

COMPREHENSIVE
Annual Financial Report
FOR THE YEAR ENDED JUNE 30, 2012



San Antonio Independent School District



COMPREHENSIVE ANNUAL FINANCIAL REPORT

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

San Antonio, Texas

For the Ten Months Ended June 30, 2012

Prepared by the

Financial Services Division

Larry A. Garza

Associate Superintendent of Financial Services, Business Operations and Food Services

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SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE TEN MONTHS ENDED JUNE 30, 2012

TABLE OF CONTENTS

	PAGE NO.	EXHIBIT
INTRODUCTORY SECTION		
Table of Contents.....	i – iv	
Letter of Transmittal.....	v – xv	
Certificate of Achievement for Excellence in Financial Reporting (GFOA)	xvi	
Certificate from the Association of School Business Officials (ASBO)	xvii	
Administrative Organizational Chart.....	xviii	
List of Principal Officials	xix	
Certificate of Board	xx	
FINANCIAL SECTION		
Independent Auditor’s Report	1-2	
Management’s Discussion and Analysis	3-12	
Basic Financial Statements		
<i>Government–Wide Financial Statements</i>		
Statement of Net Assets	13	A-1
Statement of Activities	14	B-1
<i>Governmental Funds Financial Statements</i>		
Balance Sheet – Governmental Funds.....	15-16	C-1
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets.....	17	C-2
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	18-19	C-3
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	20	C-4
Statement of Fund Net Assets – Proprietary Funds	21	D-1
Statement of Revenues, Expenses, and Changes in Fund Net Assets – Proprietary Funds	22	D-2
Statement of Cash Flows – Proprietary Funds	23	D-3
Statement of Fiduciary Assets and Liabilities	24	E-1
Notes to the Financial Statements	25-59	

(Continued)

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE TEN MONTHS ENDED JUNE 30, 2012

TABLE OF CONTENTS

	PAGE NO.	EXHIBIT
FINANCIAL SECTION		
Required Supplementary Information		
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual – General Fund	60	G-1
Other Supplementary Information		
<i>Nonmajor Governmental Funds (Special Revenue Funds)</i>		
Special Revenue Funds Descriptions	61-64	
Combining Balance Sheet.....	65-69	H-1
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	70-74	H-2
<i>Proprietary Funds</i>		
Internal Service Funds Descriptions	75	
Combining Statement of Fund Net Assets – Internal Service Funds.....	76	H-3
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets – Internal Service Funds	77	H-4
Combining Statement of Cash Flows– Internal Service Funds	78	H-5
<i>Fiduciary Funds</i>		
Agency Fund Description	79	
Statement of Changes in Assets and Liabilities - Agency Fund.....	80	H-9
Required TEA Schedules		
Schedule of Delinquent Taxes Receivable	81-82	J-1
Schedule of Expenditures for Computations of Indirect Cost for 2013-2014 General and Special Revenue Funds	83	J-2
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Child Nutrition Program	84	J-4
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Debt Service Fund	85	J-5

(Continued)

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE TEN MONTHS ENDED JUNE 30, 2012

TABLE OF CONTENTS

	PAGE NO.	EXHIBIT
STATISTICAL SECTION		
Statistical Section Overview	86	
Financial Trend Information		
<i>Government-Wide Information</i>		
Net Assets by Component – Last Ten Years	87	
Governmental Activities Expenses & Program Revenues – Last Ten Years	88-89	
General Revenues and Changes in Net Assets - Last Ten Years.....	90-91	
<i>Fund Information</i>		
Fund Balances – Governmental Funds – Last Ten Years.....	92-95	
Governmental Fund Revenues by Source - Last Ten Years.....	96-97	
Governmental Fund Expenditures by Function - Last Ten Years	98-99	
Governmental Funds Other Sources, Uses and Changes in Fund Balances – Last Ten Years.....	100-101	
Governmental Fund Expenditures by Function Per Average Daily Attendance – Last Ten Years.....	102-103	
Revenue Capacity Information		
Assessed and Estimated Actual Value of Property – Last Ten Years	104	
Property Tax Levies and Collections - Last Ten Years	105	
Allocation of Property Tax Rates and Levies – Last Ten Years.....	106	
Property Tax Rates – Direct and Overlapping Governments (Per \$100 Assessed Valuation) – Last Ten Years	107	
Principal Property Taxpayers – Current Year and Nine Years Prior.....	108-109	
Debt Capacity Information		
Outstanding Debt by Type – Last Ten Years	110-111	
Direct and Overlapping Debt – General Obligation Bonds.....	112	
Computation of Legal Debt Margin - Last Ten Years.....	113-114	
Ratio of Net General Obligation Bonded Debt to Estimated Actual Value And Per Average Daily Membership – Last Ten Years	115	
Ratio of Annual Debt Service for General Bonded Debt to Total General Fund Expenditures – Last Ten Years	116	

(Continued)

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE TEN MONTHS ENDED JUNE 30, 2012

TABLE OF CONTENTS

	PAGE NO.	EXHIBIT
STATISTICAL SECTION		
Demographic and Economic Information		
Demographic and Economic Statistics – Last Ten Years	117	
Principal Employers – Current Year and Six Years Prior	118-119	
Construction and Property Values - Last Ten Years	120	
Operating Information		
Work Force Composition by Employee Classification – Last Ten Years	121-122	
Schedule of Teacher Information – Last Ten Years	123	
Schedule of Student Attendance and Membership – Last Ten Years.....	124	
Operating Statistics – Last Ten Years	125	
Schedule of Student Information – Last Ten Years.....	126	
Schedule of School Buildings – Last Ten Years	127-144	
Miscellaneous Statistics	145	
FEDERAL AWARDS SECTION		
Report on Internal Control Over Financial Reporting and On Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	146-147	
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	148-149	
Schedule of Findings and Questioned Costs	150-151	
Summary Schedule of Prior Audit Findings	152	
Schedule of Expenditures of Federal Awards.....	153-156	K-1
Notes to Schedule of Expenditures of Federal Awards	157	



San Antonio Independent School District

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Financial Services and Business Operations

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Interim Superintendent

November 12, 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 ten months ended June 30, 2012.

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 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 ten months ended June 30, 2012, 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 ten months ended June 30, 2012, 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.

The comprehensive annual financial report (CAFR) is presented in four major sections: (1) INTRODUCTORY SECTION includes a transmittal letter and other documents that provide background information about the District; (2) FINANCIAL SECTION includes the external auditor's report, MD&A, financial statements and note disclosures, budgetary schedules and other required TEA schedules; (3) STATISTICAL SECTION presents financial, demographic, economic, and operating trend information over a multi-year span to provide insight on various factors affecting the District's finances over the years; and (4) FEDERAL AWARDS SECTION includes the external auditor's reports on internal control and on major program audits and the schedule of federal awards expended for the current fiscal year.

Profile of the District - While San Antonio public schools were established by the City Council in 1854, it was not until May 2, 1899, that the school system became an independent district. Four years later, in 1903, the San Antonio Independent School District received its first charter from the State of Texas. 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 encompasses 79 square miles in central Bexar County, Texas. It is one of ten major urban school districts in Texas; the third largest district in San Antonio and one of the 15 largest districts in the state of Texas. Most of the District is within the city limits of San Antonio, but it also serves parts of the cities of Olmos Park and Balcones Heights and some unincorporated areas of the county.

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 been committed to setting 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 deeply rooted through its mission statement, vision, core beliefs and core values that follow:

Mission Statement - To transform SAISD into a national model urban school district where every child graduates and is educated so that he or she is prepared to be a contributing member of the community.

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 understands that education is not a "one size fits all" package, so a range of programs are offered to allow students to develop their talents or pursue special interest and career goals through magnet programs, specialized college preparatory schools and in-district charters, open to students across Bexar County. In addition, the District provides a comprehensive instructional program and related services from early childhood education through the twelfth grade for our 54,394 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. Recently the District's Board of Trustees adopted a resolution in support of the city's Pre-K 4 SA, which falls in line with the District's commitment to provide high-quality, full-day pre-kindergarten education such as the program currently offered by the District.

The District has a total enrollment count of 54,394. The student demographics are as follows:

Enrollment by Grade

• Early Ed.	61
• Pre-K	4,850
• K-5	25,836
• 6-8	10,663
• 9-12	<u>12,984</u>
	54,394

Ethnicity Distribution

• White	1,014
• Hispanic/Latino	49,517
• Black or African American	3,515
• Asian	106
• American Indian or Alaska Native	39
• Native Hawaiian/Other Pacific Islander	14
• Two or more	<u>189</u>
	54,394

<u>At Risk of Dropping Out Students</u>	36,329
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Economically Disadvantaged:

• Regular	45,057
• Special Education	<u>5,279</u>
	50,336

Limited English Proficiency (LEP):

• Regular	9,048
• Special Education	<u>1,084</u>
	10,132

Student Enrollment by Program:

• Special Education	5,630
• Career & Technical Education	10,501
• Bilingual Education	6,501
• English as a Second Language (ESL)	2,206
• Gifted & Talented Education	2,925
• Title I	54,074

Projected average daily attendance (ADA) for 2012-2013 is 48,773 and expected to increase through a new incentive program which is expected to boost attendance, learning and funding. More information is available under the caption **District Initiatives**.

Student Assessment - The Texas Education Agency (TEA), in collaboration with the Texas Higher Education Coordinating Board and Texas Educators developed a new assessment system in response to requirements set by the 80th and 81st Texas legislatures. The State of Texas Assessments of Academic Readiness (STAAR) tests will be more rigorous than the Texas Assessment of Knowledge and Skills (TAKS) test and are designed to measure a student's college and career readiness, starting in elementary

school. The goal is to focus on increasing postsecondary readiness of graduating high school students and to ensure that Texas students are competitive with other students both nationally and internationally. Beginning in spring 2012, the STAAR replaced the TAKS. The STAAR program at grades 3-8 will assess the same subjects as currently assessed on TAKS. At high school level, however, grade-specific assessment will be replaced with 12 end-of-course (EOC) assessments.

District Accomplishments – The District’s accomplishments continue to be recognized at local, state and national levels. Most recently, the District was recognized for the following awards and honors:

- The U.S. Department of Education named Fox Tech High School as a 2012 recipient of the prestigious National Blue Ribbon School Award. Fox Tech was the only school in San Antonio, one of just 16 public schools in Texas, and one of 257 public schools in the nation to receive the award.
- The class of 2012 brought in \$56 million in scholarships, up from about \$43.5 million in scholarships earned by the previous graduating class.
- Four District seniors in the class of 2012 were among 1,000 high school students in the nation named 2012 Gates Millennium Scholars. The honor comes with a good-through-graduation scholarship to be used at any US accredited college or university, and is based on academic achievement, community services and leadership potential.
- Travis Early College High School graduated its first class of seniors in the spring of 2012. More than half of the 86-member senior class obtained an associate degree along with their high school diploma. Each graduate will attend a university this fall.
- 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.

District Initiatives – Implementation of strategies as effective ways to provide a richer learning environment.

- A new district-wide incentive program was implemented in 2011-2012 in order to encourage schools to boost student attendance. The program will provide schools opportunities to earn financial awards by meeting certain goals and criteria. Trustees approved the new initiative to help ensure even better outcomes in learning through higher classroom attendance. Schools receiving awards must use at least 75 percent on student incentives such as academic enrichment, fieldtrips, or other student-centered incentives.
- An Accumulated Leave Incentive Program (ALIP) plan was added by the District to encourage employees to improve attendance by rewarding those who have accrued a balance of accumulated leave. Upon separation from the District, the District provides compensation for the leave, in accordance with the plan requirements. This plan will reward employees for their years of service to the District and is expected to increase employee retention.

- Free breakfast to all students to ensure each child receives proper nutrition before beginning a school day. The benefits of children eating a nutritious breakfast show that it can boost alertness, memory and academic performance. This is another example of the District's commitment to help students increase success in the classroom.

Community Support

- District students and staff at schools are seeing the improvements under way through the \$515 million bond program from 2010. The kick-off construction phase is on course for fall 2012.
- Through a donation of 36 state-of-the art Young Explorers computers from IBM and the United Way of San Antonio and Bexar County, 3 and 4 year-olds are getting a jumpstart on technology.
- Nine District schools were selected as semi-finalists for the Spurs Team Up Challenge. The award consisted of \$2,500 for each school to implement a service project.
- The District in collaboration with Boys and Girls Clubs of San Antonio; Greater San Antonio All Stars; Young Women Christian Association (YWCA); and City of San Antonio Dept. of Community Initiatives offers an After School Challenge Program. The program provides after school educational and recreational enrichment for students enrolled in the District.

Budgetary Controls - The annual budget serves as the foundation for the District's financial planning and control. The District's 2011-2012 reporting period began September 1st and ended June 30th. This was a ten-month period due to the change in the ending date to June 30th as opposed to August 31st. The budget is initially prepared under the direction of the Superintendent of Schools. The Board reviews the budget during workshops conducted from March through June. The final budget is required by State law to be adopted by June 30th. The District maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Trustees.

Activities of the General Fund, the Debt Service Fund, and the Child Nutrition Program Fund, with the latter reported in the Special Revenue Fund group, are included in the annual appropriated budget. The level of budgetary control (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 ranked the 7th largest city in the United States and the 2nd largest city in the state of Texas. It encompasses 467 miles geographically within Bexar County and currently has a population of over 1.3 million residents. Population grew from 1.14 million people in 2000 to 1.36 million in 2011, a 19.3% increase, adding more than 220,000 people.

Local Economy – The area economy is moving forward despite political uncertainty and the European economic crisis. San Antonio tourism is thriving due to historical attractions, SeaWorld and Six Flags Fiesta Texas theme parks and convention facilities conveniently located on the famous “River Walk”. The health care industry is one of the growing business sectors and a large growth driver. The aerospace industry continues to grow with Boeing moving its Wichita Kansas operation to its San Antonio operation at Port San Antonio. The city is also home to one of Toyota’s vehicle assembly plants and Rackspace, who currently has a work force of more than 4,000 people. Job growth is also stemming from oil-and-gas drilling in the Eagle Ford Shale areas south and east of San Antonio. These are some of the major players affecting the San Antonio area economy.

State Economy – The 82nd 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. The 83rd State of Texas Legislative session will convene in January 2013, and funding for education will again be of critical importance.

EduJobs Funding - The Education Jobs Fund (EduJobs) program is a federal program signed into law by President Obama on August 10, 2010. The program provided \$10 billion in assistance to states to save or create education jobs for the 2010–11 and 2011-12 school years. Jobs funded under this program are exclusively for school-level employees that provide educational and related services for early childhood, elementary, and secondary education. The District did receive EduJobs funding and chose to utilize all funding in the 2011-12 school year. The District received \$9.5 million and deployed all funding for teaching positions. These funds were fully expended prior to the expiration in September of 2012. There is no funding program similar in scope or size to the EduJobs funds available for the upcoming 2012-13 school year, with the exception of ARRA Stimulus funds.

Bond Funding Update - 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 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. There were no new debt issuances in the 2011-12 school year.

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 resulted 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.

Major and minor renovations projects currently underway under Bond 2010 will allow for further campus consolidation to be considered due to increased student capacity at renovated facilities. This will save the District up to \$10 million annually in operating costs, to be reinvested into the classroom.

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 and Business Operations, 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 a time and attendance system; electronic workflow system; improved transportation routing; warehousing optimization; consolidation of central office operations; and implementation of a leave buy back incentive to employees who resign within defined program policies.

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 has been able to build its fund balance. This year the District chose to invest its fund balance in much needed capital equipment for the kitchens. Since the 2010-2011 school year, the District began to offer free 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 Texas Department of Agriculture 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 32 campuses. Afterschool snacks are served to students who participate in the After School Care Programs at 62 campuses.

The District also participates in the Fresh Fruit and Vegetable program. This program is offered at 28 campuses, and students are offered the opportunity to taste a wide variety of fruits and vegetables served at a different time than meal periods at no cost.

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 3.48% for lunch, 2.80% for breakfast, and 2.63% for after-school and Head Start snacks from the 2011-2012 to the 2012-2013 school year. The District was awarded \$735,000 to offer a variety of fruits and vegetables to our students through the Fresh Fruit and Vegetable program.

Starting in October, 2012 the Food Service department will serve approximately 5,600 supper meals to students at 67 elementary campuses. The reimbursement is through the Child and Adult Care Food Program. The Food Service Department has also implemented a point of sale system at the administrative dining room and the concession stand at the Burbank Sports Complex to enable the District to accept credit card payments.

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, improved operating efficiencies, 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 2012 continues at \$1.04 per \$100 valuation. State funding for the General Fund is about 64% of the total General Fund revenue and is

anticipated to remain stable for the next year. Federal funding may decrease in the coming year due to the possibility of Federal sequestration of funds mandated by the legislature.

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.

Employee Benefits - A monthly contribution of \$391.91 for “employee only” coverage is paid for by the District as part of a benefit’s package for eligible employees. The plans are:

- Health Insurance (choice of four plans)
- Dental Insurance
- Life Insurance \$10,000 worth

Dependent coverage is also available; however, as an expense to the employee.

Social Security Benefits – The District does participate in Social Security and matches the 7.65% currently required of employees. This is an added benefit to District employees for when employees are eligible to retire they can collect Social Security benefits and teacher retirement benefits.

Supplemental Employee Benefits - Eligible employees may elect to enroll at their own expense in several other plans available at the District.

The plans are:

- Vision Service Plan (choice of two plans)
- Accidental Insurance
- Cancer Insurance
- Critical Illness Insurance
- Long Term Disability
- Additional Life Insurance

As a convenience for our employees, premiums are taken out by means of a payroll deduction. In addition, the District offers all employees the opportunity to pay for eligible insurance premiums pre-tax (Section 125 Cafeteria plan) or post-tax.

SAISD Foundation - The San Antonio Foundation for Excellence in Education (Foundation) exists solely to support the District. The Foundation solicits and accepts general and restricted gifts from corporations, other foundations, and individuals. The Foundation also hosts fundraising events to both raise funds and celebrate success in the District, all aimed to increasing educational excellence. It provides support to the District and its schools by:

- Awarding \$518,486 in Excellence in Education Innovative Grants since fall 2007. These grants allow for the implementation of innovative teaching.
- Awarding 548 New Teacher Supply Grants to first-year educators totaling \$119,050 since 2008. These grants provide needed supplies for classrooms.
- Awarding restricted gifts for student scholarships for higher education, strategic district initiatives, and grants to schools for items from play grounds to computer labs.

In total, the Foundation has awarded over \$1 million in grants and gifts to the District since fall 2007.

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, 2011. This marks twenty-four 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 2010-2011 fiscal year. This award certifies that the CAFR for the fiscal year ended August 31, 2011 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 2012 report, which will be submitted to ASBO for review, also conforms to these principles and standards.

The award conferred for thirty-two consecutive years to the District represents a very significant achievement and reflects the District's commitment to the highest standard of school system financial reporting.

- **Distinguished Budget Presentation Award**

The District received the GFOA Budget Presentation Award for a seventh 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 six 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.

- **Comptroller Leadership Circle Program**

The Texas Comptroller of Public accounts initiated in 2009 the Leadership Circle Program to recognize local governments across Texas striving to meet a high standard for financial transparency online. The financial services department is again a recipient of the Gold Award for financial transparency efforts that include:

- Opening financial records to the public
- Providing clear, consistent pictures of spending
- Sharing information in a user-friendly format that lets taxpayers easily drill down for more information.

The Leadership Circle Gold award from the State Comptroller was conferred for the third consecutive year.

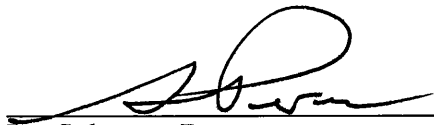
- **School First Rating**


For the 2010-11 school year, the most recent school year rated, the District earned Texas Education Agency's highest rating of "Superior Achievement" in the School FIRST program. The purpose of the School FIRST (Financial Integrity Rating System of Texas) is to ensure that school districts are held accountable for the quality of their financial management practices. The system is designed to encourage Texas school districts to improve performance in the management of their financial resources in order to provide the maximum allocation possible for direct instructional purposes.

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 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,



Dr. Sylvester Perez
Interim Superintendent

Larry A. Garza
Associate Superintendent
Financial Services and Business
Operations

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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, 2011

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



Christopher P. Moynell

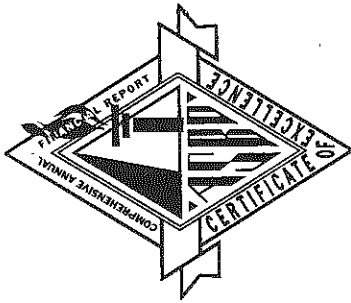
President

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, 2011

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

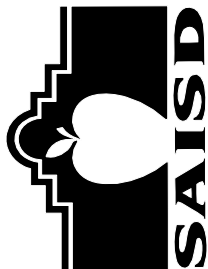
Bruce Wiser

President

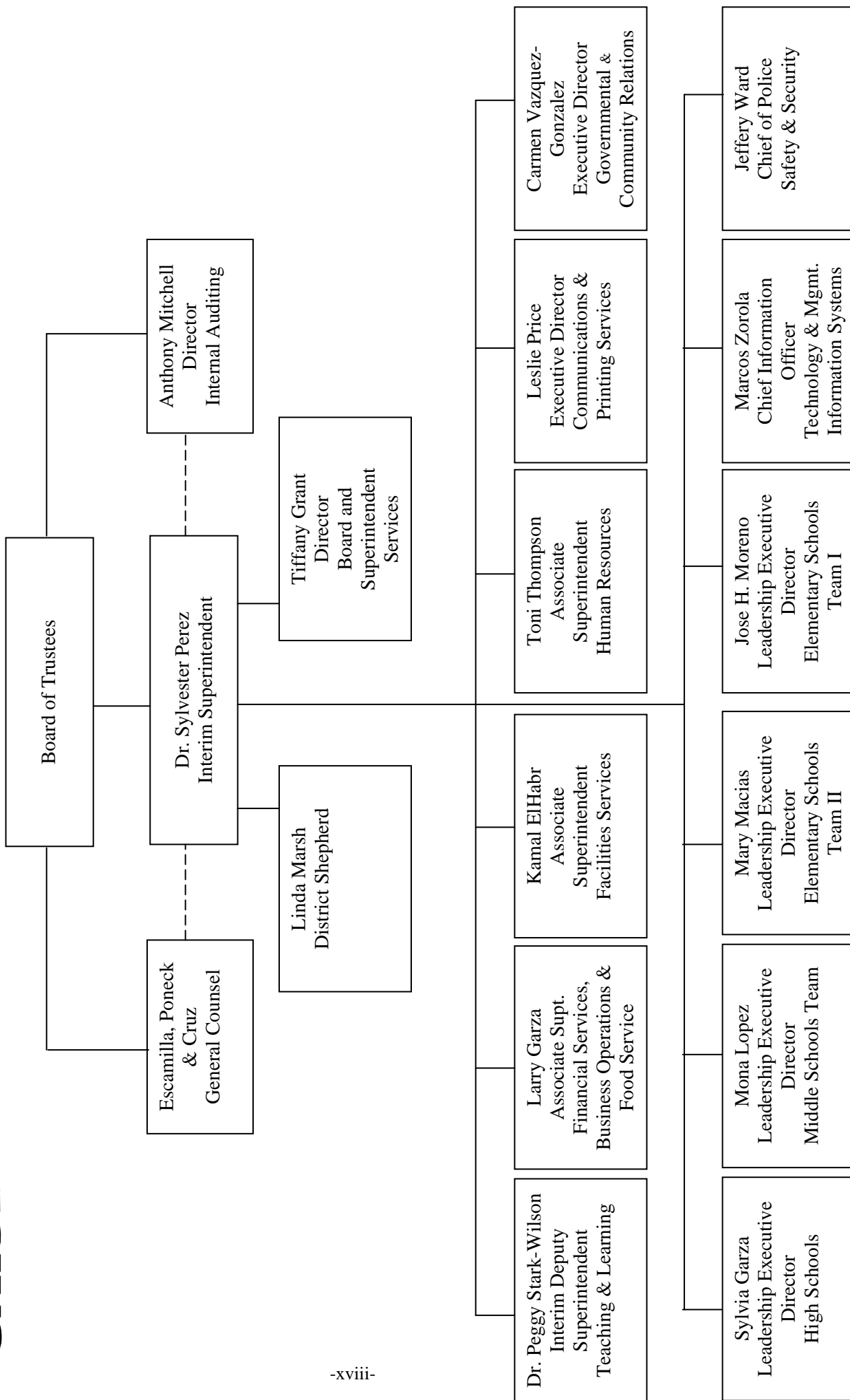
John D. Mueser

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 Ten Months Ended June 30, 2012

Board of Trustees

Ed Garza
President

Rubén D. Cuero
Vice President

James Howard
Trustee

Olga M. Hernandez
Secretary

Debra Guerrero
Trustee

Adela R. Segovia
Assistant Secretary

Patti Radle
Trustee

Superintendent and Cabinet

Dr. Sylvester Perez
*Interim Superintendent of
Schools*

Dr. Peggy Stark-Wilson
*Interim Deputy
Superintendent
Teaching and Learning*

Larry Garza
*Associate Superintendent
Financial Services, Business
Operations & Food Services*

Toni Thompson
*Associate Superintendent
Human Resources*

Kamal ElHabr
*Associate Superintendent
Facilities Services*

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

Mona Lopez
*Leadership Executive
Director
Middle School Team*

Leslie Price
*Executive Director
Communications & Printing
Services*

Mary Macias
*Leadership Executive
Director
Elementary School Team II*

Jeff Ward
*Chief of Police
SAISD Police Dept*

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

Sylvia Garza
*Leadership Executive
Director
High School*

Tiffany Grant
*Director
Board and Superintendent
Services*

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

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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 ten months ended June 30, 2012 at a meeting of the Board of Trustees of such school district on the 12th day of November, 2012.

