

# College Station Independent School District

Annual Financial Report  
For the Fiscal Year Ended  
August 31, 2023



# Summary of the Auditor's Opinions

(Page 3 and 97 – Annual Financial Report)



- Opinions on the Basic Financial Statements
  - Unmodified or “Clean” Opinion.
  - Highest Level of Assurance that can be given on Financial Statements.
  - Audit conducted in accordance with Auditing Standards generally accepted in the United States of America and the **Government Auditing Standards**, issued by the Comptroller General of the United States.

# Summary of the Auditor's Results

(Page 99 – Annual Financial Report)



- Opinion on the Compliance with Major Programs and Internal Control over Compliance
  - Unmodified or “Clean” Opinion.
  - Major Programs tested:
    - 93.600 – Head Start
    - 84.425D, 84.425U – ESSER (TCLAS), ESSER II, and ESSER III
- Schedule of Findings and Questioned Costs
  - No Findings Noted

# Communication with Governance



- **Weaver's responsibility in relation to the financial statement audit**
  - Form and express an opinion on the financial statements (Unmodified Opinions)
- **Compliance with all ethics requirements regarding independence**
  - Weaver has remained independent throughout the audit
- **Significant risks identified during planning**
  - Part of our due diligence during the audit process
  - Includes possible management override of controls, improper revenue recognition, and misappropriation of cash through improper or unauthorized expenditures
  - No material misstatements or internal control findings noted in these areas
- **Qualitative aspects of the entity's significant accounting policies**
  - The District adopted GASB 96 for accounting and reporting of Subscription-Based Information Technology Arrangements (SBITA)
  - The most sensitive accounting estimates affecting the financial statements are:
    - Allowance for uncollectible taxes
    - Foundation School Program revenue
    - IBNR accrual for worker's compensation
    - Depreciation expense – estimated useful lives of capital assets
    - Net pension and OPEB liabilities – actuarial valuations
  - All disclosures are neutral, consistent, and clear.

# Communication with Governance



- **Significant difficulties encountered during the audit**
  - None noted
- **Uncorrected and corrected misstatements**
  - None noted
- **Disagreements with management**
  - None noted
- **Representations requested from management**
  - Management has provided all required representations
- **Management's consultations with other accountants**
  - None noted
- **Other significant matters, findings, or issues**
  - None noted
- **Other information included in Annual Report**
  - Schedule of Required Responses to Selected School FIRST indicators
- **Modification of the Auditor's Report**
  - Emphasis of matter paragraph for GASB 96

# Statement of Revenues, Expenditures and Changes in Fund Balances – General Fund

(Page 24 – Annual Financial Report)



	<u>General Fund</u>
<b>REVENUES</b>	
Local and Intermediate Sources	\$ 119,427,233
State Program Revenues	22,063,790
Federal Program Revenues	3,911,459
<b>Total Revenues</b>	<u>145,402,482</u>
<b>EXPENDITURES</b>	
Instruction and Instructional - Related Services	85,063,500
Instructional and School Leadership	9,468,258
Support Services - Student (Pupil)	17,401,398
Administrative Support Services	4,570,816
Support Services - Non-Student Based	20,827,921
Community Services	195,218
Debt Service	166,033
Capital Outlay	5,000
Intergovernmental Charges	2,363,228
<b>Total Expenditures</b>	<u>140,061,372</u>

# Statement of Revenues, Expenditures and Changes in Fund Balances – General Fund – Continued

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	<u>General Fund</u>
Excess (deficiency) of Revenues over (under) Expenditures	\$ 5,341,110
<b>OTHER FINANCING SOURCES (USES)</b>	
Issuances of leases	560,428
Refunds to Taxpayers	<u>(547,482)</u>
<b>Total Other Financing Sources (Uses)</b>	<u>12,946</u>
<b>EXTRAORDINARY ITEMS</b>	
Extraordinary gain	1,476,148
Extraordinary loss	<u>(1,748,220)</u>
<b>Total Extraordinary Items</b>	<u>(272,072)</u>
<b>Net Change in Fund Balances</b>	5,081,984
<b>Fund Balances - Beginning</b>	34,080,323
<b>Fund Balances - Ending</b>	<u>\$ <b>39,162,307</b></u>

# General Fund Highlights



General fund unassigned fund balance represents approximately 23%, or approximately 2 ½ months, of total general fund expenditures. Total fund balance was 28% of the same total.



The increase of approximately \$5 million in fund balance during the year is primarily the result of increased property values and increases in state aid revenues.



Variations between the original budget and final amended budget included an increase in property tax revenues of \$7.1 million. State program budgeted revenues increased by \$5.7 million including an increase in contracted instructional services between public schools of \$3.4 million due to refined estimates related to the state foundation program.



No significant variations between the final budget and the actual results at year end.

# Statement of Revenues, Expenditures and Changes in Fund Balance – Debt Service Fund

(Page 25 – Annual Financial Report)



	<b>Debt Service Fund</b>
<b>REVENUES</b>	
Local and Intermediate Sources	\$ 34,341,303
State Program Revenues	592,185
<b>Total Revenues</b>	<u>34,933,488</u>
<b>EXPENDITURES</b>	
Debt Service	<u>32,388,655</u>
<b>Total Expenditures</b>	<u>32,388,655</u>
Excess (deficiency) of Revenues over (under) Expenditures	2,544,833
<b>OTHER FINANCING SOURCES (USES)</b>	
Refunds to taxpayers	<u>(152,795)</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(152,795)</u>
<b>Net Change in Fund Balances</b>	2,392,038
<b>Fund Balances - Beginning</b>	10,211,811
<b>Fund Balances - Ending</b>	\$ <u><u>12,603,849</u></u>

# Statement of Revenues, Expenditures and Changes in Fund Balance – Capital Projects Fund

(Page 25 – Annual Financial Report)



	<b>Capital Projects Fund</b>
<b>REVENUES</b>	
Local and Intermediate Sources	\$ 2,590,982
<b>Total Revenues</b>	<u>2,590,982</u>
<b>EXPENDITURES</b>	
Instruction and Instructional-Related Services	5,120,059
Support Services - Student (Pupil)	1,959,780
Support Services - Non-Student Based	2,264,464
Capital Outlay - Facilities Acquisition and Construction	<u>26,331,504</u>
<b>Total Expenditures</b>	<u>35,675,807</u>
<b>Net Change in Fund Balances</b>	<u>(33,084,825)</u>
<b>Fund Balances - Beginning</b>	67,907,387
<b>Fund Balances - Ending</b>	<u>\$ <u>34,822,562</u></u>

# Questions and Answers

