRAMS*	84.010A	499,572.87
11610101015907	211.1 TITLE I, PART A - IMPROVING BASIC PROGRAMS*	84.010A	29,782,355.50
12610101015907	211.2 TITLE I, PART A - IMPROVING BASIC PROGRAMS*	84.010A	27,680.08
10610104015907001	215.0 TITLE I, PART D- SUBPT 2 -DELINQUENT PROGRAMS*	84.010A	6,424.60
11610103015907	215.1 TITLE I, PART D- SUBPT 2 -DELINQUENT PROGRAMS*	84.010A	179,164.40
10610104015907046	229.0 TITLE I - SCHOOL IMPROVEMENT PROGRAM - WHEATLEY MS*	84.010A	31.00
10610104015907006	232.0 TITLE I - SCHOOL IMPROVEMENT PROGRAM - HOUSTON HS*	84.010A	21,268.24
10610104015907014	233.0 TITLE I - SCHOOL IMPROVEMENT PROGRAM - NAVARRO ACADEMY*	84.010A	(82.70)
10610104015907053	237.0 TITLE I - SCHOOL IMPROVEMENT PROGRAM - PAGE MS*	84.010A	4,801.53
10610104015907055	243.0 TITLE I - SCHOOL IMPROVEMENT PROGRAM - RHODES MS*	84.010A	270.91
11610104015907001	245.1 TITLE I - SCHOOL IMPROVEMENT PROGRAM - BRACKENRIDGE HS*	84.010A	49,179.17
11610104015907046	246.1 TITLE I - SCHOOL IMPROVEMENT PROGRAM - WHEATLEY MS*	84.010A	123,108.85
11610104015907058	247.1 TITLE I - SCHOOL IMPROVEMENT PROGRAM - TWAIN MS*	84.010A	44,680.97
11610104015907004	248.1 TITLE I - SCHOOL IMPROVEMENT PROGRAM - FOX TECH HS*	84.010A	42,439.78
11610104015907006	249.1 TITLE I - SCHOOL IMPROVEMENT PROGRAM - HOUSTON HS*	84.010A	427,239.86
11610104015907014	250.1 TITLE I - SCHOOL IMPROVEMENT PROGRAM - NAVARRO ACADEMY*	84.010A	82,603.50
11610104015907057	251.1 TITLE I - SCHOOL IMPROVEMENT PROGRAM - ROGERS MS*	84.010A	64,667.22
11610104015907059	252.1 TITLE I - SCHOOL IMPROVEMENT PROGRAM - WHITTER ACADEMY*	84.010A	54,074.57
11610104015907053	253.1 TITLE I - SCHOOL IMPROVEMENT PROGRAM - PAGE MS*	84.010A	53,396.48
11610104015907050	254.1 TITLE I - SCHOOL IMPROVEMENT PROGRAM - LONGFELLOW MS*	84.010A	3,277.06
11610104015907003	259.1 TITLE I - SCHOOL IMPROVEMENT PROGRAM - EDISON HS*	84.010A	3,704.09
11610104015907008	260.1 TITLE I - SCHOOL IMPROVEMENT PROGRAM - LANIER HS*	84.010A	40,404.07
11610104015907007	261.1 TITLE I - SCHOOL IMPROVEMENT PROGRAM - JEFFERSON HS*	84.010A	37,068.93
11610104015907055	262.1 TITLE I - SCHOOL IMPROVEMENT PROGRAM - RHODES MS*	84.010A	77,553.39