Olga Hernandez
Signature of Board Secretary

[Signature]
Signature of Board President

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Garza/Gonzalez & Associates

CERTIFIED PUBLIC ACCOUNTANTS

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 ten months ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's 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.

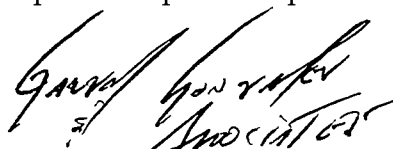
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the District, as of June 30, 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the ten months 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 October 17, 2012 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 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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information for the general fund, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's 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 financial statements. The accompanying schedule of expenditures of federal awards is also 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 financial statements. The other supplementary information, required TEA schedules, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. This information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.


October 17, 2012

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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 ten months ended June 30, 2012. 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 \$440,692,053 at June 30, 2012. Of this amount, \$109,366,212 (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 \$30,120,020. This is a result of expenses being less than the \$550,810,377 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 \$63,725,757. Approximately 73% of this total amount, \$46,257,349, is available for spending at the District's discretion (unassigned fund balance).
- The District's fiscal year changed from a year end of August 31 to June 30 effective this fiscal year, 2012. Since this is the first year of the change, the financial statements are prepared for the ten month period of September 1, 2011 to June 30, 2012.
- Property tax revenues increased \$3,235,802, or 2%, from the prior year due to a \$0.0279 increase to the I&S tax rate. The new total tax rate is \$1.3076 per \$100 assessed valuation.

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.

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

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

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 combining statements 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 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.

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

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

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 \$5,101 in local maintenance and operations (M&O) tax revenue and state entitlements per WADA.

For the 2011-2012 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 15, 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. 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.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

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 \$440,692,053 for the ten months ended June 30, 2012. 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 \$109,366,212 or about 25% of net assets as of June 30, 2012.

At approximately 60% 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 \$440,692,053 from \$410,572,033. This \$30,120,020 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 District had a \$47,495,214 increase in amounts Due from Other Governments, which was primarily from \$59,083,800 of Foundation payments for 2011-2012 not yet received, decreased by the absence of a \$10,212,480 state revenue accrual for instruction days which existed in 2010-2011. Secondly, the District had a \$12,491,252 increase in Cash and Investments due to August debt principal and interest payments not being made within the short fiscal year. Third, the District had a \$7,331,447 increase in Property Taxes Receivable due to the short fiscal year, which reduced the collection period. Fourth, the District had a \$10,615,614 increase in Construction in Progress due to bond projects. The District also had a \$13,809,396 decrease in Buildings & Improvements, net of accumulated depreciation, due to an increase in disposals and decrease in completed construction. The change in fiscal year caused interest payable to increase by \$10,673,479 since the August interest payment was not made during the fiscal year. The change in fiscal year also caused Accrued Wages Payable to increase by \$23,904,476.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

Table 1
San Antonio Independent School District
Net Assets

	Governmental Activities 2012	Governmental Activities 2011
Current and other assets	\$ 451,253,474	\$ 389,351,113
Capital assets	713,770,760	711,145,446
Total assets	\$ 1,165,024,234	\$ 1,100,496,559
Long-term liabilities	\$ 658,623,133	\$ 660,963,308
Other liabilities	65,709,048	28,961,218
Total liabilities	724,332,181	689,924,526
Net assets:		
Invested in capital assets, net of related debt	264,395,734	285,326,257
Restricted	66,930,107	46,975,894
Unrestricted	109,366,212	78,269,882
Total net assets	\$ 440,692,053	\$ 410,572,033

(Continued)

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

Table 2
San Antonio Independent School District
Change in Net Assets

	Governmental Activities 2012	Governmental Activities 2011
Revenues:		
Program revenues:		
Charges for services	\$ 4,105,517	\$ 4,661,552
Operating grants and contributions	173,962,772	195,573,924
General revenues:		
Maintenance and operations taxes	121,695,463	121,689,924
Debt service taxes	31,300,841	28,070,578
Grants and contributions not restricted	216,743,676	223,814,533
Investment Earnings	2,006,847	548,704
Other	995,261	2,269,572
Total revenues	550,810,377	576,628,787
Expenses:		
Instruction and media services	291,211,163	316,874,439
Curriculum and instructional staff development	11,418,241	19,610,974
Instructional and school leadership	38,162,519	41,989,921
Student support services	37,742,397	41,850,030
Food services	36,742,766	34,332,561
Extracurricular activities	9,700,278	9,989,013
General administration	10,521,559	13,028,158
Facilities maintenance, security, and data processing services	52,667,310	63,888,397
Community services	5,371,827	6,705,996
Debt services	25,406,086	23,460,926
SSA, JJAEP, and property tax appraisal services	1,746,211	1,074,982
Total expenses	520,690,357	572,805,397
Special Item – (Use)	-	(648,000)
Increase in Net Assets	30,120,020	3,175,390
Beginning Net Assets	410,572,033	407,396,643
Ending Net Assets	\$ 440,692,053	\$ 410,572,033

Changes in Governmental Activities Net Assets are presented in Table 2. The District's total Governmental Activities revenues are \$550,810,377, a decrease of \$25,818,410 from the previous year. This net change is primarily attributed to fiscal year 2012 being a 16% shorter fiscal year than 2011 as the following explanations detail. (1) Charges for Services decreased \$556,035, or 12%, due to the fiscal year change, (2) Operating Grants and Contributions decreased \$21,611,152, or 11%, due to the fiscal year change, (3) Grants and Contributions not Restricted decreased \$7,070,857 primarily due to a decrease in Per Capita

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

Apportionment and Foundation School Program Entitlements, (4) property tax revenue increased \$3,235,802 due to a tax rate increase of \$0.0279, (5) Investment Earnings increased \$1,458,143 due to the investment of fiscal year 2011 bond proceeds, and (6) Other miscellaneous revenue decreased \$1,274,311 due to a \$476,298 decrease in penalties and interest revenue on tax collections and a \$783,370 decrease in gain on asset disposals.

The expenses for governmental activities totaled \$520,690,357, a 9% decrease of \$52,115,040 from the prior year. The majority of the expense decrease is in Instruction and Media Services; Facilities Maintenance, Security, and Data Processing Services; and Curriculum and Instructional Staff Development. The lower expenses are attributable to less activity in a shorter fiscal year and to eliminated positions, offset by an increase in accrued wages caused by the change in fiscal year end.

THE DISTRICT'S FUNDS

As the District completed the ten months ended June 30, 2012, its governmental funds (as presented in the balance sheet on pages 15-16) reported a combined fund balance of \$363,782,438. Included in this year's total change in fund balance of \$27,185,470 is an increase of \$48,260,648 in the District's General Fund, Debt Service Fund, and Other Funds offset by a \$21,075,178 decrease in the Capital Projects Fund.

Total revenues in the General Fund decreased \$21,548,553 from the prior year. State revenue decreased \$11,634,350 primarily due to an \$8,068,494 decrease in Per Capita Apportionment and Foundation School Program Entitlements and a \$3,463,966 decrease in TRS On-Behalf payments. Federal revenue decreased \$8,793,122 primarily due to a decrease in SHARS revenue of \$8,192,869. The decrease in SHARS revenue was primarily caused by the absence of a \$7,690,146 payment which was not received until October 2012, and therefore, did not meet the revenue recognition criteria under the modified accrual basis of accounting.

Total expenditures in the General Fund decreased \$32,646,025 as compared to the previous year. This decrease is primarily due to the fiscal year change with \$29,096,840 of the decrease being for payroll expenditures.

The fund balance of the Debt Service Fund increased \$29,260,102, from \$39,890,845 in the prior year to \$69,150,947 this year. The Interest and Sinking tax rate increased \$0.0279 to \$0.2676 per \$100 valuation for 2012, accounting for additional local revenues in the Debt Service Fund. Additionally, the August 2012 debt principal and interest payments were not made during this short fiscal year, increasing fund balance.

The fund balance of the Capital Projects Fund experienced a net decrease of \$21,075,178, due to capital expenditures related to bond projects. 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.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

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 \$31,695,537 from the adopted budget. The decrease was due to two factors: 1) the original adopted budget contained the revenue for EduJobs funding of \$9,456,384, and this revenue was excluded from the final amended budget since it is recorded in a special revenue fund, and 2) the fiscal year change resulted in a short ten-month year and local, state and federal revenue sources were reduced. Expenditures in the final amended budget for the General Fund are \$35,677,162 less due to the exclusion of the EduJobs funds of \$9,456,384 contained in the originally adopted budget and the impact of reducing the originally adopted twelve-month budget to ten months. The budget was increased in Data Processing Services due to a large roll-forward of technology purchase orders from the 2010-11 school year due to vendor delays. Most other functional areas showed minor changes from the adopted budget.

Final budget to actual comparisons in the General Fund reflect a \$13,882,420 positive variance between the expected net change to the fund balance of (\$13,325,463) and the actual change in the fund balance of \$556,957. The majority of the positive variance is due to lower expenditures in select areas, while total revenues were near expectations. Significant expenditure savings occurred in Facilities Services due to approximately \$1.3 million of Board-authorized painting and roofing projects that were not able to be completed during the fiscal year. These unfinished projects are being carried forward to the 2012-13 school year. Data Processing expenditures came in significantly under budget as well, and of the \$3.8 million underage, \$500,000 is being carried forward to the 2012-13 school year. Savings were realized in the Transportation department this year resulting from efficiency initiatives including routing improvements due to GPS units that were placed in buses. In total, expenditures were \$13,837,812 less than anticipated, attributed primarily to the larger items identified above, along with customary unexpended balances throughout the District.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The District's investment in capital assets for its governmental activities, as of June 30, 2012, amounts to \$713,770,760 (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 \$25,855,057 and of this amount, \$18,794,316 or 73% was incurred in the capital projects fund for the on-going construction, improvement and expansion of school buildings. The District's fiscal year 2013 capital budget calls for the continuation of projects. Over the next several years, the District will issue additional debt to continue financing these construction projects as part of the building plan outlined in the Bond 2010 authorization. Refer to Note E in section III of the Notes to the Financial Statements for more detailed information on capital assets.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
MANAGEMENT’S DISCUSSION AND ANALYSIS

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

	Governmental Activities 2012	Governmental Activities 2011
Land	\$ 51,871,899	\$ 47,478,788
Buildings and Improvements	628,583,583	642,392,979
Furniture, Equipment, & Vehicles	18,642,992	17,217,007
Construction in Progress	14,672,286	4,056,672
Total	<u>\$ 713,770,760</u>	<u>\$ 711,145,446</u>

Debt

At June 30, 2012, the District had \$651,329,988 in bonds outstanding (the “Bonds”). 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 through J 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 2012-2013 fiscal year is projected to increase by 1.0% to \$12,387,500,000 compared to the assessed value in the 2011-2012 fiscal year of \$12,264,858,813. 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 \$1.3576 from \$1.3076 per \$100 assessed valuation.

The 2012-2013 fiscal year budget for state revenues is based on a projected ADA of 48,773. This number is similar to the prior year, projecting an increase of 33 students for the year.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

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 2012-2013
Local Sources	\$ 122,140,048
State Sources	254,681,219
Federal Sources	<u>15,714,692</u>
Total Operating Fund Revenues	<u><u>\$ 392,535,959</u></u>

Through the involvement of many community members over the last few years, a long-range restructuring plan for the District was developed in response to the greatly changed enrollment and population patterns throughout the District, and the need to provide students with the programs and resources that the many small or under-enrolled schools could not offer. The plan includes the consolidation of 13 schools over 10-12 years and the upgrading and modernization of campuses. The Board plans to re-evaluate the plan every two years against any significant changes within the community, to ensure it continues to meet the needs of the District. Approval of the \$515 million bond proposition in 2010 allows the District to carry out various components of the Long-Range Facilities plan.

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 Associate Superintendent of Financial Services, Business Operations and Food Services at 141 Lavaca Street, San Antonio, Texas 78210-1095 or by calling (210) 554-8593.

Basic Financial Statements

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Government-Wide Financial Statements

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET ASSETS
JUNE 30, 2012

		Primary	Government
Data			
Control			
Codes		Governmental	Activities
ASSETS			
1110	Cash and Cash Equivalents	\$	246,376,216
1120	Current Investments		83,683,783
1220	Property Taxes Receivable (Delinquent)		22,600,780
1230	Allowance for Uncollectible Taxes		(1,130,039)
1240	Due from Other Governments		91,515,186
1250	Accrued Interest		238,523
1290	Other Receivables		686,500
1300	Inventories		2,579,185
1410	Deferred Expenses		317,464
1420	Capitalized Bond and Other Debt Issuance Costs		3,602,615
1493	Deposits		783,261
Capital Assets:			
1510	Land		51,871,899
1520	Buildings, Net		628,583,583
1530	Furniture and Equipment, Net		18,642,992
1580	Construction in Progress		14,672,286
1000	Total Assets		1,165,024,234
LIABILITIES			
2110	Accounts Payable		13,440,476
2123	Claims Payable		3,537,737
2124	Compensated Absences		274,496
2140	Interest Payable		11,966,151
2150	Payroll Deductions & Withholdings		6,292,603
2160	Accrued Wages Payable		29,071,441
2180	Due to Other Governments		39,415
2300	Unearned Revenues		1,086,729
Noncurrent Liabilities			
2501	Due Within One Year		18,131,389
2502	Due in More Than One Year		640,491,744
2000	Total Liabilities		724,332,181
NET ASSETS			
3200	Invested in Capital Assets, Net of Related Debt		264,395,734
3820	Restricted for Federal and State Programs		7,358,997
3850	Restricted for Debt Service		58,900,128
3870	Restricted for Campus Activities		535,826
3890	Restricted for Other Purposes		135,156
3900	Unrestricted Net Assets		109,366,212
3000	Total Net Assets	\$	440,692,053

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

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE TEN MONTHS ENDED JUNE 30, 2012

EXHIBIT B-1

Data Control Codes	1	Program Revenues		Net (Expense) Revenue and Changes in Net Assets
		3	4	6
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Gov. Governmental Activities
Primary Government:				
GOVERNMENTAL ACTIVITIES:				
11 Instruction	\$ 285,389,734	\$ 798,254	\$ 73,197,212	\$ (211,394,268)
12 Instructional Resources and Media Services	5,821,429	-	419,037	(5,402,392)
13 Curriculum and Staff Development	11,418,241	74,189	8,887,895	(2,456,157)
21 Instructional Leadership	9,351,265	4,946	4,333,041	(5,013,278)
23 School Leadership	28,811,254	-	8,535,602	(20,275,652)
31 Guidance, Counseling and Evaluation Services	17,575,282	-	3,883,030	(13,692,252)
32 Social Work Services	3,727,395	-	1,914,624	(1,812,771)
33 Health Services	7,061,363	-	13,107,460	6,046,097
34 Student (Pupil) Transportation	9,378,357	6,275	908,795	(8,463,287)
35 Food Services	36,742,766	2,597,974	32,136,812	(2,007,980)
36 Extracurricular Activities	9,700,278	375,084	443,929	(8,881,265)
41 General Administration	10,521,559	-	1,908,592	(8,612,967)
51 Facilities Maintenance and Operations	39,441,279	36,321	5,100,723	(34,304,235)
52 Security and Monitoring Services	4,968,069	-	277,906	(4,690,163)
53 Data Processing Services	8,257,962	-	485,468	(7,772,494)
61 Community Services	5,371,827	212,474	3,576,135	(1,583,218)
72 Debt Service - Interest on Long Term Debt	25,245,279	-	13,969,500	(11,275,779)
73 Debt Service - Bond Issuance Cost and Fees	160,807	-	-	(160,807)
93 Shared Services Arrangements	877,011	-	877,011	-
95 Juvenile Justice Alternative Ed. Prg.	13,042	-	-	(13,042)
99 Property Tax Appraisal Services	856,158	-	-	(856,158)
[TP] TOTAL PRIMARY GOVERNMENT:	<u>\$ 520,690,357</u>	<u>\$ 4,105,517</u>	<u>\$ 173,962,772</u>	<u>(342,622,068)</u>
Data Control Codes	General Revenues:			
	Taxes:			
MT	Property Taxes, Levied for General Purposes			121,695,463
DT	Property Taxes, Levied for Debt Service			31,300,841
GC	Grants and Contributions not Restricted			216,743,676
IE	Investment Earnings			2,006,847
MI	Miscellaneous Local and Intermediate Revenue			995,261
TR	Total General Revenues			<u>372,742,088</u>
CN	Change in Net Assets			30,120,020
NB	Net Assets--Beginning			410,572,033
NE	Net Assets--Ending			<u>\$ 440,692,053</u>

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
JUNE 30, 2012

Data Control Codes	Major Fund General Fund	Major Fund Debt Service Fund	Major Fund Capital Projects
ASSETS			
1110 Cash and Cash Equivalents	\$ 4,440,764	\$ 55,008,410	\$ 147,787,004
1120 Investments - Current	14,156,647	10,058,536	59,468,600
1220 Property Taxes - Delinquent	18,529,710	4,071,070	-
1230 Allowance for Uncollectible Taxes (Credit)	(926,486)	(203,553)	-
1240 Receivables from Other Governments	60,566,780	1,206,321	-
1250 Accrued Interest	126,301	112,222	-
1260 Due from Other Funds	14,397,868	1,376,068	-
1290 Other Receivables	107,764	-	-
1300 Inventories	1,408,607	-	-
1410 Deferred Expenditures	317,464	-	-
1000 Total Assets	<u>\$ 113,125,419</u>	<u>\$ 71,629,074</u>	<u>\$ 207,255,604</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
2110 Accounts Payable	\$ 6,609,044	\$ -	\$ 3,851,528
2150 Payroll Deductions and Withholdings Payable	6,292,603	-	-
2160 Accrued Wages Payable	22,821,776	-	19,291
2170 Due to Other Funds	1,376,068	-	-
2180 Due to Other Governments	39,415	-	-
2300 Deferred Revenues	12,260,756	2,478,127	-
2000 Total Liabilities	<u>49,399,662</u>	<u>2,478,127</u>	<u>3,870,819</u>
Fund Balances:			
Nonspendable Fund Balance:			
3410 Inventories	1,408,607	-	-
3425 Endowment Principal	-	-	-
Restricted Fund Balance:			
3450 Federal or State Funds Grant Restriction	-	-	-
3470 Capital Acquisition and Contractual Obligation	-	-	202,864,654
3480 Retirement of Long-Term Debt	-	69,150,947	-
3490 Other Restricted Fund Balance	131,152	-	-
Committed Fund Balance:			
3530 Capital Expenditures for Equipment	1,685,645	-	-
3540 Self Insurance	7,250,000	-	-
3545 Other Committed Fund Balance	5,000,000	-	-
Assigned Fund Balance:			
3590 Other Assigned Fund Balance	1,993,004	-	520,131
3600 Unassigned Fund Balance	46,257,349	-	-
3000 Total Fund Balances	<u>63,725,757</u>	<u>69,150,947</u>	<u>203,384,785</u>
4000 Total Liabilities and Fund Balances	<u>\$ 113,125,419</u>	<u>\$ 71,629,074</u>	<u>\$ 207,255,604</u>

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

	Other Funds		Total Governmental Funds
\$	28,369,390	\$	235,605,568
	-		83,683,783
	-		22,600,780
	-		(1,130,039)
	22,051,939		83,825,040
	-		238,523
	-		15,773,936
	578,736		686,500
	1,170,578		2,579,185
	-		317,464
\$	52,170,643	\$	444,180,740
\$	2,957,683	\$	13,418,255
	-		6,292,603
	6,230,374		29,071,441
	14,397,868		15,773,936
	-		39,415
	1,063,769		15,802,652
	24,649,694		80,398,302
	563,449		1,972,056
	1,000		1,000
	6,795,548		6,795,548
	-		202,864,654
	-		69,150,947
	3,004		134,156
	4,500,000		6,185,645
	-		7,250,000
	15,657,948		20,657,948
	-		2,513,135
	-		46,257,349
	27,520,949		363,782,438
\$	52,170,643	\$	444,180,740

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SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET ASSETS
JUNE 30, 2012

Total Fund Balances – Governmental Funds \$ 363,782,438

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 has 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.

3,672,570

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 \$1,012,578,466 and the accumulated depreciation was (\$301,433,020). 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 (\$653,168,689) and interest payable was (\$1,292,672). There are bond issuance costs, premiums, discounts, and losses on these issuances. At the beginning of the year, the balance was \$1,276,629. In addition, compensated absences are classified as a short-term liability, and at the beginning of the year the balance was (\$177,516). 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.

57,783,198

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:

- Acquisition of capital assets was \$25,855,057
- Disposition of capital assets was (\$9,629,906) and the related accumulated depreciation was \$7,001,146
- Accretion on capital appreciation bonds was (\$48,582)
- Change in interest payable was (\$10,673,479) and in compensated absences was (\$96,980)
- Amortization of bond issuance cost was (\$146,792); premiums were \$2,356,953; discounts were (\$57,818); and loss on refunding bonds was (\$910,838)

The net effect is to increase net assets.

13,648,761

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.

(20,600,983)

Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to the accrual basis of accounting, as follows:

- Recognize deferred revenue as revenue from current year levy in the amount of \$4,235,936 and as revenue from prior year levies in the amount of \$10,479,987.
- Recognize SHARS revenue in the amount of \$7,690,146.

The net effect is to increase net assets.

22,406,069

Net Assets of Governmental Activities

\$ 440,692,053

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 TEN MONTHS ENDED JUNE 30, 2012

Data Control Codes		Major Fund General Fund	Major Fund Debt Service Fund	Major Fund Capital Projects
REVENUES:				
5700	Total Local and Intermediate Sources	\$ 123,627,704	\$ 31,214,132	\$ 1,648,862
5800	State Program Revenues	230,375,708	12,502,333	-
5900	Federal Program Revenues	6,344,958	1,467,167	-
5020	Total Revenues	360,348,370	45,183,632	1,648,862
EXPENDITURES:				
Current:				
0011	Instruction	207,558,455	-	3,798,860
0012	Instructional Resources and Media Services	5,362,689	-	93,251
0013	Curriculum and Instructional Staff Development	2,206,412	-	-
0021	Instructional Leadership	4,872,583	-	-
0023	School Leadership	19,914,019	-	168,447
0031	Guidance, Counseling and Evaluation Services	13,533,034	-	35,032
0032	Social Work Services	1,771,025	-	5,448
0033	Health Services	5,894,291	-	22,969
0034	Student (Pupil) Transportation	8,268,352	-	-
0035	Food Services	132,792	-	1,321
0036	Extracurricular Activities	9,173,972	-	661
0041	General Administration	10,064,945	-	-
0051	Facilities Maintenance and Operations	35,950,978	-	3,303
0052	Security and Monitoring Services	4,772,700	-	18,207
0053	Data Processing Services	8,112,851	-	1,982
0061	Community Services	1,684,964	-	661
Debt Service:				
0072	Interest on Long Term Debt	-	15,911,515	-
0073	Bond Issuance Cost and Fees	-	14,015	-
Capital Outlay:				
0081	Facilities Acquisition and Construction	1,089,634	-	18,573,898
Intergovernmental:				
0093	Payments to Fiscal Agent/Member Districts of SSA	-	-	-
0095	Payments to Juvenile Justice Alternative Ed. Prg.	13,042	-	-
0099	Other Intergovernmental Charges	856,158	-	-
6030	Total Expenditures	341,232,896	15,925,530	22,724,040
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	19,115,474	29,258,102	(21,075,178)
OTHER FINANCING SOURCES (USES):				
7912	Sale of Real and Personal Property	214,365	-	-
7915	Transfers In	-	2,000	-
8911	Transfers Out (Use)	(18,772,882)	-	-
8949	Other (Uses)	-	-	-
7080	Total Other Financing Sources (Uses)	(18,558,517)	2,000	-
1200	Net Change in Fund Balances	556,957	29,260,102	(21,075,178)
0100	Fund Balance - September 1 (Beginning)	63,168,800	39,890,845	224,459,963
3000	Fund Balance - June 30 (Ending)	\$ 63,725,757	\$ 69,150,947	\$ 203,384,785

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

Other Funds	Total Governmental Funds
\$ 4,515,031	\$ 161,005,729
13,080,105	255,958,146
117,046,609	124,858,734
134,641,745	541,822,609
62,967,001	274,324,316
205,715	5,661,655
8,818,807	11,025,219
4,139,051	9,011,634
7,577,057	27,659,523
3,334,479	16,902,545
1,848,403	3,624,876
866,314	6,783,574
497,026	8,765,378
35,685,362	35,819,475
185,312	9,359,945
40,351	10,105,296
1,981,281	37,935,562
7,624	4,798,531
323,598	8,438,431
3,524,800	5,210,425
-	15,911,515
-	14,015
1,972,507	21,636,039
877,011	877,011
-	13,042
-	856,158
134,851,699	514,734,165
(209,954)	27,088,444
-	214,365
18,770,882	18,772,882
-	(18,772,882)
(117,339)	(117,339)
18,653,543	97,026
18,443,589	27,185,470
9,077,360	336,596,968
\$ 27,520,949	\$ 363,782,438

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 TEN MONTHS ENDED JUNE 30, 2012

Total Net Change in Fund Balances – Governmental Funds \$ 27,185,470

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 has a health insurance internal service fund. The net income of internal service funds is reported with governmental activities. The net effect of this consolidation is to increase net assets.

