FBISD Reimagined

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School First Report

2019-2020

December 7, 2020

Board Update and Public Hearing

Agenda

- Overview of School FIRST
- Fort Bend ISD's Performance
- Other Required Disclosures
- Future FIRST changes

Financial Integrity Rating System of Texas

- Developed by TEA in 1999
- Measures the Performance of School District Financial Resources
- Ratings based on 15 indicators established by the Commissioner of Education
- 18^{th} Year of FIRST Reporting

First Rating Matrix

2019-20 Rating Year (2018-19 Data)	
# of Indicators	15
Ratings	**Points**
Superior (A)	90-100
Above Standard (B)	80-89
Meets Standard (C)	60-79
Substandard (F)	<60

FBISD 2019-20 FIRST Performance

#	Indicator Description	2019-20 Rating
1	Was the complete annual financial report (AFR) and data submitted to TEA within 30 days of November 27?	Yes
2A	Was there an unmodified opinion in the AFR on the financial statements as a whole?	Yes
2B	Did the external independent auditor report that the AFR was free of any instance of material weakness in internal controls over financial reporting and compliance for local, state or federal funds?	Yes
3	Was the school district in compliance with the payment terms of all debt agreements at fiscal year end?	Yes
4	Did the school distirct make timely payments to the Teachers Retirement System (TRS), Texas Workforce Commission (TWC), Internal Revenue Service (IRS) and other government agencies?	Yes
5	Was the Districts unrestricted net position balance in governmental activities in the Statement of Net Position greater than zero?	NA

FBISD 2019-20 FIRST Performance

#	Indicator Description	2019-20 Rating
6	Was the number of days of cash on hand and current investments in the General Fund for the school district sufficient to cover operating expenditures?	**10**
7	Was the measure of current assets to current liabilities ratio for the school district sufficient to cover short-term debt?	**6**
8	Was the ratio of long-term liabilities to total assets for the school district sufficient to support long-term solvency?	**6**
9	Did the school district's General Fund revenues equal or exceed expenditures? If not, was the school district's number of days of cash on hand greater than or equal to 60 days?	**10**
10	Was the debt service coverage ratio sufficient to meet the required debt service?	**10**

FBISD 2019-20 FIRST Performance

#	Indicator Description	2019-20 Rating
11	Was the school district's administrative cost ratio equal to or less than the threshold ratio?	10
12	Did the school district not have a 15 percent decline in the students to staff ratio over 3 years (total enrollment to total staff)?	10
13	Did the comparison of PEIMS data to like information in the school district's AFR result in a total variance of less than 3% of all expenditures by function?	10
14	Did the external independent auditor indicate the AFR was free of any instance of material noncompliance for grants, contracts, and laws related to local, state or federal funds?	10
15	Did the school district not receive an adjusted repayment schedule for more than one fiscal year for an over allocation of Foundation School Payment (FSP) funds as a result of a financial hardship?	10
Superior Achievement	**TOTAL**	**92**

Gifts from Vendors & Business Transactions with FBISD Fiscal Year 2018-19

Board Member	Gifts >$250	Business Transactions with District
Jason Burdine	None	None
Allison Drew	None	None
KP George	None	None
Addie Heylinger	None	None
Grayle James	None	None
Jim Rice	None	None
Dave Rosenthal	None	None
Kristin Tassin	None	None
Superintendent	**Gifts >$250**	**Business Transactions**
Dr. Charles Dupre	None	None

Superintendent's Contract – available online at:
https://www.fortbendisd.com/Page/1008

2019-20 School First Reporting

Reimbursements Received by the Superintendent and Board Members
For the Twelve Month Period
Ending June 30, 2019

Description of	Superintendent	Board Members								
Reimbursements	Dr. Dupre	Burdine	Drew	George	Heyliger	James	Rice	Rosenthal	Tassin	Total
Meals	$703.15	$182.99	$0.00	$0.00	$46.27	$79.50	$228.00	$22.18	$30.13	**$1,292.22**
Lodging	$8,221.07	$3,228.90	$756.09	$572.57	$2,201.19	$2,622.10	$0.00	$1,328.66	$1,805.51	**$20,736.09**
Transportation	$7,275.83	$1,087.48	$228.52	$0.00	$669.04	$1,622.30	$0.00	$230.84	$681.40	**$11,795.41**
Motor Fuel	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00	**$0.00**
Other	$6,679.87	$1,485.00	$590.00	$1,530.00	$1,955.10	$2,980.00	$60.00	$2,245.00	$1,750.00	**$19,274.97**
Total	$22,879.92	$5,984.37	$1,574.61	$2,102.57	$4,871.60	$7,303.90	$288.00	$3,826.68	$4,267.04	**$53,098.69**

Future Changes for FIRST

- Indicators & Points will change with 2020-21 Rating year (2019-20 financial data)
  - From 15 to 20 Indicators
  - Budgeted Revenues to Actual Revenues - less than 10% variance
  - ADA within range of biennial pupil projection submitted
  - Board members discuss property values within 120 days before adopting its budget

Future Changes for FIRST

- Indicator Changes for 2020-21 Rating year
  - Was the debt per $100 of assessed value ratio sufficient
  - Did district post the required financial information on its website?
  - Indicators with Ceiling Factors:
    - Material weakness in internal controls - Max 79
    - PEIMS data variance less than 3% - Max 89
    - Board discussion property values - Max 89
    - Average 3 year change in unassigned fund balance less than 25% decrease - Max 89

Future Changes for FIRST

- 2020-21 First Rating Exclusions - Covid
  - Indicator #10 - Did District average less than a 10% variance when comparing budgeted revenues to actual revenues for the last three years
  - Indicator #15 – Was the school district's actual ADA within the allotted range of the district's biennial projection submitted to TEA?
  - TEA continues to monitor conditions and will announce any further FIRST rating changes


Questions?