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED AUGUST 31, 2011

11610104015907061	264.1	TITLE I - SCHOOL IMPROVEMENT PROGRAM - TAFOLLA MS*	84.010A	23,220.34
		SUBTOTAL		<u>31,648,104.71</u>
10615001015907	212.0	TITLE I, PART C, MIGRANT	84.011A	(570.54)
11615001015907	212.1	TITLE I, PART C, MIGRANT	84.011A	194,438.69
		SUBTOTAL		<u>193,868.15</u>
106600010159076600	224.0	IDEA-B FORMULA*	84.027A	(97,399.57)
116600010159076600	224.1	IDEA-B FORMULA*	84.027A	9,045,086.86
126600010159076600	224.2	IDEA-B FORMULA*	84.027A	456,783.36
		SUBTOTAL		<u>9,404,470.65</u>
11420006015907	244.1	CARL D PERKINS BASIC GRANT FORMULA	84.048A	1,036,986.68
12420006015907	244.2	CARL D PERKINS BASIC GRANT FORMULA	84.048A	17,483.86
		SUBTOTAL		<u>1,054,470.54</u>
106610010159076610	225.0	IDEA-B PRESCHOOL*	84.173A	(3,536.84)
116610010159076010	225.1	IDEA-B PRESCHOOL*	84.173A	159,948.66
126610010159076610	225.2	IDEA-B PRESCHOOL*	84.173A	785.93
		SUBTOTAL		<u>157,197.75</u>
095900147110007	258.9	PCS -START UP GRANT, CYCLE 14-YOUNG WOMEN'S LEADERSHIP ACADEMY	84.282A	79,611.41
115900207110007	267.1	TTL V B SP1 CAMPUS CHRTR 11-12 RHODES MS	84.282A	130,981.84
115900207110006	268.1	TTL V B SP1 CAMPUS CHRTR 11-12 HIGHLAND PARK ES	84.282A	73,901.69
115900207110008	269.1	TTL V B SP1 CAMPUS CHRTR 11-12 TRAVIS EARLY COLLEGE HS	84.282A	34,021.42
		SUBTOTAL		<u>318,516.36</u>
10671001015907	263.0	TITLE III, PART A - LEP	84.365A	(4,808.43)
11671001015907	263.1	TITLE III, PART A - LEP	84.365A	792,663.48
12671001015907	263.2	TITLE III, PART A - LEP	84.365A	883.42
		SUBTOTAL		<u>788,738.47</u>
10694501015907	255.0	TITLE II PART A-TEACHER & PRINCIPAL TRAINING & RECRUITING	84.367A	193,076.05
11694501015907	255.1	TITLE II PART A-TEACHER & PRINCIPAL TRAINING & RECRUITING	84.367A	3,784,886.41
12694501015907	255.2	TITLE II PART A-TEACHER & PRINCIPAL TRAINING & RECRUITING	84.367A	198,479.54
		SUBTOTAL		<u>4,176,442.00</u>
69551002	163.1	SUMMER SCHOOL LEP	84.369A	32,232.00
		SUBTOTAL		<u>32,232.00</u>
10610701015907053	276.0	TITLE I, SCHOOL IMPROVEMENT PROGRAMS-PAGE MS*	84.377A	24,916.47
		SUBTOTAL		<u>24,916.47</u>
10553001015907	279.0	ARRA--TITLE II, PART D TECHNOLOGY	84.386A	183,744.13
		SUBTOTAL		<u>183,744.13</u>
N/A	280.1	ARRA TEXAS TTL I PRIORITY SCHOOL GRANTS - NAVARRO ACADEMY*	84.388A	19,179.70
105520017110056	287.1	ARRA- (TTIPS)-TX TITLE I,PRIORITY SCHOOLS GRANT-FOX TECH*	84.388A	694,819.33
105520017110057	288.1	ARRA- (TTIPS)-TX TITLE I,PRIORITY SCHOOLS GRANT-SAM HOUSTON*	84.388A	1,379,671.58
		SUBTOTAL		<u>2,093,670.61</u>
10551001015907	285.0	ARRA - TITLE I, PART A - IMPROVING BASIC PROGRAMS*	84.389A	9,204,219.98
10551003015907	286.0	ARRA - TITLE I, PART D- SUBPT 2 -DELINQUENT PROGRAMS*	84.389A	171,639.53
11551004015907006	289.1	ARRA - TITLE I - SCHOOL IMPROVEMENT PROGRAM - HOUSTON HS*	84.389A	29,949.92
11551004015907007	290.1	ARRA - TITLE I - SCHOOL IMPROVEMENT PROGRAM - JEFFERSON HS*	84.389A	23,984.19
11551004015907008	291.1	ARRA - TITLE I - SCHOOL IMPROVEMENT PROGRAM - LANIER HS*	84.389A	4,521.15
10551004015907014	292.0	ARRA - TITLE I - SCHOOL IMPROVEMENT PROGRAM - NAVARRO ACADEMY*	84.389A	22,791.50
11551004015907014	292.1	ARRA - TITLE I - SCHOOL IMPROVEMENT PROGRAM - NAVARRO ACADEMY*	84.389A	452.32
11551004015907050	294.1	ARRA - TITLE I - SCHOOL IMPROVEMENT PROGRAM - LONGFELLOW MS*	84.389A	2,969.00
11551004015907053	295.1	ARRA - TITLE I - SCHOOL IMPROVEMENT PROGRAM - PAGE MS*	84.389A	21,407.90
10551004015907055	296.0	ARRA - TITLE I - SCHOOL IMPROVEMENT PROGRAM - RHODES MS*	84.389A	346.75
11551004015907055	296.1	ARRA - TITLE I - SCHOOL IMPROVEMENT PROGRAM - RHODES MS*	84.389A	3,478.13



SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED AUGUST 31, 2011

11551004015907057	297.1	ARRA - TITLE I - SCHOOL IMPROVEMENT PROGRAM - ROGERS MS*	84.389A	12,747.75
11551004015907058	298.1	ARRA - TITLE I - SCHOOL IMPROVEMENT PROGRAM - TWAIN MS*	84.389A	11,866.75
11551004015907059	299.1	ARRA - TITLE I - SCHOOL IMPROVEMENT PROGRAM - WHITTIER ACADEMY*	84.389A	14.00
11551004015907003	300.1	ARRA - TITLE I - SCHOOL IMPROVEMENT PROGRAM - EDISON HS*	84.389A	11,163.55
11551004015907004	301.1	ARRA - TITLE I - SCHOOL IMPROVEMENT PROGRAM - FOX TECH HS*	84.389A	14,773.92
		SUBTOTAL		9,536,326.34
10554001015907	283.9	ARRA - IDEA-B FORMULA*	84.391A	6,593,133.35
		SUBTOTAL		6,593,133.35
10555001015907	284.9	ARRA- IDEA-B PRESCHOOL-LEA*	84.392A	197,138.61
		SUBTOTAL		197,138.61
10557001015907	266.0	ARRA- TITLE XIV, STATE FISCAL STABILIZATION FUND	84.394A	704,321.49
11557001015907	266.1	ARRA- TITLE XIV, STATE FISCAL STABILIZATION FUND	84.394A	21,625,664.23
		SUBTOTAL		22,329,985.72
113625017110336	223.1	TEMPORARY ASSISTANCE FOR NEEDY FAMILIES	93.558	224,759.69
		SUBTOTAL		224,759.69
		<b>TOTAL PASSED THROUGH STATE DEPARTMENT OF EDUCATION</b>		\$ 90,327,172.65
		<b>PASSED THROUGH REGION 10</b>		
00-004	206.1	MCKINNEY-VENTO HOMELESS EDUCATION*	84.196	\$ 180,000.00
		SUBTOTAL		180,000.00
A09-041	280.0	ARRA - MCKINNEY-VENTO HOMELESS EDUCATION*	84.387	229,739.61
		SUBTOTAL		229,739.61
		<b>TOTAL PASSED THROUGH REGION 10</b>		\$ 409,739.61
		<b>PASSED THROUGH REGION 13</b>		
S010A090043	278.1	TTIPS STRATEGIC PLANNING GRANT - SAM HOUSTON HS*	84.010A	\$ 152,022.31
		SUBTOTAL		152,022.31
		<b>TOTAL PASSED THROUGH REGION 13</b>		\$ 152,022.31
		<b>TOTAL U.S. DEPARTMENT OF EDUCATION</b>		\$ 96,621,033.89

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED AUGUST 31, 2011

**U.S. DEPARTMENT OF AGRICULTURE****PASSED THROUGH TEXAS DEPARTMENT OF AGRICULTURE**

N/A	240	CHILD & ADULT CARE FOOD PROGRAM - CASH ASSISTANCE	10.558	\$	226,700.64
N/A	240	FRESH FRUIT & VEGETABLE PROGRAM	10.582		340,851.68
		SUBTOTAL		\$	<u>567,552.32</u>

**TOTAL PASSED THROUGH TEXAS DEPARTMENT OF AGRICULTURE****\$ 567,552.32****PASSED THROUGH STATE DEPARTMENT OF EDUCATION**

71401101	240	SCHOOL BREAKFAST PROGRAM*	10.553	\$	9,676,383.08
71301101	240	NATIONAL SCHOOL LUNCH PROGRAM - CASH ASSISTANCE*	10.555		21,355,899.37
71301101	240	NATIONAL SCHOOL LUNCH PROGRAM - NON-CASH ASSISTANCE*	10.555		1,630,909.74
		SUBTOTAL		\$	<u>32,663,192.19</u>

**TOTAL PASSED THROUGH STATE DEPARTMENT OF EDUCATION****\$ 32,663,192.19****TOTAL U.S. DEPARTMENT OF AGRICULTURE****\$ 33,230,744.51****U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES****PASSED THROUGH CITY OF SAN ANTONIO - DEPARTMENT OF COMMUNITY INITIATIVES**