899,004

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:

- Acquisition of capital assets was \$25,855,057
- Disposition of capital assets was (\$9,629,906) and the related accumulated depreciation was \$7,001,146
- Accretion on capital appreciation bonds was (\$48,582)
- Change in interest payable was (\$10,673,479) and in compensated absences was (\$96,980)
- Amortization of bond issuance cost was (\$146,792); premiums were \$2,356,953; discounts were (\$57,818); and loss on refunding bonds was (\$910,838)

The net effect is to increase net assets.

13,648,761

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.

(20,600,983)

Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to the accrual basis of accounting, as follows:

- Remove tax collections from prior year levies in the amount of (\$3,610,711).
- Recognize deferred revenue as revenue from current year levy in the amount of \$4,235,936.
- Recognize more tax revenue in the amount of \$672,397 for the difference between what was estimated in the prior year and collected in the current year.
- Recognize SHARS revenue in the amount of \$7,690,146.

The net effect is to increase net assets.

8,987,768

Change in Net Assets of Governmental Activities

\$ 30,120,020

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
JUNE 30, 2012

	Governmental Activities -
	Total Internal Service Funds
<hr/>	
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 10,770,648
Other Current Assets - Deposits	<u>783,261</u>
Total Assets	<u>11,553,909</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable	22,221
Short Term Claims Payable	<u>3,537,737</u>
Total Current Liabilities	<u>3,559,958</u>
Noncurrent Liabilities:	
Claims Payable - Due in More than One Year	<u>4,321,381</u>
Total Noncurrent Liabilities	<u>4,321,381</u>
Total Liabilities	<u>7,881,339</u>
NET ASSETS	
Unrestricted Net Assets	<u>3,672,570</u>
Total Net Assets	<u><u>\$ 3,672,570</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 TEN MONTHS ENDED JUNE 30, 2012

	Governmental Activities -
	Total Internal Service Funds
OPERATING REVENUES:	
Local and Intermediate Sources	\$ 5,192,831
Total Operating Revenues	<u>5,192,831</u>
OPERATING EXPENSES:	
Payroll Costs	262,728
Professional and Contracted Services	375,025
Supplies and Materials	6,840
Other Operating Costs	<u>3,649,234</u>
Total Operating Expenses	<u>4,293,827</u>
Operating Income	899,004
Total Net Assets - September 1 (Beginning)	<u>2,773,566</u>
 Total Net Assets - June 30 (Ending)	 <u><u>\$ 3,672,570</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 TEN MONTHS ENDED JUNE 30, 2012

	Governmental Activities -
	Total Internal Service Funds
<u>Cash Flows from Operating Activities:</u>	
Cash Received from User Charges	\$ 5,192,831
Cash Payments to Employees for Services	(265,435)
Cash Payments for Insurance Claims	(5,317,558)
Net Cash Used for Operating Activities	<u>(390,162)</u>
Net Decrease in Cash and Cash Equivalents	(390,162)
Cash and Cash Equivalents at Beginning of the Period	<u>11,160,810</u>
Cash and Cash Equivalents at End of the Period	<u><u>\$ 10,770,648</u></u>
<u>Reconciliation of Operating Income to Net Cash</u>	
<u>Used for Operating Activities:</u>	
Operating Income:	\$ 899,004
Effect of Increases and Decreases in Current Assets and Liabilities:	
Decrease in Other Receivables	68
(Increase) in Deposits	(207,500)
Increase (Decrease) in Accounts Payable	(1,106)
(Decrease) in Accrued Wages Payable	(2,707)
(Decrease) in Claims Payable	(1,077,921)
Net Cash Used for Operating Activities	<u><u>\$ (390,162)</u></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
JUNE 30, 2012

	Agency Fund
<hr/>	
ASSETS	
Cash and Cash Equivalents	\$ 2,347,608
Total Assets	<u>\$ 2,347,608</u>
LIABILITIES	
Due to Student Groups	\$ 2,347,608
Total Liabilities	<u>\$ 2,347,608</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 Ten Months Ended June 30, 2012

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 June 30, 2012, the District has reflected this Corporation as a blended component unit. 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 Ten Months Ended June 30, 2012

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 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. All interfund transactions between governmental funds are eliminated 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 Ten Months Ended June 30, 2012

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 Ten Months Ended June 30, 2012

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 Ten Months Ended June 30, 2012

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 must pledge eligible securities as collateral for the District's deposits plus accrued interest less FDIC insurance of the District. In accordance with the Public Funds Collateral Act and the Texas Education Code, the collateral margin coverage is at 102% (110% if pledging eligible declining principal securities).

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

2. Receivables and Payables

Interfund activities that represent lending/borrowing arrangements which are outstanding at the end of the fiscal year are referred to as "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 Ten Months Ended June 30, 2012

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 ten months ended June 30, 2012, the general and debt service fund rates were \$1.04 and \$.2676, 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 June 30, 2012.

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 Ten Months Ended June 30, 2012

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 \$5,000 or more 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 June 30, 2012 is \$274,496 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 Ten Months Ended June 30, 2012

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 June 30, 2012.

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

In the fund financial statements, 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.

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.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

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. The District's unassigned fund balance amount at June 30, 2012 is \$46,257,349, which exceeds the required minimum amount of \$37,387,892.

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.

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.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

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 June 30, 2012, the District's current investments are comprised of local government investment pools, money market funds, municipal bonds, and a repurchase agreement. The investment pools and money market funds are reported as cash and cash equivalents. The municipal bonds and repurchase agreement are reported as current investments.

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 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

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

Government Code. TexStar is governed by a board of directors. JP Morgan Investment Management, Inc. acts 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 the 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), Municipals Obligations Fund (MOFXX), and the Fidelity Money Market Portfolio Fund (FNSXX) 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.

Under the Bond Order for the Unlimited Tax Qualified School Construction Bonds, Taxable Series 2011, the District has an Investment Repurchase Agreement where the District purchased securities from Bayerische Landesbank using funds from the bond issuance at a specified rate and Bayerische Landesbank subsequently repurchases those securities at the times and prices set forth in the agreement. As of June 30, 2012, the repurchase agreement of \$59,468,600 was held by Wells Fargo Bank as custodian, in the name of the District.

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

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

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 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 20th, the District prepared a budget based on the budgeting concepts for the next succeeding fiscal year. The operating budget included proposed expenditures and the means of financing them.
- * After several budget workshops with the Board, a meeting was called for the purpose of adopting the proposed budget. At least ten days, but not more than 30 days, of public notice of the meeting is required.
- * A summary of the proposed budget was posted on the District's website. The budget summary included 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 31st, the Board adopted the budget for the General Fund, Debt Service Fund and Child Nutrition Program Fund.
- * The adopted budget was posted on the District's website, where it will be prominently displayed until the third anniversary of the date the budget was adopted.
- * A budget amendment was made during the reporting period to decrease appropriations due to the District changing its fiscal year-end from August 31st to June 30th beginning with the 2011-2012 fiscal period. The change resulted in a ten-month reporting period for 2011-2012.
- * After the budget for the above listed funds was approved, any amendment that caused an increase or decrease in a fund or functional spending category, or total revenue or other resources object category, required Board approval. These amendments were presented to the Board at its regular monthly meeting and were reflected in the official minutes. Because the District has a policy of careful budgetary control, several budgetary amendments were necessary throughout the year.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

- * 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 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 or committed 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 June 30, 2012 that were provided for in the 2012-2013 budget were reported as follows:
 - o The General Fund had \$847,022 in outstanding encumbrances with \$756,937 reported as assigned fund balance and \$90,085 reported as committed fund balance.
 - o The Capital Projects Fund had \$176,301 in outstanding encumbrances, all of which was reported as assigned fund balance. These encumbrances represent the unexpended portion of construction contracts.

III. DETAILED NOTES ON ALL FUNDS

A. DEPOSITS AND INVESTMENTS

Deposits and investments are comprised of the following:

	Governmental Funds					Proprietary Funds	Grand Total
	General Fund	Debt Service	Capital Projects	Other Funds	Total		
Cash and Cash Equivalents:							
Demand Accounts	\$ (28,988,767)	\$ -	\$ 142,599	\$ 28,364,807	\$ (481,361)	\$ 10,770,648	\$ 10,289,287
Cash on Hand	500	-	-	585	1,085	-	1,085
Investment Pools	263,568	25,685	86,246	3,998	379,497	-	379,497
Money Market Funds	33,165,463	54,982,725	147,558,159	-	235,706,347	-	235,706,347
Total	\$ 4,440,764	\$ 55,008,410	\$ 147,787,004	\$ 28,369,390	\$ 235,605,568	\$ 10,770,648	\$ 246,376,216
Investments – Current:							
Municipal Bonds	\$ 14,156,647	\$ 10,058,536	\$ -	\$ -	\$ 24,215,183	\$ -	\$ 24,215,183
Repurchase Agreement	-	-	59,468,600	-	59,468,600	-	59,468,600
Total	\$ 14,156,647	\$ 10,058,536	\$ 59,468,600	\$ -	\$ 83,683,783	\$ -	\$ 83,683,783

(Continued)

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

	Agency Funds	
	<u>Student Activity Funds</u>	
Cash and Cash Equivalents:		
Demand Accounts	\$	(25,819)
Money Market Funds		2,373,427
Total	\$	<u>2,347,608</u>

At June 30, 2012, the carrying amount of the District's deposits (cash and interest-bearing savings accounts), including agency funds, was \$10,263,468 and the bank balance was \$12,872,544. To control custody risk, in accordance with the District's policy, the District's cash deposits at June 30, 2012, and during the ten months ended June 30, 2012, were entirely covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name.

Following is additional information regarding coverage of combined balances on the date of the highest deposit:

1. Name of Bank: Bank of America
2. The highest combined balances of cash and interest-bearing savings accounts amounted to \$35,141,931 and occurred during the month of March 2012.
3. Total amount of FDIC coverage at the time of the highest combined balance was \$35,141,931.

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)

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

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.

As of June 30, 2012, the District, including agency funds, had the following investments:

Investment	Fair Value	Weighted Average Maturity (Days)	Standard & Poors Rating
Lone Star Investment Pool	\$ 113,080	50	AAAm
TexPool	203,530	46	AAAm
TexStar	62,887	49	AAAm
Money Market Mutual Funds			
Municipals Obligations Fund	57,378,397	28	Ammf*
Prime Cash Obligations Fund	113,898,885	41	AAAm
Money Market Portfolio Fund	66,802,492	55	Not Rated
Municipal Bonds			
Chicago, IL	4,474,983	157	A+
Round Rock, TX	721,430	45	AA+
HCIA	8,960,235	183	AA-/A-1+
Hudson Cnty, NJ	10,058,535	159	AA+
Construction Fund Repurchase Agreement	59,468,600	821	Not Rated
Total	<u>\$ 322,143,054</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.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

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.

B. RECEIVABLES

Receivables as of June 30, 2012, for the District’s individual major funds and other funds, including the applicable allowances for uncollectible accounts, are as follows:

	Major Funds			
	General Fund	Debt Service Fund	Other Governmental Funds	Total
Property Taxes – Delinquent	\$ 18,529,710	\$ 4,071,070	\$ -	\$ 22,600,780
Receivables from Other Governments	60,566,780	1,206,321	22,051,939	83,825,040
Other Receivables	107,764	-	578,736	686,500
Gross Receivables	\$ 79,204,254	\$ 5,277,391	\$ 22,630,675	\$ 107,112,320
Less : Allowance for Uncollectible Taxes	(926,486)	(203,553)	-	(1,130,039)
Total Receivables (Net)	\$ 78,277,768	\$ 5,073,838	\$ 22,630,675	\$ 105,982,281

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

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

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

	<u>Major Funds</u>			
	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Due from State Agencies	\$ 60,544,805	\$ 1,206,321	\$ 20,179,232	\$ 81,930,358
Due from Federal Agencies	21,975	-	1,828,563	1,850,538
Due from Other Government Agencies	-	-	44,144	44,144
Total Due from Other Governments	<u>\$ 60,566,780</u>	<u>\$ 1,206,321</u>	<u>\$ 22,051,939</u>	<u>\$ 83,825,040</u>

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

	<u>Major Fund</u>		
	<u>General Fund</u>	<u>Other Governmental Funds</u>	<u>Total</u>
National School Breakfast and Lunch Program	\$ -	\$ 5,770	\$ 5,770
After School Challenge Program	-	558,180	558,180
Restitution	28,174	-	28,174
School Health and Related Services (SHARS)	21,730	-	21,730
Miscellaneous	57,860	14,786	72,646
Total Other Receivables	<u>\$ 107,764</u>	<u>\$ 578,736</u>	<u>\$ 686,500</u>

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

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 June 30, 2012, the various components of deferred revenue reported in the governmental funds were as follows:

	Major Funds			
	General Fund	Debt Service Fund	Other Governmental Funds	Total
Net Tax Revenue	\$ 12,237,796	\$ 2,478,127	\$ -	\$ 14,715,923
Federal Food Commodities	-	-	607,128	607,128
Advance Funding	22,960	-	456,641	479,601
Total	\$ 12,260,756	\$ 2,478,127	\$ 1,063,769	\$ 15,802,652

The Federal Food Commodities amount of \$607,128 along with the Advance Funding amount of \$479,601 total \$1,086,729 and are reported as unearned revenue in the government-wide Statement of Net Assets.

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

The composition of amounts due from/to other funds as of June 30, 2012 is as follows:

	Receivable	Payable
General Fund:		
Other Funds	\$ 14,397,868	\$ -
Debt Service Fund		1,376,068
Debt Service Fund:		
General Fund	1,376,068	-
Other Funds:		
General Fund	-	14,397,868
Total Interfund Receivables and Payables	\$ 15,773,936	\$ 15,773,936

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

Receivables in the General Fund represent amounts transferred to Special Revenue Funds pending reimbursement from grantors. Payables in the General Fund represent amounts due to the Debt Service Fund for property tax collections allocated to the Debt Service Fund. These interfund balances are expected to be repaid within one year from the date of the financial statements.

Transfers during the ten months ended June 30, 2012 were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
Governmental Funds:		
General Fund:		
Debt Service Fund	\$ -	\$ 2,000
Other Governmental Funds	-	18,770,882
Debt Service Fund:		
General Fund	2,000	-
Other Governmental Funds:		
General Fund	18,770,882	-
Total Transfers – Governmental Funds	<u>\$ 18,772,882</u>	<u>\$ 18,772,882</u>

The transfer from the General Fund to the Debt Service Fund was for the payment of an attorney opinion fee associated with the Maintenance Tax Notes, Series 2007. The transfer from the General Fund to Other Governmental Funds was for (1) various District initiatives involving facility maintenance, technology, transportation, and employment, and (2) subsidizing the Child Nutrition Program for meals served to students that meet the “reduced” payment status.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

E. CAPITAL ASSETS

Capital asset activity for the governmental activities for the ten months ended June 30, 2012 was as follows:

	Balance September 1, 2011	Increases	Decreases	Transfers	Balance June 30, 2012
Capital Assets, Not Being Depreciated:					
Land	\$ 47,478,788	\$ 4,741,002	\$ (347,891)	\$ -	\$ 51,871,899
Construction in Progress	4,056,672	16,849,613	-	(6,233,999)	14,672,286
Total Capital Assets, Not Being Depreciated	51,535,460	21,590,615	(347,891)	(6,233,999)	66,544,185
Capital Assets, Being Depreciated:					
Buildings & Improvements	921,392,865	-	(7,466,534)	6,233,999	920,160,330
Furniture, Equipment, & Vehicles	39,650,141	4,264,442	(1,815,481)	-	42,099,102
Total Capital Assets, Being Depreciated	961,043,006	4,264,442	(9,282,015)	6,233,999	962,259,432
Less Accumulated Depreciation for:					
Buildings & Improvements	(278,999,886)	(17,773,095)	5,196,234	-	(291,576,747)
Furniture, Equipment, & Vehicles	(22,433,134)	(2,827,888)	1,804,912	-	(23,456,110)
Total accumulated depreciation	(301,433,020)	(20,600,983)	7,001,146	-	(315,032,857)
Total Capital Assets, Being Depreciated, Net Governmental Activities	659,609,986	(16,336,541)	(2,280,869)	6,233,999	647,226,575
Capital Assets, Net	\$ 711,145,446	\$ 5,254,074	\$ (2,628,760)	\$ -	\$ 713,770,760

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

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

Instruction	\$ 10,900,328
Instructional Resources and Media Services	230,581
Curriculum and Instructional Staff Development	364,372
Instructional Leadership	319,111
School Leadership	1,060,033
Guidance, Counseling, and Evaluation Services	620,613
Social Work Services	96,292
Health Services	255,859
Student (Pupil) Transportation	1,411,386
Food Services	1,565,656
Extracurricular Activities	380,833
General Administration	427,025
Facilities Maintenance and Operations	1,822,756
Security and Monitoring Services	254,070
Data Processing Services	741,106
Community Services	150,962
Total Governmental Activities	<u><u>\$ 20,600,983</u></u>

Construction Commitments

The majority of construction in progress as of June 30, 2012 relates to the following bond-funded projects:

	Project Authorization	Completed To Date	Construction in Progress	Unexpended Amount	Further Financing Required
<u>1997 Bond Authorization:</u>					
Bond Construction, Series 1997	\$ 325,064,000	\$ 316,307,244	\$ 105,062	\$ 8,651,694	No
Bond Construction, Series 1999	246,603,000	240,736,598	1,254,940	4,611,462	No
Bond Construction, Series 2000	21,935,000	18,670,528	9,547	3,254,925	No
Bond Construction, Series 2001	137,775,000	134,054,720	96,656	3,623,624	No
<u>2010 Bond Authorization:</u>					
Bond Construction, Series 2010	151,800,000	17,775,187	10,460,742	123,564,071	No
Bond Construction, Series 2011	61,270,000	669,534	1,266,799	59,333,667	No
Totals	<u><u>\$ 944,447,000</u></u>	<u><u>\$ 728,213,811</u></u>	<u><u>\$ 13,193,746</u></u>	<u><u>\$ 203,039,443</u></u>	

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

F. DUE TO OTHER GOVERNMENTS

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

	<u>Major Fund</u>
	<u>General Fund</u>
Due to:	
Texas Education Agency	\$ 39,151
Texas State Comptroller	<u>264</u>
Total	<u><u>\$ 39,415</u></u>

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, 2011	\$ 177,516
Plus: Additions	810,252
Less: Payments	<u>(713,272)</u>
Balance - June 30, 2012	<u><u>\$ 274,496</u></u>

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 consist 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.

The District received a direct subsidy for the Unlimited Tax School Building Bonds, Series 2010B, which is reflected as federal revenue in the Debt Service Fund in the amount of

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

\$1,467,167 for the ten months ended June 30, 2012. The District also received a direct subsidy for the Unlimited Tax Qualified School Construction Bonds, Series 2011, which is reflected as federal revenue in the Strategic Initiatives Fund in the amount of \$1,122,122 for the ten months ended June 30, 2012.

Refunding Bonds – In previous years, the District issued refunding bonds to defease certain general obligation 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, they are not included in the District's financial statements. At June 30, 2012, \$263,765,000 of previously defeased bonds are outstanding.

The following is a summary of changes in bonds payable for the ten months ended June 30, 2012:

Description	Interest Rate Payable	Range of Maturity	Amounts Original Issue	Amounts Outstanding August 31, 2011	Issued/ Refunding	Retired	Amounts Outstanding June 30, 2012	Due Within One Year
Unlimited Tax Refunding Bonds, Series 2005	3.0 – 5.25%	2013-2027	\$ 306,880,000	\$ 292,830,000	\$ -	\$ -	\$ 292,830,000	\$ 16,405,000
Unlimited Tax Refunding Bonds, Series 2006	4.0-							
Current Interest Bonds	4.5%	2013-2031	47,290,000	46,530,000	-	-	46,530,000	165,000
Premium Capital Appreciation Bonds		2025	319,988	319,988	-	-	319,988	-
Unlimited Tax Sch. Bldg Bonds, Series 2010B	2.235-6.397%	2013-2040	151,450,000	151,450,000	-	-	151,450,000	-
Unlimited Tax Refunding Bonds, Series 2011	2.0-5.0%	2013-2029	99,085,000	99,085,000	-	-	99,085,000	-
Unlimited Tax Qualified School Construction Bonds, Series 2011	4.006%	2013-2028	61,115,000	61,115,000	-	-	61,115,000	-
Totals			\$ 666,139,988	\$ 651,329,988	\$ -	\$ -	\$ 651,329,988	\$ 16,570,000
				Balance August 31, 2011	Addition	Retired	Balance June 30, 2012	Due Within One Year
Accretion on Capital Appreciation Bonds*			N/A	\$ 1,838,701	\$ 48,582	\$ -	\$ 1,887,283	\$ -

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

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

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 June 30, 2012.

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

Year Ending June 30	Principal	Interest	Total Requirements
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	24,360,000	27,848,123	52,208,123
2018-2022	138,075,000	120,820,422	258,895,422
2023-2027	164,139,988	87,532,417	251,672,405
2028-2032	177,070,000	36,863,364	213,933,364
2033-2037	34,505,000	16,187,781	50,692,781
2038-2041	33,070,000	4,338,765	37,408,765
Total	<u>\$ 651,329,988</u>	<u>\$ 414,893,299</u>	<u>\$ 1,066,223,287</u>

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 \$7,459,942 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 \$3,138,561 is reflected as part of current liabilities and the remaining portion of \$4,321,381 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 \$690,000 at June 30, 2012. The District is also 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

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

Assets balance in the Proprietary Funds Statement of Net Assets.

Changes in the claims liability amount for fiscal years 2011 and 2012 were as follows:

Period	Beginning of Fiscal Year/ Period Liability	Current Year/ Period Claims and changes in Estimates	Claim Payments	Balance at Fiscal Year/ Period End
Year Ended August 31, 2011	\$ 8,808,571	\$ 2,989,889	\$ (3,277,679)	\$ 8,520,781
Ten Months Ended June 30, 2012	8,520,781	1,748,906	(2,809,745)	7,459,942

(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 June 30, 2012.

J. CHANGES IN LONG-TERM LIABILITIES

Changes in long-term liabilities for the governmental activities for the ten months ended June 30, 2012 were as follows:

	Amount Outstanding September 1, 2011	Additions	Deletions	Amount Outstanding June 30, 2012	Due Within One Year
Bonds Payable	\$ 651,329,988	\$ -	\$ -	\$ 651,329,988	\$ 16,570,000
Accretion on Capital Appreciation Bonds	1,838,701	48,582	-	1,887,283	-
Unamortized Loss on Refunded Bonds	(18,823,033)	-	910,838	(17,912,195)	(1,093,006)
Unamortized Bond Premium	22,440,608	-	(2,356,953)	20,083,655	2,723,777
Unamortized Underwriter's Discount	(1,144,797)	-	57,818	(1,086,979)	(69,382)
Workers' Compensation *	8,520,781	1,748,906	(2,809,745)	7,459,942	3,138,561
Total	\$ 664,162,248	\$ 1,797,488	\$ (4,198,042)	\$ 661,761,694	\$ 21,269,950

* The \$3,138,561 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.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

IV. OTHER INFORMATION

A. FUND BALANCE

At June 30, 2012, fund balance is comprised of the following:

	Major Funds					
	General Fund	Debit Service Funds	Capital Projects	Other Funds	Total	
Nonspendable:						
Inventories	\$ 1,408,607	\$ -	\$ -	\$ 563,449	\$ 1,972,056	
Endowment Principal	-	-	-	1,000	1,000	
Restricted:						
Federal or State Funds Grant Restriction:						
National Breakfast and Lunch Program	-	-	-	6,795,548	6,795,548	
Capital Acquisition and Contractual Obligation	-	-	202,864,654	-	202,864,654	
Retirement of Long-Term Debt	-	69,150,947	-	-	69,150,947	
Other Restricted:						
Scholarships	131,152	-	-	3,004	134,156	
Committed:						
Capital Expenditures for Equipment:						
E-Rate	1,685,645	-	-	-	1,685,645	
Deferred Technology	-	-	-	2,500,000	2,500,000	
Bus & Vehicle Fleet Replacement	-	-	-	1,500,000	1,500,000	
Technology Integration	-	-	-	500,000	500,000	
Increase Funding for Health Insurance Internal Service Fund	7,250,000	-	-	-	7,250,000	

(Continued)

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

	Major Funds					
	General Fund	Debit Service Funds	Capital Projects	Other Funds	Total	
Other Committed:						
HVAC Equipment, Building Repairs & Facilities	\$ 5,000,000	\$ -	\$ -	\$ -	\$ 5,000,000	
Campus Activity Funds	-	-	-	535,826	535,826	
Compensation Initiative	-	-	-	7,000,000	7,000,000	
Deferred Facility Maintenance	-	-	-	3,000,000	3,000,000	
Land or Building Purchase	-	-	-	1,000,000	1,000,000	
Cost of Issuance of Future Bond Sales	-	-	-	500,000	500,000	
Time & Attendance	-	-	-	500,000	500,000	
2011-12 Projects Carried Forward	-	-	-	3,122,122	3,122,122	
Assigned:						
Financial Obligations Carried Forward	1,993,004	-	-	-	1,993,004	
Building Repair and Maintenance	-	-	520,131	-	520,131	
Unassigned	46,257,349	-	-	-	46,257,349	
Total	\$ 63,725,757	\$ 69,150,947	\$ 203,384,785	\$ 27,520,949	\$ 363,782,438	

B. HEALTH AND DENTAL INSURANCE

HEALTH – During the ten months ended June 30, 2012, employees of the District were covered by one of four health insurance plans at their option. The District contributed between \$373.96 and \$464.37 per month, per employee, for medical coverage. Employees, at their option, authorized payroll withholdings to pay premiums for dependents.

DENTAL – During the ten months ended June 30, 2012, 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.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

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 June 30, 2012, in the amount of \$399,176 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 Ten Months Ended June 30, 2012

D. REVENUES FROM LOCAL AND INTERMEDIATE SOURCES

	Major Funds				
	General Fund	Debt Service Fund	Capital Projects Fund	Other Governmental Funds	Total
Property Taxes	\$ 120,016,266	\$ 30,739,551	\$ -	\$ -	\$ 150,755,817
Investment Income	250,794	123,980	1,632,062	9	2,006,845
Insurance Recovery	58,651	-	-	-	58,651
Penalties, Interest and					
Other Tax Related Income	1,587,524	350,601	-	-	1,938,125
Food Service Activity	-	-	-	2,258,038	2,258,038
Tuition	46,714	-	-	-	46,714
Rent	212,474	-	-	-	212,474
Donated Capital Assets	420,789	-	-	-	420,789
SAISD Foundation	73,805	-	-	-	73,805
Athletic Activity	318,546	-	-	-	318,546
Campus Activity	-	-	-	557,290	557,290
Co-curricular Student	31,438	-	-	-	31,438
After School Challenge Program	-	-	-	1,275,247	1,275,247
CPS Rebate	-	-	15,000	-	15,000
Other	610,703	-	1,800	424,447	1,036,950
Total	\$ 123,627,704	\$ 31,214,132	\$ 1,648,862	\$ 4,515,031	\$ 161,005,729

During the ten months ended June 30, 2012, revenues from local and intermediate sources in the Proprietary Fund Types consisted of the following:

	Internal Service Fund
Insurance Recovery	\$ 391,857
Charges for Services	4,800,974
Total	\$ 5,192,831

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

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	\$ 35,716
Star Base Kelly	N/A	53,508
Army ROTC	N/A	529,835
School Health and Related Services (SHARS)	N/A	4,277,250
Summer School LEP	84.369	41,062
Idea B Discretionary Tracker	84.027	5,829
Indirect Costs		
Adult Education and Family Literacy	84.002	29,929
ESEA Title I, Part A	84.010	592,306
ESEA Title I, Part D	84.010	5,905
Title I, School Improvement Program	84.010	12,000
ESEA Title I, Part C Migrant	84.011	3,243
IDEA-B Formula	84.027	268,820
Carl D. Perkins, Title I, Part C	84.048	12,959
IDEA-B Preschool	84.173	3,825
McKinney Homeless Children Grant	84.196	3,326
Teaching American History	84.215	7,412
Carol White Pep/Grant	84.215	10,540
TTL V B SPIChrtr 11 – 12	84.282	6,329
Gear Project	84.334	42,021
Reach, Aim & Soar	84.360	54,936
Title III, Part A – LEP	84.365	63
TTL II B-SEC Math Teacher Support	84.366	1,088
Title II, Part A TPTR	84.367	89,217
Texas Literacy Initiative	84.371	5,025
TX Title I, Priority Schools Grant	84.377	31,800
ARRA – Title II, Part D	84.386	248
ARRA – TX Title I, Priority Schools Grant	84.388	38,623
ARRA - Title I, Part A	84.389	145,571
ARRA - Title I – SIP	84.389	22
ARRA - IDEA-B Formula	84.391	61,866
ARRA - Title XIV State Fiscal Stabilization Fund	84.394	(28,624)
Temporary Assistance for Needy Families	93.558	3,308
		<u>\$ 6,344,958</u>

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

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

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, under the TRS Publications heading.

Funding Policy

State law has provided for a member contribution rate of 6.4% for fiscal years 2010-2012; and a state contribution rate of 6.0% for fiscal year 2012 and 6.644% for fiscal years 2010-2011. In certain instances, the District is required to make all or a portion of the State's contribution, which was limited to 6.0% for the period from September 2011 through June 2012 and 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.

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:

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

Fiscal Year	On-Behalf State Contribution	District Annual Required Contributions (ARC)	Percentage of ARC Contributed	Employee Contributions
2010	\$ 14,173,032	\$ 7,043,909	100%	\$ 20,719,250
2011	14,606,326	6,752,290	100%	20,548,604
2012	10,834,033	4,689,092	100%	16,657,828

The District has no other liability under the plan as of June 30, 2012.

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, 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 2012, 2011, and 2010. 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 Ten Months Ended June 30, 2012

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
2010	\$ 2,715,081	\$ 2,302,863	100%	\$ 2,104,293
2011	2,697,872	2,278,887	100%	2,086,946
2012	2,207,068	1,827,241	100%	1,691,803

The District has no other liability under the plan as of June 30, 2012.

H. ON BEHALF STATE CONTRIBUTIONS

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 \$847,510 and \$923,419 for fiscal years 2010 and 2011, respectively; and \$714,204 for the ten months ended June 30, 2012.

Early Retiree Reinsurance Program (ERRP) – This provision of the Patient Protection and Affordable Care Act (PPACA) provides reimbursement to plan sponsors for a portion of the cost of providing health benefits to retirees between the ages of 55-64 and their covered dependents regardless of age. This is a temporary program available to help employers continue to provide coverage to early retirees. ERRP is available for qualified employers that apply and become certified for the program. TRS has been certified for this program and has received funds from the ERRP program. Contributions are recorded in the financial statements as both revenues and expenditures. These payments totaled \$787,530 for the ten months ended June 30, 2012.

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

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

governing the grants, if any, refunds of any money received may be required and the collectibility of any related receivable at June 30, 2012 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.

Construction Contracts – 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 June 30, 2012, the District had drawn \$723,454 on their line of credit, which is reported as part of accounts payable in the general fund, capital projects funds, and other funds.

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 ten months ended June 30, 2012, the District received rebates in the amount of \$30,342.

K. ENDOWMENTS

The District has a donor-restricted endowment, the James Slayden Endowment, which was created to pay a prize to the winner of the best essay on world peace by a senior student at the District.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO THE FINANCIAL STATEMENTS

For The Ten Months Ended June 30, 2012

The District authorizes the spending of endowment investment income according to the directives given by the donors. The net appreciation on investments of the endowment that is available for spending totals \$3,004 as of June 30, 2012 and is reported as Other Restricted Fund Balance on the Balance Sheet and as Restricted for Other Purposes on the Statement of Net Assets.

L. OTHER USES

During the ten months ended June 30, 2012, the District transferred a donor-restricted endowment, the Lanier Student Endowment, in the amount of \$117,339 to the SAISD Foundation. This transfer is reported as Other Uses in the Permanent Fund.

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Required Supplementary Information

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SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE TEN MONTHS ENDED JUNE 30, 2012

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 126,227,988	\$ 123,353,772	\$ 123,627,704	\$ 273,932
5800 State Program Revenues	253,066,941	229,568,745	230,375,708	806,963
5900 Federal Program Revenues	13,041,653	7,718,528	6,344,958	(1,373,570)
5020 Total Revenues	392,336,582	360,641,045	360,348,370	(292,675)
EXPENDITURES:				
Current:				
0011 Instruction	233,204,893	207,938,634	207,558,455	380,179
0012 Instructional Resources and Media Services	5,107,342	5,790,052	5,362,689	427,363
0013 Curriculum and Instructional Staff Development	3,821,940	2,527,043	2,206,412	320,631
0021 Instructional Leadership	5,589,036	5,218,659	4,872,583	346,076
0023 School Leadership	22,399,704	20,391,864	19,914,019	477,845
0031 Guidance, Counseling and Evaluation Services	13,990,358	13,811,718	13,533,034	278,684
0032 Social Work Services	1,733,893	1,790,766	1,771,025	19,741
0033 Health Services	6,929,871	6,379,071	5,894,291	484,780
0034 Student (Pupil) Transportation	10,103,438	9,449,739	8,268,352	1,181,387
0035 Food Services	390,597	329,073	132,792	196,281
0036 Extracurricular Activities	9,587,619	9,459,245	9,173,972	285,273
0041 General Administration	12,123,654	10,905,173	10,064,945	840,228
0051 Facilities Maintenance and Operations	46,221,161	37,961,556	35,950,978	2,010,578
0052 Security and Monitoring Services	5,300,924	4,923,391	4,772,700	150,691
0053 Data Processing Services	10,672,098	11,945,654	8,112,851	3,832,803
0061 Community Services	1,983,200	1,956,341	1,684,964	271,377
Debt Service:				
0073 Bond Issuance Cost and Fees	-	20,000	-	20,000
Capital Outlay:				
0081 Facilities Acquisition and Construction	541,953	3,076,541	1,089,634	1,986,907
Intergovernmental:				
0095 Payments to Juvenile Justice Alternative Ed. Prg.	90,000	90,000	13,042	76,958
0099 Other Intergovernmental Charges	956,188	1,106,188	856,158	250,030
6030 Total Expenditures	390,747,869	355,070,708	341,232,896	13,837,812
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	1,588,713	5,570,337	19,115,474	13,545,137
OTHER FINANCING SOURCES (USES):				
7912 Sale of Real and Personal Property	-	205,422	214,365	8,943
8911 Transfers Out (Use)	(1,188,130)	(19,101,222)	(18,772,882)	328,340
7080 Total Other Financing Sources (Uses)	(1,188,130)	(18,895,800)	(18,558,517)	337,283
1200 Net Change in Fund Balances	400,583	(13,325,463)	556,957	13,882,420
0100 Fund Balance - September 1 (Beginning)	63,168,800	63,168,800	63,168,800	-
3000 Fund Balance - June 30 (Ending)	\$ 63,569,383	\$ 49,843,337	\$ 63,725,757	\$ 13,882,420

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Other Supplementary Information

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Nonmajor Governmental Funds (Special Revenue Funds)

SPECIAL REVENUE FUNDS DESCRIPTIONS

The Special Revenue Funds generally account for state and federal awards for a specified project period. Funds are provided on a cost reimbursement basis. 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 I PART A-IMPROVING BASIC PROGRAMS (211)

To account for funds granted to help students acquire the knowledge and skills in the state content standards and to help students meet the state student performance standards.

241 ADULT EDUCATION AND FAMILY LITERACY CONTINUATION (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.

IDEA-B FORMULA (224)

To account for supplemental federal funds used to ensure that eligible students (ages 3-21) with disabilities are provided with a free appropriate public education as required by federal statute.

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 FORMULA GRANT (244)

To account for 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 II PART A -TEACHER AND PRINCIPAL TRAINING AND RECRUITING (255)

To account for funds granted 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.

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

To account for funds granted 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 V B SP1 CAMPUS CHARTER (269)

To account for funds granted for the initial start-up costs for charter campus planning and implementation.

SPECIAL REVENUE FUNDS DESCRIPTIONS

SAISD GEAR UP PROJECT (274)

To account for funds granted to promote student achievement and college readiness.

REACH, AIM, SOAR GRANT (275)

To account for funds granted 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.

TEXAS TITLE I PRIORITY SCHOOLS GRANT- (TTIPS) – (NON-ARRA 280 & 282) (ARRA 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.

TEACHING AMERICAN HISTORY (281)

To account for funds granted to supplement existing funding to create Vertical Teams in U.S. History to increase academic achievement, historical literacy, and college readiness.

EDUCATION JOBS FUND (286)

To account for funds granted to assist in saving or creating education jobs, and to help ensure that students are prepared to succeed in college and careers.

OTHER FEDERAL SPECIAL REVENUE FUNDS (289) INCLUDE:

McKinney - Vento Homeless Education (206)

TITLE I Part C- Migrant (212)

TITLE I Part D Subpart 2 – Delinquent Programs (215)

Adult Ed – English Literacy & Civics Awareness Cont. (221)

Federal TANF (223)

IDEA-B Preschool (225)

IDEA-B Discretionary Deaf-SSA-Region 20 (226)

Idea-B High Cost Risk Pool (227)

IDEA-B Preschool Deaf-SSA-Region 20 (228)

TITLE I – School Improvement Program (245-254, 259-262, 264)

TITLE XIV, ARRA State Fiscal Stabilization Fund (SFSF) (266)

TITLE V B SP1 Campus Charter (267-268)

Medical Assistance Program (272)

TITLE II B– Secondary Math Teacher Support (273)

Success For All Foundation (SFAF) (276)

100% Campaign – CHIPRA (277)

TITLE II, Part D - ARRA – Stimulus Technology (279)

Homeless Education Disaster Assistance Program (282)

IDEA-B Formula ARRA (283)

TITLE I, Part A ARRA (285)

Texas Title I Priority Schools Grant- (TTIPS) – ARRA – (287)

Texas Cool Schools Grant (287)

Carol White PEP Grant (289)

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

SPECIAL REVENUE FUNDS DESCRIPTIONS

Texas Literacy Initiative (290)

Community Putting Prevention to Work (487)

REGIONAL DAY SCHOOL PROGRAM FOR THE DEAF (386)

To account for funds allocated for staff and activities for students with a hearing impairment which severely impairs processing linguistic information through hearing, even with recommended amplification, and which adversely affects educational performance.

STATE INSTRUCTIONAL MATERIALS FUND (410)

To account for the state Instructional Materials Allotment (IMA), which is used for the purchase of instructional materials, technological equipment, and technology-related services. The allotment is determined each biennium and allocated to districts on the basis of PEIMS student enrollment data. Unexpended funds will be carried forward each year.

DISTRICT AWARDS FOR TEACHER EXCELLENCE (427)

To account for funds granted 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.

OTHER STATE SPECIAL REVENUE FUNDS (429) INCLUDE:

GR – Adult Education Continuation (381)

Supplemental Services - Visually Impaired (385)

AP International/ Baccalaureate (AP/IB) (397 & 429)

Algebra Readiness (401, 403, 405-407, 412-417)

SSI-College Readiness Initiative For MS Students (404)

Texas HS Initiative -Dropout Recovery Pilot Program (408)

Texas HS Initiative -Dropout Recovery Performance Pay (410)

Technology Fund (411)

Technical Assistance for On-line College/Career Readiness (418)

Online College & Career Prep (421-423)

Beginning Teacher Induction and Mentoring (425)

Texas High School Initiative - Early College High School (429)

Collaborative Dropout Reduction Program (480)

LEOSE – Law Enforcement Officer Standards & Ed (485)

CAMPUS ACTIVITY 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.

STRATEGIC INITIATIVES FUND (470)

This fund utilizes QSCB subsidy revenue to establish a reserve to fund future lawful District expenditures such as compensation restructuring, deferred facility maintenance, and technology initiatives.

SPECIAL REVENUE FUNDS DESCRIPTIONS

AFTER SCHOOL CHALLENGE PROGRAM (478)

To account for funds granted 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:

Brackenridge HS Theatre Grant (FAISP) (419)

Edison HS Theatre Grant (FAISP) (420)

Washington Mutual Grant (465, 466)

AFT Alliance Grant (467, 469)

Community Foundation- Laura Bush for America (481)

First Robotics Grant (482)

National FFA / Toyota Diversity (483)

Citicorp Foundation – Lanier (490)

Tynan Very Early Childhood Center (495)

Children's Defense Fund – All Healthy Children (497)

Communities Foundation of Texas (499)

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2012

Data Control Codes		205	211	220	224
		Head Start Program	ESEA Title I Part A, Imprv Basic Program	Federal Adult Ed & Family Literacy	IDEA - Part B Formula
ASSETS					
1110	Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
1240	Receivables from Other Governments	4,218,853	6,247,098	139,104	2,132,046
1290	Other Receivables	-	-	-	-
1300	Inventories	-	-	-	-
1000	Total Assets	<u>\$ 4,218,853</u>	<u>\$ 6,247,098</u>	<u>\$ 139,104</u>	<u>\$ 2,132,046</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
2110	Accounts Payable	\$ -	\$ 599,929	\$ 3,083	\$ 53,064
2160	Accrued Wages Payable	1,028,657	1,888,956	43,592	833,199
2170	Due to Other Funds	3,190,196	3,758,213	92,429	1,245,783
2300	Deferred Revenues	-	-	-	-
2000	Total Liabilities	<u>4,218,853</u>	<u>6,247,098</u>	<u>139,104</u>	<u>2,132,046</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:					
3530	Capital Expenditures for Equipment	-	-	-	-
3545	Other Committed Fund Balance	-	-	-	-
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
4000	Total Liabilities and Fund Balances	<u>\$ 4,218,853</u>	<u>\$ 6,247,098</u>	<u>\$ 139,104</u>	<u>\$ 2,132,046</u>

240 National Breakfast and Lunch Program	244 Title I Part C Carl Perkins	255 ESEA II, A Training and Recruiting	263 Title III, A Limited Engl. Proficiency	269 Title V, B Campus Chartr Travis ECHS	274 Gear Up Project	275 Reach, Aim, Soar Program	280 TTIPS - Navarro Academy
\$ 7,751,446	\$ -	\$ 1,605	\$ -	\$ -	\$ -	\$ -	\$ -
909,959	272,562	860,996	410,199	28,575	990,874	594,413	225,597
5,770	150	-	-	-	-	-	-
1,170,578	-	-	-	-	-	-	-
<u>\$ 9,837,753</u>	<u>\$ 272,712</u>	<u>\$ 862,601</u>	<u>\$ 410,199</u>	<u>\$ 28,575</u>	<u>\$ 990,874</u>	<u>\$ 594,413</u>	<u>\$ 225,597</u>
\$ 659,971	\$ 34,102	\$ 52,171	\$ 223,157	\$ 9,884	\$ 432,045	\$ 138,085	\$ 63,756
1,211,657	967	285,115	35,093	-	108,705	64,316	62,931
-	237,643	525,315	151,949	18,691	450,124	392,012	98,910
607,128	-	-	-	-	-	-	-
<u>2,478,756</u>	<u>272,712</u>	<u>862,601</u>	<u>410,199</u>	<u>28,575</u>	<u>990,874</u>	<u>594,413</u>	<u>225,597</u>
563,449	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
6,795,548	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>7,358,997</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 9,837,753</u>	<u>\$ 272,712</u>	<u>\$ 862,601</u>	<u>\$ 410,199</u>	<u>\$ 28,575</u>	<u>\$ 990,874</u>	<u>\$ 594,413</u>	<u>\$ 225,597</u>

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2012

Data Control Codes		281 Teaching American History	282 TTIPS - Davis MS	286 Education Jobs Fund ARRA	288 TTIPS ARRA - Sam Houston
ASSETS					
1110	Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
1240	Receivables from Other Governments	156,278	727,550	13,609	32,366
1290	Other Receivables	-	-	-	-
1300	Inventories	-	-	-	-
1000	Total Assets	<u>\$ 156,278</u>	<u>\$ 727,550</u>	<u>\$ 13,609</u>	<u>\$ 32,366</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
2110	Accounts Payable	\$ 40,673	\$ 120,944	\$ -	\$ 847
2160	Accrued Wages Payable	51,723	253,052	-	28,820
2170	Due to Other Funds	63,882	353,554	13,609	2,699
2300	Deferred Revenues	-	-	-	-
2000	Total Liabilities	<u>156,278</u>	<u>727,550</u>	<u>13,609</u>	<u>32,366</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:					
3530	Capital Expenditures for Equipment	-	-	-	-
3545	Other Committed Fund Balance	-	-	-	-
3000	Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
4000	Total Liabilities and Fund Balances	<u>\$ 156,278</u>	<u>\$ 727,550</u>	<u>\$ 13,609</u>	<u>\$ 32,366</u>

289 Other Federal Special Revenue Funds	386 Regional Day School Progm for the Deaf	410 State Instructional Materials	427 District Awards for Tchr Excell	429 Other State Special Revenue Funds	461 Campus Activity Funds	470 Strategic Initiatives Fund	478 After School Challenge Program
\$ 29,456	\$ -	\$ 102,809	\$ -	\$ 315,153	\$ 538,926	\$ 19,622,122	\$ -
3,276,340	308,543	-	-	462,833	-	-	-
-	-	-	-	14,636	-	-	558,180
-	-	-	-	-	-	-	-
<u>\$ 3,305,796</u>	<u>\$ 308,543</u>	<u>\$ 102,809</u>	<u>\$ -</u>	<u>\$ 792,622</u>	<u>\$ 538,926</u>	<u>\$ 19,622,122</u>	<u>\$ 558,180</u>
\$ 369,373	\$ -	\$ 8,333	\$ -	\$ 28,090	\$ -	\$ -	\$ 116,783
202,071	96,512	2,380	-	23,110	3,100	-	1,238
2,673,659	212,031	-	-	441,439	-	-	440,159
60,693	-	92,096	-	299,983	-	-	-
<u>3,305,796</u>	<u>308,543</u>	<u>102,809</u>	<u>-</u>	<u>792,622</u>	<u>3,100</u>	<u>-</u>	<u>558,180</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	4,500,000	-
-	-	-	-	-	535,826	15,122,122	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>535,826</u>	<u>19,622,122</u>	<u>-</u>
<u>\$ 3,305,796</u>	<u>\$ 308,543</u>	<u>\$ 102,809</u>	<u>\$ -</u>	<u>\$ 792,622</u>	<u>\$ 538,926</u>	<u>\$ 19,622,122</u>	<u>\$ 558,180</u>

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2012

Data Control Codes		499 Other Local Special Revenue Funds	Total Nonmajor Special Revenue Funds	479 Permanent Fund	Total Nonmajor Governmental Funds
ASSETS					
1110	Cash and Cash Equivalents	\$ 3,869	\$ 28,365,386	\$ 4,004	\$ 28,369,390
1240	Receivables from Other Governments	44,144	22,051,939	-	22,051,939
1290	Other Receivables	-	578,736	-	578,736
1300	Inventories	-	1,170,578	-	1,170,578
1000	Total Assets	<u>\$ 48,013</u>	<u>\$ 52,166,639</u>	<u>\$ 4,004</u>	<u>\$ 52,170,643</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
2110	Accounts Payable	\$ 3,393	\$ 2,957,683	\$ -	\$ 2,957,683
2160	Accrued Wages Payable	5,180	6,230,374	-	6,230,374
2170	Due to Other Funds	35,571	14,397,868	-	14,397,868
2300	Deferred Revenues	3,869	1,063,769	-	1,063,769
2000	Total Liabilities	<u>48,013</u>	<u>24,649,694</u>	<u>-</u>	<u>24,649,694</u>
Fund Balances:					
Nonspendable Fund Balance:					
3410	Inventories	-	563,449	-	563,449
3425	Endowment Principal	-	-	1,000	1,000
Restricted Fund Balance:					
3450	Federal or State Funds Grant Restriction	-	6,795,548	-	6,795,548
3490	Other Restricted Fund Balance	-	-	3,004	3,004
Committed Fund Balance:					
3530	Capital Expenditures for Equipment	-	4,500,000	-	4,500,000
3545	Other Committed Fund Balance	-	15,657,948	-	15,657,948
3000	Total Fund Balances	<u>-</u>	<u>27,516,945</u>	<u>4,004</u>	<u>27,520,949</u>
4000	Total Liabilities and Fund Balances	<u>\$ 48,013</u>	<u>\$ 52,166,639</u>	<u>\$ 4,004</u>	<u>\$ 52,170,643</u>

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SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE TEN MONTHS ENDED JUNE 30, 2012