06CH0107/32	205.0	HEADSTART*	93.600	\$	5,061,754.62
06CH0107/33	205.1	HEADSTART*	93.600		6,505,539.83
		SUBTOTAL			<u>11,567,294.45</u>

06SE0107	205.0	ARRA - HEADSTART*	93.708		11,632.50
		SUBTOTAL			<u>11,632.50</u>

**TOTAL PASSED THROUGH CITY OF SAN ANTONIO - DEPT OF COMMUNITY INITIATIVES****\$ 11,578,926.95****PASSED THROUGH DEPARTMENT OF STATE HEALTH SERVICES**

2011-037129-001	487.1	ARRA- COMMUNITIES PUTTING PREVENTION TO WORK	93.723	\$	2,962.73
		SUBTOTAL			<u>2,962.73</u>

**TOTAL PASSED THROUGH DEPARTMENT OF STATE HEALTH SERVICES****\$ 2,962.73****PASSED THROUGH TEXAS LEADERSHIP CENTER**

1Z0CMS030513/01	277.0	CHILDREN'S HEALTH INSURANCE PROGRAM (CHIPRA)	93.767	\$	61,498.66
		SUBTOTAL			<u>61,498.66</u>

**TOTAL PASSED THROUGH TEXAS LEADERSHIP CENTER****\$ 61,498.66****PASSED THROUGH TEXAS DEPARTMENT OF HUMAN SERVICES**

N/A	272.1	MEDICAL ASSISTANCE PROGRAM	93.778	\$	214,901.19
		SUBTOTAL			<u>214,901.19</u>

**TOTAL PASSED THROUGH TEXAS DEPARTMENT OF HUMAN SERVICES****\$ 214,901.19****TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES****\$ 11,858,289.53**

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE YEAR ENDED AUGUST 31, 2011

**U.S. DEPARTMENT OF DEFENSE**

<b>DIRECT PROGRAMS</b>				
N/A	199	STARBASE KELLY	N/A	\$ 64,094.36
		SUBTOTAL		<u>64,094.36</u>
N/A	199	ARMY JROTC	N/A	613,381.42
		SUBTOTAL		<u>613,381.42</u>
		<b>TOTAL U.S. DEPARTMENT OF DEFENSE - DIRECT PROGRAMS</b>		<u>\$ 677,475.78</u>
		<b>TOTAL U.S. DEPARTMENT OF DEFENSE</b>		<u>\$ 677,475.78</u>
		<b>TOTAL FEDERAL ASSISTANCE</b>		<u>\$ 142,387,543.71</u>

\* Clustered programs

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT  
San Antonio, Texas

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended August 31, 2011

1. For all Federal programs, the District uses the fund types specified in Texas Education Agency's *Financial Accountability System Resource Guide*. Special revenue funds are used to account for resources restricted to specific purposes by a grantor. Federal and state financial assistance generally is accounted for in a Special Revenue Fund.
2. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund types are accounted for using a current financial resources measurement focus. All Federal grant funds, with the exception of funds for the Impact Aid, IDEA B Discretionary-RF Tracker, Star Base Kelly, Army JROTC, E-Rate, and the indirect cost revenues, were accounted for in a Special Revenue Fund which is a Governmental Fund type. The revenues received for the previously mentioned programs were accounted for in the General Fund, which is also a component of the Governmental Fund type. With this measurement focus, only current assets and current liabilities and the fund balance are included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets.

The modified accrual basis of accounting is used for the Governmental Fund types. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on General Long-Term Debt, which is recognized when due, and certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Federal grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. When grant funds are received before expenditures are made, they are recorded as deferred revenues until earned.

3. The period of availability for most federal grant funds for the purpose of liquidation of outstanding obligations made on or before the ending date of the federal project period is extended 30 days beyond the federal project period ending date, in accordance with provisions in Section H, Period of Availability of Federal Funds, Part 3, OMB Circular A-133 Compliance Statement.
4. National School Lunch Program – Non-Cash Assistance - Commodity receipts represent USDA donated commodities received during the fiscal year. The related expenditures relate to the issuance of the commodities to the District's campuses.
5. Expenditures for the National School Breakfast and Lunch Program are not specifically attributable to the federal revenue source and are shown on the schedule in an amount equal to federal revenue for balancing purposes only.
6. Federal funds for the School Health and Related Services (SHARS), E-Rate, and Build America Bonds interest subsidy have been excluded from the Schedule of Expenditures of Federal Awards.

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