Data Control Codes		205	211	220	224
		Head Start Program	ESEA Title I Part A, Imprv Basic Program	Federal Adult Ed & Family Literacy	IDEA - Part B Formula
REVENUES:					
5700	Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800	State Program Revenues	-	-	-	-
5900	Federal Program Revenues	11,862,893	27,522,582	1,300,397	12,693,110
5020	Total Revenues	11,862,893	27,522,582	1,300,397	12,693,110
EXPENDITURES:					
Current:					
0011	Instruction	8,530,190	16,427,947	924,875	7,176,003
0012	Instructional Resources and Media Services	-	11,920	-	-
0013	Curriculum and Instructional Staff Development	-	1,124,482	9,458	2,427,334
0021	Instructional Leadership	1,123,259	1,146,232	366,064	90,754
0023	School Leadership	668,459	5,896,268	-	(458)
0031	Guidance, Counseling and Evaluation Services	-	274,555	-	1,754,224
0032	Social Work Services	-	327,452	-	118,231
0033	Health Services	221,410	255,765	-	52,769
0034	Student (Pupil) Transportation	493,330	-	-	3,696
0035	Food Services	73,151	-	-	-
0036	Extracurricular Activities	-	-	-	43,093
0041	General Administration	34,817	-	-	-
0051	Facilities Maintenance and Operations	690,623	30,631	-	4,613
0052	Security and Monitoring Services	-	1,541	-	-
0053	Data Processing Services	-	209,679	-	-
0061	Community Services	27,654	1,622,678	-	339,272
Capital Outlay:					
0081	Facilities Acquisition and Construction	-	-	-	-
Intergovernmental:					
0093	Payments to Fiscal Agent/Member Districts of SSA	-	193,432	-	683,579
6030	Total Expenditures	11,862,893	27,522,582	1,300,397	12,693,110
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES):					
7915	Transfers In	-	-	-	-
8949	Other (Uses)	-	-	-	-
7080	Total Other Financing Sources (Uses)	-	-	-	-
1200	Net Change in Fund Balance	-	-	-	-
0100	Fund Balance - September 1 (Beginning)	-	-	-	-
3000	Fund Balance - June 30 (Ending)	\$ -	\$ -	\$ -	\$ -

240 National Breakfast and Lunch Program	244 Title I Part C Carl Perkins	255 ESEA II, A Training and Recruiting	263 Title III, A Limited Engl. Proficiency	269 Title V, B Campus Chartr Travis ECHS	274 Gear Up Project	275 Reach, Aim, Soar Program	280 TTIPS - Navarro Academy
\$ 2,315,598	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
206,282	-	-	-	-	-	-	-
32,897,303	982,399	4,057,154	821,418	331,788	2,128,336	2,498,211	615,681
35,419,183	982,399	4,057,154	821,418	331,788	2,128,336	2,498,211	615,681
-	893,610	1,007,458	560,448	260,929	780,641	1,146,729	203,229
-	-	-	-	-	-	-	-
-	35,284	2,914,807	222,493	28,702	25,371	-	43,175
-	-	64,213	31,405	6,944	619,588	196,116	25,856
-	-	2,205	-	26,487	15,134	-	243,129
-	40,031	-	7,072	145	301,417	358,859	71,823
-	-	-	-	-	320,205	793,762	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
35,566,223	-	-	-	-	-	-	-
-	-	-	-	-	52,824	-	-
5,534	-	-	-	-	-	-	-
1,207,776	-	-	-	1,965	-	-	-
-	-	-	-	-	-	-	-
-	13,474	-	-	-	-	-	-
-	-	68,471	-	6,616	13,156	2,745	28,469
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
36,779,533	982,399	4,057,154	821,418	331,788	2,128,336	2,498,211	615,681
(1,360,350)	-	-	-	-	-	-	-
270,882	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
270,882	-	-	-	-	-	-	-
(1,089,468)	-	-	-	-	-	-	-
8,448,465	-	-	-	-	-	-	-
\$ 7,358,997	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE TEN MONTHS ENDED JUNE 30, 2012

Data Control Codes		281 Teaching American History	282 TTIPS - Davis MS	286 Education Jobs Fund ARRA	288 TTIPS ARRA - Sam Houston
REVENUES:					
5700	Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ -
5800	State Program Revenues	-	-	-	-
5900	Federal Program Revenues	337,056	1,131,630	9,470,186	942,427
5020	Total Revenues	337,056	1,131,630	9,470,186	942,427
EXPENDITURES:					
Current:					
0011	Instruction	-	857,095	9,470,186	671,243
0012	Instructional Resources and Media Services	-	-	-	-
0013	Curriculum and Instructional Staff Development	250,275	88,242	-	52,699
0021	Instructional Leadership	46,781	33,613	-	25,267
0023	School Leadership	-	104,432	-	126,394
0031	Guidance, Counseling and Evaluation Services	40,000	-	-	-
0032	Social Work Services	-	30,000	-	-
0033	Health Services	-	-	-	-
0034	Student (Pupil) Transportation	-	-	-	-
0035	Food Services	-	-	-	-
0036	Extracurricular Activities	-	7,978	-	672
0041	General Administration	-	-	-	-
0051	Facilities Maintenance and Operations	-	-	-	-
0052	Security and Monitoring Services	-	-	-	-
0053	Data Processing Services	-	-	-	51,676
0061	Community Services	-	10,270	-	5,024
Capital Outlay:					
0081	Facilities Acquisition and Construction	-	-	-	9,452
Intergovernmental:					
0093	Payments to Fiscal Agent/Member Districts of SSA	-	-	-	-
6030	Total Expenditures	337,056	1,131,630	9,470,186	942,427
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES):					
7915	Transfers In	-	-	-	-
8949	Other (Uses)	-	-	-	-
7080	Total Other Financing Sources (Uses)	-	-	-	-
1200	Net Change in Fund Balance	-	-	-	-
0100	Fund Balance - September 1 (Beginning)	-	-	-	-
3000	Fund Balance - June 30 (Ending)	\$ -	\$ -	\$ -	\$ -

289 Other Federal Special Revenue Funds	386 Regional Day School Progm for the Deaf	410 State Instructional Materials	427 District Awards for TchrExcell	429 Other State Special Revenue Funds	461 Campus Activity Funds	470 Strategic Initiatives Fund	478 After School Challenge Program
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 557,290	\$ -	\$ 1,275,246
-	919,039	5,508,108	3,670,058	2,776,618	-	-	-
6,331,916	-	-	-	-	-	1,122,122	-
6,331,916	919,039	5,508,108	3,670,058	2,776,618	557,290	1,122,122	1,275,246
2,772,316	897,373	5,503,144	3,004,049	1,550,802	314,897	-	-
60,110	-	-	64,303	5,610	58,772	-	-
602,029	15,092	-	79,641	883,159	9,844	-	-
259,451	-	1,500	-	99,886	2,122	-	-
269,867	-	3,464	209,128	-	12,548	-	-
89,237	6,574	-	143,765	205,952	-	-	-
180,384	-	-	1,118	28,541	-	-	-
258,863	-	-	76,441	-	1,066	-	-
-	-	-	-	-	-	-	-
-	-	-	45,988	-	-	-	-
9,838	-	-	-	-	70,907	-	-
-	-	-	-	-	-	-	-
-	-	-	38,323	-	7,350	-	-
-	-	-	1,504	2,668	1,911	-	-
48,698	-	-	71	-	-	-	-
60,230	-	-	5,727	-	49,609	-	1,275,246
1,720,893	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
6,331,916	919,039	5,508,108	3,670,058	2,776,618	529,026	-	1,275,246
-	-	-	-	-	28,264	1,122,122	-
-	-	-	-	-	-	18,500,000	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	18,500,000	-
-	-	-	-	-	28,264	19,622,122	-
-	-	-	-	-	507,562	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 535,826	\$ 19,622,122	\$ -

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE TEN MONTHS ENDED JUNE 30, 2012

Data Control Codes		499 Other Local Special Revenue Funds	Total Nonmajor Special Revenue Funds	479 Permanent Fund	Total Nonmajor Governmental Funds
REVENUES:					
5700	Total Local and Intermediate Sources	\$ 366,887	\$ 4,515,021	\$ 10	\$ 4,515,031
5800	State Program Revenues	-	13,080,105	-	13,080,105
5900	Federal Program Revenues	-	117,046,609	-	117,046,609
5020	Total Revenues	366,887	134,641,735	10	134,641,745
EXPENDITURES:					
Current:					
0011	Instruction	13,837	62,967,001	-	62,967,001
0012	Instructional Resources and Media Services	5,000	205,715	-	205,715
0013	Curriculum and Instructional Staff Development	6,720	8,818,807	-	8,818,807
0021	Instructional Leadership	-	4,139,051	-	4,139,051
0023	School Leadership	-	7,577,057	-	7,577,057
0031	Guidance, Counseling and Evaluation Services	40,825	3,334,479	-	3,334,479
0032	Social Work Services	48,710	1,848,403	-	1,848,403
0033	Health Services	-	866,314	-	866,314
0034	Student (Pupil) Transportation	-	497,026	-	497,026
0035	Food Services	-	35,685,362	-	35,685,362
0036	Extracurricular Activities	-	185,312	-	185,312
0041	General Administration	-	40,351	-	40,351
0051	Facilities Maintenance and Operations	-	1,981,281	-	1,981,281
0052	Security and Monitoring Services	-	7,624	-	7,624
0053	Data Processing Services	-	323,598	-	323,598
0061	Community Services	9,633	3,524,800	-	3,524,800
Capital Outlay:					
0081	Facilities Acquisition and Construction	242,162	1,972,507	-	1,972,507
Intergovernmental:					
0093	Payments to Fiscal Agent/Member Districts of SSA	-	877,011	-	877,011
6030	Total Expenditures	366,887	134,851,699	-	134,851,699
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(209,964)	10	(209,954)
OTHER FINANCING SOURCES (USES):					
7915	Transfers In	-	18,770,882	-	18,770,882
8949	Other (Uses)	-	-	(117,339)	(117,339)
7080	Total Other Financing Sources (Uses)	-	18,770,882	(117,339)	18,653,543
1200	Net Change in Fund Balance	-	18,560,918	(117,329)	18,443,589
0100	Fund Balance - September 1 (Beginning)	-	8,956,027	121,333	9,077,360
3000	Fund Balance - June 30 (Ending)	\$ -	\$ 27,516,945	\$ 4,004	\$ 27,520,949

Proprietary Funds

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INTERNAL SERVICE FUNDS DESCRIPTIONS

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 began making transfers to this fund in fiscal year 2011 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
 JUNE 30, 2012

	753 Workers Compensation Fund	770 Dental Insurance Fund	774 Health Insurance Fund	Total Internal Service Funds
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 7,996,892	\$ 1,023,756	\$ 1,750,000	\$ 10,770,648
Other Current Assets - Deposits	743,261	40,000	-	783,261
Total Assets	<u>8,740,153</u>	<u>1,063,756</u>	<u>1,750,000</u>	<u>11,553,909</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable	21,455	766	-	22,221
Short Term Claims Payable	3,138,561	399,176	-	3,537,737
Total Current Liabilities	<u>3,160,016</u>	<u>399,942</u>	<u>-</u>	<u>3,559,958</u>
NonCurrent Liabilities:				
Claims Payable - Due in More than One Year	4,321,381	-	-	4,321,381
Total Noncurrent Liabilities	<u>4,321,381</u>	<u>-</u>	<u>-</u>	<u>4,321,381</u>
Total Liabilities	<u>7,481,397</u>	<u>399,942</u>	<u>-</u>	<u>7,881,339</u>
NET ASSETS				
Unrestricted Net Assets	<u>1,258,756</u>	<u>663,814</u>	<u>1,750,000</u>	<u>3,672,570</u>
Total Net Assets	<u>\$ 1,258,756</u>	<u>\$ 663,814</u>	<u>\$ 1,750,000</u>	<u>\$ 3,672,570</u>

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
 INTERNAL SERVICE FUNDS
 FOR THE TEN MONTHS ENDED JUNE 30, 2012

	753 Workers Compensation Fund	770 Dental Insurance Fund	774 Health Insurance Fund	Total Internal Service Funds
OPERATING REVENUES:				
Local and Intermediate Sources	\$ 3,332,256	\$ 1,860,575	\$ -	\$ 5,192,831
Total Operating Revenues	<u>3,332,256</u>	<u>1,860,575</u>	<u>-</u>	<u>5,192,831</u>
OPERATING EXPENSES:				
Payroll Costs	246,400	16,328	-	262,728
Professional and Contracted Services	202,492	172,533	-	375,025
Supplies and Materials	6,840	-	-	6,840
Other Operating Costs	<u>1,957,444</u>	<u>1,691,790</u>	<u>-</u>	<u>3,649,234</u>
Total Operating Expenses	<u>2,413,176</u>	<u>1,880,651</u>	<u>-</u>	<u>4,293,827</u>
Operating Income (Loss)	919,080	(20,076)	-	899,004
Total Net Assets - September 1 (Beginning)	<u>339,676</u>	<u>683,890</u>	<u>1,750,000</u>	<u>2,773,566</u>
Total Net Assets - June 30 (Ending)	<u>\$ 1,258,756</u>	<u>\$ 663,814</u>	<u>\$ 1,750,000</u>	<u>\$ 3,672,570</u>

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE TEN MONTHS ENDED JUNE 30, 2012

	753 Workers Compensation Fund	770 Dental Insurance Fund	774 Health Insurance Fund	Total Internal Service Funds
<u>Cash Flows from Operating Activities:</u>				
Cash Received from User Charges	\$ 3,332,256	\$ 1,860,575	\$ -	\$ 5,192,831
Cash Payments to Employees for Services	(248,998)	(16,437)	-	(265,435)
Cash Payments for Insurance Claims	(3,436,919)	(1,880,639)	-	(5,317,558)
Net Cash Used For Operating Activities	(353,661)	(36,501)	-	(390,162)
Net Decrease in Cash and Cash Equivalents	(353,661)	(36,501)	-	(390,162)
Cash and Cash Equivalents at Beginning of the Period	8,350,553	1,060,257	1,750,000	11,160,810
Cash and Cash Equivalents at End of the Period	<u>\$ 7,996,892</u>	<u>\$ 1,023,756</u>	<u>\$ 1,750,000</u>	<u>\$ 10,770,648</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Used for Operating Activities:</u>				
Operating Income (Loss):	\$ 919,080	\$ (20,076)	\$ -	\$ 899,004
Effect of Increases and Decreases in Current Assets and Liabilities:				
Decrease in Other Receivables	68	-	-	68
(Increase) in Deposits	(207,500)	-	-	(207,500)
Increase (Decrease) in Accounts Payable	(1,872)	766	-	(1,106)
(Decrease) in Accrued Wages Payable	(2,598)	(109)	-	(2,707)
(Decrease) in Claims Payable	(1,060,839)	(17,082)	-	(1,077,921)
Net Cash Used for Operating Activities	<u>\$ (353,661)</u>	<u>\$ (36,501)</u>	<u>\$ -</u>	<u>\$ (390,162)</u>

Fiduciary Funds

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AGENCY FUND DESCRIPTION

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.

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SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE TEN MONTHS ENDED JUNE 30, 2012

	BALANCE SEPTEMBER 1 2011	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30 2012
STUDENT ACTIVITY ACCOUNT				
Assets:				
Cash and Temporary Investments	\$ 2,113,604	\$ 3,216,200	\$ 2,982,196	\$ 2,347,608
Other Receivables	6,026	-	6,026	-
Total Assets	<u>\$ 2,119,630</u>	<u>\$ 3,216,200</u>	<u>\$ 2,988,222</u>	<u>\$ 2,347,608</u>
Liabilities:				
Accounts Payable	\$ 258	\$ -	\$ 258	\$ -
Due to Student Groups	2,119,372	3,216,200	2,987,964	2,347,608
Total Liabilities	<u>\$ 2,119,630</u>	<u>\$ 3,216,200</u>	<u>\$ 2,988,222</u>	<u>\$ 2,347,608</u>
TOTAL AGENCY FUNDS				
Assets:				
Cash and Temporary Investments	\$ 2,113,604	\$ 3,216,200	\$ 2,982,196	\$ 2,347,608
Other Receivables	6,026	-	6,026	-
Total Assets	<u>\$ 2,119,630</u>	<u>\$ 3,216,200</u>	<u>\$ 2,988,222</u>	<u>\$ 2,347,608</u>
Liabilities:				
Accounts Payable	\$ 258	\$ -	\$ 258	\$ -
Due to Student Groups	2,119,372	3,216,200	2,987,964	2,347,608
Total Liabilities	<u>\$ 2,119,630</u>	<u>\$ 3,216,200</u>	<u>\$ 2,988,222</u>	<u>\$ 2,347,608</u>

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Required TEA Schedules

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
TWELVE MONTHS ENDED AUGUST 31, 2012

Last 10 Years	(1)	(2)	(3)
	Tax Rates		Assessed/Appraised Value for School Tax Purposes
	Maintenance	Debt Service	
2003 and prior years	Various	Various	\$ Various
2004	1.500000	0.222000	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	1.040000	0.239700	12,423,827,042
2012 (School year under audit)	1.040000	0.267600	12,264,858,813
1000 TOTALS			

The June 30, 2012 delinquent taxes receivable balance of \$22,600,780 represents gross taxes receivable and is not reduced by estimated uncollectible taxes of \$1,130,039. In July and August 2012, an additional \$6,754,861 was collected. The delinquent taxes receivable balance was also reduced by additional adjustments totaling \$545,872, leaving a delinquent tax balance at August 31, 2012 of \$15,300,047.

Fiscal years 2003 through 2011 ended August 31st. For 2012, the fiscal period consisted of ten months ended June 30, 2012. The Schedule of Delinquent Taxes Receivable is reported for twelve months to comply with TEA requirements.

(10) Beginning Balance 9/1/2011	(20) Current Year's Total Levy	(31) Maintenance Collections	(32) Debt Service Collections	(40) Entire Year's Adjustments	(50) Ending Balance 8/31/2012
\$ 2,348,476	\$ -	\$ 73,920	\$ 11,642	\$ (294,159)	\$ 1,968,755
616,537	-	28,226	4,177	(5,256)	578,878
685,116	-	44,318	6,559	(9,005)	625,234
763,901	-	74,003	10,854	(9,912)	669,132
1,028,211	-	176,803	27,062	19,186	843,532
994,566	-	146,746	29,589	(20,798)	797,433
1,470,702	-	256,655	51,750	(24,470)	1,137,827
2,387,370	-	614,756	123,956	(182,008)	1,466,650
4,974,454	-	1,857,249	428,061	(522,946)	2,166,198
-	153,575,084	117,498,962	30,233,437	(796,277)	5,046,408
<u>\$ 15,269,333</u>	<u>\$ 153,575,084</u>	<u>\$ 120,771,638</u>	<u>\$ 30,927,087</u>	<u>\$ (1,845,645)</u>	<u>\$ 15,300,047</u>

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES FOR COMPUTATIONS OF INDIRECT COST FOR 2013-2014
GENERAL AND SPECIAL REVENUES FUNDS
FOR THE TEN MONTHS ENDED JUNE 30, 2012

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

Account Number	Account Name	1	2	3	4	5	6	7
		(702)	(703)	(701)	(750)	(720)	(Other)	
		School Board	Tax Collections	Supt's Office	Indirect Cost	Direct Cost	Miscellaneous	Total
611x-6146	PAYROLL COSTS	\$ -	\$ -	\$ 531,718	\$ 6,961,186	\$ -	\$ -	\$ 7,492,904
6149	Leave for Separating Employees in 41 & 53				8,206			8,206
614X	Leave-Separating Employees not in 41 & 53				487,106			487,106
6211	Legal Services	-	-	948,422		-		948,422
6212	Audit Services				106,180			106,180
6213	Tax Appraisal and Collection		1,034,987					1,034,987
621X	Other Professional Services	-	-	-	55,786	-	-	55,786
6220	Tuition and Transfer Payments						-	-
6230	Education Service Centers	-	-	-	631,933	-	-	631,933
6240	Contr. Maint. and Repair					293,532		293,532
6250	Utilities					201		201
6260	Rentals	-	-	-	28,911	-	-	28,911
6290	Miscellaneous Contr.	-	-	70,642	560,296	-	-	630,938
6320	Textbooks and Reading	-	-	-	2,334	-	-	2,334
6330	Testing Materials	-	-	-	-	-	-	-
63XX	Other Supplies Materials	462	-	2,660	435,365	-	-	438,487
6410	Travel, Subsistence, Stipends	15,662	-	4,238	70,177	-	-	90,077
6420	Ins. and Bonding Costs	-	-	-	234,671	-	-	234,671
6430	Election Costs	-						-
6490	Miscellaneous Operating	14,700	-	48,161	119,536	-	-	182,397
6500	Debt Service						-	-
6600	Capital Outlay						273,747	273,747
6000	TOTAL	<u>\$ 30,824</u>	<u>\$ 1,034,987</u>	<u>\$1,605,841</u>	<u>\$ 9,701,686</u>	<u>\$293,733</u>	<u>\$ 273,747</u>	<u>\$ 12,940,817</u>

Total expenditures/expenses for General & Special Revenue Funds (9) \$476,084,595

FISCAL YEAR

LESS: Deductions of Unallowable Costs

Total Capital Outlay (6600)	(10)	\$ 15,187,658
Total Debt & Lease (6500)	(11)	-
Plant Maintenance (Func 51, 6100-6400)	(12)	37,328,113
Food (Function 35, 6341 and 6499)	(13)	15,562,815
Stipends (6413)	(14)	53,400
Column 4 (above) - Total Indirect Cost		<u>9,701,686</u>

Subtotal: 77,833,673

Net Allowed Direct Cost \$398,250,923

CUMULATIVE

Total Cost of Buildings before Depreciation (1520)	(15)	\$920,160,330
Historical Cost of Buildings over 50 years old	(16)	\$ 42,753,998
Amount of Federal Money in Building Cost (net of #16)	(17)	\$ 2,621,191
Total Cost of Furniture & Equipment before Depreciation (1530 & 1540)	(18)	\$ 42,099,102
Historical Cost of Furniture & Equipment over 16 years old	(19)	\$ 5,021,748
Amount of Federal Money in Furniture & Equipment (Net of #19)	(20)	\$ 6,518,279

(8) Note A: \$1,492,258 in Function 53 expenditures are included in this schedule.

\$856,158 in Function 99 expenditures for appraisal district costs are included in this schedule.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CHILD NUTRITION PROGRAM
FOR THE TEN MONTHS ENDED JUNE 30, 2012

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)	
	Original	Final			
REVENUES:					
5700	Total Local and Intermediate Sources	\$ 2,289,148	\$ 2,341,178	\$ 2,315,598	\$ (25,580)
5800	State Program Revenues	203,916	206,282	206,282	-
5900	Federal Program Revenues	33,898,706	32,882,218	32,897,303	15,085
5020	Total Revenues	36,391,770	35,429,678	35,419,183	(10,495)
EXPENDITURES:					
0035	Food Services	34,426,195	37,494,076	35,566,223	1,927,853
0041	General Administration	3,500	13,500	5,534	7,966
0051	Facilities Maintenance and Operations	1,297,936	1,934,150	1,207,776	726,374
6030	Total Expenditures	35,727,631	39,441,726	36,779,533	2,662,193
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	664,139	(4,012,048)	(1,360,350)	2,651,698
OTHER FINANCING SOURCES(USES):					
7915	Transfers In	304,268	273,497	270,882	(2,615)
7080	Total Other Financing Sources (Uses)	304,268	273,497	270,882	(2,615)
1200	Net Change in Fund Balances	968,407	(3,738,551)	(1,089,468)	2,649,083
0100	Fund Balance - September 1 (Beginning)	8,448,465	8,448,465	8,448,465	-
3000	Fund Balance - June 30 (Ending)	\$ 9,416,872	\$ 4,709,914	\$ 7,358,997	\$ 2,649,083

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - DEBT SERVICE FUND
FOR THE TEN MONTHS ENDED JUNE 30, 2012

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 31,337,653	\$ 30,843,857	\$ 31,214,132	\$ 370,275
5800 State Program Revenues	13,361,187	11,348,785	12,502,333	1,153,548
5900 Federal Program Revenues	-	1,467,167	1,467,167	-
5020 Total Revenues	44,698,840	43,659,809	45,183,632	1,523,823
EXPENDITURES:				
Debt Service:				
0071 Principal on Long Term Debt	17,310,000	-	-	-
0072 Interest on Long Term Debt	26,786,819	15,947,524	15,911,515	36,009
0073 Bond Issuance Cost and Fees	5,500	220,333	14,015	206,318
6030 Total Expenditures	44,102,319	16,167,857	15,925,530	242,327
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	596,521	27,491,952	29,258,102	1,766,150
OTHER FINANCING SOURCES (USES):				
7915 Transfers In	883,862	2,000	2,000	-
7080 Total Other Financing Sources (Uses)	883,862	2,000	2,000	-
1200 Net Change in Fund Balances	1,480,383	27,493,952	29,260,102	1,766,150
0100 Fund Balance - September 1 (Beginning)	39,890,845	39,890,845	39,890,845	-
3000 Fund Balance - June 30 (Ending)	\$ 41,371,228	\$ 67,384,797	\$ 69,150,947	\$ 1,766,150

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

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SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
NET ASSETS BY COMPONENT

LAST TEN YEARS

(Unaudited)

Governmental Activities				
Fiscal Year	Invested in Capital Assets, Net of Related Debt	Restricted	Unrestricted	Total Net Assets
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
2012	264,395,734	66,930,107	109,366,212	440,692,053

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

Note: The District changed from a fiscal year end of August 31 to June 30 beginning with 2012.
For this reason, 2012 is a ten-month reporting period with only ten months of activity.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
GOVERNMENTAL ACTIVITIES EXPENSES & PROGRAM REVENUES

LAST TEN YEARS

(Unaudited)

	2003	2004	2005	2006
Expenses				
Governmental Activities:				
Instruction	\$ 273,138,243	\$ 261,602,656	\$ 270,198,882	\$ 276,170,147
Instructional Resources & Media	9,093,784	8,662,897	8,793,041	8,669,625
Curr & Instr. Staff Development	25,337,174	28,145,935	27,664,697	25,225,975
Instructional Leadership	10,264,737	11,740,347	10,588,001	11,208,236
School Leadership	26,018,889	26,122,749	26,599,189	27,090,441
Guidance, Counseling & Eval Svcs	17,489,281	17,702,750	18,173,596	18,223,644
Social Work Services	2,761,865	2,886,766	2,986,139	2,992,839
Health Services	6,272,772	6,098,395	6,078,249	6,217,647
Student (Pupil) Transportation	7,084,462	7,524,193	7,155,836	8,241,643
Food Services	29,776,961	29,719,207	29,738,714	31,343,967
Extracurricular Activities	8,943,246	9,531,720	9,104,900	9,290,785
General Administration	12,985,458	13,381,582	12,626,378	13,215,798
Facilities Maintenance & Operations	41,924,384	40,943,937	42,862,948	46,120,606
Security & Monitoring Services	5,355,472	5,594,644	6,016,769	6,158,718
Data Processing Services	5,877,792	5,111,946	5,196,512	4,501,703
Community Services	6,516,014	6,202,157	5,760,431	5,791,581
Interest and Other Charges	30,154,697	29,313,770	25,672,764	26,105,562
Facilities Acquisition & Construction	844,480	-	944,063	908,866
Shared Service Arrangements	-	-	-	-
Payments to JJAEP	1,504,913	1,205,880	984,568	756,075
Other Intergovernmental Charges	-	-	-	-
Total Governmental Activities	521,344,624	511,491,531	517,145,677	528,233,858
Program Revenues				
Charges for Services				
Instruction	136,174	109,825	269,936	477,326
Curr & Instr. Staff Development	-	-	-	8,270
Instructional & School Leadership	-	-	-	-
Social Work Services	-	-	-	66,157
Health Services	-	-	-	8,270
Student (Pupil) Transportation	23,394	-	-	-
Food Services	2,725,801	2,302,260	2,246,458	2,164,529
Cocurr/Extracurr Activities	499,827	427,570	517,407	833,819
General Administration	1,074,795	1,305,830	921,392	1,088,667
Plant Maintenance & Operations	61,446	64,734	68,543	122,541
Security & Monitoring Services	56,530	48,540	61,632	51,510
Data Processing Services	-	-	-	-
Community Services	-	-	-	12,769
Interest and Other Charges	-	-	-	8,270
Facilities Acquisition & Construction	-	-	-	148,479
Operating Grants and Contributions	156,603,751	150,587,761	152,724,403	154,135,294
Total Governmental Activities				
Program Revenue	161,181,718	154,846,520	156,809,771	159,125,901
Net Governmental Activities				
Revenue/(Expense)	\$ (360,162,906)	\$ (356,645,011)	\$ (360,335,906)	\$ (369,107,957)

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

Note: The District changed from a fiscal year end of August 31 to June 30 beginning with 2012. For this reason, 2012 is a ten-month reporting period with only ten months of activity.

	2007		2008		2009		2010		2011		2012
\$	278,739,255	\$	282,099,584	\$	285,880,498	\$	301,913,336	\$	308,437,716	\$	285,389,734
	8,933,803		8,669,616		8,259,073		8,275,841		8,436,723		5,821,429
	22,808,041		22,117,698		19,651,645		21,986,186		19,610,974		11,418,241
	11,623,488		12,484,337		10,934,363		11,087,427		11,417,632		9,351,265
	27,431,678		27,964,950		27,774,815		29,066,306		30,572,289		28,811,254
	18,686,510		18,405,095		18,638,131		19,334,049		18,627,636		17,575,282
	2,620,233		2,861,816		2,762,650		2,798,724		4,010,581		3,727,395
	6,644,460		6,774,058		6,667,215		7,716,173		7,703,470		7,061,363
	8,555,548		10,083,719		10,059,529		11,571,089		11,508,343		9,378,357
	30,641,792		32,404,614		30,900,485		31,581,913		34,332,561		36,742,766
	9,508,805		9,361,787		9,191,406		10,237,969		9,989,013		9,700,278
	13,048,010		12,350,258		13,945,038		13,299,575		13,028,158		10,521,559
	45,996,302		46,819,189		47,132,011		49,908,328		49,131,995		39,441,279
	6,100,861		5,671,009		5,641,140		6,030,358		5,971,861		4,968,069
	4,626,304		5,120,719		5,584,147		8,373,349		8,784,541		8,257,962
	6,657,402		6,317,163		6,035,175		6,218,703		6,705,996		5,371,827
	25,690,711		24,250,441		23,559,716		22,864,393		23,460,926		25,245,279
	647,939		-		-		-		-		160,807
	-		-		-		158,610		184,902		877,011
	92,250		59,250		77,126		68,333		28,121		13,042
	-		865,920		866,810		911,195		861,959		856,158
	529,053,392		534,681,223		533,560,973		563,401,857		572,805,397		520,690,357
	437,308		863,494		863,862		2,158,707		730,408		798,254
	-		-		-		168,484		38,117		74,189
	-		-		-		-		-		4,946
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		139,435		-		6,275
	1,849,720		2,568,975		3,776,449		2,540,495		2,635,354		2,597,974
	1,557,930		1,449,299		1,458,728		658,213		344,369		375,084
	-		-		-		-		-		-
	301,422		724,104		736,600		643,858		514,962		36,321
	-		-		-		-		26,389		-
	-		-		-		5,810		17,593		-
	449,024		958,706		965,184		392,736		354,360		212,474
	-		-		-		-		-		-
	-		-		-		-		-		-
	154,454,024		148,873,676		157,573,376		194,918,033		195,573,924		173,962,772
	159,049,428		155,438,254		165,374,199		201,625,771		200,235,476		178,068,289
\$	(370,003,964)	\$	(379,242,969)	\$	(368,186,774)	\$	(361,776,086)	\$	(372,569,921)	\$	(342,622,068)

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

LAST TEN YEARS

(Unaudited)

	2003	2004	2005	2006
Net Governmental Activities				
Revenue/(Expense)	\$ (360,162,906)	\$ (356,645,011)	\$ (360,335,906)	\$ (369,107,957)
General Revenues and Changes in Net Assets:				
Property Taxes - General	112,834,156	121,009,182	124,354,037	127,364,139
Property Taxes - Debt Service	16,610,438	17,907,068	18,397,944	18,680,608
Grants and Contributions not Restricted	216,031,932	219,174,035	204,297,224	203,190,744
Investment Earnings	13,633,381	7,798,628	7,346,240	9,807,541
Miscellaneous - Local/Federal	1,385,509	1,634,718	79,210	2,956,529
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	-	-	-
Total General Revenues	361,220,416	367,523,631	354,446,458	361,999,561
Change in Net Assets	\$ 1,057,510	\$ 10,878,620	\$ (5,889,448)	\$ (7,108,396)

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

Note: The District changed from a fiscal year end of August 31 to June 30 beginning with 2012. For this reason, 2012 is a ten-month reporting period with only ten months of activity.

2007	2008	2009	2010	2011	2012
\$ (370,003,964)	\$ (379,242,969)	\$ (368,186,774)	\$ (361,776,086)	\$ (372,569,921)	\$ (342,622,068)
127,679,481	110,428,655	123,386,852	124,185,378	120,824,928	121,695,463
19,547,601	22,266,108	24,878,358	25,037,142	27,848,008	31,300,841
213,802,534	242,469,553	231,153,491	222,129,005	223,814,533	216,743,676
13,669,648	6,862,948	2,796,023	615,873	548,704	2,006,847
2,715,760	2,427,954	2,844,746	2,667,363	3,357,138	995,261
-	-	-	-	-	-
-	-	-	-	(648,000)	-
3,668,303	-	-	-	-	-
-	-	-	-	-	-
381,083,327	384,455,218	385,059,470	374,634,761	375,745,311	372,742,088
\$ 11,079,363	\$ 5,212,249	\$ 16,872,696	\$ 12,858,675	\$ 3,175,390	\$ 30,120,020

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Fund Information

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
FUND BALANCES
GOVERNMENTAL FUNDS

LAST TEN YEARS

(Unaudited)

	2003	2004	2005	2006
General Fund				
Reserved Fund Balances:				
Investments in Inventory	\$ 2,865,468	\$ 3,097,793	\$ 3,485,515	\$ 3,085,540
Prepaid Items	1,195,499	878,904	884,415	509,077
Outstanding Encumbrances	259,028	717,206	648,702	1,244,286
Food Service	3,117,408	2,880,081	1,933,430	1,001,332
Other Purposes	192,033	202,644	-	-
Unreserved Designated For:				
Human Resources	-	-	-	-
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	10,080,799
Financial Obligations Carry Over	725,941	725,941	516,307	301,140
School Buses & Vehicle Replacement	1,100,000	985,000	450,000	-
Workers Compensation	1,000,000	1,000,000	1,000,000	1,000,000
Instructional & Administrative Technology	6,000,000	6,000,000	2,000,000	400,000
E-Rate	1,000,000	512,000	495,693	500,000
Other Purposes	1,313,751	1,152,924	210,742	-
Unreserved and Undesignated:				
Reported in the General Fund	32,435,452	31,283,245	32,496,017	31,024,506
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	\$ 69,936,141	\$ 71,571,571	\$ 57,812,141	\$ 49,146,680

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).

Note ¹: The District implemented GASB 54 in fiscal year 2011.

Note ²: The District changed from a fiscal year end of August 31 to June 30 beginning with 2012. For this reason, 2012 is a ten-month reporting period with only ten months of activity.

2007	2008	2009	2010	2011	2012
\$ 3,099,554	\$ 2,767,345	\$ 1,861,577	\$ 1,532,814	\$ -	\$ -
905,794	1,186,669	438,261	-	-	-
832,550	556,154	1,149,172	1,658,510	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	4,600,000	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	5,000,000	5,000,000	-	-
-	-	-	10,000,000	-	-
-	-	-	3,750,000	-	-
9,780,766	-	-	-	-	-
333,257	677,000	458,534	828,411	-	-
-	-	-	-	-	-
1,000,000	800,000	-	-	-	-
400,000	323,000	528,000	-	-	-
2,500,000	800,000	2,901,000	2,213,000	-	-
-	-	4,500,000	-	-	-
33,521,190	41,036,736	45,924,022	38,125,756	-	-
-	-	-	-	1,536,722	1,408,607
-	-	-	-	945,000	-
-	-	-	-	194,065	131,152
-	-	-	-	3,914,002	1,685,645
-	-	-	-	7,250,000	7,250,000
-	-	-	-	5,000,000	5,000,000
-	-	-	-	1,372,719	1,993,004
-	-	-	-	42,956,292	46,257,349
\$ 52,373,111	\$ 52,746,904	\$ 62,760,566	\$ 63,108,491	\$ 63,168,800	\$ 63,725,757

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
FUND BALANCES
GOVERNMENTAL FUNDS

LAST TEN YEARS

(Unaudited)

	2003	2004	2005	2006
All Other Governmental Funds				
Reserved, Reported In:				
Debt Service Fund	\$ 19,529,061	\$ 24,812,020	\$ 29,469,113	\$ 32,400,335
Capital Projects Fund	283,709,713	201,309,120	119,731,575	88,794,539
Special Revenue Funds	-	-	-	-
Unreserved Designated, Reported In:				
Capital Projects Fund	-	-	-	-
Unreserved and Undesignated:				
Reported in Special Revenue Funds	255,069	274,467	333,330	311,874
Nonspendable:				
Inventory	-	-	-	-
Endowment Principal	-	-	-	-
Restricted:				
Federal or State Funds Grant Restriction	-	-	-	-
Capital Acquisition and Contractual Obligation	-	-	-	-
Retirement of Long-Term Debt	-	-	-	-
Other Restricted	-	-	-	-
Committed:				
Capital Expenditures for Equipment	-	-	-	-
Other Committed	-	-	-	-
Assigned:				
Other Assigned - Capital Projects Fund	-	-	-	-
Total All Other Governmental Funds Balance	303,493,843	226,395,607	149,534,018	121,506,748
Total Governmental Funds -- Fund Balance	\$ 373,429,984	\$ 297,967,178	\$ 207,346,159	\$ 170,653,428
Governmental Funds				
Beginning Fund Balance	\$ 425,335,949	\$ 373,429,984	\$ 297,967,178	\$ 207,346,159
Net Change in Fund Balance	(51,905,965)	(75,462,806)	(90,621,019)	(36,692,731)
Ending Fund Balance	\$ 373,429,984	\$ 297,967,178	\$ 207,346,159	\$ 170,653,428

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).

Note ¹: The District implemented GASB 54 in fiscal year 2011.

Note ²: The District changed from a fiscal year end of August 31 to June 30 beginning with 2012. For this reason, 2012 is a ten-month reporting period with only ten months of activity.

	2007		2008		2009		2010		2011		2012
\$	37,054,721	\$	40,778,817	\$	43,055,983	\$	38,433,403	\$	-	\$	-
	69,523,399		46,455,476		38,165,094		31,066,251		-		-
	-		-		663,988		761,932		-		-
	-		-		-		-		-		-
	853,106		416,579		2,556,632		6,235,259		-		-
	-		-		-		-		779,879		563,449
	-		-		-		-		101,000		1,000
	-		-		-		-		7,668,586		6,795,548
	-		-		-		-		223,867,471		202,864,654
	-		-		-		-		39,890,845		69,150,947
	-		-		-		-		20,333		3,004
	-		-		-		-		-		4,500,000
	-		-		-		-		507,562		15,657,948
	-		-		-		-		592,492		520,131
	107,431,226		87,650,872		84,441,697		76,496,845		273,428,168		300,056,681
\$	159,804,337	\$	140,397,776	\$	147,202,263	\$	139,605,336	\$	336,596,968	\$	363,782,438
\$	170,653,428	\$	159,804,337	\$	140,397,776	\$	147,202,263	\$	139,605,336	\$	336,596,968
	(10,849,091)		(19,406,561)		6,804,487		(7,596,927)		196,991,632		27,185,470
\$	159,804,337	\$	140,397,776	\$	147,202,263	\$	139,605,336	\$	336,596,968	\$	363,782,438

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
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
2012	150,755,817	46,714	10,203,198	215,651,991	14,542,836

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

Note: The District changed from a fiscal year end of August 31 to June 30 beginning with 2012. For this reason, 2012 is a ten-month reporting period with only ten months of activity.

Other		Federal Programs	Total
\$	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
	25,763,319	124,858,734	541,822,609

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
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
2012	291,011,190	36,671,157	81,255,793	10,105,296	51,172,524	5,210,425

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

Note ¹: Operating expenditures used to compute the debt service ratio exclude total Capital Outlay of \$25,855,057, which is the total of "Capital Outlay" plus "Capital Outlay Excluded from Capital Outlay Function" reported in this schedule.

Note ²: The District changed from a fiscal year end of August 31 to June 30 beginning with 2012. For this reason, 2012 is a ten-month reporting period with only ten months of activity.

	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
\$	12,255,000	\$ 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	7.76%
	15,300,000	24,707,472	26,799,410	92,250	553,166,833	1,483,159	7.52%
	16,742,000	24,279,117	26,118,376	925,170	566,545,472	7,798,661	7.70%
	17,495,000	23,411,807	9,377,907	943,936	543,081,212	3,507,937	7.71%
	14,679,382	27,434,697	11,218,928	1,138,138	577,552,196	2,762,295	7.47%
	12,074,970	35,311,971	17,927,187	1,074,982	589,325,010	3,779,377	7.83%
	-	15,925,530	21,636,039	1,746,211	514,734,165	4,219,018	3.25%

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

LAST TEN YEARS

(Unaudited)

	2003	2004	2005	2006
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (52,696,531)	\$ (75,703,807)	\$ (94,390,776)	\$ (36,884,503)
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	65,566	241,000	-	191,772
Transfers In	4,543,818	1,240,994	1,268,055	1,210,891
Transfers Out	(4,543,818)	(1,240,994)	(1,268,055)	(1,210,891)
Payment to Refunded Bond Escrow Agent	-	-	(328,024,623)	-
Other (Uses)	-	-	-	-
Total Other Financing Sources (Uses)	65,566	241,000	3,769,757	191,772
Special Item -- Proceeds from Ins. Settlement	725,000	-	-	-
Special Item -- Early Separation Notice Incentive	-	-	-	-
Total Special Items	725,000	-	-	-
Net Change in Fund Balances	\$ (51,905,965)	\$ (75,462,807)	\$ (90,621,019)	\$ (36,692,731)

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

Note: The District changed from a fiscal year end of August 31 to June 30 beginning with 2012. For this reason, 2012 is a ten-month reporting period with only ten months of activity.

	2007	2008	2009	2010	2011	2012
\$	(14,618,326)	\$ (26,226,956)	\$ 6,060,115	\$ (2,376,476)	\$ (13,868,894)	\$ 27,088,444
	47,609,988	-	-	-	99,085,000	-
	-	6,747,000	-	-	212,565,000	-
	1,600,350	-	-	-	8,257,856	-
	4,133,601	73,395	744,372	89,549	1,672,449	214,365
	1,209,894	6,733,071	2,869,858	2,975,700	5,319,394	18,772,882
	(1,209,894)	(6,733,071)	(2,869,858)	(8,285,700)	(8,859,394)	(18,772,882)
	(49,574,704)	-	-	-	(106,409,031)	-
	-	-	-	-	(122,748)	(117,339)
	3,769,235	6,820,395	744,372	(5,220,451)	211,508,526	97,026
	-	-	-	-	-	-
	-	-	-	-	(648,000)	-
	-	-	-	-	(648,000)	-
\$	(10,849,091)	\$ (19,406,561)	\$ 6,804,487	\$ (7,596,927)	\$ 196,991,632	\$ 27,185,470

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
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
2012	48,793	5,964	752	1,665	207	1,049

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).

Note ¹: Average Daily Attendance is the average daily attendance of eligible enrollees, district-wide, over the official number of instructional days.

Note ²: The District changed from a fiscal year end of August 31 to June 30 beginning with 2012. For this reason, 2012 is a ten-month reporting period with only ten months of activity.

Ancillary Services		Debt Service Principal		Debt Service Interest and Other		Capital Outlay		Inter- governmental Charges		Total
\$	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
	107		-		326		443		36	10,549

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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				
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
2012	11,010,476,433	1,254,382,380	12,264,858,813	15,375,370,115	79.77%		1.3076

* 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
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%
2012	153,575,084	141,333,153	92.03%	3,610,711	144,943,864	94.38%	22,600,780	14.72%

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

Note ¹: The tax levy shown above is the adjusted tax levy as of the fiscal year end.

Note ²: The District changed from a fiscal year end of August 31 to June 30 beginning with 2012.
For this reason, 2012 is a ten-month reporting period with only ten months of collections.

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
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	0.23970	1.27970	122,845,056	28,313,511	151,158,567
2012	1.04000	0.26760	1.30760	122,145,943	31,429,141	153,575,084

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		
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	
2012	2011	1.30760	0.56569	0.296187	0.141623	0.572199	0.276235	3.15953	

Source: Bexar County Tax Assessor/Collector.

Note: The District was subject to a maximum Maintenance & Operations tax rate of \$1.50 for tax years 2003-2005, \$1.37 for tax year 2006, and \$1.04 for tax years 2007-2011 (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 2012	
		Tax Year 2011 Assessed Taxable Valuation	Percentage of Total Assessed Taxable Valuation
HEB Grocery Company LP	Grocery	\$ 206,048,635	1.68%
Southwestern Bell Telephone	Telephone Utility	166,778,583	1.36%
Marriott Hotel Prop II LTD	Hotel	155,846,797	1.27%
VHS San Antonio Partners LP	Medical	147,921,491	1.21%
Hotel Investments LP	Hotel	147,000,000	1.20%
New Rivercenter Mall LP	Shopping Center	83,877,388	0.68%
Methodist Healthcare Sys SA Ltd LLP	Medical	73,912,883	0.60%
Frost National Bank	Banking	67,530,261	0.55%
Hyatt Regency Hotel	Hotel	66,480,899	0.54%
HMH Rivers Inc	Hotel	65,522,385	0.53%
Silver Rio Ltd Ptnhp	Real Estate	-	-
Santa Clara Land Co. LTD	Real Estate	-	-
Koger Equity	Real Estate	-	-
Keystone-Texas Property Corp	Real Estate	-	-
Talcott II Alamo LP	Real Estate	-	-
Hearst News	Daily Newspaper	-	-
Totals		<u>\$ 1,180,919,322</u>	<u>9.63%</u>

Source: Bexar County Appraisal District.

Fiscal Year 2003		
	Tax Year 2002 Assessed Valuation	Percentage of Total Assessed Valuation
\$	85,318,590	1.09%
	218,220,350	2.78%
	110,343,980	1.41%
	-	-
	-	-
	-	-
	-	-
	-	-
	54,955,830	0.01%
	-	-
	41,491,410	0.53%
	46,011,320	0.59%
	48,260,950	0.62%
	177,358,990	2.26%
	54,011,650	0.69%
	37,896,660	0.48%
\$	873,869,730	10.46%

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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
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	-	-
2012	212,565,000	438,445,000	-	-

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

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

Personal Income obtained from U.S. Census Bureau's American Community Surveys of the U.S. Data before 2006 was unavailable.

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

<u>Capital Appreciation Bonds</u>		<u>Total Debt</u>	<u>Debt to Estimated Actual Property Value</u>	<u>Debt to Personal Income</u>	<u>Total Debt Per Average Daily Membership</u>
\$	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%	13.41%	9,154
	7,614,561	495,829,561	4.49%	11.75%	9,055
	7,614,561	485,834,561	3.96%	11.14%	9,094
	7,614,561	468,339,561	3.01%	10.53%	8,698
	4,660,179	453,660,179	2.85%	9.62%	8,708
	319,988	651,329,988	4.18%	13.88%	12,595
	319,988	651,329,988	5.31%	14.82%	12,677

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	12.64%	\$ 68,579,779
Balcones Heights, City of	348,329	9/30/2010	44.93%	156,504
Bexar County	584,984,786	9/30/2010	12.64%	73,942,077
Bexar County Hospital District	733,350,000	2/29/2012	12.64%	92,695,440
Olmos Park, City of	4,185,000	2/29/2012	5.91%	247,334
San Antonio River Authority	34,265,000	2/29/2012	11.90%	4,077,535
San Antonio, City of	1,259,305,000	2/29/2012	18.62%	234,482,591
				<u>\$ 474,181,260</u>
San Antonio Independent School District		6/30/2012		<u>584,066,324</u>
		Total Direct and Overlapping Debt		<u><u>\$ 1,058,247,584</u></u>

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)

	2003	2004	2005	2006
Assessed Valuation	\$ 7,842,137,743	\$ 8,435,683,746	\$ 8,645,841,256	\$ 9,059,120,799
Debt Limit - 10% of Assessed Valuation	\$ 784,213,774	\$ 843,568,375	\$ 864,584,126	\$ 905,912,080
General Obligation Bonds	553,451,793	550,465,327	533,936,918	520,266,927
Deduct Amount Available in Debt Service Fund	19,529,061	24,812,020	29,469,113	32,400,335
Applicable Debt	533,922,732	525,653,307	504,467,805	487,866,592
Legal Debt Margin	\$ 250,291,042	\$ 317,915,068	\$ 360,116,321	\$ 418,045,488
Debt Margin as a Percentage of the Debt Limit	31.92%	37.69%	41.65%	46.15%

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.

2007	2008	2009	2010	2011	2012
\$ 9,504,999,050	\$ 10,730,737,246	\$ 12,723,716,043	\$ 12,882,846,677	\$ 12,423,827,042	\$ 12,264,858,813
\$ 950,499,905	\$ 1,073,073,725	\$ 1,272,371,604	\$ 1,288,284,668	\$ 1,242,382,704	\$ 1,226,485,881
507,228,353	492,096,862	476,202,452	458,432,024	653,168,689	653,217,271
37,054,721	40,778,817	43,055,983	38,433,403	39,890,845	69,150,947
470,173,632	451,318,045	433,146,469	419,998,621	613,277,844	584,066,324
\$ 480,326,273	\$ 621,755,680	\$ 839,225,135	\$ 868,286,047	\$ 629,104,860	\$ 642,419,557
50.53%	57.94%	65.96%	67.40%	50.64%	52.38%

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
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
2012	51,377	12,264,858,813	584,066,324	4.76%	11,368

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.

Note ³: The District changed from a fiscal year end of August 31 to June 30 beginning with 2012. For this reason, 2012 is a ten-month reporting period with only ten months of activity.

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
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%
2012	-	15,911,515	15,911,515	341,232,896	4.66%

* Excludes other fees.

Source: The District's Comprehensive Annual Financial Report.

Note: The District changed from a fiscal year end of August 31 to June 30 beginning with 2012.
For this reason, 2012 is a ten-month reporting period with only ten months of activity.

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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)

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income</u>	<u>Per Capita Income</u>	<u>Unemployment Rate</u>	<u>Estimated Actual Property Value</u>	<u>Average Daily Membership</u>
2003	Note ¹	Note ¹	Note ¹	5.7%	\$ 8,741,705,610	56,409
2004	Note ¹	Note ¹	Note ¹	6.1%	8,989,871,413	56,264
2005	Note ¹	Note ¹	Note ¹	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
2012	302,872	4,395,168,200	14,512	7.4%	12,264,858,813	51,377

Source: For fiscal years 2006-2012, Population, Personal Income, and Per Capita Income obtained from U.S. Census Bureau's American Community Surveys of the U.S.

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 ¹: Census information before 2006 was not available for San Antonio Independent School District.

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

(Unaudited)

Employer	2012	
	Employees	Percentage of Total Employment
Lackland Air Force Base	46,577	5.37%
Fort Sam Houston	32,663	3.76%
USAA	15,000	1.73%
H.E.B. Food Stores	14,588	1.68%
Northside I.S.D.	12,244	1.41%
Randolph Air Force Base	10,651	1.23%
City of San Antonio	9,145	1.05%
North East I.S.D.	8,400	0.97%
Methodist Healthcare System	7,747	0.89%
San Antonio I.S.D.	7,391	0.85%
U.S. Air Force (Lackland & Randolph)	-	-
Alamo Community College District	-	-
AT&T	-	-
	<u>164,406</u>	
Total Employment	<u>868,000</u>	

Source: Employment information for San Antonio I.S.D. obtained from the District's PEIMS & Data Services Office. Employment information for remaining employers obtained from the San Antonio Economic Development Foundation Website. Total employment for 2012 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%
7,027	0.80%
7,685	0.88%
53,928	6.16%
7,200	0.82%
6,500	0.74%
164,314	
876,147	

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
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
2012	13,660	1,739,499,691	15,375,370,115

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	2003	2004	2005	2006
Number of Employees				
Teachers	3,636	3,527	3,517	3,516
Professional Support	756	801	800	795
Campus Administration	182	176	173	179
Central Administration	52	53	67	66
Educational Aides	787	877	895	951
Auxiliary Staff	2,337	2,232	2,248	2,271
Total Employees	7,750	7,666	7,700	7,778
Percent of Total				
Teachers	46.92%	46.01%	45.68%	45.20%
Professional Support	9.75%	10.45%	10.39%	10.22%
Campus Administration	2.35%	2.30%	2.25%	2.30%
Central Administration	0.67%	0.69%	0.87%	0.85%
Educational Aides	10.15%	11.44%	11.62%	12.23%
Auxiliary Staff	30.15%	29.12%	29.19%	29.20%
	100.00%	100.00%	100.00%	100.00%

Source: Texas Education Public Education Information System Report

2007	2008	2009	2010	2011	2012
3,494	3,388	3,321	3,402	3,437	3,385
798	799	772	777	808	737
179	174	172	171	178	177
67	70	65	70	69	66
943	916	856	821	899	819
2,279	2,218	2,153	2,238	2,242	2,207
7,760	7,565	7,339	7,479	7,633	7,391
45.03%	44.79%	45.25%	45.49%	45.03%	45.80%
10.28%	10.56%	10.52%	10.39%	10.59%	9.97%
2.31%	2.30%	2.34%	2.29%	2.33%	2.39%
0.86%	0.93%	0.89%	0.94%	0.90%	0.89%
12.15%	12.11%	11.66%	10.98%	11.78%	11.08%
29.37%	29.32%	29.34%	29.92%	29.37%	29.86%
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
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%
2012	\$27,320 - \$44,270	\$49,184	11.3	65.5%	34.1%

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 to Membership
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%	94.41%
2008	50,488	-2.34%	53,422	-2.44%	94.51%
2009	50,740	0.50%	53,844	0.79%	94.24%
2010	48,830	-3.77%	52,096	-3.25%	93.73%
2011	48,849	0.04%	51,715	-0.73%	94.46%
2012	48,793	-0.11%	51,377	-0.65%	94.97%

Source: The District's PEIMS & Data Services Office.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
OPERATING STATISTICS

LAST TEN YEARS

(Unaudited)

Fiscal Year	Average Daily Attendance	General Fund Operating Expenditures	Cost Per Pupil	Percent Change	Operating Expenses	Cost Per Pupil	Percent Change
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%
2012	48,793	339,274,062	6,953	-8.79%	493,538,060	10,115	-9.88%

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.

Note: The District changed from a fiscal year end of August 31 to June 30 beginning with 2012. For this reason, 2012 is a ten-month reporting period with only ten months of activity.

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	% of Students who qualify for Free or Reduced Price Lunch
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	16.0	50,944	92.80%
2012	16.0	50,944	92.80%

Source: Academic Excellence Indicator System (AEIS).

Note ¹: Number and percent of students who qualify for free or reduced-price lunch includes economically disadvantaged students coded as eligible for free or reduced-price lunch or eligible for other public assistance.

Note ²: The District changed from a fiscal year end of August 31 to June 30 beginning with 2012. Information for 2012 was not yet available due to the fiscal year change; therefore, figures reported for 2011 were repeated for 2012.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF SCHOOL BUILDINGS

LAST TEN YEARS

(Unaudited)

	2003	2004	2005	2006	2007	2008
SCHOOL BUILDINGS						
Brackenridge H S						
Square Feet	325,072	325,072	325,072	325,072	325,072	325,072
Capacity(students)	2,250	2,250	2,250	2,250	2,250	2,250
Enrollment	2,002	1,898	1,854	1,854	1,881	1,860
Burbank H S						
Square Feet	296,328	296,328	296,328	296,328	296,328	296,328
Capacity(students)	2,100	2,100	2,100	2,100	2,100	2,100
Enrollment	1,346	1,313	1,343	1,338	1,359	1,424
Edison H S						
Square Feet	279,594	279,594	279,594	279,594	279,594	279,594
Capacity(students)	2,025	2,025	2,025	2,025	2,025	2,025
Enrollment	1,728	1,683	1,707	1,659	1,732	1,707
Fox Tech H S						
Square Feet	378,177	378,177	378,177	378,177	378,177	378,177
Capacity(students)	1,725	1,725	1,725	1,725	1,725	1,725
Enrollment	1,727	1,728	1,724	1,724	1,711	1,545
Highlands H S						
Square Feet	328,449	328,449	328,449	328,449	328,449	328,449
Capacity(students)	2,700	2,700	2,700	2,700	2,700	2,700
Enrollment	2,214	2,181	2,173	2,111	2,068	2,104
Houston H S						
Square Feet	299,013	299,013	299,013	299,013	299,013	299,013
Capacity(students)	2,025	2,025	2,025	2,025	2,025	2,025
Enrollment	1,227	1,140	1,138	1,030	935	889
Jefferson H S						
Square Feet	302,452	302,452	302,452	302,452	302,452	302,452
Capacity(students)	2,325	2,325	2,325	2,325	2,325	2,325
Enrollment	1,854	1,917	1,902	1,869	1,869	1,912
Lanier H S						
Square Feet	353,057	353,057	353,057	353,057	353,057	353,057
Capacity(students)	1,825	1,825	1,825	1,825	1,825	1,825
Enrollment	1,590	1,482	1,474	1,408	1,423	1,458
Navarro Academy						
Square Feet	48,758	48,758	48,758	48,758	48,758	48,758
Capacity(students)	286	286	286	286	286	286
Enrollment	270	315	318	271	228	199
Travis Early College (2009)						
Square Feet	-	-	-	-	-	-
Capacity(students)	-	-	-	-	-	-
Enrollment	-	-	-	-	-	-

Source: SAISD Facilities Planning and Construction Department and Research and Evaluation Department.

* Building not in use.

2009	2010	2011	2012
325,072	325,072	325,072	325,072
2,250	2,250	2,250	2,250
1,872	1,818	1,858	1,846
296,328	296,328	296,328	296,328
2,100	2,100	2,100	2,100
1,410	1,495	1,425	1,318
279,594	279,594	279,594	279,594
2,025	2,025	2,025	2,025
1,711	1,702	1,726	1,677
378,177	378,177	378,177	378,177
1,725	1,725	1,725	1,725
1,600	1,338	830	583
328,449	328,449	328,449	328,449
2,700	2,700	2,700	2,700
2,133	2,121	1,997	1,928
299,013	299,013	299,013	299,013
2,025	2,025	2,025	2,025
822	796	805	828
302,452	302,452	302,452	302,452
2,325	2,325	2,325	2,325
1,943	2,005	1,935	1,840
353,057	353,057	353,057	353,057
1,825	1,825	1,825	1,825
1,400	1,350	1,483	1,612
48,758	48,758	48,758	48,758
286	286	286	286
161	155	165	239
54,862	54,862	54,862	54,862
484	484	484	484
111	217	297	351

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF SCHOOL BUILDINGS

LAST TEN YEARS

(Unaudited)

	2003	2004	2005	2006	2007	2008
Young Women's Lead Academy (2009)						
Square Feet	-	-	-	-	-	-
Capacity(students)	-	-	-	-	-	-
Enrollment	-	-	-	-	-	-
Cooper Academy (2009)						
Square Feet	-	-	-	-	-	-
Capacity(students)	-	-	-	-	-	-
Enrollment	-	-	-	-	-	-
Connell M S						
Square Feet	121,009	121,009	121,009	121,009	121,009	121,009
Capacity(students)	875	875	875	875	875	875
Enrollment	678	716	765	717	708	749
Davis M S						
Square Feet	153,035	153,035	153,035	153,035	153,035	153,035
Capacity(students)	1,275	1,275	1,275	1,275	1,275	1,275
Enrollment	1,006	817	710	600	541	459
Harris M S						
Square Feet	148,978	148,978	148,978	148,978	148,978	148,978
Capacity(students)	800	800	800	800	800	800
Enrollment	559	531	587	569	577	608
Irving M S						
Square Feet	139,570	139,570	139,570	139,570	139,570	139,570
Capacity(students)	1,100	1,100	1,100	1,100	1,100	1,100
Enrollment	870	944	990	891	839	777
Longfellow M S						
Square Feet	129,817	129,817	129,817	129,817	129,817	129,817
Capacity(students)	1,100	1,100	1,100	1,100	1,100	1,100
Enrollment	753	722	796	785	755	678
Lowell M S						
Square Feet	96,513	96,513	96,513	96,513	96,513	96,513
Capacity(students)	775	775	775	775	775	775
Enrollment	514	523	555	555	567	476
Page M S						
Square Feet	99,113	99,113	99,113	99,113	99,113	99,113
Capacity(students)	900	900	900	900	900	900
Enrollment	569	605	554	575	544	516
Poe M S						
Square Feet	111,184	111,184	111,184	111,184	111,184	111,184
Capacity(students)	800	800	800	800	800	800
Enrollment	898	886	850	797	760	742

Source: SAISD Facilities Planning and Construction Department and Research and Evaluation Department.

* Building not in use.

2009	2010	2011	2012
98,227	98,227	98,227	98,227
800	800	800	800
149	215	266	288
103,900	103,900	103,900	103,900
750	750	750	750
40	182	284	343
121,009	121,009	121,009	121,009
875	875	875	875
703	665	647	612
153,035	153,035	153,035	153,035
1,275	1,275	1,275	1,275
678	641	672	659
148,978	148,978	148,978	148,978
800	800	800	800
664	740	808	834
139,570	139,570	139,570	139,570
1,100	1,100	1,100	1,100
921	872	820	817
129,817	129,817	129,817	129,817
1,100	1,100	1,100	1,100
950	931	904	921
96,513	96,513	96,513	96,513
775	775	775	775
492	431	449	462
99,113	99,113	99,113	99,113
900	900	900	900
477	416	462	462
111,184	111,184	111,184	111,184
800	800	800	800
743	709	750	726

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF SCHOOL BUILDINGS

LAST TEN YEARS

(Unaudited)

	2003	2004	2005	2006	2007	2008
Rhodes MS						
Square Feet	90,690	90,690	90,690	90,690	90,690	90,690
Capacity(students)	825	825	825	825	825	825
Enrollment	635	693	656	712	687	659
Rogers M S						
Square Feet	105,130	105,130	105,130	105,130	105,130	105,130
Capacity(students)	975	975	975	975	975	975
Enrollment	752	750	737	736	694	610
Tafolla M S						
Square Feet	153,868	153,868	153,868	153,868	153,868	153,868
Capacity(students)	1,350	1,350	1,350	1,350	1,350	1,350
Enrollment	1,013	945	810	779	716	743
Twain M S						
Square Feet	147,630	147,630	147,630	147,630	147,630	147,630
Capacity(students)	975	975	975	975	975	975
Enrollment	753	670	669	643	603	616
Wheatley M S						
Square Feet	122,273	122,273	122,273	122,273	122,273	122,273
Capacity(students)	900	900	900	900	900	900
Enrollment	556	551	489	432	408	398
Whittier M S						
Square Feet	128,550	128,550	128,550	128,550	128,550	128,550
Capacity(students)	850	850	850	850	850	850
Enrollment	776	786	806	713	742	776
Arnold E S						
Square Feet	50,588	50,588	50,588	50,588	50,588	50,588
Capacity(students)	704	704	704	704	704	704
Enrollment	509	538	580	620	587	631
Austin Academy						
Square Feet	48,296	48,296	48,296	48,296	48,296	48,296
Capacity(students)	418	418	418	418	418	418
Enrollment	245	259	252	277	288	289
Ball E S						
Square Feet	64,351	64,351	64,351	64,351	64,351	64,351
Capacity(students)	616	616	616	616	616	616
Enrollment	517	569	537	553	539	541
Baskin E S						
Square Feet	59,955	59,955	59,955	59,955	59,955	59,955
Capacity(students)	594	594	594	594	594	594
Enrollment	465	547	552	560	554	570
Beacon Hill E S						
Square Feet	79,411	79,411	79,411	79,411	79,411	79,411
Capacity(students)	660	660	660	660	660	660
Enrollment	560	560	509	478	501	495

Source: SAISD Facilities Planning and Construction Department and Research and Evaluation Department.

* Building not in use.

2009	2010	2011	2012
90,690	90,690	90,690	90,690
825	825	825	825
709	697	744	778
105,130	105,130	105,130	105,130
975	975	975	975
587	574	601	584
153,868	153,868	153,868	153,868
1,350	1,350	1,350	1,350
975	928	942	868
147,630	147,630	147,630	147,630
975	975	975	975
682	670	606	578
122,273	122,273	122,273	122,273
900	900	900	900
378	344	366	368
128,550	128,550	128,550	128,550
850	850	850	850
926	874	912	935
50,588	50,588	50,588	50,588
704	704	704	704
638	635	634	603
48,296	48,296	48,296	48,296
418	418	418	418
334	352	323	309
64,351	64,351	64,351	64,351
616	616	616	616
546	513	551	504
59,955	59,955	59,955	59,955
594	594	594	594
593	635	553	493
79,411	79,411	79,411	79,411
660	660	660	660
576	546	525	558

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF SCHOOL BUILDINGS

LAST TEN YEARS

(Unaudited)

	2003	2004	2005	2006	2007	2008
Bonham Academy						
Square Feet	53,464	53,464	53,464	53,464	53,464	53,464
Capacity(students)	550	550	550	550	550	550
Enrollment	335	353	323	340	343	393
JT Brackenridge E S						
Square Feet	100,036	100,036	100,036	100,036	100,036	100,036
Capacity(students)	858	858	858	858	858	858
Enrollment	570	532	565	531	538	546
Brewer E S						
Square Feet	72,341	72,341	72,341	72,341	72,341	72,341
Capacity(students)	748	748	748	748	748	748
Enrollment	401	439	527	555	516	501
Briscoe E S						
Square Feet	62,735	62,735	62,735	62,735	62,735	62,735
Capacity(students)	704	704	704	704	704	704
Enrollment	561	605	600	600	592	560
Cameron E S						
Square Feet	46,747	46,747	46,747	46,747	46,747	46,747
Capacity(students)	484	484	484	484	484	484
Enrollment	267	288	341	417	400	367
Collins Gdn E S						
Square Feet	81,438	81,438	81,438	81,438	81,438	81,438
Capacity(students)	814	814	814	814	814	814
Enrollment	715	720	746	743	724	688
Cotton E S						
Square Feet	70,327	70,327	70,327	70,327	70,327	70,327
Capacity(students)	550	550	550	550	550	550
Enrollment	441	462	451	445	438	404
Crockett E S						
Square Feet	104,945	104,945	104,945	104,945	104,945	104,945
Capacity(students)	990	990	990	990	990	990
Enrollment	810	787	758	731	802	774
Douglass E S						
Square Feet	73,692	73,692	73,692	73,692	73,692	73,692
Capacity(students)	506	506	506	506	506	506
Enrollment	320	290	311	308	362	417
DeZavala E S						
Square Feet	82,889	82,889	82,889	82,889	82,889	82,889
Capacity(students)	814	814	814	814	814	814
Enrollment	628	627	611	609	616	590
Fenwick E S						
Square Feet	57,449	57,449	57,449	57,449	57,449	57,449
Capacity(students)	528	528	528	528	528	528
Enrollment	398	397	384	358	380	372

Source: SAISD Facilities Planning and Construction Department and Research and Evaluation Department.

* Building not in use.

2009	2010	2011	2012
53,464	53,464	53,464	53,464
550	550	550	550
490	519	471	497
100,036	100,036	100,036	100,036
858	858	858	858
535	567	675	713
72,341	72,341	72,341	72,341
748	748	748	748
510	603	622	617
62,735	62,735	62,735	62,735
704	704	704	704
547	628	618	604
46,747	46,747	46,747	46,747
484	484	484	484
370	377	346	413
81,438	81,438	81,438	81,438
814	814	814	814
680	631	638	635
70,327	70,327	70,327	70,327
550	550	550	550
439	432	404	429
104,945	104,945	104,945	104,945
990	990	990	990
879	855	814	842
73,692	73,692	73,692	73,692
506	506	506	506
411	407	408	403
82,889	82,889	82,889	82,889
814	814	814	814
553	555	579	576
57,449	57,449	57,449	57,449
528	528	528	528
389	412	399	389

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF SCHOOL BUILDINGS

LAST TEN YEARS

(Unaudited)

	2003	2004	2005	2006	2007	2008
Forbes E S						
Square Feet	56,794	56,794	56,794	56,794	56,794	56,794
Capacity(students)	440	440	440	440	440	440
Enrollment	363	369	389	404	385	365
Foster E S						
Square Feet	67,406	67,406	67,406	67,406	67,406	67,406
Capacity(students)	748	748	748	748	748	748
Enrollment	588	648	600	618	602	599
Franklin E S						
Square Feet	71,677	71,677	71,677	71,677	71,677	71,677
Capacity(students)	594	594	594	594	594	594
Enrollment	488	533	547	542	559	555
Gates E S						
Square Feet	78,346	78,346	78,346	78,346	78,346	78,346
Capacity(students)	682	682	682	682	682	682
Enrollment	471	470	331	329	361	372
Graebner E S						
Square Feet	81,255	81,255	81,255	81,255	81,255	81,255
Capacity(students)	990	990	990	990	990	990
Enrollment	817	874	875	939	892	911
Green E S						
Square Feet	56,301	56,301	56,301	56,301	56,301	56,301
Capacity(students)	374	374	374	374	374	374
Enrollment	308	315	277	294	292	327
Herff E S						
Square Feet	67,284	67,284	67,284	67,284	67,284	67,284
Capacity(students)	594	594	594	594	594	594
Enrollment	502	527	507	565	546	532
Highland Hills E S						
Square Feet	74,533	74,533	74,533	74,533	74,533	74,533
Capacity(students)	880	880	880	880	880	880
Enrollment	735	712	706	762	803	779
Highland Park E S						
Square Feet	79,642	79,642	79,642	79,642	79,642	79,642
Capacity(students)	726	726	726	726	726	726
Enrollment	617	586	606	664	670	679
Hillcrest E S						
Square Feet	70,566	70,566	70,566	70,566	70,566	70,566
Capacity(students)	704	704	704	704	704	704
Enrollment	542	506	499	530	549	500
Hirsch E S						
Square Feet	62,574	62,574	62,574	62,574	62,574	62,574
Capacity(students)	616	616	616	616	616	616
Enrollment	439	405	435	419	410	395

Source: SAISD Facilities Planning and Construction Department and Research and Evaluation Department.

* Building not in use.

2009	2010	2011	2012
56,794	56,794	56,794	56,794
440	440	440	440
370	369	363	403
67,406	67,406	67,406	67,406
748	748	748	748
392	563	593	605
71,677	71,677	71,677	71,677
594	594	594	594
528	512	486	479
78,346	78,346	78,346	78,346
682	682	682	682
289	288	266	219
81,255	81,255	81,255	81,255
990	990	990	990
890	884	905	831
56,301	56,301	56,301	56,301
374	374	374	374
322	303	308	255
67,284	67,284	67,284	67,284
594	594	594	594
524	470	459	511
74,533	74,533	74,533	74,533
880	880	880	880
808	794	789	734
79,642	79,642	79,642	79,642
726	726	726	726
715	739	746	759
70,566	70,566	70,566	70,566
704	704	704	704
500	602	565	573
62,574	62,574	62,574	62,574
616	616	616	616
563	548	556	560

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF SCHOOL BUILDINGS

LAST TEN YEARS

(Unaudited)

	2003	2004	2005	2006	2007	2008
Huppertz E S						
Square Feet	58,094	58,094	58,094	58,094	58,094	58,094
Capacity(students)	594	594	594	594	594	594
Enrollment	494	509	491	496	504	497
Rodriguez E S						
Square Feet	49,126	49,126	49,126	49,126	49,126	49,126
Capacity(students)	462	462	462	462	462	462
Enrollment	372	383	364	381	356	336
Eloise Japhet E S						
Square Feet	81,127	81,127	81,127	81,127	81,127	81,127
Capacity(students)	704	704	704	704	704	704
Enrollment	582	626	633	609	575	552
King MS Academy						
Square Feet	110,923	110,923	110,923	110,923	110,923	110,923
Capacity(students)	748	748	748	748	748	748
Enrollment	398	263	436	385	357	330
Kelly E S						
Square Feet	41,854	41,854	41,854	41,854	41,854	41,854
Capacity(students)	374	374	374	374	374	374
Enrollment	299	290	283	288	286	298
King E S						
Square Feet	67,014	67,014	67,014	67,014	67,014	67,014
Capacity(students)	660	660	660	660	660	660
Enrollment	450	460	492	507	506	479
Lamar E S						
Square Feet	53,789	53,789	53,789	53,789	53,789	53,789
Capacity(students)	418	418	418	418	418	418
Enrollment	305	330	301	316	312	298
Bowden E S						
Square Feet	88,029	88,029	88,029	88,029	88,029	88,029
Capacity(students)	748	748	748	748	748	748
Enrollment	586	556	529	490	463	454
Madison E S						
Square Feet	69,904	69,904	69,904	69,904	69,904	69,904
Capacity(students)	704	704	704	704	704	704
Enrollment	632	611	602	621	573	573
Margil E S						
Square Feet	72,795	72,795	72,795	72,795	72,795	72,795
Capacity(students)	638	638	638	638	638	638
Enrollment	428	397	378	378	387	387
Maverick E S						
Square Feet	64,345	64,345	64,345	64,345	64,345	64,345
Capacity(students)	704	704	704	704	704	704
Enrollment	553	566	607	633	602	643

Source: SAISD Facilities Planning and Construction Department and Research and Evaluation Department.

* Building not in use.

2009	2010	2011	2012
58,094	58,094	58,094	58,094
594	594	594	594
494	475	455	350
49,126	49,126	49,126	49,126
462	462	462	462
351	391	408	392
81,127	81,127	81,127	81,127
704	704	704	704
540	497	506	513
110,923	110,923	110,923	110,923
748	748	748	748
539	451	476	507
41,854	41,854	41,854	41,854
374	374	374	374
279	279	286	266
67,014	67,014	67,014	67,014
660	660	660	660
480	491	488	461
53,789	53,789	53,789	53,789
418	418	418	418
256	264	260	235
88,029	88,029	88,029	88,029
748	748	748	748
468	493	534	536
69,904	69,904	69,904	69,904
704	704	704	704
552	601	617	624
72,795	72,795	72,795	72,795
638	638	638	638
561	553	601	545
64,345	64,345	64,345	64,345
704	704	704	704
665	660	676	652

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF SCHOOL BUILDINGS

LAST TEN YEARS

(Unaudited)

	2003	2004	2005	2006	2007	2008
Miller E S						
Square Feet	53,026	53,026	53,026	53,026	53,026	53,026
Capacity(students)	638	638	638	638	638	638
Enrollment	329	408	400	486	481	492
Neal E S						
Square Feet	66,379	66,379	66,379	66,379	66,379	66,379
Capacity(students)	792	792	792	792	792	792
Enrollment	634	616	590	629	571	562
Nelson E S						
Square Feet	62,351	62,351	62,351	62,351	62,351	62,351
Capacity(students)	682	682	682	682	682	682
Enrollment	355	341	334	323	321	333
Ogden E S						
Square Feet	72,310	72,310	72,310	72,310	72,310	72,310
Capacity(students)	748	748	748	748	748	748
Enrollment	657	625	627	641	634	606
Pershing E S						
Square Feet	59,855	59,855	59,855	59,855	59,855	59,855
Capacity(students)	572	572	572	572	572	572
Enrollment	352	398	369	356	365	366
Riverside Park E S						
Square Feet	64,980	64,980	64,980	64,980	64,980	64,980
Capacity(students)	616	616	616	616	616	616
Enrollment	480	479	464	508	487	491
Rogers E S						
Square Feet	74,354	74,354	74,354	74,354	74,354	74,354
Capacity(students)	880	880	880	880	880	880
Enrollment	851	808	815	777	721	715
Barkley/Ruiz E S						
Square Feet	62,392	62,392	62,392	62,392	62,392	62,392
Capacity(students)	594	594	594	594	594	594
Enrollment	507	513	512	526	503	551
Schenck E S						
Square Feet	84,856	84,856	84,856	84,856	84,856	84,856
Capacity(students)	792	792	792	792	792	792
Enrollment	736	754	709	685	725	726
Smith E S						
Square Feet	74,611	74,611	74,611	74,611	74,611	74,611
Capacity(students)	748	748	748	748	748	748
Enrollment	614	613	629	556	552	505
Steele E S						
Square Feet	56,581	56,581	56,581	56,581	56,581	56,581
Capacity(students)	550	550	550	550	550	550
Enrollment	469	447	434	436	415	416

Source: SAISD Facilities Planning and Construction Department and Research and Evaluation Department.

* Building not in use.

2009	2010	2011	2012
53,026	53,026	53,026	53,026
638	638	638	638
409	382	376	391
66,379	66,379	66,379	66,379
792	792	792	792
575	564	578	542
62,351	62,351	62,351	62,351
682	682	682	682
404	423	415	383
72,310	72,310	72,310	72,310
748	748	748	748
610	606	586	562
59,855	59,855	59,855	59,855
572	572	572	572
353	414	350	390
64,980	64,980	64,980	64,980
616	616	616	616
462	461	476	440
74,354	74,354	74,354	74,354
880	880	880	880
710	705	689	682
62,392	62,392	62,392	62,392
594	594	594	594
560	526	516	450
84,856	84,856	84,856	84,856
792	792	792	792
721	747	694	691
74,611	74,611	74,611	74,611
748	748	748	748
502	528	527	505
56,581	56,581	56,581	56,581
550	550	550	550
408	408	392	399

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF SCHOOL BUILDINGS

LAST TEN YEARS

(Unaudited)

	2003	2004	2005	2006	2007	2008
Stewart E S						
Square Feet	61,519	61,519	61,519	61,519	61,519	61,519
Capacity(students)	726	726	726	726	726	726
Enrollment	604	576	572	563	565	607
Storm E S						
Square Feet	63,386	63,386	63,386	63,386	63,386	63,386
Capacity(students)	660	660	660	660	660	660
Enrollment	491	498	510	472	485	567
Washington E S						
Square Feet	63,168	63,168	63,168	63,168	63,168	63,168
Capacity(students)	638	638	638	638	638	638
Enrollment	385	371	474	545	535	488
White E S						
Square Feet	62,284	62,284	62,284	62,284	62,284	62,284
Capacity(students)	792	792	792	792	792	792
Enrollment	612	650	650	671	532	548
Wilson E S						
Square Feet	62,548	62,548	62,548	62,548	62,548	62,548
Capacity(students)	572	572	572	572	572	572
Enrollment	528	494	469	466	452	464
Woodlawn E S						
Square Feet	75,462	75,462	75,462	75,462	75,462	75,462
Capacity(students)	858	858	858	858	858	858
Enrollment	653	635	637	680	551	565
Woodlawn Hills E S						
Square Feet	61,513	61,513	61,513	61,513	61,513	61,513
Capacity(students)	660	660	660	660	660	660
Enrollment	419	442	441	404	437	427
Hawthorne Academy						
Square Feet	77,565	77,565	77,565	77,565	77,565	77,565
Capacity(students)	682	682	682	682	682	682
Enrollment	500	507	587	624	631	632
Mission Academy (2009)						
Square Feet	-	-	-	-	-	-
Capacity(students)	-	-	-	-	-	-
Enrollment	-	-	-	-	-	-
Carroll Early Childhood						
Square Feet	85,154	85,154	85,154	85,154	85,154	85,154
Capacity(students)	374	374	374	374	374	374
Enrollment	*	*	*	*	*	*
Carvajal Early Childhood						
Square Feet	54,621	54,621	54,621	54,621	54,621	54,621
Capacity(students)	638	638	638	638	638	638
Enrollment	*	*	*	*	*	*

Source: SAISD Facilities Planning and Construction Department and Research and Evaluation Department.

* Building not in use.

2009	2010	2011	2012
61,519	61,519	61,519	61,519
726	726	726	726
578	570	557	504
63,386	63,386	63,386	63,386
660	660	660	660
500	521	495	489
63,168	63,168	63,168	63,168
638	638	638	638
494	499	538	546
62,284	62,284	62,284	62,284
792	792	792	792
630	601	560	560
62,548	62,548	62,548	62,548
572	572	572	572
469	480	507	483
75,462	75,462	75,462	75,462
858	858	858	858
566	621	640	627
61,513	61,513	61,513	61,513
660	660	660	660
428	425	418	487
77,565	77,565	77,565	77,565
682	682	682	682
691	694	714	713
140,396	140,396	140,396	140,396
814	814	814	814
426	571	657	690
85,154	85,154	85,154	85,154
374	374	374	374
*	291	294	396
54,621	54,621	54,621	54,621
638	638	638	638
*	471	442	426

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF SCHOOL BUILDINGS

LAST TEN YEARS

(Unaudited)

	2003	2004	2005	2006	2007	2008
Knox Early Childhood						
Square Feet	41,386	41,386	41,386	41,386	41,386	41,386
Capacity(students)	440	440	440	440	440	440
Enrollment	*	*	*	*	*	*
Tynan Early Childhood						
Square Feet	44,795	44,795	44,795	44,795	44,795	44,795
Capacity(students)	374	374	374	374	374	374
Enrollment	*	*	*	*	*	*
Estrada A C						
Square Feet	45,838	45,838	45,838	45,838	45,838	45,838
Capacity(students)	374	374	374	374	374	374
Enrollment	123	150	122	127	139	117
Pickett Academy						
Square Feet	21,939	21,939	21,939	21,939	21,939	21,939
Capacity(students)	308	308	308	308	308	308
Enrollment	12	28	21	10	7	16
Gonzales Achievement Center						
Square Feet	14,828	14,828	14,828	14,828	14,828	14,828
Capacity(students)	220	220	220	220	220	220
Enrollment	8	7	7	14	30	18
School Buildings Square Footage	8,558,003	8,558,003	8,558,003	8,558,003	8,558,003	8,558,003

ADMINISTRATIVE FACILITIES SQUARE FOOTAGE

Alamo Stadium	79,482	79,482	79,482	79,482	79,482	79,482
Burnet	36,365	36,365	36,365	36,365	36,365	36,365
Central Office	34,840	34,840	34,840	34,840	34,840	34,840
Day Care	13,404	13,404	13,404	13,404	13,404	13,404
Food Services	66,760	66,760	66,760	66,760	66,760	66,760
Materials Management	50,072	50,072	50,072	50,072	50,072	50,072
Plant Operations	8,000	8,000	8,000	8,000	8,000	8,000
Plant Services	52,321	52,321	52,321	52,321	52,321	52,321
Pfeiffer	55,960	55,960	55,960	55,960	55,960	55,960
Johnson Prof Learning Ctr	26,648	26,648	26,648	26,648	26,648	26,648
ROTC Hq	4,929	4,929	4,929	4,929	4,929	4,929
Spring Sports	21,198	21,198	21,198	21,198	21,198	21,198
Student Support Services	55,220	55,220	55,220	55,220	55,220	55,220
Surplus Warehouse	25,080	25,080	25,080	25,080	25,080	25,080
Transportation	29,911	29,911	29,911	29,911	29,911	29,911
Admin Facilities Square Footage	560,190	560,190	560,190	560,190	560,190	560,190

TOTAL SQUARE FOOTAGE	9,118,193	9,118,193	9,118,193	9,118,193	9,118,193	9,118,193
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Source: SAISD Facilities Planning and Construction Department and Research and Evaluation Department.

* Building not in use.

2009	2010	2011	2012
41,386	41,386	41,386	41,386
440	440	440	440
*	269	278	287
44,795	44,795	44,795	44,795
374	374	374	374
*	284	256	242
45,838	45,838	45,838	45,838
374	374	374	374
*	*	*	*
21,939	21,939	21,939	21,939
308	308	308	308
36	34	31	29
14,828	14,828	14,828	14,828
220	220	220	220
19	15	11	*
8,955,388	8,955,388	8,955,388	8,955,388

79,482	79,482	79,482	79,482
36,365	36,365	36,365	36,365
34,840	34,840	34,840	34,840
13,404	13,404	13,404	13,404
66,760	66,760	66,760	66,760
50,072	50,072	50,072	50,072
8,000	8,000	8,000	8,000
52,321	52,321	52,321	52,321
55,960	55,960	55,960	55,960
26,648	26,648	26,648	26,648
4,929	4,929	4,929	4,929
21,198	21,198	21,198	21,198
55,220	55,220	55,220	55,220
25,080	25,080	25,080	25,080
29,911	29,911	29,911	29,911
560,190	560,190	560,190	560,190

9,515,578	9,515,578	9,515,578	9,515,578
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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 June 30, 2012, 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.

Estrada & Gonzales Achievement DAEP Centers – Special campuses of the District that are 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 (9 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 educational services to special education and general education students residing temporarily at the San Antonio State Hospital.

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.

Garza/Gonzalez & Associates

CERTIFIED PUBLIC ACCOUNTANTS

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 ten months ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents, and have issued our report thereon dated October 17, 2012. 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

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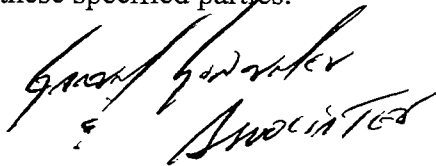
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material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

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 certain matters that we reported to management of the District in a separate letter dated October 17, 2012.

This report is intended solely for the information and use of the Board of School Trustees, management, others within the District, 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 Howard
Associated

October 17, 2012

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Garza/Gonzalez & Associates

CERTIFIED PUBLIC ACCOUNTANTS

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 San Antonio Independent School District's (the District) compliance 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 ten months ended June 30, 2012. 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 of 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 ten months ended June 30, 2012.

Internal Control Over Compliance

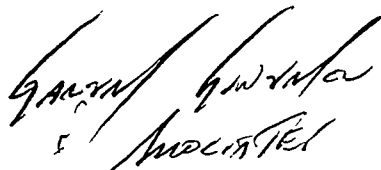
Management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over 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 certain matters that we reported to management of the District in a separate letter dated October 17, 2012.

This report is intended solely for the information and use of the Board of School Trustees, management, others within the District, 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.



GARY H. WINTERS
5 NOV 2012

October 17, 2012

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SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For The Ten Months Ended June 30, 2012

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 <div style="text-align: right;">Unqualified</div>		
	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 Ten Months Ended June 30, 2012

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

<i>Identification of Major Programs</i>		
	CFDA Numbers(s)	Name of Federal Program or Cluster
	84.367	Title II, Part A – Teacher & Principal Training
	84.410	Education Jobs Fund
	84.377 84.388	School Improvement Grant Cluster: Texas Title I, Priority Schools Grant ARRA – Texas Title I, Priority Schools Grant
	93.600	Headstart
	81.041	State Energy Program (Texas Cool Schools Grant)
Dollar threshold used to distinguish between Type A and Type B programs:		\$3,539,766
Auditee qualified as low-risk auditee?		<u> X </u> Yes <u> </u> 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 Ten Months Ended June 30, 2012

There were no prior audit findings reported.

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE TEN MONTHS ENDED JUNE 30, 2012

Project Number		Federal Grantor/ Pass - Through Grantor/ Program Title	Federal CFDA Number	(A) Expenditures Indirect Costs or Award Amount
U.S. DEPARTMENT OF EDUCATION				
DIRECT PROGRAMS				
N/A	199	IMPACT AID PL874	84.041	\$ 35,716
		SUBTOTAL		35,716
Q215F110383	289.2	CAROL WHITE PEP GRANT/PE3: MIND, BODY & SPIRIT	84.215F	590,269
		SUBTOTAL		590,269
U215X080081-11	281.2	TEACHING AMERICAN HISTORY GRANT -YR 4 OF 5	84.215X	344,468
		SUBTOTAL		344,468
P334A050145-10	274.1	SAISD GEAR UP PROJECT -YR 6 OF 6	84.334A	782,046
P334A110128	274.2	SAISD GEAR UP PROJECT -YR 1 OF 7	84.334A	1,388,311
		SUBTOTAL		2,170,357
S360A100121	275.1	REACH, AIM & SOAR - YR 1 OF 5	84.360A	377,173
S360A100121-11	275.2	REACH, AIM & SOAR - YR 2 OF 5	84.360A	2,175,974
		SUBTOTAL		2,553,147
U396A100050	276.2	SUCCESS FOR ALL FOUNDATION (SFSF)-INVESTING IN INNOVATION SCALE UP	84.396A	86,908
		SUBTOTAL		86,908
TOTAL U.S. DEPARTMENT OF EDUCATION - DIRECT PROGRAMS				5,780,865
PASSED THROUGH STATE DEPARTMENT OF EDUCATION				
124100017110411	220.2	ADULT EDUCATION and FAMILY LITERACY- CONTINUATION	84.002A	1,327,743
124100087110440	221.2	ADULT EDUCATION-ENGLISH LITERACY & CIVICS AWARENESS CONT.	84.002A	120,062
		SUBTOTAL		1,447,805
11610101015907	211.1	TITLE I, PART A - IMPROVING BASIC PROGRAMS*	84.010A	1,244,358
12610101015907	211.2	TITLE I, PART A - IMPROVING BASIC PROGRAMS*	84.010A	26,870,531
11610103015907	215.1	TITLE I, PART D- SUBPT 2 -DELINQUENT PROGRAMS*	84.010A	12,537
12610103015907	215.2	TITLE I, PART D- SUBPT 2 -DELINQUENT PROGRAMS*	84.010A	261,973
12610104015907001	245.2	TITLE I - SCHOOL IMPROVEMENT PROGRAM - BRACKENRIDGE HS*	84.010A	87,455
11610104015907046	246.1	TITLE I - SCHOOL IMPROVEMENT PROGRAM - WHEATLEY MS*	84.010A	204
12610104015907046	246.2	TITLE I - SCHOOL IMPROVEMENT PROGRAM - WHEATLEY MS*	84.010A	82,476
12610104015907058	247.2	TITLE I - SCHOOL IMPROVEMENT PROGRAM - TWAIN MS*	84.010A	48,301
12610104015907043	248.2	TITLE I - SCHOOL IMPROVEMENT PROGRAM - DAVIS MS*	84.010A	50,926
11610104015907006	249.1	TITLE I - SCHOOL IMPROVEMENT PROGRAM - HOUSTON HS*	84.010A	4,349
12610104015907006	249.2	TITLE I - SCHOOL IMPROVEMENT PROGRAM - HOUSTON HS*	84.010A	102,063
12610104015907055	250.2	TITLE I - SCHOOL IMPROVEMENT PROGRAM - RHODES MS*	84.010A	52,231
12610104015907057	251.2	TITLE I - SCHOOL IMPROVEMENT PROGRAM - ROGERS MS*	84.010A	30,215
12610104015907061	252.2	TITLE I - SCHOOL IMPROVEMENT PROGRAM - TAFOLLA MS*	84.010A	74,624
12610104015907053	253.2	TITLE I - SCHOOL IMPROVEMENT PROGRAM - PAGE MS*	84.010A	64,660
12610104015907014	259.2	TITLE I - SCHOOL IMPROVEMENT PROGRAM - NAVARRO ACADEMY*	84.010A	66,963
12610104015907059	260.2	TITLE I - SCHOOL IMPROVEMENT PROGRAM - WHITTIER HS*	84.010A	5,239
12610104015907007	261.2	TITLE I - SCHOOL IMPROVEMENT PROGRAM - JEFFERSON HS*	84.010A	7,373
		SUBTOTAL		29,066,478
11615001015907	212.1	TITLE I, PART C, MIGRANT	84.011A	10,298
12615001015907	212.2	TITLE I, PART C, MIGRANT	84.011A	140,431
		SUBTOTAL		150,729

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE TEN MONTHS ENDED JUNE 30, 2012

1066002271220	168.2	IDEA B- DISCRETIONARY - (RF TRACKER)	84.027A	5,829
116600010159076600	224.1	IDEA-B FORMULA	84.027A	(157,064)
126600010159076600	224.2	IDEA-B FORMULA	84.027A	13,117,163
12660006015907	227.2	IDEA-B HIGH COST RISK POOL	84.027A	85,129
		SUBTOTAL		<u>13,051,057</u>
12420006015907	244.2	CARL D PERKINS BASIC GRANT FORMULA	84.048A	995,358
		SUBTOTAL		<u>995,358</u>
116610010159076010	225.1	IDEA-B PRESCHOOL	84.173A	637
126610010159076610	225.2	IDEA-B PRESCHOOL	84.173A	178,929
		SUBTOTAL		<u>179,566</u>
115900207110007	267.1	TTL V B SP1 CAMPUS CHRTR 11-12 RHODES MS	84.282A	246,336
115900207110006	268.1	TTL V B SP1 CAMPUS CHRTR 11-12 HIGHLAND PARK ES	84.282A	256,218
115900207110008	269.1	TTL V B SP1 CAMPUS CHRTR 11-12 TRAVIS EARLY COLLEGE HS	84.282A	335,910
		SUBTOTAL		<u>838,464</u>
11671001015907	263.1	TITLE III, PART A - LEP	84.365A	2,896
12671001015907	263.2	TITLE III, PART A - LEP	84.365A	818,585
		SUBTOTAL		<u>821,481</u>
116944057110009	273.1	TTL II B-SEC MATH TCHR SUPPORT	84.366B	71,169
		SUBTOTAL		<u>71,169</u>
11694501015907	255.1	TITLE II PART A-TEACHER & PRINCIPAL TRAINING & RECRUITING	84.367A	173,460
12694501015907	255.2	TITLE II PART A-TEACHER & PRINCIPAL TRAINING & RECRUITING	84.367A	3,972,910
		SUBTOTAL		<u>4,146,370</u>
69551102	163.2	SUMMER SCHOOL LEP	84.369A	41,062
		SUBTOTAL		<u>41,062</u>
126460037110023	290.2	TEXAS LITERACY INIT. (STR RDRS)	84.371C	237,086
		SUBTOTAL		<u>237,086</u>
106107067110009	280.1	TEXAS TTL I PRIORITY SCHOOL GRANTS - NAVARRO ACADEMY*	84.377A	626,350
116107047110037	282.1	TEXAS TTL I PRIORITY SCHOOL GRANTS - DAVIS MS*	84.377A	1,152,761
		SUBTOTAL		<u>1,779,111</u>
10553001015907	279.0	ARRA--TITLE II, PART D TECHNOLOGY	84.386A	28,346
		SUBTOTAL		<u>28,346</u>
105520017110056	287.1	(TTIPS)-TX TITLE I, PRIORITY SCHOOLS GRANT-ARRA-FOX TECH*	84.388A	1,182,596
105520017110057	288.1	(TTIPS)-TX TITLE I, PRIORITY SCHOOLS GRANT-ARRA-SAM HOUSTON*	84.388A	959,517
		SUBTOTAL		<u>2,142,113</u>
10551001015907	285.0	ARRA - TITLE I, PART A - IMPROVING BASIC PROGRAMS*	84.389A	1
10551003015907	286.0	ARRA - TITLE I, PART D- SUBPT 2 -DELINQUENT PROGRAMS*	84.389A	13,802
11551004015907004	301.1	ARRA - TITLE I - SCHOOL IMPROVEMENT PROGRAM - FOX TECH HS*	84.389A	1,012
		SUBTOTAL		<u>14,815</u>
11557001015907	266.1	ARRA- TITLE XIV, STATE FISCAL STABILIZATION FUND	84.394A	263,872
		SUBTOTAL		<u>263,872</u>
11550101015907	286.1	EDUCATION JOBS FUND	84.410A	9,456,384
		SUBTOTAL		<u>9,456,384</u>
123625017110386	223.2	TEMPORARY ASSISTANCE FOR NEEDY FAMILIES	93.558	153,747
		SUBTOTAL		<u>153,747</u>
TOTAL PASSED THROUGH STATE DEPARTMENT OF EDUCATION				<u><u>64,885,013</u></u>

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE TEN MONTHS ENDED JUNE 30, 2012

PASSED THROUGH REGION 10				
00-004	206.2	MCKINNEY-VENTO HOMELESS EDUCATION	84.196A	154,619
		SUBTOTAL		154,619
		TOTAL PASSED THROUGH REGION 10		154,619
PASSED THROUGH REGION 20				
315-634-202	226.2	IDEA B-DISCRETIONARY DEAF-SSA	84.027A	22,784
316-636-202	228.2	IDEA B-PRESCHOOL DEAF-SSA	84.173A	1,652
		SUBTOTAL		24,436
		TOTAL PASSED THROUGH REGION 20		24,436
		TOTAL U.S. DEPARTMENT OF EDUCATION		70,844,933
U.S. DEPARTMENT OF AGRICULTURE				
PASSED THROUGH TEXAS DEPARTMENT OF AGRICULTURE				
N/A	240	CHILD & ADULT CARE FOOD PROGRAM - CASH ASSISTANCE	10.558	298,834
N/A	240	FRESH FRUIT & VEGETABLE PROGRAM	10.582	704,062
		SUBTOTAL		1,002,896
		TOTAL PASSED THROUGH TEXAS DEPARTMENT OF AGRICULTURE		1,002,896
PASSED THROUGH STATE DEPARTMENT OF EDUCATION				
N/A	240	SCHOOL BREAKFAST PROGRAM*	10.553	9,254,476
N/A	240	NATIONAL SCHOOL LUNCH PROGRAM - CASH ASSISTANCE*	10.555	20,839,718
N/A	240	NATIONAL SCHOOL LUNCH PROGRAM - NON-CASH ASSISTANCE*	10.555	1,800,212
		SUBTOTAL		31,894,406
		TOTAL PASSED THROUGH STATE DEPARTMENT OF EDUCATION		31,894,406
		TOTAL U.S. DEPARTMENT OF AGRICULTURE		32,897,302
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
PASSED THROUGH TEXAS COMPTROLLER OF PUBLIC ACCOUNTS				
DE-EE-0000116	287.2	ARRA - THE TEXAS COOL SCHOOLS GRANT	81.041	1,619,442
		SUBTOTAL		1,619,442
		TOTAL PASSED THROUGH TEXAS COMPTROLLER OF PUBLIC ACCOUNTS		1,619,442
PASSED THROUGH CITY OF SAN ANTONIO - DEPARTMENT OF HUMAN SERVICES				
06CH0107/33	205.1	HEADSTART	93.600	5,633,980
06CH0107/34	205.2	HEADSTART	93.600	6,228,913
		SUBTOTAL		11,862,893
		TOTAL PASSED THROUGH CITY OF SAN ANTONIO - DEPARTMENT OF HUMAN SERVICES		11,862,893
PASSED THROUGH DEPARTMENT OF STATE HEALTH SERVICES				
2011-037129-001	487.1	COMMUNITIES PUTTING PREVENTION TO WORK	93.723	7,037
		SUBTOTAL		7,037
		TOTAL PASSED THROUGH DEPARTMENT OF STATE HEALTH SERVICES		7,037

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE TEN MONTHS ENDED JUNE 30, 2012

1Z0CMS030513/01	277.0	PASSED THROUGH TEXAS LEADERSHIP CENTER		
		CHILDREN'S HEALTH INSURANCE PROGRAM (CHIPRA)	93.767	1,678
		SUBTOTAL		<u>1,678</u>
		TOTAL PASSED THROUGH TEXAS LEADERSHIP CENTER		<u>1,678</u>
N/A	272.1	PASSED THROUGH TEXAS DEPARTMENT OF HUMAN SERVICES		
		MEDICAL ASSISTANCE PROGRAM	93.778	175,565
		SUBTOTAL		<u>175,565</u>
		TOTAL PASSED THROUGH TEXAS DEPARTMENT OF HUMAN SERVICES		<u>175,565</u>
		TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES		<u>13,666,615</u>
		U.S. DEPARTMENT OF DEFENSE		
N/A	199	DIRECT PROGRAMS		
		STARBASE KELLY	N/A	53,508
		SUBTOTAL		<u>53,508</u>
N/A	199	ARMY JROTC	N/A	529,835
		SUBTOTAL		<u>529,835</u>
		TOTAL U.S. DEPARTMENT OF DEFENSE - DIRECT PROGRAMS		<u>583,343</u>
		TOTAL FEDERAL ASSISTANCE		<u>\$ 117,992,193</u>

* Clustered programs

SAN ANTONIO INDEPENDENT SCHOOL DISTRICT
San Antonio, Texas

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Ten Months Ended June 30, 2012

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, Summer School LEP, 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 ten months ended June 30, 2012. 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), Build America Bonds interest subsidy, and Qualified School Construction Bonds interest subsidy have been excluded from the Schedule of Expenditures of Federal Awards.